FINANCIAL HIGHLIGHTS	PLNk		EURk	
	2004	2003	2004	2003
I. Interest income	1 495 033	1 422 099	330 891	319 760
II. Commission income	694 816	641 686	153 782	144 283
III. Profit on banking operations	1 829 805	1 683 803	404 985	378 604
IV. Profit on operations	566 611	256 699	125 406	57 719
V. Gross profit (loss)	569 936	260 370	126 142	58 544
VI. Net profit (loss)	444 452	128 873	98 369	28 977
VII. Net cash flows from operating activities	(740 996)	(406 941)	(164 002)	(91 501)
VIII. Net cash flows from investing activities	126 350	(198 973)	27 965	(44 739)
IX. Net cash flows from financing activities	463 100	156 555	102 497	35 201
X. Total net cash flows	(151 546)	(449 359)	(33 541)	(101 039)
XI. Total assets	27 587 874	24 157 567	6 763 392	5 121 384
XII. Deposits from the central bank	-	-	-	-
XIII. Deposits from financial sector	1 514 168	1 507 420	371 211	319 572
XIV. Deposits from non-financial and public sectors	19 044 876	17 706 309	4 669 006	3 753 722
XV. Shareholders' equity	3 021 948	2 542 712	740 855	539 053
XVI. Share capital	729 603	729 603	178 868	154 675
XVII. Number of shares	72 960 284	72 960 284		
XVIII. Book value per one share (PLN / EUR)	41,42	34,85	10,15	7,39
XIX. Diluted book value per ordinary share (PLN / EUR)	-	-	-	-
XX. Solvency ratio (w %)	12,92	12,01		
XXI. Profit (loss) per one ordinary share (PLN / EUR)	6,09	1,77	1,35	0,40
XXII. Diluted profit (loss) per ordinary share (PLN / EUR)	-	-	-	-
XXIII. Declared or paid out dividend per share (PLN / EUR)	2,43	0,32	0,54	0,07

CONSOLIDATED BALANCE SHEET

	NOTE	PLN k	
		2004	2003
ASSETS			
I. Cash and balances with the central bank	**1**	**1 200 154**	**1 161 497**
II. Debt securities eligible for rediscounting with the central bank		**-**	**-**
III. Loans and advances to financial sector	**2**	**3 228 056**	**1 073 107**
1. Short-term		**2 894 629**	**478 260**
a) in current accounts		464 190	225 315
b) other short-term		2 430 439	252 945
2. Long-term		**333 427**	**594 847**
IV. Loans and advances to non-financial sector	**3**	**13 176 448**	**13 145 365**
1. Short-term		**5 252 474**	**5 154 363**
a) in current accounts		1 428 947	1 419 646
b) other short-term		3 823 527	3 734 717
2. Long-term		**7 923 974**	**7 991 002**
V. Loans and advances to public sector	**4**	**466 059**	**568 291**
1. Short-term		**99 466**	**146 796**
a) in current accounts		688	26 350
b) other short-term		98 778	120 446
2. Long-term		**366 593**	**421 495**
VI. Reverse repo transactions	**5**	**25 697**	**5 806**
VII. Debt securities	**6**	**6 695 869**	**6 139 401**
VIII. Loans and advances to subordinated entities valued under equity method	**2, 3**	**9**	**14**
1. Subsidiaries		9	14
2. Joint-ventures		**-**	-
3. Associates		**-**	-
IX. Shares or interests in subsidiaries valued under equity method	**7, 10**	**838**	**651**
X. Shares or interests in joint-ventures valued under equity method	**8, 10**	**-**	**-**
XI. Shares or interests in associates valued under equity method	**9, 10**	**76 943**	**70 283**
XII. Shares and interests in other entities	**11**	**266 531**	**260 848**
XIII. Other securities and other financial assets	**12**	**884 823**	**161 148**
XIV. Intangible assets, of which:	**14**	**238 212**	**301 353**
- goodwill		1 457	4 353
XV. Goodwill of subordinated entities	**15**	**-**	-
XVI. Tangible fixed assets	**16**	**595 851**	**695 547**
XVII. Other assets	**17**	**234 404**	**259 630**
1. Assets taken-over - for sale		317	474
2. Stocks		-	-
3. Other		234 087	259 156
XVIII. Prepayments	**18**	**497 980**	**314 626**
1. Deferred income tax assets		470 699	290 724
2. Other pre-payments		27 281	23 902
TOTAL ASSETS		**27 587 874**	**24 157 567**
LIABILITIES			
I. Deposits from the central bank		-	-
II. Deposits from financial sector	**21**	**1 514 168**	**1 507 420**
1. Short-term		**1 084 802**	**1 017 193**
a) in current accounts		497 604	629 116
b) other short-term		587 198	388 077
2. Long-term		**429 366**	**490 227**
III. Deposits from non-financial sector	**22**	**17 898 642**	**16 640 771**
1. Short-term		**16 953 976**	**15 591 692**
a) in current accounts, of which:		6 056 405	5 778 037
- savings accounts		-	-
b) other short-term, of which:		10 897 571	9 813 655
- savings accounts		-	-
2. Long-term, of which:		**944 666**	**1 049 079**
- savings accounts		-	-
IV. Deposits from public sector	**23**	**1 146 234**	**1 065 538**
1. Short-term		**1 142 043**	1 064 039
a) in current accounts		875 705	775 783
b) other short-term		266 338	288 256
2. Long-term		**4 191**	1 499
V. Repo transactions	**24**	**732 690**	-
VI. Debt securities in issue	**21,22,23,25**	**1 198 767**	**792 574**
1. Short-term		-	-
2. Long-term		1 198 767	792 574
VII. Other liabilities arising from financial instruments		**804 501**	**259 409**

VIII. Amounts due from subordinated entities valued under equity method	**21,22,23**	**60 564**	**72 465**
1. Subsidiaries		1 251	475
2. Joint-ventures		-	-
3. Associates		59 313	71 990
IX. Special funds and other liabilities	**26**	**377 922**	**511 775**
X. Accrued and suspended income and expenses	**27**	**403 163**	**489 545**
1. Accruals		150 885	132 425
2. Negative goodwill		-	-
3. Other deferred and suspended income		252 278	357 120
XI. Negative goodwill of subordinated entities	**28**	**8 600**	**11 196**
XII. Provisions	**29**	**390 000**	**248 592**
1. Provision for deferred income tax		301 472	138 810
2. Other provisions		88 528	109 782
a) short-term		-	-
b) long-term		88 528	109 782
XIII. Subordinated liabilities	**30**	**-**	**-**
XIV. Minority interests	**31**	**30 675**	**15 570**
XV. Share capital	**32**	**729 603**	**729 603**
XVI. Due contributions to share capital (negative value)		**-**	**-**
XVII. Bank's own shares (negative value)	**33**	**-**	**-**
XVIII. Supplementary capital	**34**	**385 193**	**381 373**
XIX. Balance of revaluation reserve	**35**	**215 454**	**159 992**
XX. Other reserve capital	**36**	**1 256 491**	**1 167 176**
XXI. Foreign exchange differences arising from valuation of subordinated entities		**-**	**-**
1. Positive foreign exchange differences		-	-
2. Negative foreign exchange differences		-	-
XXII. Profit (loss) from previous years		**(9 245)**	**(24 305)**
XXIII. Net profit (loss)		**444 452**	**128 873**
TOTAL LIABILITIES		**27 587 874**	**24 157 567**

Solvency ratio (%)	37	**12,92**	**12,01**
Book value		**3 021 948**	**2 542 712**
Number of shares		**72 960 284**	**72 960 284**
Book value per one share (PLN)	38	**41,42**	**34,85**
Diluted number of shares		-	-
Diluted book value per one share (PLN)	38	-	-

OFF-BALANCE SHEET ITEMS			
		PLN k	
	Note	**2004**	**2003**
I. Contingent liabilities granted and received		**5 354 093**	**4 908 587**
1. Granted:	39	**4 739 854**	**4 374 730**
a) financial		4 035 037	3 786 813
b) guarantees		704 817	587 917
2. Received:	40	**614 239**	**533 857**
a) financial		491 150	377 963
b) guarantees		123 089	155 894
II. Commitments arising from purchase / sale transactions		**65 253 989**	**41 251 865**
III. Other, of which		**30 082**	**47 087**
- assets taken-over		-	13 454
- other liabilities		30 082	33 633
Total off-balance sheet items		**70 638 164**	**46 207 539**

CONSOLIDATED PROFIT AND LOSS ACCOUNT			
		PLN k	
	Note	2004	2003
I. Interest income	41	1 495 033	1 422 099
II. Interest expense	42	(624 724)	(593 033)
III. Net interest income (I-II)		**870 309**	**829 066**
IV. Commission income	43	694 816	641 686
V. Commission expense		(125 603)	(109 704)
VI. Net commission income (IV-V)		**569 213**	**531 982**
VII. Net income from sales of products, goods and materials		67 681	51 381
VIII. Costs of sold products, goods and materials		-	-
IX. Sales costs		-	-
X. Profit/loss on sales (VII-VIII-IX)		**67 681**	**51 381**
XI. Income from shares or interests, other securities and other financial instruments with variable yield	**44**	**116 281**	**52 403**
1. From subsidiaries		55 136	18 161
2. From joint-ventures		-	-
3. From associates		2	-
4. From other entities		61 143	34 242
XII. Profit on financial operations	45	**9 213**	**13 567**
XIII. Foreign exchange profit		**197 108**	**205 404**
XIV. Profit on banking operations		**1 829 805**	**1 683 803**
XV. Other operating income	46	63 836	46 962
XVI. Other operating expense	47	(50 658)	(85 344)
XVII. Costs of Bank's operations and general management	48	(943 247)	(1 021 273)
XVIII. Depreciation /amortization of tangible fixed assets and intangible assets		(202 089)	(225 433)
XIX. Allocations to provisions	**49**	**(446 100)**	**(731 781)**
1. Write-offs to specific provisions and general banking risk provisions		(445 989)	(723 164)
2. Revaluation of financial assets		(111)	(8 617)
XX. Release of provisions	**50**	**315 064**	**589 765**
1. Write-backs of specific provisions and general banking risk provisions		314 564	589 598
2. Revaluation of financial assets		500	167
XXI. Balance of provisions (XIX - XX)		**(131 036)**	**(142 016)**
XXII. Profit on operations		**566 611**	**256 699**
XXIII. Profit / loss on extraordinary operations		-	506
1. Extraordinary gains	52	-	506
2. Extraordinary losses	53	-	-
XXIV. Amortization of goodwill of subordinated entities	54	-	-
XXV. Amortization of negative goodwill of subordinated entities	55	3 325	3 165
XXVI. Gross profit (loss)		**569 936**	**260 370**
XXVII. Income tax	**56**	(113 790)	(123 476)
1. Current tax		(145 138)	(95 551)
2. Deferred tax		31 348	(27 925)
XXVIII. Other taxes and charges decreasing the profit (increasing the loss)	57	-	(20)
XXIX. Share in net profits (losses) of subordinated entities valued under equity method		6 122	270
XXX. (Profits) losses of minority shareholders		(17 816)	(8 271)
XXXI. Net profit (loss)	**58**	**444 452**	**128 873**

Net profit (loss) (annualized)		**444 452**	**128 873**
Average weighted number of ordinary shares		**72 960 284**	**72 960 284**
Profit (loss) per one ordinary share (PLN)	59	**6,09**	**1,77**
Average weighted diluted number of ordinary shares		-	-
Diluted profit (loss) per one ordinary share (PLN)	59	-	-

MOVEMENTS IN CONSOLIDATED EQUITY		
	PLN k	
	2004	2003
I. Shareholders' equity at the beginning of the period (OB)	**2 542 712**	**2 515 907**
a) changes in adopted accounting principles (policy)	-	-
b) corrections of fundamental errors	-	-
I.a. Shareholders' equity at the beginning of the period (OB), after reconciliation with comparable data	**2 542 712**	**2 515 907**
1. Share capital at the beginning of the period	**729 603**	**729 603**
1.1. Movements in share capital	-	-
a) increase (due to)	-	-
- issue of shares	-	-
-	-	-
b) decrease (due to)	-	-
- redemption of shares	-	-
-	-	-
1.2. Share capital at the end of the period	**729 603**	**729 603**
2. Due contributions to share capital at the beginning of the period	-	-
2.1. Movement in due contributions to share capital	-	-
a) increase (due to)	-	-
-	-	-
b) decrease (due to)	-	-
-	-	-
2.2. Due contributions to share capital at the end of the period	-	-
3. Own shares at the beginning of the period	-	-
a) increase (due to)	-	-
-	-	-
b) decrease (due to)	-	-
-	-	-
3.1. Own shares at the end of the period	-	-
4. Supplementary capital at the beginning of the period	**381 373**	**375 425**
4.1. Movements in the balance of supplementary capital	3 820	5 948
a) increase (due to)	3 820	5 948
- issue of shares in excess of their nominal value	-	-
- distribution of profit (statutory)	3 820	1 258
- transfer of capital	-	595
- other	-	4 095
b) decrease (due to)	-	-
4.2. Supplementary capital at the end of the period	**385 193**	**381 373**
5. Revaluation reserve at the beginning of the period	**159 992**	**192 506**
5.1. Movements in revaluation reserve	55 462	(32 514)
a) increase (due to)	149 079	44 878
- valuation of assets	149 079	44 878
b) decrease (due to)	(93 617)	(77 392)
- disposal of fixed assets	(2 615)	(3 476)
- valuation of assets	(90 149)	(73 916)
- impairment loss	(853)	-
5.2. Revaluation reserve at the end of the period	**215 454**	**159 992**
6. General banking risk fund at the beginning of the period	**439 810**	**339 810**
6.1. Movements in the general banking risk fund	60 000	100 000
a) increase (due to)	60 000	100 000
- profit allocation	60 000	100 000
b) decrease	-	-
-	-	-
6.2. General banking risk fund at the end of the period	**499 810**	**439 810**
7. Other reserve capital at the beginning of the period	**727 366**	**598 419**
7.1. Movements in other reserve capital	29 315	128 947
a) increase (due to)	29 315	129 542
- disposal of fixed assets	2 615	3 476
- distribution of profit	26 700	126 066
b) decrease (due to)	-	(595)
- transfer of capital	-	(595)
7.2. Other reserve capital at the end of the period	**756 681**	**727 366**
8. Foreign exchange differences from revaluation of subordinated entities	-	-

9. Profit (loss) from previous years at the beginning of the period	**104 568**	**280 144**
9.1. Profit from previous years at the beginning of the period	**104 568**	**280 144**
a) changes in adopted accounting principles (policy)	-	-
b) correction of fundamental errors	-	-
9.2. Profit from previous years at the beginning of the period after reconciliation with comparable data	**104 568**	**280 144**
9.3. Change in the profit from previous years	(113 813)	(304 449)
a) increase (due to)	22 173	8 860
- distribution of profit from previous years	-	-
- valuation of assets	-	8 860
- other	199	-
- transfer of loss from previous years	21 974	-
b) decrease (due to)	(135 986)	(313 309)
- allocation to reserve capital	(26 700)	(126 066)
- allocation to general risk fund	(60 000)	(100 000)
- allocation to other supplementary capital	(3 820)	(1 258)
- allocation to dividend	(23 347)	(53 991)
- valuation of assets	(145)	(31 994)
- transfer of loss from previous years	(21 974)	-
9.4. Profit from previous years at the end of the period	**(9 245)**	**(24 305)**
9.5. Loss from previous years at the beginning of the period	-	-
a) changes in adopted accounting principles (policy)	-	-
b) correction of fundamental errors	-	-
9.6. Loss from previous years at the beginning of the period after reconciliation with comparable data	-	-
9.7. Change in loss from previous years	-	-
a) increase (due to)	-	-
-	-	-
b) decrease	-	-
-	-	-
9.8. Loss from previous years at the end of the period	-	-
9.9. Profit (loss) from previous years at the end of the period	**(9 245)**	**(24 305)**
10. Net profit/loss	**444 452**	**128 873**
a) net profit	444 452	128 873
b) net loss	-	-
II. Shareholders' equity at the end of the period (CB)	**3 021 948**	**2 542 712**
III. Shareholders' equity after the proposed profit distribution (loss cover)	**2 844 655**	**2 519 365**

CONSOLIDATED CASH FLOW STATEMENT		
	PLN k	
	2004	2003
A. Cash flow from operating activities		
(indirect method)		
I. Net profit (loss)	**444 452**	**128 873**
II. Total adjustments:	**(1 185 448)**	**(535 814)**
1. Profits (losses) of minority shareholders	17 816	8 271
2. Share in net (profits) losses of subordinated entities valued under equity method	(6 122)	(270)
3. Amortization, including:	199 575	247 845
- amortization of goodwill and negative goodwill of subordinated entities	(3 325)	(3 165)
4. (Profits) losses on foreign exchange differences	(12 212)	14 580
5. Interest and profit sharing (dividends)	23 796	2 845
6. (Profit) loss on investing activities	(63 536)	(300)
7. Movements in the balance of provisions	(19 357)	(695)
8. Movement in the balance of stocks	-	-
9. Movement in the balance of debt securities	(550 588)	(174 788)
10. Movement in the balance of amounts due from financial sector	(1 850 074)	1 280 796
11. Movement in the balance of amounts due from non-financial and public sectors	49 829	(1 268 741)
12. Movement in the balance of receivables arising from reverse repo transactions	(19 891)	32 188
13. Movement in the balance of shares, interest, other securities and other financial assets	(739 928)	57 518
14. Movement in the balance of amounts due to financial sector	(693 253)	(940 411)
15. Movement in the balance of amounts due to non-financial and public sectors	1 352 840	374 484
16. Movement in the balance of liabilities arising from repo transactions	732 690	(20 004)
17. Movement in the balance of liabilities arising from securities	30 221	149 419
18. Movement in the balance of other liabilities	455 771	(191 150)
19. Movement in the balance of accruals	14 652	(31 067)
20. Balance in the deferred and suspended income	(104 836)	(77 353)
21.Other adjustments	(2 841)	1 019
III. Net cash flows from operating activities (I+/-II) - indirect method	**(740 996)**	**(406 941)**
B. Cash flows from investing activities		
I. Inflows	**369 863**	**687 117**
1. Sales of shares or interests in subsidiaries	68 000	19 268
2. Sales of shares or interests in joint-ventures	-	-
3. Sales of shares or interests in associates	-	-
4. Sales of shares or interests in other entities, of other securities and other financial assets	211 696	623 369
5. Sales of tangible fixed assets and intangible assets	32 569	12 337
6. Sales of investments in real estates and intangible assets	-	-
7. Other investing inflows	57 598	32 143
II. Expenses	**(243 513)**	**(886 090)**
1. Purchase of shares or interests in subsidiaries	-	(150)
2. Purchase of shares or interests in joint-ventures	-	-
3. Purchase of shares or interests in associates	-	-
4. Purchase of shares or interests in other entities, of other securities and other financial assets	(174 095)	(783 594)
5. Purchase of intangible assets and tangible fixed assets	(67 639)	(98 127)
6. Investments in real estate and intangible assets	-	-
7. Other investing expenses	(1 779)	(4 219)
III. Net cash flows from investing activities (I-II)	**126 350**	**(198 973)**
C. Cash flows from financing activities		
I. Inflows	**602 313**	**453 721**
1. Long-term loans drawn from other banks	259 943	174 622
2. Long-term loans drawn from financial institutions other than banks	-	14 470
3. Issue of debt securities	339 577	256 527
4. Increase in the balance of subordinated liabilities	-	-
5. Net inflows from the issue of shares and contributions to capital	-	-
6. Other financial inflows	2 793	8 102

II. Expenses	**(139 213)**	**(297 166)**
1. Repayment of long-term loans to banks	(50 223)	(188 204)
2. Repayment of long-term loans to financial institutions other than banks	(12 930)	(16 671)
3. Repurchase of debt securities	-	-
4. Other financial liabilities	-	-
5. Payments under finance lease agreements	-	-
6. Decrease in the balance of subordinated liabilities	-	-
7. Dividends and other amounts paid to shareholders	(25 999)	(55 723)
8. Dividends and other payments to minorities	-	-
9. Other expenses than payments to majority shareholders arising from the profit distribution	-	-
10. Purchase of Bank's own shares	-	-
11. Other financial expenses	(50 061)	(36 568)
III. Net cash flows from financing activities (I-II)	**463 100**	**156 555**
D. Total net cash flows (A.III+/-B.III+/-C.III)	**(151 546)**	**(449 359)**
E. Change ion the balance of cash, of which:	**(151 546)**	**(449 359)**
- movement in the cash balance arising from foreign exchange differences	-	-
F. Cash at the beginning of the period	**1 383 037**	**1 832 396**
G. Cash at the end of the period (F+/-D), of which:	**1 231 491**	**1 383 037**
- with limited disposal potential	-	-

NOTE 1A

CASH AND BALANCES WITH THE CENTRAL BANK	**PLN k**	
	2004	**2003**
a) current account	788 182	754 576
b) obligatory reserve	-	-
c) funds of the Bank Guarantee Fund	-	-
d) other	411 972	406 921
- cash	410 713	405 825
- valuable marks	1 259	1 096
Total cash and operations with the Central Bank	**1 200 154**	**1 161 497**

NOTE 1B

CASH (BY CURRENCY)	**unit**	**currency**	**PLN k**	
			2004	**2003**
a) in Polish currency			**1 118 174**	**1 079 174**
b) in foreign currencies (by currency and its equivalent in PLN			**81 980**	**82 323**
b1. unit	w tys.	EUR	11 702	9 563
PLNk	w tys.	zł	47 733	45 111
b2. unit	w tys.	USD	6 324	6 533
PLNk	w tys.	zł	18 910	24 435
b3. unit	w tys.	GBP	1 581	946
PLNk	w tys.	zł	9 120	6 306
other currencies (in PLNk)	w tys.	zł	6 217	6 471
Total cash			**1 200 154**	**1 161 497**

NOTE 2A

LOANS AND ADVANCES TO FINANCIAL SECTOR (BY CATEGORY)	**PLN k**	
	2004	**2003**
a) current account	462 327	225 309
b) loans, placements and credits, of which:	2 688 834	750 527
- placements with other banks and other financial institutions	2 260 396	529 683
c) purchased debt	575	68
d) realized guarantees	-	-
e) other receivables	15 377	16 478
- Company Social Fund	12 425	12 425
- leasing receivables	1 029	90
- other	1 923	3 963
f) interest:	70 109	101 231
- accrued	67 118	91 542
- due, not received	2 991	9 689
Total loans and advances to financial sector (gross)	**3 237 222**	**1 093 613**
g) provisions raised against loans and advances to financial sector	(9 157)	(20 506)
Total loans and advances to financial sector (net)	**3 228 065**	**1 073 107**

NOTE 2B	PLN k	
GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR (BY MATURITY)	**2003**	**2003**
a) in current account	**462 327**	**225 309**
b) term receivables with residual maturity of:	**2 704 786**	**767 073**
- up to 1 month	1 482 805	106 483
- from 1 month to 3 months	522 316	46 279
- from 3 months to 1 year	425 539	107 705
- from 1 year to 5 years	211 569	477 716
- over 5 years	60 494	-
- overdue amounts	2 063	28 890
c) interest	**70 109**	**101 231**
- accrued	67 118	91 542
- due, not received	2 991	9 689
Total gross loans and advances to financial sector	**3 237 222**	**1 093 613**

NOTE 2C	PLN k	
GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR (BY ORIGINAL MATURITY)	**2003**	**2003**
a) in current account	**462 327**	**225 309**
b) term receivables with maturity of:	**2 704 786**	**767 073**
- up to 1 month	1 240 575	405 531
- from 1 month to 3 months	608 994	-
- from 3 months to 1 year	234 742	955
- from 1 year to 5 years	512 533	178 468
- over 5 years	107 942	182 119
c) interest	**70 109**	**101 231**
- accrued	67 118	91 542
- due, not received	2 991	9 689
Total gross loans and advances to financial sector	**3 237 222**	**1 093 613**

NOTE 2D

GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR (BY CURRENCY)	**unit**	**currency**	**PLN k**	
			2004	**2003**
a) in Polish currency			**1 117 183**	**828 064**
b) in foreign currencies (by currency and its equivalent in PLN)			**2 120 039**	**265 549**
b1. unit	w tys.	USD	652 489	23 698
PLNk	w tys.	zł	1 951 203	88 641
b2. unit	w tys.	EUR	33 330	19 627
PLNk	w tys.	zł	135 952	92 581
b3. unit	w tys.	GBP	4 887	11 553
PLNk	w tys.	zł	28 199	77 045
other currencies (in PLNk)	w tys.	zł	4 685	7 282
Total gross loans and advances to financial sector			**3 237 222**	**1 093 613**

NOTE 2E	PLN k	
GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR	**2004**	**2003**
1. Regular	**3 156 431**	**952 471**
2. Watch	**871**	**11 021**
3. Problem, of which:	**9 811**	**28 890**
a) sub-standard	237	1
b) doubtful	1	7 559
c) lost	9 573	21 330
4. interest:	**70 109**	**101 231**
a) accrued	67 118	91 542
b) due, not received	2 991	9 689
- on regular and watch receivables	709	1 686
- on problem receivables	2 282	8 003
Total gross loans and advances to financial sector	**3 237 222**	**1 093 613**

NOTE 2F	PLN k	
VALUE OF COLLATERAL ACCEPTED WHEN CALCULATING SPECIFIC PROVISIONS FOR LOANS AND ADVANCES TO FINANCIAL SECTOR	**2004**	**2003**
a) watch	**617**	**10 027**
b) problem	**636**	**8 338**
- sub-standard	214	-
- doubtful	-	7 470
- lost	422	868
Value of collateral accepted when calculating specific provisions for loans and advances to financial sector	**1 253**	**18 365**

NOTE 2G	PLN k	
BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO FINANCIAL SECTOR	**2004**	**2003**
a) watch	**-**	**-**
b) problem	**(9 157)**	**(20 506)**
- sub-standard	(4)	-
- doubtful	(1)	(44)
- lost	(9 152)	(20 462)
Total provisions for loans and advances to financial sector	**(9 157)**	**(20 506)**

NOTE 2H	PLN k	
MOVEMENTS IN PROVISIONS FOR LOANS AND ADVANCES TO FINANCIAL SECTOR	**2004**	**2003**
1. Balance of provisions for loans and advances to financial sector at the beginning of the period	**(20 506)**	**(32 725)**
a) increase (due to)	**(4 666)**	**(20 728)**
- charged to profit and loss account	(2 680)	(20 115)
- exchange differences	(1 986)	(613)
b) utilization	**13 108**	**4 695**
- write-off, write-down and lapse of receivables	13 108	4 695
c) release	**2 907**	**28 252**
- exchange differences	-	-
- write-back	2 907	28 252
2. Balance of provisions for loans and advances to financial sector at the end of the period	**(9 157)**	**(20 506)**
3. Required level of provisions for loans and advances to financial sector at the end of the period, in line with applicable regulations	**(9 157)**	**(20 206)**

NOTE 2I	PLN k	
GROSS LOANS AND ADVANCES TO FINANCIAL SECTOR	**2004**	**2003**
a) from subordinated entities valued under equity method	9	-
b) from other entities	3 237 213	1 093 613
Total gross loans and advances to financial sector	**3 237 222**	**1 093 613**

NOTE 3A	PLN k	
LOANS AND ADVANCES TO NON-FINANCIAL SECTOR (BY CATEGORY)	**2004**	**2003**
a) credits and loans	**12 075 761**	**12 251 337**
b) purchased debts	**77 612**	**63 056**
c) realized guarantees	**5 345**	**4 239**
d) other receivables	**1 433 265**	**1 203 820**
- leasing receivables	1 395 751	1 197 900
- other	37 514	5 920
e) interest	**209 310**	**325 469**
- accrued	44 554	36 596
- due, not received	164 756	288 873
Total loans and advances to non-financial sector (gross)	**13 801 293**	**13 847 921**
f) provisions raised against loans and advances to financial sector	(624 845)	(702 542)
Total loans and advances to non-financial sector (net)	**13 176 448**	**13 145 379**

As at 31 December 2004 non-interest bearing receivables are PLN 13 139 k (as at 31 December 2003 - PLN 11 515 k).

NOTE 3B	PLN k	
GROSS LOANS AND ADVANCES TO NON-FINANCIAL SECTOR (BY RESIDUAL MATURITY)	**2004**	**2003**
a) in current account	**1 415 778**	**1 397 406**
b) term receivables with residual maturity of:	**12 176 205**	**12 125 046**
- up to 1 month	445 633	394 130
- from 1 month to 3 months	654 044	712 978
- from 3 months to 1 year	2 748 403	2 678 245
- from 1 year to 5 years	4 869 234	4 049 890
- over 5 years	2 601 162	2 648 587
- overdue amounts	857 729	1 641 216
c) interest	**209 310**	**325 469**
- accrued	44 554	36 596
- due, not received	164 756	288 873
Total gross loans and advances to non-financial sector	**13 801 293**	**13 847 921**

NOTE 3C	PLN k	
GROSS LOANS AND ADVANCES TO NON-FINANCIAL SECTOR (BY RESIDUAL MATURITY)	**2004**	**2003**
a) in current account	**1 415 778**	**1 397 406**
b) term receivables with maturity of:	**12 176 205**	**12 125 046**
- up to 1 month	1 064 516	889 259
- from 1 month to 3 months	111 575	109 658
- from 3 months to 1 year	937 836	1 405 506
- from 1 year to 5 years	3 917 326	3 955 557
- over 5 years	6 144 952	5 765 066
c) interest	**209 310**	**325 469**
- accrued	44 554	36 596
- due, not received	164 756	288 873
Total gross loans and advances to non-financial sector	**13 801 293**	**13 847 921**

NOTE 3D

GROSS LOANS AND ADVANCES TO NON-FINANCIAL SECTOR (BY CURRENCY)	**unit**	**currency**	**w tys. zł**	
			2004	**2003**
a) in Polish currency			**10 242 629**	**9 296 047**
b) in foreign currencies (by currency and its equivalent in PLN)			**3 558 664**	**4 551 874**
b1. unit	w tys.	EUR	512 938	545 536
PLNk	w tys.	zł	2 092 272	2 573 293
b2. unit	w tys.	CHF	296 169	429 768
PLNk	w tys.	zł	782 508	1 301 381
b3. unit	w tys.	USD	219 613	171 424
PLNk	w tys.	zł	656 730	641 213
other currencies (in PLNk)	w tys.	zł	27 154	35 987
Total gross loans and advances to non-financial sector			**13 801 293**	**13 847 921**

NOTE 3E	PLN k	
GROSS LOANS AND ADVANCES TO NON-FINANCIAL SECTOR	**2004**	**2003**
1. Regular	**10 275 027**	**9 692 888**
2. Watch	**2 119 494**	**2 142 765**
3. Problem, of which:	**1 197 462**	**1 686 799**
a) sub-standard	183 996	299 952
b) doubtful	164 772	469 492
c) lost	848 694	917 355
4. interest:	**209 310**	**325 469**
a) accrued	44 554	36 596
b) due, not received	164 756	288 873
- on regular and watch receivables	4 137	1 631
- on problem receivables	160 619	287 242
Total gross loans and advances to non-financial sector	**13 801 293**	**13 847 921**

NOTE 3F	PLN k	
VALUE OF COLLATERAL ACCEPTED WHEN CALCULATING SPECIFIC PROVISIONS FOR LOANS AND ADVANCES TO NON-FINANCIAL SECTOR	**2004**	**2003**
a) regular	**-**	**-**
b) watch	**1 364 700**	**1 147 227**
c) problem	**499 134**	**809 225**
- sub-standard	122 258	158 596
- doubtful	107 813	345 580
- lost	269 063	305 049
Value of collateral accepted when calculating specific provisions for loans and advances to non-financial sector	**1 863 834**	**1 956 452**

NOTE 3G	PLN k	
BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO NON-FINANCIAL SECTOR	**2004**	**2003**
a) regular	**(406)**	**-**
b) watch	**(5 566)**	**(2 833)**
c) problem	**(618 873)**	**(699 709)**
- sub-standard	(12 665)	(28 934)
- doubtful	(28 476)	(62 216)
- lost	(577 732)	(608 559)
Total provisions for loans and advances to non-financial sector	**(624 845)**	**(702 542)**

NOTE 3H	PLN k	
MOVEMENT IN THE BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO NON-FINANCIAL SECTOR	**2004**	**2003**
1. Balance of provisions for loans and advances to non-financial sector at the beginning of the period	**(702 542)**	**(871 291)**
a) increase (due to)	**(442 410)**	**(678 299)**
- write-off	(429 246)	(671 521)
- exchange differences	(13 164)	(6 778)
b) utilization	**243 547**	**317 771**
- write-off, write-down and lapse of receivables	243 547	317 771
c) release	**276 063**	**529 277**
- write-back	276 063	529 277
2. Balance of provisions for loans and advances to non-financial sector at the end of the period	**(625 342)**	**(702 542)**
3. Required level of provisions for loans and advances to non-financial sector at the end of the period, in line with applicable regulations	**(620 458)**	**(702 533)**

The analysis of the required provisioning level for all the receivables should take into account general risk provisions which constitute a collateral for watch receivables. As at 31.12.2004 it amounted to PLN 73 279 k.
(as at 31 December 2003 PLN 92 589 k)

NOTE 3I	PLN k	
GROSS LOANS AND ADVANCES TO NON-FINANCIAL SECTOR	**2004**	**2003**
a) from subordinated entities valued under equity method	-	14
b) from other entities	13 801 293	13 847 907
Total gross loans and advances to non-financial sector	**13 801 293**	**13 847 921**

NOTE 4A	PLN k	
LOANS AND ADVANCES TO PUBLIC SECTOR (BY CATEGORY)	**2004**	**2003**
a) credits and loans	**457 781**	**567 285**
b) purchased debts	**-**	**-**
c) realized guarantees	-	-
d) other amounts due	**47**	**49**
- other	47	49
- ARiMR funds	-	-
e) interest	**9 124**	**11 562**
- accrued	4 561	7 648
- due, not received	4 563	3 914
Total loans and advances to public sector (gross)	**466 952**	**578 896**
f) provisions raised against loans and advances to financial sector	(893)	(10 605)
Total loans and advances to public sector (net)	**466 059**	**568 291**

There are no loans related to financial leasing in 2004 and 2003.

NOTE 4B	PLN k	
GROSS LOANS AND ADVANCES TO PUBLIC SECTOR (BY RESIDUAL MATURITY)	**2004**	**2003**
a) in current account	**688**	**26 346**
b) term receivables with residual maturity of:	**457 140**	**540 988**
- up to 1 month	4 035	6 757
- from 1 month to 3 months	17 789	17 509
- from 3 months to 1 year	76 954	96 184
- over 1 year to 5 years	285 491	329 466
- over 5 years	72 466	86 294
- overdue amounts	405	4 778
c) interest	**9 124**	**11 562**
- accrued	4 561	7 648
- due, not received	4 563	3 914
Total loans and advances to public sector (gross)	**466 952**	**578 896**

NOTE 4C	PLN k	
GROSS LOANS AND ADVANCES TO PUBLIC SECTOR (BY ORIGINAL MATURITY)	**2004**	**2003**
a) in current account	**688**	**26 346**
b) term receivables with maturity of:	**457 140**	**540 988**
- up to 1 month	403	6 471
- from 1 month to 3 months	7	1 568
- from 3 months to 1 year	5 202	3 465
- over 1 year to 5 years	91 923	128 911
- over 5 years	359 605	400 573
c) interest	**9 124**	**11 562**
- accrued	4 561	7 648
- due, not received	4 563	3 914
Total loans and advances to public sector (gross)	**466 952**	**578 896**

NOTE 4D

GROSS LOANS AND ADVANCES TO PUBLIC SECTOR (BY CURRENCY)	**unit**	**currency**	**w tys. zł**	
			2004	**2003**
a) in Polish currency			**347 427**	**424 968**
b) in foreign currencies (by currency and its equivalent in PLN)			**119 525**	**153 928**
b1. unit	w tys.	EUR	27 394	30 276
PLNk	w tys.	zł	111 742	142 814
b2. unit	w tys.	CHF	2 329	2 829
PLNk	w tys.	zł	6 154	8 566
b3. unit	w tys.	USD	545	681
PLNk	w tys.	zł	1 629	2 548
other currencies (in PLNk)	w tys.	zł	-	-
Total gross loans and advances to public sector			**466 952**	**578 896**

NOTE 4E	PLN k	
GROSS LOANS AND ADVANCES TO PUBLIC SECTOR	**2004**	**2003**
1. Regular receivables	**430 896**	**534 266**
2. Watch category loans	**16 894**	**2 919**
3. Problem receivables, of which:	**10 038**	**30 149**
a) sub-standard	-	10 283
b) doubtful	1 882	3 794
c) lost	8 156	16 072
4. Interest:	**9 124**	**11 562**
a) accrued	4 561	7 648
b) due, not received	4 563	3 914
- on regular and watch loans	4 515	2 977
- on problem loans	48	937
Total gross loans and advances to public sector	**466 952**	**578 896**

NOTE 4F	PLN k	
VALUE OF COLLATERAL ACCEPTED WHEN CALCULATING SPECIFIC PROVISIONS FOR LOANS AND ADVANCES TO PUBLIC SECTOR	**2004**	**2003**
a) regular	**-**	**-**
b) watch	**638**	**211**
c) problem	**8 921**	**11 856**
- sub-standard	-	1 000
- doubtful	1 434	3 269
- lost	7 487	7 587
Value of collateral accepted when calculating specific provisions for loans and advances to public sector	**9 559**	**12 067**

NOTE 4G	PLN k	
BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO PUBLIC SECTOR	**2004**	**2003**
a) regular	**-**	**-**
b) watch	**-**	**-**
c) problem	**(893)**	**(10 605)**
- sub-standard	-	(1 857)
- doubtful	(224)	(263)
- lost	(669)	(8 485)
Total provisions for loans and advances to public sector	**(893)**	**(10 605)**

NOTE 4H	PLN k	
MOVEMENT IN BALANCE OF PROVISIONS FOR LOANS AND ADVANCES TO PUBLIC SECTOR	**2004**	**2003**
1. Balance of provisions for loans and advances to public sector at the beginning of the period	**(10 605)**	**(8 951)**
a) increase (due to)	**(2 224)**	**(6 268)**
- charge to the profit and loss account	(2 224)	(6 268)
b) utilization (due to)	**9 505**	**-**
- write-off, write-down and lapse of receivables	9 505	-
c) release (due to)	**2 431**	**4 614**
- write-back	2 390	4 357
- foreign exchange differences	41	257
2. Balance of provisions for loans and advances to public sector at the end of the period	**(893)**	**(10 605)**
3. Required level of provisions for loans and advances to public sector at the end of the period, in line with applicable regulations	**(893)**	**(10 605)**

The amount of irregular receivables does not exceed 10% of balance sheet total.

NOTE 5	PLN k	
REVERSE REPO TRANSACTIONS	**2004**	**2003**
a) financial sector	-	-
b) non-financial sector	25 307	5 508
c) public sector	-	-
d) interest	390	298
Total reverse repo transactions	**25 697**	**5 806**

NOTE 6A	PLN k	
DEBT SECURITIES	**2004**	**2003**
a) issued by central banks, of which:	600 925	601 117
- in foreign currencies	-	-
b) issued by other banks, of which:	-	-
- in foreign currencies	-	-
c) issued by other financial entities, of which:	-	-
- in foreign currencies	-	-
d) issued by non-financial entities, of which:	31 776	33 621
- in foreign currencies	29 544	31 389
e) issued by central government, of which:	5 970 746	5 359 196
- in foreign currencies	-	-
e) issued by local government, of which:	92 422	145 467
- in foreign currencies	-	-
g) repurchased own debt securities	-	-
Total debt securities	**6 695 869**	**6 139 401**

NOTE 6B	PLN k	
DEBT SECURITIES (BY CATEGORY)	**2004**	**2003**
1. Issued by the central government, of which:	**5 970 746**	**5 359 196**
a) bonds	3 897 533	4 066 193
b) bills	2 073 213	1 293 003
c) other (by type):	-	-
- restructuring bonds	-	-
2. Issued by parent entity, of which:	**-**	**-**
a) bonds	-	-
b) other (by type):	-	-
-	-	-
3. Issued by significant investor, of which:	**-**	**-**
a) bonds	-	-
b) other (by type):	-	-
-	-	-
4. Issued by subsidiary undertakings, of which:	**-**	**-**
a) bonds	-	-
b) other (by type):	-	-
-	-	-
5. Issued by joint ventures, of which:	**-**	**-**
a) bonds	-	-
b) other (by type):	-	-
-	-	-
6. Issued by associates, of which:	**-**	**-**
a) bonds	-	-
b) other (by type):	-	-
-	-	-
7. Issued by other entities, of which:	**725 123**	**780 205**
a) bonds	725 123	780 205
- NBP bonds	600 925	601 117
- municipal bonds	92 422	145 467
- commercial bonds	31 776	33 621
b) other (by type):	-	-
- NBP bills	-	-
Total debt securities	**6 695 869**	**6 139 401**

As at 31 December 2004 PLN 48 000 k (PLN 79 000k in 2003) of Treasury bonds were accepted as collateral for the Bank Guarantee Fund.

NOTE 6C	PLN k	
MOVEMENT IN THE BALANCE OF SECURITIES	**2004**	**2003**
Balance at the beginning of the period	**6 139 401**	**5 890 068**
a) increase (due to)	**24 013 978**	**86 802 546**
- increase in the value of NBP bills	2 954 352	4 277 109
- increase in the value of Government bonds	8 487 248	34 610 925
- increase in the value of NBP bonds	33 602	39 286
- increase in the value of Treasury bills	12 518 768	47 760 474
- increase in the value of other debt securities	20 008	114 682
- release of provisions	-	70
- other	-	-
b) decrease (due to)	**(23 457 510)**	**(86 553 213)**
- redemption/sale of monetary bills	(2 954 352)	(4 304 454)
- redemption/sale of Government bonds	(8 655 909)	(33 163 166)
- redemption/sale of NBP bonds	(33 794)	(442 152)
- redemption/sale of Treasury bills	(11 738 558)	(48 620 056)
- redemption/sale of other debt securities	(72 942)	(18 368)
- charges to provisions	(111)	(5 017)
- other/translation adjustments	(1 844)	-
Balance of debt securities at the end of the period	**6 695 869**	**6 139 401**

NOTE 7A	PLN k	
SHARES OR INTERESTS IN SUBSIDIARIES	**2004**	**2003**
a) in banks	-	-
b) in other entities of financial sector	566	527
c) in entities of non-financial sector	272	124
Total shares or interests in subsidiaries	**838**	**651**

NOTE 7B	PLN k	
MOVEMENT IN THE BALANCE OF SHARES OR INTERESTS IN SUBSIDIARIES	**2004**	**2003**
Balance at the beginning of the period	**651**	**1 680**
a) increase (due to)	**190**	**76**
- purchase	150	-
- revaluation	40	76
b) decrease (due to)	**(3)**	**(1 105)**
- sale	-	(1 105)
- revaluation/decrease in value of shareholding	(3)	-
Balance of shares or interests in subsidiaries	**838**	**651**

NOTE 8A	PLN k	
SHARES AND INTERESTS IN JOINT VENTURES	**2004**	**2003**
a) banks	-	-
b) other financial entities	-	-
c) Other non-financial entities	-	-
Total shares and interests in joint ventures	-	-

NOTE 8B	PLN k	
MOVEMENT IN THE BALANCE OF SHARES OR INTERESTS IN JOINT VENTURES	**2004**	**2003**
Balance at the beginning of the period	-	-
a) increase (due to)	-	-
-	-	-
b) decrease (due to)	-	-
-	-	-
Balance of shares or interests in joint ventures	-	-

NOTE 9A	PLN k	
SHARES OR INTERESTS IN ASSOCIATES	**2004**	**2003**
a) in banks	-	-
b) in other entities of financial sector	69 913	63 520
c) in entities of non-financial sector	7 030	6 763
Total shares or interests in associates	**76 943**	**70 283**

NOTE 9B	PLN k	
MOVEMENT IN THE BALANCE OF SHARES OR INTERESTS IN ASSOCIATES	**2004**	**2003**
Balance at the beginning of the period	**70 283**	**57 867**
a) increase (due to)	**10 589**	**21 419**
- purchase	3 283	1 335
-valuation	6 577	7 551
- reclassification	-	8 857
- negative goodwill	729	3 676
b) decrease (due to)	(3 929)	(9 003)
- negative goodwill write-off*	(877)	(717)
- current revaluation	(3 052)	(8 286)
Balance of shares or interests in associates	**76 943**	**70 283**

* LZPS Protector and Magna Polonia

Note 10A

SHARES OR INTERESTS IN SUBORDINATED ENTITIES

PLN k

No.	a	b	c	d	e	f	g	h	i	j	k	l
	name (company) of the entity and its legal status	registered office	business	type of the capital link (subsidiary, interdependent, associated with indication of direct or indirect links)	applied consolidation method / valuation using an equity method or indication that the entity is not subject to consolidation / valuation using an equity method	date of taking up control / joint control / gaining significant influence	value of shares / interests at purchase price	total adjustments for revaluation	balance sheet value of shares / interests	% shareholding	number of votes at AGM	other than indicated in j) or k) control basis / joint control / significant influence
1	BZ WBK Nieruchomości SA	Poznań	completion, organisation of various events, catering and hotel services	subsidiary	not consolidated	07.1998	253	18	271	99,96	99,96	
2	Brytyjsko-Polskie Towarzystwo Finansowe WBK-CU Sp.z o.o.	Poznań	distribution of insurance products	subsidiary	not consolidated	02.1993 associate 06.1993 subsidiary	218	349	567	60,00	60,00	
3	POLFUND - Fundusz Poręczeń Kredytowych S.A.	Szczecin	providing lending guarantees, investing funds vested in companies and their management	associated	not consolidated	08.2001	8 000	527	8 527	50,00	50,00	
4	LZPS PROTEKTOR S.A.	Lublin	production of protective, military and ordinary footwear	associated	not consolidated	12.2001	2 939	2 938	5 877	36,08	36,08	
5	NFI Magna Polonia SA	Warszawa	buying securities issued by State Treasury, buying or taking up interests or shares in entities registered and operating in Poland	associated	not consolidated	06.2001	54 249	1 539	55 788	30,09	30,09	
	Total						65 659	5 371	71 030			

Moreover, the following consolidation transfers were made in the balance sheet value of shares and interests in subordinated entities in order to state properly the positive and negative goodwill of the companies in the consolidated financial statements:
'-LZPS Protektor PLN 1 155 k
'-NFI Magna Polonia PLN 5 596 k

Note 10B

SHARES OR INTERESTS IN SUBORDINATED ENTITIES

PLN k

No.	a	m							n			o			p	r	s	t
	name of entity (and its legal status)	the entity's equity, of which:							liabilities of entity of which:			receivables of entity, of which:			total assets	income from sales	value of shares interests not paid by the issuer	dividend received or due for the last accounting year
			share capital	unpaid share capital	supplementary capital	other own funds of which:												
							retained profit (uncovered loss) from previous years	profit (loss) net		short-term	long-term		short-term	long-term				
1	BZ WBK Nieruchomości SA	271	250	-	10	11	(3)	14	119	115	4	102	102	-	411	923	-	-
2	Brytyjsko-Polskie Towarzystwo Finansowe WBK-CU Sp.z o.o.	945	350	-	491	104	-	98	480	422	58	500	500	-	1 453	5 159	-	-
3	POLFUND - Fundusz Poręczeń Kredytowych S.A.	17 054	16 000	-	194	860	-	772	28	28	-	54	54	-	18 057	617	-	175
4	LZPS PROTEKTOR S.A. (as at September 2004)	19 487	4 744	-	6 346	8 397	-	4 914	5 305	5 305	-	6 362	6 362	-	26 838	31 758	-	1 070
5	NFI Magna Polonia S.A. (as at September 2004)	203 989	3 006	-	193 836	7 147	6 787	8 445	1 125	1 125	-	24 821	24 821	-	205 620	5 393	-	1 357

*unless otherwise specified, the data is based on the companies' accounts as at 30.11.2004.

NOTE 11A	PLN k	
SHARES OR INTERESTS IN OTHER ENTITIES	**2004**	**2003**
a) in entities of financial sector	**141 513**	**212 590**
- short-term	8	1 025
- long-term	141 505	211 565
b) in entities of non-financial sector	**125 018**	**48 258**
- short-term	15 680	4 699
- long-term	109 338	43 559
Total shares or interests in other entities	**266 531**	**260 848**

NOTE 11B	PLN k	
MOVEMENT IN THE BALANCE OF SHARES OR INTERESTS IN OTHER ENTITIES	**2004**	**2003**
Balance at the beginning of the period	**260 848**	**240 043**
- purchase	**322 694**	**303 208**
- valuation	259 763	294 082
- other	62 431	9 126
- impairment loss write-back	500	-
b) decrease (due to)	**(317 011)**	**(282 403)**
- sale	(264 836)	(276 176)
- valuation	(52 175)	(2 777)
- impairment loss write-off	-	(3 450)
Balance of shares or interests in other entities at the end of the period	**266 531**	**260 848**

Note 11C

SHARES OR INTERESTS IN OTHER ENTITIES

PLN k

No.	a	b	c	d	e	f	g		h	i
	name (company) of the entity and its legal status	registered office	business	balance sheet value of shares / interests	% shareholding	number of votes at AGM	own funds, of which:	- share capital	value of shares / interests in the entity unpaid by the issuer	received or due dividends from the entity for the last accounting year
1	Euroad Leasing Sp z o.o.***	Warszawa	debt trading	-	37,50	35,91	1 022	1 065	-	-
2	eCard *	Warszawa	software engineering, data processing, database management, other IT-related activities, project management, advertising	-	17,86	17,86	(3 567)	13 361	-	-
3	Krajowa Izba Rozliczeniowa S.A.**	Warszawa	handling interbank settlements	625	11,48	11,48	88 011	5 445	-	1 500
4	TIM SA**	Wrocław	wholesale trade	12 934	10,64	10,64	18 159	20 380	-	-
5	Commercial Union Polska Towarzystwo Ubezpieczeń na Życie S.A.***	Warszawa	Life insurance	124 045	10,00	10,00	959 725	82 500	821	37 714
6	Commercial Union Polska Towarzystwo Ubezpieczeń Ogólnych S.A.***	Warszawa	Personal and property insurance	2 179	10,00	10,00	41 754	20 600	-	103
7	Commercial Union Powszechne Towarzystwo Emerytalne BPH, CU, WBK S.A.***	Warszawa	creating and managing open-ended pension funds and representing them before third parties	70 137	10,00	10,00	307 844	137 000	-	14 974
8	Wschodni Bank Cukrownictwa S.A.*	Lublin	banking	14 470	7,23	7,23	171 682	200 191	-	-
9	Stalexport S.A.**	Katowice	wholesale trade in metals/ores	8 851	6,40	6,40	(27 225)	215 524	-	-
10	AWSA Holland II B.V.	Amsterdam	holding interests in Autostrada Wielkopolska S.A. (established to build and operate a highway at the section Swiecko-Konin	25 025	5,44	5,44	bd.	80	-	-
11	Biuro Informacji Kredytowej S.A.**	Warszawa	collecting and providing access to information on banks' borrowers	800	5,14	5,14	22 462	15 550	-	-
12	Other			7 465						3
	Total			266 531						

*equity of the entity disclosed based on data as at 30 November 2004.
**equity of the entity disclosed based on data as at 30 September 2004
***equity of the entity disclosed based on data as at 31 December 2003

NOTE 12A	PLN k	
OTHER SECURITIES AND OTHER FINANCIAL ASSETS (BY TYPE)	**2004**	**2003**
a) pre-emptive rights	-	-
b) derivative rights	869 435	159 317
c) other (by type)	15 388	1 831
- trust funds units	-	1 831
- investment certificates	15 388	-
Total other securities and other financial assets	**884 823**	**161 148**

NOTE 12B	PLN k	
OTHER SECURITIES AND OTHER FINANCIAL ASSETS	**2004**	**2003**
a) short-term	-	-
b) long-term	884 823	161 148
Total other securities and other financial assets	**884 823**	**161 148**

NOTE 12C	PLN k	
MOVEMENT IN THE BALANCE OF OTHER SECURITIES AND OTHER FINANCIAL ASSETS	**2004**	**2003**
Balance at the beginning of the period	**161 148**	**240 803**
a) increase (due to)	**740 451**	**14 224**
- purchase	15 000	10 900
- revaluation	725 451	3 324
- other	-	-
b) decrease (due to)	**(16 776)**	**(93 879)**
- sale	(1 831)	(24 633)
- settlement of premium on options	(12 323)	(12 701)
- decrease of settled swap points	-	(56 545)
- revaluation	(2 622)	-
Balance of other securities and other financial assets at the end of the period	**884 823**	**161 148**

NOTE 12D

OTHER SECURITIES AND OTHER FINANCIAL ASSETS (BY CURRENCY)	unit	currency	PLN k	
			2004	**2003**
a) in Polish currency			**884 597**	**158 360**
b) in foreign currencies (by currency and its equivalent in PLN)			**226**	**2 788**
b1. unit / currency	w tys.	EUR	9	228
PLNk	w tys.	zł	38	1 073
b1. unit / currency	w tys.	USD	-	200
PLNk	w tys.	zł	-	749
other currencies (in PLNk)	w tys.	zł	188	966
Total other securities and other financial assets			**884 823**	**161 148**

NOTE 13A	PLN k	
FINANCIAL ASSETS	**2004**	**2003**
a) financial assets held for trading	2 239 373	637 490
b) granted loans, borrowings and a company's own debt - not for trading	18 231 675	16 039 463
c) financial assets held to maturity	1 963 516	2 048 913
d) financial assets available for sale	2 893 355	3 140 227
e) other *	1 328 403	1 453 971
Total financial assets (gross)	**26 656 322**	**23 320 064**
Provision for financial assets at the end of the period	(634 895)	(733 653)
Total financial assets	**26 021 427**	**22 586 411**

* "Other" item contains: cash, nostro current accounts and interests in subordinated entities.

NOTE 13B

FINANCIAL ASSETS (BY CURRENCY)	unit	currency	PLN k 2004	PLN k 2003
in Polish currency			**20 775 888**	**18 263 602**
in foreign currencies (by currency and its equivalent in PLN)			**5 880 434**	**5 056 462**
b1. unit/currency	w tys.	EUR	585 373	605 230
PLNk	w tys.	zł	2 387 737	2 854 872
b2. unit/currency	w tys.	USD	878 970	202 536
PLNk	w tys.	zł	2 628 472	757 586
b3. unit/currency	w tys.	GBP	6 468	12 499
PLNk	w tys.	zł	37 319	83 351
b4. unit/currency	w tys.	CHF	298 498	432 597
PLNk	w tys.	zł	788 662	1 309 947
other currencies (in PLNk)	w tys.	zł	38 244	50 706
Total financial assets			**26 656 322**	**23 320 064**

NOTE 13C FINANCIAL ASSETS HELD FOR TRADING (BY MARKETABILITY)	PLN k 2004	PLN k 2003
A. With unlimited marketability, listed on stock exchange (balance sheet value)	**284 360**	**64 719**
a) shares (balance sheet value):	14 096	4 098
- fair value	14 096	4 098
- market value	14 096	4 098
- value at purchase price	1 866	2 511
b) bonds (balance sheet value):	**270 264**	**60 621**
- fair value	270 264	60 621
- market value	270 264	60 621
- value at purchase price	265 872	60 235
c) other - by category (balance sheet value):	-	-
c1) ...	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c2)	-	-
B. With unlimited marketability listed off stock-exchange markets (balance sheet value)	**1 084 155**	**411 899**
a) shares (balance sheet value):	**20**	**28**
- fair value	20	28
- market value	20	28
- value at purchase price	7	20
b) bonds (balance sheet value):	**11**	**22**
- fair value	11	22
- market value	11	22
- value at purchase price	11	21
c) other - by category (balance sheet value):	1 084 124	411 849
c1) Treasury bills	1 084 124	411 849
- fair value	1 084 124	411 849
- market value	1 084 124	411 849
- value at purchase price	1 074 661	409 284
c2) NBP bills	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
C. With unlimited marketability, not listed on regulated markets (balance sheet value)	**869 435**	**159 317**
a) shares (balance sheet value):	**-**	**-**
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
b) bonds (balance sheet value):	**-**	**-**
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c) other - by category (balance sheet value):	**869 435**	**159 317**
c1) derivatives	869 435	159 317
- fair value	869 435	159 317
- market value	869 435	159 317
- value at purchase price	869 435	159 317
-	-	-

D. With limited marketability (balance sheet value)	**1 423**	**1 555**
a) shares and interests (balance sheet value):	**1 423**	**1 555**
- fair value	1 423	1 555
- market value	1 423	1 555
- value at purchase price	1 939	1 979
b) bonds (balance sheet value):	**-**	**-**
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c) other - by category (balance sheet value):	**-**	**-**
c1) ...	-	-
- fair value	-	-
-market value	-	-
- value at purchase price	-	-
c2)	-	-
Total value at purchase price	**2 213 791**	**633 367**
Value at the beginning of the period	**637 490**	**2 341 423**
Total revaluation adjustments (for the period)	**25 582**	**4 123**
Total balance sheet value	**2 239 373**	**637 490**

NOTE 13D	**PLN k**	
FINANCIAL ASSETS HELD TO MATURITY (BY MATURITY)	**2004**	**2003**
A. With unlimited marketability, listed on stock exchanges (balance sheet value)	**1 899 259**	**1 969 058**
a) bonds (balance sheet value):	1 899 259	1 969 058
- revaluation adjustments (for the period)	98 088	123 120
- value at the beginning of the period	1 969 058	1 372 614
- value at purchase price	1 801 171	1 845 938
b) other - by category (balance sheet value):	-	-
b1) ...	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
-	-	-
B. With unlimited marketability listed on off stock-exchange markets (balance sheet value)	-	-
a) bonds (balance sheet value):	**-**	**-**
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
b) other - by category (balance sheet value):	-	-
b1) Treasury bills	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
b2)	-	-
C. With unlimited marketability, not listed on regulated markets (balance sheet value)	-	-
a) bonds (balance sheet value):	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
b) other - by category (balance sheet value):	-	-
b1) commercial bills	-	-
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	-	-
- value at purchase price	-	-
b2)	-	-

D. With limited marketability (balance sheet value)	**64 257**	**79 855**
a) bonds (balance sheet value):	29 648	31 494
- revaluation adjustments (for the period)	-	-
- value at the beginning of the period	31 494	25 738
- value at purchase price	29 648	31 494
b) other - by category (balance sheet value):	34 609	48 361
b1) purchased receivables	34 609	48 361
- revaluation adjustments (for the period)	11 042	19 085
- value at the beginning of the period	48 361	102 218
- value at purchase price	23 567	29 276
b2)	-	-
Total value at purchase price	**1 854 386**	**1 906 708**
Value at the beginning of the period	**2 048 913**	**1 500 570**
Total revaluation adjustments (for the period)	**109 130**	**142 205**
Total balance sheet value	**1 963 516**	**2 048 913**

NOTE 13E	**PLN k**	
FINANCIAL ASSETS AVAILABLE FOR SALE (BY MARKETABILITY)	**2004**	**2003**
A. With unlimited marketability listed off stock-exchange markets (balance sheet value)	**1 569 695**	**1 867 546**
a) shares (balance sheet value):	**10 961**	**13 045**
- fair value	10 961	13 045
- market value	17 492	15 984
- value at purchase price	12 056	14 367
b) bonds (balance sheet value):	**1 543 346**	**1 854 501**
- fair value	1 543 346	1 854 501
- market value	1 543 346	1 854 501
- value at purchase price	1 482 290	1 825 873
c) other - by category (balance sheet value):	**15 388**	**-**
c1) investment certificates	15 388	-
- fair value	15 388	-
- market value	15 387	-
- value at purchase price	15 000	-
-	-	-
B. With unlimited marketability listed off stock-exchange markets (balance sheet value)	**942 403**	**801 766**
a) shares (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
b) bonds (balance sheet value):	-	-
- fair value	-	-
- market value	-	-
- value at purchase price	-	-
c) other - by category (balance sheet value):	942 403	801 766
c1) Treasury bills	942 403	801 766
- fair value	942 403	801 766
- market value	942 403	801 766
- value at purchase price	927 450	794 257
c2)…	-	-
C. With unlimited marketability, not listed on regulated markets (balance sheet value)	**332 293**	**389 249**
a) shares (balance sheet value):	213 697	215 828
- fair value	213 697	215 828
- market value	213 697	215 828
- value at purchase price	52 779	51 528
b) bonds (balance sheet value):	**92 411**	**145 445**
- fair value	92 411	145 445
- market value	92 411	145 445
- value at purchase price	92 411	143 289
c) other - by category (balance sheet value):	**26 185**	**27 976**
c1) shares	**26 185**	**26 145**
- fair value	26 185	26 145
- market value	26 185	26 145
- value at purchase price	26 184	26 145
c2) trust funds units	-	1 831
- fair value	-	1 831
- market value	-	1 831
- value at purchase price	-	1 309
D. With limited marketability (balance sheet value)	**48 964**	**81 666**
a) shares and interests (balance sheet value):	150	150
- fair value	150	150
- market value	150	150
- value at purchase price	150	150
b) bonds (balance sheet value):	**2 127**	**2 127**
- fair value	2 127	2 127
- market value	2 127	2 127
- value at purchase price	25 000	25 000
c) other - by category (balance sheet value):	**46 687**	**79 389**
c1) treasury bills	46 687	79 389
- fair value	46 687	79 389
- market value	46 687	79 389
- value at purchase price	44 989	78 545
c2)…	-	-

Total value at purchase price	**2 678 309**	**2 960 463**
Value at the beginning of the period	**3 140 227**	**1 394 638**
Total revaluation adjustments (for the period)	**215 046**	**179 764**
Total balance sheet value	**2 893 355**	**3 140 227**

NOTE 14A	**PLN k**	
INTANGIBLE ASSETS	**2004**	**2003**
a) development work capitalized	-	-
b) goodwill	1 457	4 353
c) concessions, patents, licences and similar intangibles, of which:	214 181	286 355
- software	213 120	284 075
d) other intangible assets	-	-
e) prepayments for intangible assets	231	485
f) capital expenditures	22 343	10 160
Total intangible assets	**238 212**	**301 353**

NOTE 14B

MOVEMENTS IN INTANGIBLES (BY TYPE)

	PLN k						
	a	b	c		d	e	Total intangible assets
	costs of finished development works	goodwill	licences, patents and similar assets, of which:	software	other intangible assets	prepayments for intangible assets	
a) gross value of intangible assets at the beginning of the period	**-**	**151 776**	**453 422**	**436 173**	**5 371**	**485**	**611 054**
b) increase (due to)	**-**	**-**	**29 670**	**28 563**	**-**	**230**	**29 900**
- purchase	-	-	15 719	14 990	-	**230**	15 949
- investment	-	-	153	153	-	-	153
- reclassification	-	-	13 667	13 289	-	-	13 667
- donations	-	-	131	131	-	-	131
- other	-	-	-	-	-	-	-
c) decrease (due to)	**-**	**-**	**(14 733)**	**(264)**	**-**	**(484)**	**(15 217)**
- sale	-	-	(1 200)	(20)	-	-	(1 200)
- liquidation	-	-	(244)	(244)	-	-	(244)
- reclassification	-	-	(13 289)	-	-	(378)	(13 667)
- other	-	-	-	-	-	(106)	(106)
d) gross value of intangible assets at the end of the period	**-**	**151 776**	**468 359**	**464 472**	**5 371**	**231**	**625 737**
e) accumulated depreciation (amortization) at the beginning of the period	**-**	**(147 423)**	**(167 067)**	**(152 098)**	**(5 371)**	**-**	**(319 861)**
f) depreciation for the period (with regard to)	**-**	**(2 896)**	**(87 111)**	**(99 254)**	**-**	**-**	**(90 007)**
- intangibles	-	(2 445)	(88 042)	(86 503)	-	-	(90 487)
- sale and liquidation	-	-	933	245	-	-	933
- release of provision	-	-	(2)	(2)	-	-	(2)
- reclassification	-	-	-	(12 994)	-	-	-
- other	-	(451)	-	-			(451)
g) accumulated depreciation at the end of the period	**-**	**(150 319)**	**(254 178)**	**(251 352)**	**(5 371)**	**-**	**(409 868)**
h) write-offs due to impairment loss in value at the beginning of the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**
- increase	-	-	-	-	-	-	-
- decrease	-	-	-	-	-	-	-
i) write-offs due to impairment loss in value at the end of the period	**-**	**-**	**-**	**-**	**-**	**-**	**-**
j) net value of intangible assets at the end of the period	**-**	**1 457**	**214 181**	**213 120**	**-**	**231**	**215 869**

NOTE 14C	PLN k	
INTANGIBLE ASSETS (OWNERSHIP STRUCTURE)	**2004**	**2003**
a) Bank's own	215 869	290 708
b) held under rental, lease or other agreement, including a lease contract, of which:	-	-
-	-	-
Total intangible assets	**215 869**	**290 708**

NOTE 15A	PLN k	
GOODWILL OF SUBORDINATED ENTITIES	**2004**	**2003**
a) goodwill - subsidiaries	-	-
b) goodwill - joint-ventures	-	-
c) goodwill - associates	-	-
Total goodwill of subordinated entities	-	-

NOTE 15B	PLN k	
CHANGES IN GOODWILL - SUBSIDIARIES	**2004**	**2003**
a) gross value at the beginning of the period	-	-
b) increase (due to)	-	-
-	-	-
c) decrease (due to)	-	-
-	-	-
d) gross value at the end of the period	-	-
e) goodwill written down at the beginning of the period	-	-
f) goodwill written down for the period (due to)	-	-
-	-	-
g) goodwill written down at the end of the period	-	-
h) net value at the end of the period	-	-

NOTE 15C	PLN k	
CHANGES IN GOODWILL - JOINT VENTURES	**2004**	**2003**
a) gross value at the beginning of the period	-	-
b) increase (due to)	-	-
-	-	-
c) decrease (due to)	-	-
-	-	-
d) gross value at the end of the period	-	-
e) goodwill written down at the beginning of the period	-	-
f) goodwill written down for the period (due to)	-	-
-	-	-
g) goodwill written down at the end of the period	-	-
h) net value at the end of the period	-	-

NOTE 15D

CHANGES IN GOODWILL - ASSOCIATES	PLN k	
	2004	2003
a) gross value at the beginning of the period	-	-
b) increase (due to)	-	-
-	-	-
c) decrease (due to)	-	-
-	-	-
d) gross value at the end of the period	-	-
e) goodwill written down at the beginning of the period	-	-
f) goodwill written down for the period (due to)	-	-
-	-	-
-	-	-
g) goodwill written down at the end of the period	-	-
h) net value at the end of the period	-	-

NOTE 16A	PLN k	
TANGIBLE FIXED ASSETS	2004	2003
Tangible fixed assets		
a) fixed assets, including:	**580 152**	**692 481**
- land (including the title to perpetual usufruct)	4 411	4 491
- buildings, premises and objects of civil and water engineering	401 504	444 324
- technical devices and machines	156 363	228 134
- vehicles	17 253	14 895
- other fixed assets	621	637
b) assets under construction	**15 491**	**2 499**
c) prepayments for assets under construction	**208**	**567**
Total tangible fixed assets	**595 851**	**695 547**

NOTE 16B

MOVEMENTS IN FIXED ASSETS (by type)	PLN k					
	- land (including perpetual usufruct)	- buildings, premises and objects of civil and water engineering	- technical devices and machines	- transportation means	- other fixed assets	Total fixed assets
a) value of fixed assets at the beginning of the period	**5 352**	**618 594**	**619 511**	**27 504**	**1 737**	**1 272 698**
b) increase (due to)	**-**	**4 742**	**20 488**	**8 998**	**256**	**34 484**
- purchase	-	18	2 914	358	253	3 543
- leasing	-	-	1 588	8 640	-	10 228
- donations	-	-	349	-	-	349
- investment	-	-	555	-	3	558
- reclassification	-	4 724	15 082	-	-	19 806
- other	-	-	-	-	-	-
c) decrease (due to)	**(305)**	**(38 462)**	**(57 488)**	**(5 508)**	**(63)**	**(101 826)**
- sale	(305)	(34 590)	(38 856)	(3 550)	(40)	(77 341)
- liquidation	-	(3 872)	(18 586)	(1 958)	(23)	(24 439)
- reclassification	-	-	-	-	-	-
- other	-	-	(46)	-	-	(46)
d) gross value of fixed assets at the end of the period	**5 047**	**584 874**	**582 511**	**30 994**	**1 930**	**1 205 356**
e) accumulated depreciation (amortization) at the beginning of the period	**(859)**	**(144 094)**	**(377 979)**	**(12 609)**	**(1 100)**	**(536 641)**
f) depreciation for the period (with regard to)	**228**	**(13 597)**	**(35 168)**	**(1 132)**	**(209)**	**(49 878)**
- own assets	(16)	(22 191)	(83 884)	(5 243)	(267)	(111 601)
- decrease in depreciation (due to liquidation)	244	8 758	48 165	4 205	58	61 430
- decrease in depreciation (due to donation)	-	-	28	2	-	30
- write-back of provisions	-	(164)	1 220	-	-	1 056
- increase in depreciation (due to leasing)	-	-	(697)	(96)	-	(793)
- reclassification between groups	-	-	-	-	-	-
g) accumulated depreciation at the end of the period	**(631)**	**(157 691)**	**(413 147)**	**(13 741)**	**(1 309)**	**(586 519)**
h) impairment charges at the beginning of the period	(2)	**(30 176)**	**(13 398)**	**-**	**-**	**(43 576)**
- increase	(4)	(1 933)	(4 911)	-	-	(6 848)
- decrease	1	6 430	5 308	-	-	11 739
i) impairment charges at the end of the period	**(5)**	**(25 679)**	**(13 001)**	**-**	**-**	**(38 685)**
j) net value of tangible fixed assets at the end of the period	**4 411**	**401 504**	**156 363**	**17 253**	**621**	**580 152**

NOTE 16C	PLN k	
BALANCE SHEET FIXED ASSETS (OWNERSHIP STRUCTURE)	**2004**	**2003**
a) Bank's own assets	580 152	692 481
b) used on the basis of a rental, lease or other agreement, including a lease contract, of which:	-	-
- finance lease	-	-
Total balance sheet assets	**580 152**	**692 481**

NOTE 16D	PLN k	
	2004	**2003**
FIXED ASSETS (OFF BALANCE SHEET)		
- value of land held under perpetual usufruct	30 021	33 633
- transportation means	-	-
- other equipment	61	-
Total off-balance sheet assets	**30 082**	**33 633**

NOTE 17A	PLN k	
OTHER ASSETS	**2004**	**2003**
a) take over - for sale	317	474
b) other, for which:	234 087	259 156
- sundry debtors	97 854	91 868
- settlements	113 181	144 999
- loan from the Company Social Fund	21 380	21 267
- other	1 672	1 022
Total other assets	**234 404**	**259 630**

NOTE 17B	PLN k	
ASSETS TAKEN-OVER - FOR SALE	**2004**	**2003**
a) assets under construction	-	-
b) real estate	86	86
c) other	231	388
Total assets taken over - for sale	**317**	**474**

NOTE 17C	PLN k	
MOVEMENT IN ASSETS TAKEN OVER - FOR SALE	**2004**	**2003**
Balance at the beginning of the period	**474**	**506**
- real estate	86	86
- inventories	-	-
- other	388	420
a) increase (due to)	-	-
- exchanged for debts	-	-
- release of provisions	-	-
- other	-	-
b) decrease (due to)	**(157)**	**(32)**
- sale	(157)	(32)
- raising of provision	-	-
- other	-	-
Balance at the end of the period	**317**	**474**
- real estates	86	86
- inventories	-	-
- other	231	388

NOTE 17D	PLN k	
MOVEMENTS IN ASSETS TAKEN-OVER FOR SALE IN CONNECTED ENTITIES (BY TYPE)	**2004**	**2003**
Balance at the beginning of the period	**-**	**-**
-		-
a) increase (due to)	**-**	**-**
-	-	-
b) decrease (due to)	**-**	**-**
-	-	-
Balance of assets taken-over for sale in connected entities at the end of the period (by type)	**-**	**-**
-	-	-

NOTE 18A	PLN k	
PREPAYMENTS	**2004**	**2003**
a) long-term	**322 921**	**230 665**
- deferred income tax assets	322 921	230 665
- other pre-payments	-	-
b) short-term, of which:	**175 059**	**83 961**
- deferred income tax assets	147 778	60 059
- other pre-payments	27 281	23 902
Total pre-payments	**497 980**	**314 626**

NOTE 18B	PLN k	
MOVEMENT IN DEFERRED TAX ASSETS	**2004**	**2003**
1. Assets at the beginning of the period, of which:	**290 724**	**439 899**
a) with impact on profit and loss statement	290 624	439 899
- unrealized deposit interest	22 096	48 720
- unrealized liabilities due to derivatives	45 595	101 155
- specific provisions which are non-taxable costs	149 252	216 127
- other provisions which are non-taxable costs	51 669	56 843
- tax realized income	14 067	8 768
- tax loss	823	286
- other	7 122	8 000
b) assets that impact shareholders' equity	100	-
-	-	-
c) assets that impact goodwill or negative goodwill	-	-
-	-	-
2. Increase	**184 053**	**11 787**
a) assets that impact the financial result of the period in relation to negative timing differences	183 825	11 123
- unrealized deposit interest	5 234	773
- specific provisions which are non-taxable costs	16 404	-
- unrealized liabilities due to derivatives	117 573	-
- other provisions which are non-taxable costs	4 049	4 390
- tax realized income	2 404	5 299
- additional deferred tax assets resulting from art. 38 a of Corporate Tax Act	14 808	-
- unrealised costs resulting from securities	13 188	-
- other	10 165	661
b) assets that impact the financial result of the period in relation to a tax loss	202	537
-	-	-
c) assets that impact the shareholders' equity in relation to negative timing differences	26	127
-	-	-
d) assets that impact the shareholders' equity in relation to a tax loss	-	-
-	-	-
e) assets that impact the goodwill or negative goodwill in relation to negative timing differences	-	-
-	-	-

3. Decrease	**(4 078)**	**(160 962)**
a) assets that impact the financial result of the period in relation to negative timing differences	(3 585)	(160 935)
- unrealized deposits interests	(666)	(27 397)
- tax realized income	(664)	-
- unrealized liabilities due to derivatives	-	(55 560)
- specific provisions which are non-taxable costs	-	(66 875)
- other provisions which are non-taxable costs	(380)	(9 564)
- other	(1 875)	(1 539)
b) assets that impact the financial result of the period in relation to a tax loss	(367)	-
-	-	-
c) assets that impact the shareholders' equity in relation to negative timing differences	(126)	(27)
-	-	-
d) assets that impact the shareholders' equity in relation to a tax loss	-	-
-	-	-
e) assets that impact the goodwill or negative goodwill in relation to negative timing differences	-	-
-	-	-
4. Balance of deferred tax assets at the end of the period, of which:	**470 699**	**290 724**
a) assets that impact the financial result	470 699	290 624
- unrealized deposit interest	26 664	22 096
- unrealized liabilities due to derivatives	163 168	45 595
- specific provisions which are non-taxable costs	165 656	149 252
- other provisions which are non-taxable costs	55 338	51 669
- tax realized income	15 807	14 067
- settlement of loss	658	823
- additional deferred tax assets resulting from art. 38 a of Corporate Tax Act	14 808	-
- unrealised costs resulting from securities	13 188	-
- other	15 412	7 122
b) included in equity	-	100
-	-	-
c) included in goodwill or negative goodwill	-	-
-	-	-

As at 31 December 2004 the calculation of deferred tax includes the whole amount of specific provisions, which will decrease the tax base amount in the future.

Furthermore as at 31 December 2004, in compliance with art. 38a Corporate tax act an additional discounted item of PLN 14 808 k. It represents 8% of specific provisions raised to cover loans classified as loss or doubtful, which as at 31 Dec 2002 were not recognised as tax deductible costs and will reduce the Bank's liability in the years 2007-2009.

All amounts included in the deferred tax calculation as at 31 December 2004 are based on tax rate of 19%.

NOTE 18C	**PLN k**	
OTHER PRE-PAYMENTS	**2004**	**2003**
a) prepayments, of which:	**27 281**	**23 902**
- costs paid in advance	18 618	14 802
- deferred income	497	986
- due to lease insurance	6 049	7 186
- issue if bonds	814	408
- other	1 303	520
b) other prepayments, of which:	-	-
- other	-	-
Total other prepayments	**27 281**	**23 902**

NOTE 21A	PLN k	
DEPOSITS FROM FINANCIAL SECTOR (BY CATEGORY)	**2004**	**2003**
a) funds in accounts and deposits, of which:	**1 310 978**	**1 060 458**
- deposits of banks and other financial entities	899 957	934 039
b) loans and advances received	**235 704**	**489 603**
c) own bills of exchange	-	-
d) own issue of securities	-	-
e) other liabilities (due to)	**12 900**	**17 577**
- investment accounts	50	-
- monies earmarked for specific purposes	3 732	4 316
- other	9 118	13 261
f) interest	**14 702**	**11 891**
Total deposits from financial sector	**1 574 284**	**1 579 529**

NOTE 21B	PLN k	
DEPOSITS FROM FINANCIAL SECTOR (BY MATURITY)	**2004**	**2003**
a) current liabilities	**498 398**	**627 852**
b) term liabilities with residual maturity of:	**1 061 184**	**939 786**
- up to 1 month	202 323	280 462
- from 1 month to 3 months	12 839	154 466
- over 3 months to 1 year	429 123	30 410
- over 1 year to 5 years	253 731	363 101
- over 5 years to 10 years	163 168	111 347
- over 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	**14 702**	**11 891**
Total deposits from financial sector	**1 574 284**	**1 579 529**

NOTE 21C	PLN k	
DEPOSITS FROM FINANCIAL SECTOR (BY ORIGINAL MATURITY)	**2004**	**2003**
a) current liabilities	**498 398**	**627 852**
b) term liabilities with maturity of:	**1 061 184**	**939 786**
- up to 1 month	232 515	89 245
- from 1 month to 3 months	658	187 467
- from 3 months to 1 year	364 760	186 025
- from 1 year to 5 years	161 908	361 967
- over 5 years do 10 lat	301 343	115 082
- over 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	**14 702**	**11 891**
Total deposits from financial sector	**1 574 284**	**1 579 529**

NOTE 21D

DEPOSITS FROM FINANCIAL SECTOR (BY CURRENCY)	**unit**	**currency**	**PLN k**	
			2004	**2003**
a) in Polish currency			**1 084 288**	**732 643**
b) in foreign currencies (by currency and its equivalent in PLN)			**489 996**	**846 886**
b1. unit/currency	w tys.	USD	42 681	87 509
PLNk	w tys.	zł	127 634	327 326
b2. unit/currency	w tys.	EUR	60 867	109 836
PLNk	w tys.	zł	248 276	518 095
other currencies (in PLNk)	w tys.	zł	114 086	1 465
Total deposits from financial sector			**1 574 284**	**1 579 529**

NOTE 21E	PLN k	
DEPOSITS FROM FINANCIAL SECTOR	**2004**	**2003**
a) to subsidiaries valued under equity method	60 116	72 109
b) to other entities	1 514 168	1 507 420
Total deposits from financial sector	**1 574 284**	**1 579 529**

NOTE 22A	PLN k	
DEPOSITS FROM NON-FINANCIAL SECTOR (BY CATEGORY)	**2004**	**2003**
	17 690 433	**16 423 133**
b) loans and borrowings received	-	-
c) own bills of exchange	-	-
d) own issue of securities	-	-
e) other liabilities	**96 649**	**113 557**
- liabilities in transit	95 886	113 123
- factoring	763	434
f) interest	**112 008**	**104 437**
Total deposits from non-financial sector	**17 899 090**	**16 641 127**

NOTE 22B	PLN k	
DEPOSITS FROM NON-FINANCIAL SECTOR - SAVINGS DEPOSITS (BY MATURITY)	**2004**	**2003**
a) current liabilities	-	-
b) term liabilities with residual maturity of:	-	-
- up to 1 month	-	-
- from 1 month to 3 months	-	-
- from 3 months to 1 year	-	-
- from 1 year to 5 years	-	-
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	-	-
Total deposits from non-financial sector - savings deposits	-	-

NOTE 22C	PLN k	
DEPOSITS FROM NON-FINANCIAL SECTOR - SAVINGS DEPOSITS (BY ORIGINAL MATURITY)	**2004**	**2003**
a) current liabilities	-	-
b) term liabilities with maturity of:	-	-
- up to 1 month	-	-
- from 1 month to 3 months	-	-
- from 3 months to 1 year	-	-
- from 1 year to 5 years	-	-
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	-	-
Total deposits from non-financial sector - savings deposits	-	-

NOTE 22D	PLN k	
DEPOSITS FROM NON-FINANCIAL SECTOR - OTHER (BY MATURITY)	**2004**	**2003**
a) current liabilities	**6 056 637**	**5 778 109**
b) term liabilities with residual maturity of:	**11 730 445**	**10 758 581**
- up to 1 month	5 520 839	4 896 744
- from 1 month to 3 months	2 743 781	3 139 260
- from 3 months to 1 year	2 632 972	1 777 810
- from 1 year to 5 years	705 665	773 317
- over 5 years do 10 lat	127 188	171 450
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	**112 008**	**104 437**
Total deposits from non-financial sector - other	**17 899 090**	**16 641 127**

NOTE 22E	PLN k	
DEPOSITS FROM NON-FINANCIAL SECTOR - OTHER (BY ORIGINAL MATURITY)	**2004**	**2003**
a) current liabilities	**6 056 637**	**5 778 109**
b) term liabilities with maturity of:	**11 730 445**	**10 758 581**
- up to 1 month	3 670 860	3 175 261
- from 1 month to 3 months	3 506 920	3 811 569
- from 3 months to 1 year	3 437 733	2 568 629
- from 1 year to 5 years	985 937	1 029 763
- over 5 years do 10 lat	128 995	173 359
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	**112 008**	**104 437**
Total deposits from non-financial sector - other	**17 899 090**	**16 641 127**

NOTE 22F

DEPOSITS FROM NON-FINANCIAL SECTOR (BY CURRENCY)	**unit**	**currency**	**PLN k**	
			2004	**2003**
a) in Polish currency			**14 994 859**	**13 694 212**
b) in foreign currencies (by currency and its equivalent in PLN)			**2 904 231**	**2 946 915**
b1. unit/currency	w tys.	USD	357 810	357 800
PLNk	w tys.	zł	1 069 994	1 338 349
b1.unit/currency	w tys.	EUR	416 325	316 297
PLNk	w tys.	zł	1 698 189	1 491 973
b1.unit/currency	w tys.	GBP	18 018	13 094
PLNk	w tys.	zł	103 964	87 321
other currencies (in PLNk)	w tys.	zł	32 084	29 272
Total deposits from non-financial sector			**17 899 090**	**16 641 127**

NOTE 22G	PLN k	
DEPOSITS FROM NON-FINANCIAL SECTOR	**2004**	**2003**
a) to subsidiaries valued under equity method	448	356
b) to other entities	17 898 642	16 640 771
Total deposits from non-financial sector	**17 899 090**	**16 641 127**

NOTE 23A	PLN k	
DEPOSITS FROM PUBLIC SECTOR (BY CATEGORY)	**2004**	**2003**
a) funds in accounts and deposits	**1 145 422**	**1 064 949**
b) loans and borrowings received	**-**	**-**
c) own bills of exchange	**-**	**-**
d) own issue of securities	**-**	**-**
e) other amounts due	**60**	**28**
-funds in transit	6	8
- ARiMR amounts	51	20
- other	3	-
f) interest	**752**	**561**
Total deposits from public sector	**1 146 234**	**1 065 538**

NOTE 23B	PLN k	
DEPOSITS FROM PUBLIC SECTOR - SAVINGS DEPOSITS (BY MATURITY)	**2004**	**2003**
a) current liabilities	**-**	**-**
b) term liabilities with residual maturity of:	**-**	**-**
- up to 1 month	-	-
- from 1 month to 3 months	-	-
- from 3 months to 1 year	-	-
- from 1 year to 5 years	-	-
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	**-**	**-**
Total deposits from public sector - savings deposits	**-**	**-**

NOTE 23C	PLN k	
DEPOSITS FROM PUBLIC SECTOR - SAVINGS DEPOSITS (BY ORIGINAL MATURITY)	**2004**	**2003**
a) current liabilities	**-**	**-**
b) term liabilities with residual maturity of:	**-**	**-**
- up to 1 month	-	-
- from 1 month to 3 months	-	-
- from 3 months to 1 year	-	-
- from 1 year to 5 years	-	-
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	**-**	**-**
Total deposits from public sector - savings deposits	**-**	**-**

NOTE 23D	PLN k	
DEPOSITS FROM PUBLIC SECTOR - OTHER (BY MATURITY)	**2004**	**2003**
a) current liabilities	**875 591**	**775 680**
b) term liabilities with residual maturity of:	**269 891**	**289 297**
- up to 1 month	216 091	237 902
- from 1 month to 3 months	35 906	33 658
- from 3 months to 1 year	14 341	17 174
- from 1 year to 5 years	3 553	563
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	**752**	**561**
Total deposits from public sector - other	**1 146 234**	**1 065 538**

NOTE 23E	PLN k	
DEPOSITS FROM PUBLIC SECTOR - OTHER (BY ORIGINAL MATURITY)	**2004**	**2003**
a) current liabilities	**875 591**	**775 680**
b) term liabilities with residual maturity of:	**269 891**	**289 297**
- up to 1 month	173 703	203 996
- from 1 month to 3 months	75 073	61 891
- from 3 months to 1 year	17 155	22 369
- from 1 year to 5 years	3 960	1 041
- over 5 years do 10 lat	-	-
- from 10 years to 20 years	-	-
- over 20 years	-	-
- overdue amounts	-	-
c) interest	**752**	**561**
Total deposits from public sector - other	**1 146 234**	**1 065 538**

NOTE 23F

DEPOSITS FROM PUBLIC SECTOR (BY CURRENCY)	**unit**	**currency**	**PLN k**	
			2004	**2003**
a) in Polish currency			**1 125 010**	**1 049 178**
b) in foreign currencies (by currency and its equivalent in PLN)			**21 224**	**16 360**
b1. unit/currency	w tys.	EUR	4 547	2 895
PLNk	w tys.	zł	18 547	13 656
b2.unit/currency	w tys.	USD	873	676
PLNk	w tys.	zł	2 610	2 528
b3. unit/currency	w tys.	GBP	12	26
PLNk	w tys.	zł	67	176
other currencies (in PLNk)			-	-
Total deposits from public sector - other			**1 146 234**	**1 065 538**

NOTE 24	PLN k	
REPO TRANSACTIONS	**2004**	**2003**
a) to financial sector	638 568	-
b) to non-financial and public sectors	92 292	-
c) interest	1 830	-
Total repo transactions	**732 690**	-

NOTE 25A	PLN k	
DEBT SECURITIES IN ISSUE	**2004**	**2003**
a) bonds	**1 150 201**	**784 147**
b) certificates	**-**	**-**
c) other (by type)	**-**	**-**
-	-	-
d) interest*	**48 566**	**8 427**
Total debt securities in issue	**1 198 767**	**792 574**

* The amount includes capitalised interest of PLN 27 996k.

NOTE 25B	PLN k	
MOVEMENT IN DEBT SECURITIES IN ISSUE	**2004**	**2003**
Balance at the beginning of the period	**792 574**	**381 823**
a) increase (due to)	**406 193**	**929 532**
- issue of 9M and 1Y bonds	**-**	136 959
- issue of 2Y, 3Y and 5Y bonds	406 193	792 573
b) decrease (due to)	**-**	**(518 781)**
- securities matured at due date	**-**	(518 781)
Total debt securities in issue	**1 198 767**	**792 574**

NOTE 25C
LONG-TERM LIABILITIES ARISING FROM THE ISSUE OF DEBT SECURITIES

PLN k							
a	b	c	d	e	f	g	h
Debt instruments by type	Nominal value	Interest rate	Maturity	Guarantee/security	Additional rights	Quotations market	Other
2 Y bond 2S1005	36 627	fixed; 4,75%	2005-10-23	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
2 Y bond 2S1005	298 569	fixed; 5,25%	2005-11-10	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
2 Y bond 2S1205	112 850	fixed; 5,25%	2005-12-04	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
5 Y bond 5S1008	7 091	fixed; 5,25%	2008-10-23	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
5 Y bond 5S1108	9 953	fixed; 5,75%	2008-11-10	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
5 Y bond 5S1208	61 875	fixed; 6,00%	2008-12-01	none	none	Centralna Tabela Ofert	interest capitalisation, subscription fee
3 Y bond A1	83 002	W3M+1%	2006-01-31	none	none	Centralna Tabela Ofert	none
3 Y bond 3S0707	49 840	7,00%	2007-07-03	none	none	Centralna Tabela Ofert	none
3 Y bond 3S1007	10 235	7,25%	2007-10-03	none	none	Centralna Tabela Ofert	none
3 Y bond 3S1107	29 990	7,00%	2007-11-03	none	none	Centralna Tabela Ofert	none
3 Y bond 3S11A07	10 000	7,00%	2007-11-29	none	none	Centralna Tabela Ofert	none
3 Y bond 3SO806	149 527	5,25%	2006-08-05	none	none	Centralna Tabela Ofert	none
3 Y bond 3ZO806	48 737	WIBOR 6M + 0,25%	2006-08-05	none	none	Centralna Tabela Ofert	none
3 Y bond 3SO207	45 189	6,50%	2007-02-03	none	none	Centralna Tabela Ofert	none
3 Y bond 3SO307	18 590	6,50%	2007-03-03	none	none	Centralna Tabela Ofert	none
3 Y bond 3SO407	9 422	6,50%	2007-04-05	none	none	Centralna Tabela Ofert	none
3 Y bond 3SO507	19 368	6,75%	2007-05-10	none	none	Centralna Tabela Ofert	none
3 Y bond 3ZO507	6 420	WIBOR 6M + 0,10%	2007-05-10	none	none	Centralna Tabela Ofert	none
3 Y bond 3SO807	49 990	7,30%	2007-08-03	none	none	Centralna Tabela Ofert	none
3 Y bond 3SO907	49 925	7,30%	2007-09-02	none	none	Centralna Tabela Ofert	none
3 Y bond 3ZO807	40 154	WIBOR 6M + 0,20%	2007-08-02	none	none	Centralna Tabela Ofert	none
TOTAL	**1 147 354**						

Nominal value was increased by interest of PLN 48.566 k (of which PLN 27.996 k relates to capitalised interest) and bonds MTM adjustment of PLN 2 847k.
Premium of PLN 1.559 k is settled in time and disclosed in balance sheet in position IX. Accrued and suspended income and expenses.

NOTE 26	PLN k	
SPECIAL FUNDS AND OTHER LIABILITIES	**2004**	**2003**
a) special funds	**34 520**	**35 445**
- special funds	34 520	35 445
b) other liabilities (due to)	**343 402**	**476 330**
- sundry creditors	57 974	133 655
- clearing / settlement accounts	282 632	342 113
- other	2 796	562
Special funds and other liabilities in total	**377 922**	**511 775**

NOTE 27A	PLN k	
ACCRUED EXPENSES	**2004**	**2003**
a) short-term, of which:	**134 261**	**99 955**
- costs to be paid	110 798	85 460
- future commitment	23 463	14 495
b) long-term, of which:	**16 624**	**32 470**
- future commitment	16 624	32 470
Total accrued expenses	**150 885**	**132 425**

NOTE 27B	PLN k	
MOVEMENT IN THE BALANCE OF NEGATIVE GOODWILL	**2004**	**2003**
Balance at the beginning of the period	**-**	**-**
a) increase (due to)	**-**	**-**
-	-	-
b) decrease (due to)	**-**	**-**
-	-	-
Balance of negative goodwill at the end of the period	**-**	**-**

NOTE 27C	PLN k	
OTHER DEFERRED AND SUSPENDED INCOME	**2004**	**2003**
a) short-term, of which:	**251 820**	**357 120**
- suspended income	180 906	332 206
- income taken in advance	68 749	18 540
-other	2 165	6 374
b) long-term, of which:	**458**	**-**
- suspended income	458	-
Other deferred and suspended income in total	**252 278**	**357 120**

NOTE 28A	PLN k	
NEGATIVE GOODWILL OF SUBORDINATED ENTITIES	**2004**	**2003**
a) negative goodwill - subsidiaries	1 849	4 297
b) negative goodwill - joint-ventures	-	-
c) negative goodwill - associates	6 751	6 899
Total negative goodwill of subordinated entities	**8 600**	**11 196**

NOTE 28B	PLN k	
MOVEMENT IN THE BALANCE OF NEGATIVE GOODWILL - SUBSIDIARIES	**2004**	**2003**
a) gross negative value at the beginning of the period	**12 240**	**12 240**
b) increase (due to)	**-**	**-**
-	-	-
c) decrease (due to)	**-**	**-**
-	-	-
d) gross negative goodwill at the end of the period	**12 240**	**12 240**
e) amortization of negative goodwill at the beginning of the period	**(7 943)**	**(5 495)**
f) amortization of negative goodwill for the period	**(2 448)**	**(2 448)**
- current write-down of negative goodwill	(2 448)	(2 448)
g) amortization of negative goodwill at the end of the period	**(10 391)**	**(7 943)**
h) net value at the end of the period	**1 849**	**4 297**

Negative goodwill arising from consolidation refers to BZ WBK Leasing S.A., i.e. September 2000r..

1. purchase price of BZ WBK Leasing shares paid by Bank Zachodni WBK S.A.		5 213
2. net assets of BZ WBK Leasing S.A. at market price as at the day of taking control by Bank Zachodni WBK S.A.	17 402	
3. Bank Zachodni WBK S.A. contribution to the BZ WBK Leasing share capital (%)	100	
4. net assets as at the day of taking control by Bank Zachodni WBK S.A. in proportion to Bank Zachodni WBK contribution to the share capital	17 402	
5. negative goodwill from consolidation as at September 2000		12 189
Increase/decrease of negative goodwill from consolidation in the period from September 2000 to December 2004		51
Gross value as at 31.12.2004	12 240	

Amortization of negative goodwill from consolidation for the period from September 2000 to December 2004:

as at the first consolidation day, i.e. 1 January 2002	(3 047)
1.01.2002 - 31.12.2002	(2 448)
1.01.2003 - 31.12.2003	(2 448)
1.01.2004 - 31.12.2004	(2 448)
Total negative goodwill from consolidation written-down as at 31.12.2004	(10 391)
Negative goodwill (net) of BZ WBK Leasing S.A. as at 31.12.2004	1 849

NOTE 28C	**PLN k**	
MOVEMENT IN THE BALANCE OF NEGATIVE GOODWILL - JOINT VENTURES	**2004**	**2003**
a) gross negative value at the beginning of the period	-	-
b) increase (due to)	-	-
	-	-
c) decrease (due to)	-	-
-	-	-
d) gross negative goodwill at the end of the period	-	-
e) amortization of negative goodwill at the beginning of the period	-	-
f) amortization of negative goodwill for the period	-	-
-	-	-
g) amortization of negative goodwill at the end of the period	-	-
h) net value at the end of the period	-	-

NOTE 28D	PLN k	
MOVEMENT IN THE BALANCE OF NEGATIVE GOODWILL - ASSOCIATES	**2004**	**2003**
a) gross negative value at the beginning of the period	**8 563**	**3 581**
b) increase (due to)	**729**	**4 982**
- purchase of shares	729	4 982
c) decrease (due to)	**-**	**-**
-	-	-
d) gross negative goodwill at the end of the period	**9 292**	**8 563**
e) amortization of negative goodwill at the beginning of the period	**(1 664)**	**(947)**
f) amortization of negative goodwill for the period	**(877)**	**(717)**
- current write-down of negative goodwill	(877)	(717)
g) amortization of negative goodwill at the end of the period	**(2 541)**	**(1 664)**
h) net value at the end of the period	**6 751**	**6 899**

Negative goodwill from consolidation of NFI Magna S.A. as at the day of taking control by Bank Zachodni WBK S.A. (June 2001).

1. purchase price of NFI Magna Polonia shares paid by Bank Zachodni WBK S.A. PLN 42 073k
2. net assets of NFI Magna Polonia S.A. at market price as at the day of taking control by Bank Zachodni WBK S.A. PLN 205 730k
3. Bank Zachodni WBK contribution to the share capital of NFI Magna Polonia S.A. 21.57%
4. net assets as at the day of taking control by Bank Zachodni WBK S.A. in proportion to Bank Zachodni WBK contribution to the share capital PLN 44 376k
5. negative goodwill from consolidation as at June 2001 PLN 2 303k

Increase/decrease of negative goodwill from consolidation in the period:

from June 2001 to December 2004	4 906
Gross value as at 31.12.2004	7 209

Amortization of negative goodwill from consolidation for the period from September 2000 to June 2004

as at the first consolidation day, i.e. 1 January 2002	PLN (230)k	
1.01.2002 - 31.12.2002	(461)	
1.01.2003 - 31.12.2003	(461)	
1.01.2004 - 31.12.2004	(461)	
Total negative goodwill from consolidation written down as at 31.12.2004		(1 613)

Negative goodwill (net) of NFI Magna Polonia S.A. as at 31.12.2004 5 596

Negative goodwill arising from consolidation of LZPS Protector S.A. as at the day of taking control by Bank Zachodni WBK S.A. (December 2001).

1. purchase price of LZPS Protector shares paid by Bank Zachodni WBK S.A. PLN 1 605k
2. net assets of LZPS Protector at market price as at the day of taking control by Bank Zachodni WBK S.A. PLN 13 225k
3. Bank Zachodni WBK contribution to the share capital of LZPS Protector S.A. 21.80%
4. net assets as at the day of taking control by Bank Zachodni WBK S.A. in proportion to Bank Zachodni WBK contribution to the share capital PLN 2 883k
5. negative goodwill from consolidation as at December 2001 PLN 1 278k

Increase/decrease of negative goodwill arising from consolidation in the period:

from December 2001 to June 2004	PLN 804k
Gross value as at 30 June 2004	PLN 2 082k

Amortization negative goodwill from consolidation for the period from December 2001 to December 2004:

1.01.2002 - 31.12.2002	(255)	
1.01.2003 - 31.12.2003	(256)	
1.01.2004 - 31.12.2004	(416)	
Total negative goodwill from consolidation written down as at 31.12.2004		(927)

Negative goodwill (net) of LZPS Protector S.A. as at 31.12.2004 1 155

NOTE 29A	PLN k	
MOVEMENT IN THE BALANCE OF DEFERRED TAX PROVISION	**2004**	**2003**
1. Balance of deferred tax provision at the beginning of the period, which:	**138 810**	**292 474**
a) impacts the financial result	**122 006**	**244 361**
- unrealised loans interests (accrued, not received)	5 737	8 731
- unrealised interests from securities and interbank deposits	42 826	124 016
- unrealised receivables on derivatives	24 819	50 538
- unrealised interest income on restructuring bonds	10 178	30 002
- provision due to application of investment relief	7 571	16 044
- balance sheet valuation	6 207	895
- other	24 668	14 135
b) impacts the shareholders' equity	16 804	48 113
-	-	-
c) impacts the goodwill or negative goodwill	-	-
-	-	-
2. Increases, which	**185 642**	**22 101**
a) impact the financial result of the period due to positive timing differences	165 702	22 072
- unrealised loans interests (accrued, not received)	3 215	-
- balance sheet valuation	8 398	6 363
- unrealised interests from securities and interbank deposits	17 419	493
- unrealised receivables on derivatives	124 881	-
- other	11 789	15 216
b) impact the shareholders' equity in relation to positive timing differences	19 940	29
- valuation of assets and liabilities	19 940	29
c) impact the goodwill or negative goodwill in relation to positive timing differences	-	-
-	-	-
3. Decreases, which	**(22 980)**	**(175 765)**
a) impact the financial result of the period in relation to positive timing differences	(22 881)	(144 427)
- unrealised loans interests	-	(2 994)
- unrealised interests from securities and interbank deposits	(468)	(81 683)
- unrealised interest income on restructuring bonds	(10 178)	(19 824)
- provision due to application of investment relief	(1 104)	(8 473)
- unrealised receivables on derivatives	-	(25 719)
- balance sheet valuation	(9 295)	(1 051)
-other	(1 836)	(4 683)
b) impact the shareholders' equity in relation to positive timing differences	(99)	(31 338)
- valuation of assets and liabilities	(99)	(31 338)
c) impact the goodwill or negative goodwill in relation to positive timing differences	-	-
	-	-
4. Total balance of deferred tax provision at the end of the period in total, comprising balances which:	**301 472**	**138 810**
a) impact the financial result	264 827	122 006
- unrealised loans interests (accrued, not received)	8 952	5 737
- unrealised interests from securities and interbank deposits	59 777	42 826
- unrealised receivables due to derivatives	149 700	24 819
- unrealised interest income on restructuring bonds	-	10 178
- provision due to application of investment relief	6 467	7 571
- balance sheet valuation	5 310	6 207
- other	34 621	24 668
b) impact the shareholders' equity	36 645	16 804
	-	-
c) impact the goodwill or negative goodwill	-	-
-	-	-

NOTE 29B

DEFERRED TAX PROVISION (BY CURRENCY)	unit	currency	PLN k	
			2004	2003
a) in Polish currency			**301 472**	**138 810**
b) in foreign currencies (by currency and translated into PLN)			-	-
b1. unit/currency			-	-
PLNk			-	-
-			-	-
other currencies (in PLNk)			-	-
Total deferred tax provision			**301 472**	**138 810**

NOTE 29C	PLN k	
OTHER PROVISIONS (BY CATEGORY), OF WHICH FOR:	**2004**	**2003**
- for contingent liabilities	7 539	9 581
- for general risk	73 279	92 589
- for disputable items	7 710	7 612
Other provisions, total	**88 528**	**109 782**

NOTE 29D	PLN k	
OTHER PROVISIONS	**2004**	**2003**
a) short-term (by type):	**-**	**-**
-	-	-
b) long-term (by type):	**88 528**	**109 782**
- contingent liabilities	7 539	9 581
- for general risk	73 279	92 589
- for disputable items	7 710	7 612
Other provisions, total	**88 528**	**109 782**

NOTE 29E

OTHER PROVISIONS (BY CURRENCY)	unit	currency	PLN k	
			2004	**2003**
a) in Polish currency			**86 629**	**109 511**
b) in foreign currencies (by currency and its equivalent in PLN)			**1 899**	**271**
b1. unit/currency	w tys.	EUR	461	47
PLNk	w tys.	zł	1 881	224
-			-	-
other currencies (in PLNk)	w tys.	zł	18	47
Other provisions, total			**88 528**	**109 782**

NOTE 29F	PLN k	
MOVEMENT IN THE BALANCE OF SHORT-TERM PROVISIONS	**2004**	**2003**
Balance at the beginning of the period (by type)	**-**	**-**
a) increase	**-**	**-**
b) utilization	**-**	**-**
c) release	**-**	**-**
Balance of other short-term provisions at the end of the period (by type)	**-**	**-**
Total balance of other short-term provisions at the end of the period	**-**	**-**

NOTE 29G	PLN k	
MOVEMENT IN THE BALANCE OF LONG-TERM PROVISIONS	**2004**	**2003**
Balance at the beginning of the period (by type)	**109 782**	**110 594**
- for off-balance sheet contingent liabilities	9 581	17 053
- for General Risk	92 589	87 537
- for disputable items	7 612	6 004
a) increase (due to)	**14 221**	**30 138**
- write-off due to off-balance sheet liabilities	11 228	19 748
- disputable items	2 303	4 846
- for General Risk	690	5 052
- foreign exchanges differences relating to provision for off-balance sheet liabilities	-	492
b) utilization (due to)	**(26)**	**456**
- disputable items	(26)	456
c) release (due to)	**(35 449)**	**(31 406)**
- for General Risk	(20 000)	-
- disputable items	(2 179)	(3 694)
- off-balance sheet liabilities	(13 270)	(27 712)
Balance of other long-term provisions at the end of the period	**88 528**	**109 782**
- off-balance sheet liabilities	7 539	9 581
- General Risk	73 279	92 589
- disputable items	7 710	7 612
Total balance of other long-term provisions at the end of the period	**88 528**	**109 782**

NOTE 30B	PLN k	
MOVEMENT IN THE BALANCE OF SUBORDINATED LIABILITIES	**2004**	**2003**
Balance at the beginning of the period	-	-
a) increase (due to)	-	-
b) decrease (due to)	-	-
Balance of subordinated liabilities at the end of the period	-	-

NOTE 31	PLN k	
MOVEMENT IN THE BALANCE OF MINORITY INTERESTS	**2004**	**2003**
Balance at the beginning of the period	**15 570**	**7 790**
a) increase	**17 816**	**9 778**
- shareholders' net profit	17 816	8 466
- other	-	1 312
b) decrease	**(2 711)**	**(1 998)**
- dividend paid to minority shareholders	(2 652)	(1 731)
- accounting policy changes and revaluation of assets	(59)	(267)
Balance of minority interests at the end of the period	**30 675**	**15 570**

NOTE 32
SHARE CAPITAL (STRUCTURE)

	PLN k							
Series / issue	**Type of shares**	**Type of preference**	**Limitation of rights to shares**	**Number of shares**	**Nominal value of series / issue**	**Form of contributing the capital**	**Registration date**	**Right to dividend (beginning from)**
A	bearer	none	none	5 120 000	51 200	cash contribution	08.11.1991	01.01.1992
B	bearer	none	none	724 073	7 241	non-cash contribution	21.12.1996	01.01.1997
C	bearer	none	none	22 155 927	221 559	cash contribution	31.12.1996	01.01.1997
D	bearer	none	none	1 470 589	14 706	cash contribution	25.10.1999	01.01.2000
E	bearer	none	none	980 393	9 804	cash contribution	17.05.2000	01.01.2001
F	bearer	none	none	2 500 000	25 000	cash contribution	30.11.2000	01.01.2001
G	bearer	none	none	40 009 302	400 093	non-cash contribution	13.06.2001	01.01.2002
Total number of shares				**72 960 284**				
Total share capital					**729 603**			
Nominal value of 1 share (PLN)	**10 zł**							

According to the informaiton available to the Bank's Management Board, as at 31.12.2004 the only shareholder who had at least 5% votes at the General Meeting of BZ WBK Shareholders was AIB European Investments Ltd seated in Dublin

NOTE 34	PLN k	
SUPPLEMENTARY CAPITAL	**2004**	**2003**
a) due to sale of shares over nominal value	261 699	261 701
b) created as required by law	121 979	118 157
c) created in line with Statues	-	-
d) contributed by shareholders	-	-
e) other (by category)	1 515	1 515
- other	1 515	1 515
Total supplementary capital	**385 193**	**381 373**

NOTE 35	PLN k	
REVALUATION RESERVE	**2004**	**2003**
a) revaluation of fixed assets	59 402	62 872
b) deferred income tax	(36 266)	(22 481)
c) foreign exchange differences relating to foreign branches	-	-
d) other (by type)	192 318	119 601
- valuation of debt securities	24 559	(48 705)
- valuation of shares and interests	167 697	167 728
- valuation of other financial assets	5	521
- valuation of leased tangible assets	57	57
Total revaluation reserve	**215 454**	**159 992**

NOTE 36	PLN k	
OTHER RESERVE CAPITAL (BY IT'S PURPOSE)	**2004**	**2003**
- general risk fund	499 810	439 810
- reserve capital	756 681	727 366
Other reserve capital, total	**1 256 491**	**1 167 176**

NOTE 37

SOLVENCY RATIO	2004	2003
1. Total capital requirement	1 368 668	1 411 925
2. Own funds used for calculation of solvency ratio	2 211 045	2 119 169
- basic funds	2 401 317	2 280 613
- supplementary funds	59 461	62 928
- deductions from the basic and supplementary funds	(322 471)	(224 372)
- short term capital*	72 738	
3. Solvency ratio	**12,92%**	**12,01%**

*Pursuant with Resolution No 1 of the Supervisory Banking Committee dd 4 June 2003, in 2004 changes were introduced to the a treatment of short-term capital used to calculate the capital adequacy ratio. Hence, the short-term capital as at 31 December 2004 totals PLN 68 282k whereas it was nil in the same period last year.

NOTE 38

NET BOOK VALUE	**2004**	**2003**
Share capital	729 603	729 603
Supplementary capital	385 193	381 373
Other reserve funds	1 256 491	1 167 176
Revaluation reserve	215 454	159 992
Profit/loss from previous years	(9 245)	(21 974)
Net profit (PLN k)	**444 452**	**128 873**
Net book value (PLN k)	**3 021 948**	**2 542 712**
Number of shares	72 960 284	72 960 284
Net book value per share (PLN)	**41,42**	**34,85**

NOTE 39

	PLN k	
CONTINGENT LIABILITIES TOWARDS CONNECTED ENTITIES	**2004**	**2003**
a) granted guarantees for the benefit of:	**61 465**	**2 935**
- subsidiaries	61 465	2 935
- joint ventures	-	-
- associates	-	-
- significant investor	-	-
- dominant entity	-	-
b) other	**1 261 752**	**297 207**
- open credit line	1 261 752	297 207
- of which: for the benefit of subsidiaries	1 258 752	293 207
- of which: for the benefit of joint-ventures	-	-
- of which: for the benefit of associates	3 000	4 000
- of which: for the benefit of significant investor	-	-
- of which: for the benefit of dominant entity	-	-
-	-	-
- of which: for the benefit of subsidiaries	-	-
- of which: for the benefit of joint ventures	-	-
- of which: for the benefit of associates	-	-
- of which: for the benefit of significant investor	-	-
- of which: for the benefit of dominant entity	-	-
-	-	-
Contingent liabilities for the benefit of connected entities in total	**1 323 217**	**300 142**

NOTE 40	**PLN k**	
CONTINGENT LIABILITIES FROM CONNECTED ENTITIES	**2004**	**2003**
a) received guarantees:	**-**	**-**
- from subsidiaries	-	-
- from joint-ventures	-	-
- from associates	-	-
- from significant investor	-	-
- from dominant entity	-	-
b) other	**-**	**-**
-	-	-
- of which: from subsidiaries	-	-
- of which: from joint-ventures	-	-
- of which: from associates	-	-
- of which: from significant investor	-	-
- of which: from dominant entity	-	-
-	-	-
- of which: from subsidiaries	-	-
- of which: from joint-ventures	-	-
- of which: from associates	-	-
- of which: from significant investor	-	-
- of which: from dominant entity	-	-
-	-	-
Total contingent liabilities from connected entities	**-**	**-**

NOTE 41	PLN k	
INTEREST INCOME	**2004**	**2003**
a) from financial sector	114 793	126 479
b) from non-financial sector	915 094	835 071
c) from public sector	58 401	42 291
d) from securities with fixed yield	406 745	418 258
e) other	-	-
Total interest income	**1 495 033**	**1 422 099**

NOTE 42	PLN k	
INTEREST EXPENSE	**2004**	**2003**
a) from financial sector	(118 867)	(114 634)
b) from non-financial sector	(439 543)	(447 187)
c) from public sector	(40 178)	(31 212)
d) other (own debt securities)	(26 136)	-
Total interest expense	**(624 724)**	**(593 033)**

NOTE 43	PLN k	
COMMISSION INCOME	**2004**	**2003**
b) commissions on banking operations	632 170	596 711
b) commissions on brokerage operations	50 053	38 806
b) commissions on lease and factoring operations	12 593	6 169
Commission income, total	**694 816**	**641 686**

NOTE 44	PLN k	
INCOME FROM SHARES OR INTERESTS, OTHER SECURITIES AND OTHER FINANCIAL INSTRUMENTS WITH VARIABLE YIELD	**2004**	**2003**
a) from subsidiaries	55 136	18 161
b) from joint-ventures	-	-
c) from associates	2	-
d) from other entities	61 143	34 242
Total income from shares or interests, other securities and other financial instruments with variable yield	**116 281**	**52 403**

"Income from shares or interest, other securities and other financial instruments with variable yield" contains dividends and revenues and costs related to the interests in subsidiaries, associates and joint ventures.

NOTE 45	PLN k	
PROFIT ON FINANCIAL OPERATIONS	**2004**	**2003**
a) securities and other financial instruments	**9 213**	**13 567**
- income on operations in securities and other financial instruments	148 862	354 011
- costs of operations in securities and other financial instruments	(139 649)	(340 444)
b) other	-	-
Total profit on financial operations	**9 213**	**13 567**

NOTE 46	PLN k	
OTHER OPERATING INCOME	**2004**	**2003**
a) from management of third party assets	**13 616**	**13 148**
b) sales or liquidation of fixed assets, intangible assets and assets for disposal	**9 170**	**5 797**
c) recovery of prescribed, written-off and irrecoverable debts	**1 425**	**1 256**
d) received compensations, penalties and fines	**536**	**479**
e) received donations	**1 043**	**134**
f) other (by type)	**38 046**	**26 148**
- sundry income	10 971	6 298
- provisions for other assets	4 068	7 919
- release of provisions	1 106	61
- release of provision for future commitments	11 208	3 694
- settlements of prescribed debt	556	3 266
- debt recovery costs reimbursements	1 499	370
- insurance compensations	546	321
- BFG and EBOR fee reimbursements	1 644	148
- other	6 448	4 071
Other operating income, total	**63 836**	**46 962**

NOTE 47	PLN k	
OTHER OPERATING COSTS	**2004**	**2003**
a) from management of third party assets	**(2 502)**	**(2 118)**
b) sales or liquidation of fixed assets, intangible assets and assets for disposal	**(2 993)**	**(15 726)**
c) prescribed, written-off and irrecoverable debts	**(2 159)**	**(1 772)**
d) paid compensations, penalties and fines	**(1 106)**	**(689)**
e) donations granted	**(1 319)**	**(1 229)**
f) other (due to)	**(40 579)**	**(63 810)**
- sundry costs	(527)	(267)
- contributions to organisations where membership is not obligatory	(633)	(432)
- for other assets	(5 212)	(9 997)
- costs of court proceedings	(787)	(1 274)
- lacks and damages	(270)	(75)
- impairment charges for tangible fixed assets	(4 161)	(35 713)
- provisions for future commitments	(20 747)	(5 970)
- debt collection cost provision	(3 097)	(4 127)
- other	(5 145)	(5 955)
Other operating costs, total	**(50 658)**	**(85 344)**

NOTE 48	PLN k	
COSTS OF BANK'S OPERATIONS AND GENERAL MANAGEMENT	**2004**	**2003**
a) remuneration	**(426 625)**	**(436 968)**
b) insurance and other employment costs	**(93 920)**	**(103 439)**
c) supplies, consumables etc.	**(200 374)**	**(220 843)**
d) taxes and fees	**(17 283)**	**(16 658)**
e) contribution to Banking Guarantee Fund	**(6 326)**	**(7 811)**
f) other (due to)	**(198 719)**	**(235 554)**
- repairs and renovations	(15 627)	(14 234)
- external services	(61 929)	(100 358)
- security costs	(14 025)	(19 174)
- maintenance and rentals	(107 138)	(101 788)
Bank's operating costs and general management costs in total	**(943 247)**	**(1 021 273)**

NOTE 49	PLN k	
TRANSFERS TO PROVISION AND REVALUATION	**2004**	**2003**
a) transfers to provisions for:	**(445 989)**	**(723 164)**
- regular receivables	-	-
- watch receivables	(2 634)	(210)
- problem receivables	(431 133)	(697 642)
- general banking risk	(690)	(5 052)
- off balance sheet liabilities	(11 228)	(19 748)
- other	(304)	(512)
b) revaluation:	**(111)**	**(8 617)**
- financial assets	(111)	(8 617)
- other	-	-
Total transfers to provisions and revaluation	**(446 100)**	**(731 781)**

NOTE 50	PLN k	
RELEASE OF PROVISIONS	**2004**	**2003**
a) release of provisions for:	**314 564**	**589 598**
- regular receivables	-	-
- watch receivables	2 266	-
- problem receivables	279 106	561 886
- general banking risk	20 000	-
- off balance sheet liabilities	13 189	27 712
- other	3	-
b) revaluation:	**500**	**167**
- financial assets	500	167
- other	-	-
Total release of provisions	**315 064**	**589 765**

NOTE 51	PLN k	
PROFIT (LOSS) ON SALE OF ALL OR PART OF SHARES IN SUBORDINATED ENTITIES	**2004**	**2003**
a) profit on sales of shares and interests	55 138	18 161
- in subsidiaries	55 136	18 161
- in joint -ventures	-	-
- in associates	2	-
b) loss on sale of shares and interests	-	-
- in subsidiaries	-	-
- in joint -ventures	-	-
- in associates	-	-
Total profit (loss) on sale of all or part of shares in subordinated entities	55 138	18 161

NOTE 52	PLN k	
EXTRAORDINARY GAINS	**2004**	**2003**
a) force majeure	-	506
b) other (due to)	-	-
-	-	-
Extraordinary gains, total	-	**506**

NOTE 53	PLN k	
EXTRAORDINARY LOSSES	**2004**	**2003**
a) force majeure	-	-
b) other	-	-
-	-	-
Extraordinary losses, total	-	-

NOTE 54	PLN k	
AMORTIZATION OF GOODWILL OF SUBORDINATED ENTITIES	**2004**	**2003**
a) subsidiaries	-	-
b) joint-ventures	-	-
c) associates	-	-
Total amortization of goodwill of subordinated entitie	-	-

NOTE 55	PLN k	
AMORTIZATION OF NEGATIVE GOODWILL OF SUBORDINATED ENTITIES	**2004**	**2003**
a) subsidiaries	2 448	2 448
b) joint-ventures	-	-
c) associates	877	717
Total amortization of negative goodwill of subordinated entities	**3 325**	**3 165**

NOTE 56A	PLN k	
CURRENT INCOME TAX	**2004**	**2003**
1. Profit (loss) before taxation (consolidated)	569 936	260 370
2. Consolidation adjustments	(2 360)	(5 983)
3. Differences between accounting profit (loss) and taxable income:	193 742	99 501
- non-taxable income	(566 773)	(931 830)
- taxable income not included in P&L account	624 301	361 335
- non-taxable costs	784 642	867 601
- taxable costs not included in P&L account	(752 726)	(194 788)
- relieves (donations, bonuses) expenses and investments to which taxpayer lost rights	(1 500)	1 028
- permanent differences	3 395	662
- valuation	100 179	(191)
- tax loss	2 208	(4 296)
- other	16	(20)
4. Tax base	761 318	353 888
5. Income tax 19% / 27%	(144 650)	(95 549)
6. Increases, relinquishment, exemption, deduction, reduction in tax	(17 169)	(4 721)
7. Current income tax presented (disclosed) in a tax return for the period, of which:	(127 481)	(90 828)
- disclosed in the profit and loss account	(127 481)	(90 828)
- relating to items which decreased or increased the shareholders' equity	-	-
- relating to items which decreased or increased the goodwill or negative goodwill	-	-

Figure PLN 488 k is dividend income tax and it's not disclosed in income tax declaration for 31.12.2004

NOTE 56B	PLN k	
DEFERRED INCOME TAX DISCLOSED IN PROFIT AND LOSS ACCOUNT	**2004**	**2003**
- decrease (increase) due to occurrence and reversal of timing differences	30 872	16 310
- decrease (increase) due to change in tax rates	-	(59 897)
- decrease (increase) due to tax loss, tax premium or timing difference of the previous period not disclosed yet	904	554
- decrease (increase) due to allocation of deferred income tax assets or lack of possibilities to utilize deferred tax provisions	-	-
- other components of deferred tax (due to):	(428)	15 108
- due income taxable in the future	(486)	-
- income taxable in the future	58	-
- reclassification to temporary differences from permanent differences	-	15 108
Total deferred income tax	31 348	(27 925)

NOTE 56C	PLN k	
TOTAL DEFERRED TAX	**2004**	**2003**
- included in shareholders' equity	36 266	16 610
- included in goodwill or negative goodwill	-	-

NOTE 56D	PLN k	
INCOME TAX DISCLOSED IN PROFIT AND LOSS ACCOUNT RELATING TO	**2004**	**2003**
- discontinued operations	-	-
- profit/loss on extraordinary operations	-	136

NOTE 57	PLN k	
OTHER OBLIGATORY PROFIT REDUCTIONS (LOSS INCREASES), DUE TO:	**2004**	**2003**
Other obligatory profit reductions (loss increases) due to:	-	-
- 2002 tax statement adjustment	-	(20)
Other obligatory profit reductions (loss increases) in total	-	**(20)**

NOTE 58

	PLN k	
NET PROFIT (LOSS)	**2004**	**2003**
a) net profits (losses) of dominant entity	443 326	116 951
b) net profits (losses) of subsidiaries	110 880	42 272
c) net profits (losses) of joint-ventures	-	-
d) net profits (losses) of associates	-	-
e) consolidation adjustments	(109 754)	(30 350)
Net profit (losses)	**444 452**	**128 873**

Share of net income of associates is enclosed in dominant entity net income by adopting equity method of valuation. (as a
31.12.2004 - PLN 6 122 k, as at 31.12.2003 - PLN 270 k)

NOTE 59
Earnings per share

	2004	2003
Net profit for 12 months	**444 452**	**128 873**
Weighted average number of ordinary shares	**72 960 284**	**72 960 284**
Earnings per share	**6,09**	**1,77**

NOTE 60

Cash consolidated	**2004**	**2003**
Cash	410 713	405 825
valuable marks	1 259	1 096
Current account in the central bank	788 182	754 576
Current account in other banks	31 337	221 540
Total	**1 231 491**	**1 383 037**

The split of the cash flow statement into operating, investing and financing activities is based on the following:
- scope of information for particular kinds of activities as specified in the statement template,
- guidelines of the General Inspectorate of the Banking Supervision
- the nature of operations performed by Bank Zachodni WBK S.A.

The operating activities cover the basic range of Bank Zachodni WBK S.A. activities not included in investing or financing activities.

The investing activities comprise:
* purchase and sale of:
- tangible fixed assets
- intangible assets
- shares and other securities available-for-sale or held to maturity
- debt securities available for sale and held to maturity
* other items related to the investing activities (i.e. dividends, changes in the balance of subordinated loans,
interest earned on the investing activities)

The financing activities comprise:
* increases and decreases due to:
- drawdown and repayment of loans and advances from banks and other financial institutions
- subordinated liabilities
- issue and redemption of bonds and other securities from financial institutions

* other items related to financing activities (i.e. dividend payments, other profit allocations, interest earned on financing activities)
"Depreciation" in the cash flow statement (Other operating activities) differs from depreciation in P&L account by amounts of:

· depreciation of PFC equipment	PLN (1.549) k
· impairment loss	PLN 1.937 k
· write down of leased assets	PLN 730 k
· provisions on fixed and intangible assets	PLN (307) k

The item "movements in the balance of debt securities" includes only changes in the balance of securities held for trading and available for sale. Information of changes in debt securities held to maturity are incorporated in the following items:
· "sales of shares or interests in other entities, of other securities and other assets" (investing activities) - PLN 203.492 k,
· "purchase of shares or interests in other entities, of other securities and other assets" (investing activities) – PLN (158.774) k.

The item "movement in the balance of loans and advances to the financial sector" does not include movement in the balances in current accounts held with other banks, which is included in " cash at the end of the period" - PLN 31.337 k.

The item "movements in the balance of shares, interests and other securities includes only the changes in assets held for trading (disclosed in the operating activities); the data on changes in shares, interests and other securities available for sale or held to maturity are included in the cash flows from investing activities.

The item "movements in the balance of deposits from the financial sector" does not include:
· repayments of BFG loan - PLN 16.907 k,
· repayments of EBOR loan - PLN 24.247 k.
· repaid loans shown in financing activities

The item "movements in the balance of other liabilities" includes the changes in the balance of "other assets" and "special funds and other liabilities". The amount thus calculated was adjusted for:
· income tax settlements - PLN (13.342) k,
· change in the balance of assets intended for sale in the amount of PLN 157 k included in "other adjustments" in operating activities.

The item "other adjustments" includes adjustments relating to:
· change in the balance of assets intended for sale in the amount of PLN 157 k,
· commisions PLN 685 k,
· post audit change of results PLN 161 k
· tangible fixed assets and intangibles PLN (3.911) k,
· other PLN 67 k.

Moreover "other investment inflows" contain:
· dividends received – PLN 56.555 k,
· donations received – PLN 1.043 k.

"Other investment outflows" contain:
· donations granted - PLN (1.779) k.

The item "Other expenses" under financial activity includes:
· fee paid in to the Banking Guarantee Fund - PLN (5.302) k,
· current account credit repayment – PLN (2.748) k,
· loans interest expense and commissions – PLN (41.899) k.
· other financial cost - PLN (112)k.