Extended Interim Financial Statement of
Bank Millennium S.A. Capital Group
Prepared in accordance with the International Financial Reporting Standards for the 2nd Q 2006

MAIN FINANCIAL DATA

	Amount '000 PLN		Amount '000 EUR	
	II quarters/ period from1.01.2006 - 30.06.2006	II quarters/ period from 1.01.2005 - 30.06.2005*	II quarters/ period from1.01.2006 - 30.06.2006	II quarters/ period from1.01.2005 - 30.06.2005*
I. Interest income	616 262	601 874	158 006	147 501
II. Fee and commission income	188 734	136 029	48 390	33 337
III. Operating income	586 789	547 535	150 450	134 184
IV. Operating profit	172 530	163 503	44 236	40 070
V. Gross profit (loss)	172 530	163 503	44 236	40 070
VI. Net profit (loss)	139 677	129 045	35 812	31 625
VII. Net cash flows from operating activities	-2 157 779	-10 757	-553 244	-2 636
VIII. Net cash flows from investing activities	511 797	-479 892	131 222	-117 607
IX. Net cash flows from financing activities	0	-1 163 897	0	-285 236
X. Net cash flows, total	-1 645 982	-1 654 546	-422 021	-405 480
XI. Total Assets	23 408 118	22 151 139	5 789 217	5 738 934
XII. Deposits from banks	2 136 181	1 067 345	528 313	276 529
XIII. Deposits from customers	14 890 962	13 994 416	3 682 782	3 625 684
XIV. Equity	2 039 062	2 390 823	504 294	619 416
XV. Share capital	849 182	849 182	210 017	220 007
XVI. Number of shares	849 181 744	849 181 744	849 181 744	849 181 744
XVII. Book value per share (in PLN / EUR)	2.40	2.82	0.59	0.73
XVIII. Diluted book value per share (in PLN / EUR)	2.40	2.82	0.59	0.73
XIX. Capital adequacy ratio	16.95%	19.07%	16.95%	19.07%
XX. Earnings (losses) per ordinary share (in PLN / EUR)	0.16	0.15	0.04	0.04
XXI. Diluted earnings (losses) per ordinary share (in PLN / EUR)	0.16	0.15	0.04	0.04
XXII. Pledged or paid dividend per share (in PLN/EUR)	0.54	0.28	0.13	0.06

* Comparable balance sheet data (items XI-XIX and XXII) are presented, as required by IFRS, at 31.12.2005. Other comparable data are presented for the period from 1.01.2005 till 30.06.2005.

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I. INTRODUCTION AND ACCOUNTING PRINCIPLES

The below extended financial report, containing data of the Capital Group of Bank Millennium S.A. (the Group) and of Bank Millennium S.A. (the Bank) for the second quarter 2006, composed of the balance sheet, income statement, reports on changes to equities and cash flows, and additional explanatory notes, has been issued based on the International Financial Reporting Standards/ International Accounting Standards (the IFRS). The Group has implemented the IFRS as the financial reporting basis, pursuant to the Regulation of the European Parliament and Council no. 1606/2002/WE, and the guidelines of the amended Accounting Act, as of January 1, 2005, whilst the solo report of the Bank has been based on IFRS, as of January 1, 2006, pursuant to the decision of the General Shareholders Meeting of April 6, 2006. The financial report complies with the European Community-adopted IFRS, described in detail in the 2005 consolidated report of the Group, published on March 10, 2006, and shall be considered a mid-year report under IAS 34.

Following provisions of IFRS 1 regulating the process of IFRS adaptation, the accounting principles binding on the reporting day should be applied to the opening balance sheet and to the presented comparable data. In result, the factual moment of the IFRS adoption was January 1, 2004, for the Group, and January 1, 2005, for the Bank.

For the requirements of the solo financial report, the Bank fully adjusted the 2005 comparable data to ensure compliance with the IFRS.

The most material changes implemented in the Bank (standalone report) in result of the IFRS implementation were as follows:

1. Equity rights valuation

Pursuant to the amended version of IAS 27 (in force since January 1, 2005), solo report cannot show shares held by the reporting units in its subsidiaries at their value under the equity rights method. At the same time, according to the present shape of the Polish Accounting Standards (the PAS) (Ordinance of the Minister for Finance, dated 10 December 2001 in the matter of specific banking accounting principles, as amended) this is the preferred methodology to be applied to shares held in subsidiaries. In consequence of the above, when IFRS were implemented, the Bank discontinued using the equity rights valuation method, replacing it - for shares in subsidiaries - with the amortised cost method.

2. Credit impairment

According to PAS, credit risk provisions in the Bank were created on the basis of two criteria: period past due and financial standing of the borrower based on a matrix imposing the minimum level of provisions, which need to be created. To meet the requirements of IAS 39 the Bank created a methodology, tools and procedures for measurement of credit exposures on the basis of estimated economic value of the receivable. As at balance sheet day assessment is made whether objective triggers have arisen confirming impairment of the credit exposures. If so then a revaluation charge is made in the amount of the difference between balance sheet value and present value of expected future cash flows under the credit exposure (considering the possibility that the security may be realised). The basis of this process is division of the Bank's credit portfolio into important credit exposures (exposure amount criterion) and remaining homogenous groups of loans.

(1) With respect to important credit exposures impairment analysis is done on a case-by-case basis. If impairment triggers are identified the Bank analyses the discounted value of future cash flows under the agreement, considering probability of payment by the Customer and the possibility of getting claims satisfied with the created security. The whole process comprises following phases:
   - Identification of objective impairment triggers,
   - Assessment of probability of principal and interest payment,
   - Estimation whether the payment will be done with the Customer's own funds or whether it will be necessary to sell security,
   - Building of a projected schedule of payments done by the Customer or a security sale.

(2) Remaining credit exposures are grouped into homogenous portfolios (i.e. portfolios with similar characteristics e.g.: due to type of credit product, type of collateral etc.), where calculation of impairment is done on the basis of a collective analysis, relying on computed historical (verified and updated from time to time) statistical ratios and models. Additionally exposures, which are subjected to collective analysis, are divided into:
   - Exposures with identified impairment,
   - Remaining exposures; IFRS do not permit creating generic risk provisions, however IAS 39 introduces the notion of provisions for incurred but not reported losses – IBNR, which relate exactly to provisions created for exposures with impairment not identified, classified in homogenous portfolios.

(3) Apart from changes in the method of calculating provisions, in result of IFRS implementation also the method of presentation of credit exposures changed:
   - The general risk provision was eliminated and in its place IBNR provisions were created, which reduce the value of the credit exposure in presentation terms,
   - Interest on non-performing loans accrued according to Polish standards on the gross amount of exposure and captured in the balance sheet as suspended interest (in case of repayment – in the income statement), were removed from the balance sheet (pursuant to IAS 39 the interest on non-performing loans accrued by the Bank on the net value of exposure are captured in the income statement),

- Unsettled discount on receivables as well as unsettled part of credit commissions (resulting form application of effective interest rate) reduce balance sheet value of credit exposures.

3. Tax effect of elimination of provision for general risk and establishment of IBNR provision

National law regulates capturing effect of deferred tax accrued on the difference between value of provision for general risk and IBNR provision set up at the moment of IFRS implementation. According to this principle, this tax effect should be referred directly to equity as adjustment of opening balance of retained earnings balance.

4. Separation of balance sheet category ”non-current assets held for sale”

Under non-current assets held for sale the Bank classifies fixed assets, in case their balance sheet value is recovered mostly through sale transaction and not through their further use. Such situation occurs when a single asset (or group) is available for immediate sale in its current condition, taking into account only ordinary and commonly applied conditions for the sale of this type of assets and its sale is highly probable, i.e. it was decided to fulfil the plan to sell a given asset component, active programme to find the buyer and complete selling plan was commenced. Furthermore, such asset component is offered for sale at the price that is rational in relation to its current fair value and it is expected that the sale will be captured as completed within one year from the day on which the asset component is classified under this category.

Non-current assets held for sale are reflected in the amount of balance sheet and fair value less costs of selling these assets, whichever lower. Deprecation is not accrued for the assets classified under this category.

5. Goodwill write-off

The Bank conducted tests of the goodwill recognised in the balance sheet with impairment estimates. Consequently, revaluation charges for these assets were made against equity of opening balance. This event had no impact on the consolidated statement as this goodwill was recognised in the Bank’s balance sheet following intra-Group transactions and as such were eliminated from the Group’s statement.

Impact of IFRS implementation on the Bank’s equity

By the virtue of the adopted IFRS implementation methodology the adjustments, resulting from adoption of new standards by the Bank, were included in the opening balance of equity as at January 1, 2005.

Importantly, this description does not include changes in the Bank's equity due to implementation of effective interest rate methodology, performed also on January 1, 2005, but according to the Polish Accounting Standards (for broader description of the issue see 2005 financial statement of the Bank, published on March 10, 2006). The requirement to apply the above-mentioned effective interest rate methodology results also from the IFRS.

As of January 1, 2005 the adjustments in question are as follows (adjustment numbers correspond to the descriptions presented above):

Data in thous. PLN

	(1) Discontinuation of the equity rights valuation method in relation to stocks and shares in subsidiaries	(2) Credit impairment	(3) Tax effect of the transformation of the provision for general risk into IBNR provision	(4) Effect of valuation of asset classified as "non-current assets held for sale"	(5) Goodwill revaluation charges	**TOTAL**
Net adjustment value (after inclusion of the deferred tax effect)	- 596 076	+ 8 628	+ 10 947	- 5 499	- 5 805	**- 587 805**

II. INFORMATION ABOUT THE ACTIVITY OF THE GROUP IN THE FIRST HALF YEAR 2006

In the 1st half of 2006, the consolidated net profit of Bank Millennium Capital Group totaled PLN 139.7 million and was 8% higher than in the 1st half of 2005 (PLN 129 million). Recurrent net profit grew 29%.

The second quarter of 2006 brought continuation of business growth at high speed accompanied by implementation of new image and start of branch expansion project. As far as financial situation is concerned, Bank showed the following positive results in 1st half 2006:

- Net profit reached PLN 139.7 million, which gives an annualized ROE of 12.5%
- Significant net commissions growth by 35.4% year on year (y/y), driven by mutual funds, asset management/bancassurance products and loans
- Net interest income up by 3.8% y/y
- Improvement of C/I ratio to 67.4% despite the costs resulting from branch expansion and re-branding
- Total costs (excluding costs related to re-branding and expansion) grew only 0.5%
- Further improvement of loan quality: impaired to total loans ratio at 8.2%
- Strong solvency ratio at 17%

Also the second quarter registered buoyant business development, continuing the positive trends of previous quarters:

Total loans:	46% growth y/y
Mortgage loans:	13.5% market share in new loans (until May), PLN 1.2 billion disbursements in 2Q 06, PLN 5.4 billion portfolio (3rd position)
Credit cards:	123% growth y/y, more 36 thousand cards in 2Q 06; total number 194 thousand,
Consumer loans:	124% growth y/y, PLN 755 million portfolio (gross)
Mutual funds:	195% growth y/y, PLN 2.3 billion under management, 2.9% market share
Customer Funds:	19% growth y/y
Leasing:	15% growth of leasing portfolio, market share above 6%
Internet:	345 ths. individual customers registered
Cross-selling:	2.89 products per customer in Retail

The Bank finished implementation of the new image in all existing branches, subsidiaries and other networks. On May 18 the first financial center under new format was opened (in Bydgoszcz). Since then another 5 new branches were opened and 20 more were upgraded, which means that the Bank is at full speed with the expansion plan announced in January (21 new branches and 36 upgrades to be made in 2006).

During 2Q 2006, the Bank's performance and management principles achieved important recognition in three different levels:

- "Trustworthy Company 2006" and the highest (5 stars) score in the Corporate Governance rating of listed companies in Poland (organized by Polish Institute of Directors)
- "Pearl of the Polish Stock Exchange 2005" title for the best company in category "Finance" (by Parkiet Daily)
- Increase of financial strength rating to D by Moody's rating agency - as a recognition of increasing recurring profitability and continued ability to deliver on strategic objectives.

FINANCIAL RESULTS – 1st Half-year 2006

Operating Income (PLN million)	**1H 2006 pro-forma**	**1H 2005 pro-forma**	**Change**
Net Interest Income *	330.6	318.4	3.8%
Net Commissions Income	164.4	121.4	35.4%
Other Non-Interest Income	91.8	107.7	-14.8%
Operating Income	**586.8**	**547.5**	**7.2%**
Of which one-off results		*26.1*	
Operating Income without one-off	**586.8**	**521.4**	**12.5%**

(*) includes margin from all derivatives which hedge FX loan portfolio.

From 1st January 2006 the Bank started to treat under hedge accounting principles the combination of mortgage floating rate foreign currency loans, floating rate PLN deposits and related cross currency interest rate swaps. The margin from these operations is reflected in Net Interest Income since aforementioned change. However, as this hedge accounting does not cover all the portfolio denominated in foreign currency, and additionally having in mind that until the end of 2005 the Bank has not applied formal hedge accounting (all interest from derivatives used to be shown in Result on Financial Operations then), in this chapter the Bank provides pro-forma data. The pro-forma statement presents all interest from derivatives included in Net Interest Income which allows better understanding of the real evolution of this item from economic point of view.

Net interest income (on a pro-forma basis) of the Group in 1H 2006 amounted to PLN 330.6 million and was 3.8% higher than last year's (PLN 318.4 million). Lower net interest margin was compensated by growing business volumes.

Net commissions income jumped 35% mainly thanks to mutual funds, asset management/ bancassurance products and loans.

Other non-interest income dropped versus last year due to one-off income of PLN 26.1 million recognized in 2Q 2005 connected with the sale agreement for 10% of PZU S.A. shares. Foreign exchange results grew strongly from PLN 42.7 million to 82.1 million in 1H 2006, whereas other results on financial operations were lower than year before.

Total operating income reached PLN 586.8 million, which means an increase of 7.2% compared with 1H 2005 (or 12.5% if one-off result from PZU dividend would be excluded in 2005).

Operating Costs (PLN million)	1H 2006	1H 2005	Change
Personnel Costs	183.9	161.4	14.0%
Other Administrative Costs	181.1	171.8	5.4%
Depreciation & impairment of tangibles	30.4	48.4	-37.2%
Total Operating Costs	**395.5**	**381.6**	**3.6%**
Of which expansion and new image	*11.7*		
Operating costs without expansion	**383.7**	**381.6**	**0.5%**

Total Costs of the Group in 1H 2006 were affected by the beginning of the 3-year expansion project preceded by the new image implementation. If not the costs connected with these items (PLN 11.7 million, of which 2.9 million personnel costs), total costs would stay on a similar level than a year before. The increase of personnel number (to 4 644) and costs (by 14%) was connected not only with new branches opening but also with the fast growth of particular business lines.

Cost to Income ratio in 1H 2006 reached 67.4%, similar level to the previous quarter and much better than one year before i.e. 73.2% (excluding one-off income of PLN 26.1 million connected with the sale agreement for 10% of PZU S.A. shares).

During 1H 2006, the Group created **net provisions** of PLN 18.8 million. This value includes a positive impact of PLN 11.1 million due to recovery of written-off receivables.

Pre-tax profit of Bank Millennium Group in 1H 2006 stood at PLN 172.5 million (+5.5% y/y), with net profit at PLN 139.7 million.

BUSINESS RESULTS

As at 30 June 2006, **Total Assets** of the Group were PLN 23 408 million, growing 18% y/y.

Key Balance Sheet Volumes (PLN million)	30.06.2006	30.06.2005	Change
Total Assets	**23 408**	**19 830**	**18.0%**
Total Customer Funds (1)	17 159	14 375	19.4%
- where Deposits	*14 891*	*13 519*	*10.2%*
- where Mutual Funds	*2 259*	*765*	*195%*
Total Loans to Customers	11 967	8 191	46.1%
- where Mortgage loans	*5 401*	*2 300*	*135%*
Equity	**2 039**	**1 984**	**2.8%**

(1) include Customers' deposits, mutual funds and retail bonds

The net value of **Loans to Customers** jumped 46% as compared with one year before, and stood at PLN 11 967 million. The increase was mainly due to the dynamic growth of the mortgage loans portfolio, which now represents 45% share in the Bank's consolidated loan book. Total mortgage portfolio reached PLN 5.4 billion due to record sales of PLN 1.15 billion in the 2nd quarter. After five months of 2006, Bank's market share in new mortgages sold was 13.5% and in total stock 8.3% (Bank advanced from 5th to 3rd position during the 2nd quarter). Other retail loans (including loans in cards) also strongly grew by 116% y/y reaching PLN 901 million. On the companies side, leasing receivables were the fastest growing portfolio (15.4% increase y/y, PLN 281 million of new contracts).

The number of **credit cards** sold by the Bank after 1H 2006 reached 194 thousand, which means a 123% growth versus last year. The sales effort of branches is supplemented by external agents network, which was responsible already for 31% of new cards sold in 1H 2006. The gross volume of loans associated with credit cards doubled y/y reaching PLN 199 million.

Total **Customers' Funds**, including mutual funds and bonds as at 30 June 2006, totalled PLN 17 159 million, which means an increase of 19.4% y/y. As previously, the strongest growth came from mutual funds – increase by 195% to the amount of PLN 2 259 million – despite big volatility in funds performance during 2Q 2006. Bank also opened its architecture of mutual funds for affluent customers and sold PLN 238 million of third parties saving products (as on 30.06.2006).

The number of individual Customers using the bank's services via **internet** reached 345 thousand growing strongly by 60% y/y. Additionally there were 18 thousand users among companies.

LOANS QUALITY AND SOLVENCY

The quality of the Group's loan portfolio (calculated using International Financial Reporting Standards) as at 30.06.2006 improved again versus previous periods. Value of impaired to total loans ratio dropped to 8.2%. This improvement was due to the drop in total impaired loans by PLN 124 million (11%) since June 2005 and an increase of the loan portfolio. Impaired loans coverage by provisions grew to 67%.

Loan quality indicators (IFRS)	**30.06.2006**	**31.12.2005**	**30.06.2005**
Total impaired loans (PLN million)	1 039	1 023	1 163
Impaired Loans over Total Loans	8.2%	10.0%	13.1%
Total Provisions over Impaired Loans	67.0%	65,1%	61.7%

The **solvency ratio** of the Bank Millennium Group stood at a strong level of 17% against 21% one year before. It dropped versus last year (and quarter) as a consequence of a strong growth of the loan portfolio.

BRANCH EXPANSION AND CHANGE OF IMAGE PROJECTS

According to the approved strategy, in the 2nd quarter of 2006 the Bank implemented several projects on:

- Development of multi-segment branch network: 160 new branches until 2008
- New brand identity standards, including new logo, colours, visual standards and brand slogan: **"Life inspires Us"**

Change in Bank's visual identity

In the second quarter, the Bank has completed the new visual identity project. In stage one (realised during first quarter) new uniform identification of branches was introduced; marketing materials were changed. Also marketing and information campaign promoting new logo and corporate colours was organized. All the Bank's marketing materials, the website, intranet site, visualisation of payment cards and ATM monitors were changed.

In stage 2 (executed during the second quarter), changes were made in the interiors of branches and ATM space. Also new logo and visual identification of subsidiaries of the Group (Millennium Dom Maklerski (Brokerage House), Millennium Leasing and Millennium Fundusze Inwestycyjne) was introduced. Signage of the Head Office building (interior and exterior) was changed. Small works, essential for introducing new visual identification of the Bank, will be kept also in the third quarter.

Branch network expansion

On May, 18 the Bank opened the first new Financial Centre in Bydgoszcz. Earlier announced programme of expansion branch network by creation 160 new branches until 2008 came into a stage of implementation. Until today there were 26 new (or transformed according to the new standards) branches opened, of which 14 financial centres, 8 branches for retail and small business clients, 3 mortgage centres and 1 purely retail branch. New and larger branch offices of the bank permit service of several groups of customers in a single outlet. Financial Centres - new unit in the structure in Bank Millennium - offer services to individual customers, prestige customers, small and medium businesses and mortgage customers. Its introduction is aimed at improvement of service quality and creating conditions for efficient and complex customer service. Till the end of 2006 the Bank is planning to open another 31 new or transformed branches.

Total expenses borne until 30 June 2006 for both projects – branch expansion and change of image – amounted to PLN 18.4 million, of which PLN 6.7 million investments and PLN 11.7 million costs. At the same time, the Bank - in connection with branch expansion programme - recruited and trained 189 new employees.

SHARE PRICE INDICATORS

	31.03.2006	**30.06.2006**
Shares outstanding – period end	849 181 744	849 181 744
Closing price – period end (PLN)	7.20	6,00
Book value per share (PLN)	2.90	2,40
Earnings per share (PLN)	0.08	0,16
Return on equity (ROE)	11.6%	12.5%

III. CONSOLIDATED FINANCIAL DATA (GROUP)

ASSETS

Amount '000 PLN	**30.06.2006**	**31.12.2005**
I. Cash, balances with the Central Bank	795 217	510 805
II. Loans and advances to banks	1 503 517	2 602 815
III. Financial assets held for trading	2 809 689	3 304 175
IV. Hedging derivatives	16 784	14 826
V. Other financial assets valued at fair value through profit and loss	0	0
VI. Loans and advances to customers	11 967 016	9 591 642
VII. Investments securities	4 922 573	4 910 529
- available for sale	4 922 573	4 831 893
- held to maturity	0	78 636
VIII. Investments in associates	1 926	1 926
IX. Receivables from securities bought with sell-back clause	164 795	311 127
X. Property, plant and equipment	220 778	232 123
XI. Intangible assets	19 027	26 998
XII. Non-current assets held for sale	62 089	239 512
XIII. Deferred income tax assets	135 782	157 485
XIV. Other assets	788 925	247 176
Total Assets	**23 408 118**	**22 151 139**

LIABILITIES

Amount '000 PLN	**30.06.2006**	**31.12.2005**
I. Deposits from banks	2 136 181	1 067 345
II. Financial liabilities held for trading	389 380	503 660
III. Hedging derivatives	102 787	22 273
IV. Deposits from customers	14 890 962	13 994 416
V. Liabilities from securities sold with buy-back clause	2 276 438	3 061 037
VI. Debt securities	32 782	69 436
VII. Provisions	18 658	16 468
VIII. Deferred income tax liabilities	0	0
IX. Current tax liabilities	386	132 186
X. Other liabilities	1 197 195	583 991
XI. Subordinated debt	324 287	309 504
Total Liabilities	**21 369 056**	**19 760 316**

EQUITY

I. Share capital	849 182	849 182
II. Share premium	471 709	471 709
III. Revaluation reserve	-5 268	27 612
IV. Retained earnings	723 439	1 042 320
Total equity attributable to equity holders of the parent company	2 039 062	2 390 823
Minority interests	0	0
Total Equity	**2 039 062**	**2 390 823**
Total Liabilities and Equity	**23 408 118**	**22 151 139**

Capital adequacy ratio	**16,95%**	**19,07%**

Book value	**2 039 062**	**2 390 823**
Number of shares	**849 181 744**	**849 181 744**
Book value per share (in PLN)	**2,40**	**2,82**

OFF-BALANCE SHEET ITEMS

Amount '000 PLN	**30.06.2006**	**31.12.2005**
Contingent liabilities granted and received	**5 898 434**	**5 744 551**
1. Liabilities granted:	5 213 759	5 092 292
a) financial	4 701 323	4 357 093
b) guarantees	512 436	735 199
2. Liabilities received:	684 675	652 259
a) financial	203 621	0
b) guarantees	481 054	652 259

CONSOLIDATED INCOME STATEMENT

Amount '000 PLN	**1.01.2006 - 30.06.2006**	**1.04.2006 - 30.06.2006**	**1.01.2005 - 30.06.2005**	**1.04.2005 - 30.06.2005**
I. Interest income	616 262	303 636	601 874	291 409
II. Interest expense	-294 632	-144 005	-359 857	-169 079
III. Net interest income	**321 630**	**159 631**	**242 017**	**122 330**
IV. Fee and commission income	188 734	100 163	136 029	63 790
V. Fee and commission expense	-24 350	-13 159	-14 624	-5 027
VI. Net fee and commission income	**164 384**	**87 004**	**121 405**	**58 763**
VII. Dividend income	2 573	2 573	1 895	1 895
VIII. Result on investment activity	3 125	-5 753	57 621	35 554
IX. Result on trading activity	3 374	-5 085	76 779	36 251
X. Result from other financial instruments	-4 734	-3 373	267	862
XI. Foreign exchange profit	82 102	51 963	42 686	26 014
XII. Other operating income	47 945	24 962	26 313	18 658
XIII. Other operating expenses	-33 610	-12 995	-21 448	-12 962
XIV. Operating income	**586 789**	**298 927**	**547 535**	**287 365**
XV. General and administrative expenses	-365 036	-187 256	-333 163	-166 529
XVI. Impairment losses on financial assets	-18 785	-12 115	-2 433	5 020
XVII. Impairment losses on non financial assets	-62	46	-8 541	-1 735
XVIII. Depreciation and amortization	-30 376	-13 986	-39 895	-19 439
XIX. Operating expenses	**-414 259**	**-213 311**	**-384 032**	**-182 683**
XX. Operating profit	**172 530**	**85 616**	**163 503**	**104 682**
XXI. Share of profit of associates	0	0	0	0
XXII. Gross profit (loss)	**172 530**	**85 616**	**163 503**	**104 682**
XXIII. Corporate income tax	-32 853	-15 683	-34 458	-20 889
XXIV. Net profit (loss)	**139 677**	**69 933**	**129 045**	**83 793**
Attributable to:				
Equity holders of the parent	139 677	69 933	129 045	83 793
Minority interests	0	0	0	0
Weighted average number of ordinary shares	849 181 744	849 181 744	849 181 744	849 181 744
Earnings (losses) per ordinary share (in PLN)	**0,16**	**0,08**	**0,15**	**0,10**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Total consolidated equity	Share capital	Share premium	Revaluation reserve	Retained earnings
Equity at the beginning of the period (opening balance) 01.01.2006	**2 390 823**	**849 182**	**471 709**	**27 612**	**1 042 320**
Changes in adopted accounting policies	0	0	0	0	0
Equity at the beginning of the period (opening balance) as restated to comparable data	**2 390 823**	**849 182**	**471 709**	**27 612**	**1 042 320**
- purchase/sale and valuation of available for sale financial assets	-33 599	0	0	-33 599	0
- effect of valuation of derivatives designated as future cash flows hedge	718	0	0	718	0
Net profit (loss) not recognized in consolidated income statement	-32 880	0	0	-32 880	0
- net income (loss) of the period	139 677	0	0	0	139 677
Total net profit (loss) of 2006	106 797	0	0	-32 880	139 677
- dividend payment	-458 558	0	0	0	-458 558
-	0	0	0	0	0
Equity at the end of the period (closing balance) 31.06.2006	**2 039 062**	**849 182**	**471 709**	**-5 268**	**723 439**

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Total consolidated equity	Share capital	Share premium	Revaluation reserve	Retained earnings
Equity at the beginning of the period (opening balance) 01.01.2005	**1 986 840**	**849 182**	**507 460**	**21 367**	**608 831**
Changes in adopted accounting policies	68 455	0	0	0	68 455
Equity at the beginning of the period (opening balance) as restated to comparable data	**2 055 295**	**849 182**	**507 460**	**21 367**	**677 286**
- purchase/sale and valuation of available for sale financial assets	37 426	0	0	37 426	0
Net profit (loss) not recognized in consolidated income statement	37 426	0	0	37 426	0
- net income (loss) of the period	129 045	0	0	0	129 045
Total net profit (loss) of 2005	166 471	0	0	37 426	129 045
- dividend payment	-237 771	0	0	0	-237 771
- loss covered from share premium	0	0	-35 752	0	35 752
Equity at the end of the period (closing balance) 30.06.2005	**1 983 995**	**849 182**	**471 709**	**58 793**	**604 311**

A. CASH FLOWS FROM OPERATING ACTIVITIES

Amount '000 PLN	**1.01.2006 - 30.06.2006**	**1.01.2005 - 30.06.2005**
I. Net profit (loss)	**139 677**	**129 045**
II. Adjustments for:	**-2 297 456**	**-139 802**
1. Minority profit (loss)	0	0
2. Interests in net income (loss) of associated companies	0	0
3. Depreciation and amortization	30 376	42 401
4. Foreign exchange (gains)/ losses	14 688	-7 005
5. Dividends	2 573	-1 895
6. Changes in provisions	2 190	-12 718
7. Result on sale and liquidation of investing activity assets	-13 444	-2 573
8. Change in financial assets held for trading	-712 560	-145 604
9. Change in other financial assets valued at fair value through profit and loss	0	0
10. Change in loans and advances to banks	-67 841	46 715
11. Change in loans and advances to customers	-2 385 503	-1 079 836
12. Change in receivables from securities bought with sell-back clause	146 332	-42 563
13. Change in financial liabilities held for trading	-33 766	-72 884
14. Change in deposits from banks	1 068 837	374 296
15. Change in deposits from customers	896 546	130 494
16. Change in liabilities from securities sold with buy-back clause	-784 599	543 845
17. Change in debt securities	-36 654	13 603
18. Change in income tax settlements	40 313	40 461
19. Income tax paid	-142 697	-100 987
20. Change in other assets and liabilities	-324 111	134 260
21. Other	1 864	188
III. Net cash flows from operating activities	**-2 157 779**	**-10 757**

B. CASH FLOWS FROM INVESTING ACTIVITIES

Amount '000 PLN	**1.01.2006 - 30.06.2006**	**1.01.2005 - 30.06.2005**
I. Inflows:	**521 116**	**23 476**
1. Proceeds form sale of property, plant and equipment and intangible assets	123 241	21 406
2. Proceeds form sale of shares in associates	0	175
3. Proceeds form sale of financial assets valued at fair value through profit and loss	0	0
4. Proceeds form sale of investment financial assets	397 875	0
5. Other	0	1 895
II. Outflows:	**-9 319**	**-503 368**
1. Acquisition of property, plant and equipment and intangible assets	-9 319	-11 375
2. Acquisition of shares in associates	0	0
3. Acquisition of financial assets valued at fair value through profit and loss	0	0
4. Acquisition of investment financial assets	0	-491 993
5. Other	0	0
III. Net cash flows from investing activities	**511 797**	**-479 892**

C. CASH FLOWS FROM FINANCING ACTIVITIES

Amount '000 PLN	**1.01.2006 - 30.06.2006**	**1.01.2005 - 30.06.2005**
I. Inflows:	**0**	**0**
1. Long-term bank loans	0	0
2. Issue of debt securities	0	0
3. Increase in subordinated debt	0	0
4. Net proceeds from issues of shares and additional capital paid-in	0	0
5. Other	0	0
II. Outflows:	**0**	**-1 163 897**
1. Repayment of long-term bank loans	0	-793 053
2. Redemption of debt securities	0	-133 073
3. Decrease in subordinated debt	0	0
4. Issue of shares expenses	0	0
5. Redemption of shares	0	0
6. Dividends paid and other payments to owners	0	-237 771
7. Other	0	0
III. Net cash flows from financing activities	**0**	**-1 163 897**

D. NET CASH FLOWS, TOTAL (A III+B III+C III)	**-1 645 982**	**-1 654 546**
E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE REPORTING PERIOD	**3 555 653**	**4 536 011**
F. CASH AND CASH EQUIVALENTS AT THE END OF THE REPORTING PERIOD (D+E)	**1 909 671**	**2 881 465**

ADDITIONAL EXPLANATIONS TO THE FINANCIAL DATA

HEDGE ACCOUNTING

Since January 1, 2006 the Bank (and consequently the Group) set up a formal hedging relationship (hedge accounting) against the risk of cash flow fluctuations. In this cash flow hedging, the FX-denominated mortgage portfolio and PLN deposit portfolio that finances the previous one were set as hedged items, whereas derivatives are hedging instruments. Importantly, since implementation of IFRS, pursuant to IAS 39, the effect of valuation of all and any derivative instruments, even those concluded for non-speculative, hedging purpose, for which the Bank (Group) does not apply formal hedge accounting (so automatically, the Bank classifies them to the portfolio of financial instruments held for trading), is presented in result on trading activities. Application of such methodology resulted in lack of consistency in presentation of the above instruments in the income statement as the interest result on derivative instruments concluded to secure FX liquidity – form the economic point of view – constitutes an interest margin component (it allows to match interest income from FX loans with the cost of financing resulting from the PLN deposit portfolio). Implementation of formal hedge accounting allowed presentation of the majority transactions in question in the income statement pursuant to their economic sense.

Importantly, formal implementation of hedge accounting occurred at the beginning of the year so in the income statement for the first half of 2005, both for the Bank and the Group, (comparable data) the total effect of valuation of derivative instruments (accrued interest included) is presented in the result on trading activities (to ensure comparability of data for the purpose of description of financial results contained in Chapter II a pro-forma income statement was developed, capturing all the income and cost of interest resulting from derivative instruments in the interest margin).

NON-CURRENT ASSETS HELD FOR SALE

Decrease in the balance of non-current assets held for sale, which was observed in the 1st half of 2006 results mostly from the Bank's execution of the transaction to sell right of perpetual usufruct of the land in Wilanów, whereas the net value of this asset item in the consolidated statement totalled PLN 170 613 thousand.

RATES APPLIED FOR CONVERSION OF FINANCIAL DATA INTO EURO

The following rates were applied for conversion into EURO:

- For balance sheet items 4.0434 PLN/EURO – exchange rate of June 30, 2006 (for comparable data: 3.8598 PLN/EURO),
- For income statement items, period from January 1 – June 30, 2006 – 3.9002 PLN/EURO, the rate calculated as average of rates as at the end of months covered by the statement (for comparable data 4.0805 PLN/EURO).

IV. STANDALONE FINANCIAL DATA (BANK)

ASSETS

Amount '000 PLN	**30.06.2006**	**31.12.2005**
I. Cash, balances with the Central Bank	795 203	510 785
II. Loans and advances to banks	1 503 516	2 602 777
III. Financial assets held for trading	2 809 292	3 302 666
IV. Hedging derivatives	16 784	14 826
V. Other financial assets valued at fair value through profit and loss	0	0
VI. Loans and advances to customers	11 246 966	9 014 322
VII. Investments securities	4 913 704	4 909 751
- available for sale	4 913 704	4 831 115
- held to maturity	0	78 636
VIII. Investments in associates	95 316	94 142
IX. Receivables from securities bought with sell-back clause	164 795	331 155
X. Property, plant and equipment	210 118	233 575
XI. Intangible assets	18 159	26 352
XII. Non-current assets held for sale	45 931	222 349
XIII. Deferred income tax assets	77 537	89 121
XIV. Other assets	1 306 710	256 862
Total Assets	**23 204 031**	**21 608 683**

LIABILITIES

Amount '000 PLN	**30.06.2006**	**31.12.2005**
I. Deposits from banks	2 136 178	1 067 404
II. Financial liabilities held for trading	389 379	504 185
III. Hedging derivatives	102 788	22 273
IV. Deposits from customers	15 045 183	14 084 704
V. Liabilities from securities sold with buy-back clause	2 325 072	3 472 115
VI. Debt securities	32 782	32 587
VII. Provisions	17 719	15 843
VIII. Deferred income tax liabilities	0	0
IX. Current tax liabilities	0	0
X. Other liabilities	1 116 028	457 406
XI. Subordinated debt	324 287	309 504
Total Liabilities	**21 489 416**	**19 966 021**

EQUITY

I. Share capital	849 182	849 182
II. Share premium	472 343	472 343
III. Revaluation reserve	-5 268	27 612
IV. Retained earnings	398 359	293 525
Total Equity	**1 714 615**	**1 642 662**
Total Liabilities and Equity	**23 204 031**	**21 608 683**

Capital adequacy ratio	**10,56%**	**10,67%**

Book value	**1 714 615**	**1 642 662**
Number of shares	**849 181 744**	**849 181 744**
Book value per share (in PLN)	**2,02**	**1,93**

OFF-BALANCE SHEET ITEMS

Amount '000 PLN	**30.06.2006**	**31.12.2005**
Contingent liabilities granted and received	**6 024 120**	**5 893 164**
1. Liabilities granted:	5 339 022	5 171 417
a) financial	4 826 423	4 399 152
b) guarantees	512 599	772 265
2. Liabilities received:	685 098	721 747
a) financial	203 621	0
b) guarantees	481 477	721 747

INCOME STATEMENT

Amount '000 PLN	**1.01.2006 - 30.06.2006**	**1.04.2006 - 30.06.2006**	**1.01.2005 - 30.06.2005**	**1.04.2005 - 30.06.2005**
I. Interest income	547 707	273 056	537 224	255 797
II. Interest expense	-304 591	-149 936	-394 014	-187 475
III. Net interest income	**243 116**	**123 120**	**143 210**	**68 322**
IV. Fee and commission income	148 831	78 988	108 967	55 763
V. Fee and commission expense	-20 055	-11 106	-10 930	-4 129
VI. Net fee and commission income	**128 776**	**67 882**	**98 037**	**51 634**
VII. Dividend income	498 594	7 587	218 167	5 108
VIII. Result on investment activity	3 125	-5 753	31 521	9 454
IX. Result on trading activity	8 661	-2 508	81 256	40 845
X. Result from other financial instruments	-4 734	-3 373	-1 469	-874
XI. Foreign exchange profit	76 552	48 902	36 271	22 351
XII. Other operating income	25 611	18 793	10 881	7 354
XIII. Other operating expenses	-14 845	-2 382	-3 987	-1 518
XIV. Operating income	**964 856**	**252 268**	**613 887**	**202 676**
XV. General and administrative expenses	-333 583	-171 757	-300 125	-150 068
XVI. Impairment losses on financial assets	-17 680	-11 547	15 338	9 944
XVII. Impairment losses on non financial assets	-362	-254	-6 035	-594
XVIII. Depreciation and amortization	-30 532	-14 299	-37 955	-18 012
XIX. Operating expenses	**-382 157**	**-197 857**	**-328 777**	**-158 730**
XX. Operating profit	**582 699**	**54 411**	**285 110**	**43 946**
XXI. Share of profit of associates	0	0	0	0
XXII. Gross profit (loss)	**582 699**	**54 411**	**285 110**	**43 946**
XXIII. Corporate income tax	-19 306	-8 500	-17 023	-8 823
XXIV. Net profit (loss)	**563 393**	**45 911**	**268 087**	**35 123**
Weighted average number of ordinary shares	849 181 744	849 181 744	849 181 744	849 181 744
Earnings (losses) per ordinary share (in PLN)	**0,66**	**0,05**	**0,32**	**0,04**

STATEMENT OF CHANGES IN EQUITY

	Total equity	Share capital	Share premium	Revaluation reserve	Retained earnings
Equity at the beginning of the period (opening balance) 01.01.2006	**1 642 662**	**849 182**	**472 343**	**27 612**	**293 525**
Changes in adopted accounting policies	0	0	0	0	0
Equity at the beginning of the period (opening balance) as restated to comparable data	**1 642 662**	**849 182**	**472 343**	**27 612**	**293 525**
- purchase/sale and valuation of available for sale financial assets	-33 599	0	0	-33 599	0
- effect of valuation of derivatives designated as future cash flows hedge	718	0	0	718	0
Net profit (loss) not recognized in income statement	-32 880	0	0	-32 880	0
- net income (loss) of the period	530 513	0	0	0	563 393
Total net profit (loss) of 2006	529 605	0	0	-32 880	563 393
- dividend payment	**-458 558**				**-458 558**
Equity at the end of the period (closing balance) 30.06.2006	**1 714 615**	**849 182**	**472 343**	**-5 268**	**398 359**

STATEMENT OF CHANGES IN EQUITY

	Total equity	Share capital	Share premium	Revaluation reserve	Retained earnings
Equity at the beginning of the period (opening balance) 01.01.2005	**1 986 840**	**849 182**	**508 095**	**21 367**	**608 196**
Changes in adopted accounting policies - EIR implementation*	48 880	0	0	0	48 880
Changes in adopted accounting policies - IFRS implementation **	-587 805	0	0	0	-587 805
Equity at the beginning of the period (opening balance) as restated to comparable data	**1 447 915**	**849 182**	**508 095**	**21 367**	**69 271**
- purchase/sale and valuation of available for sale financial assets	37 426	0	0	37 426	0
Net profit (loss) not recognized in income statement	37 426	0	0	37 426	0
- net income (loss) of the period	268 087	0	0	0	268 087
Total net profit (loss) of 2005	305 513	0	0	37 426	267 910
- coverage of loss from previous years	0	0	-35 752	0	35 752
- dividend payment	-237 771	0	0	0	-237 771
Equity at the end of the period (closing balance) 30.06.2005	**1 515 657**	**849 182**	**472 343**	**58 793**	**135 339**

* EIR – effective interest rate approach in force in the identical form both according to PAS and IFRS, implemented at the Bank as of January 1 2005 by the virtue of the national laws (for 2005 the Bank prepared its financial statements on a standalone basis according to PAS)

** For description of the adjustments to the opening balance of the Bank’s equity following implementation of IFRS see Chapter I

A. CASH FLOWS FROM OPERATING ACTIVITIES

Amount '000 PLN	**1.01.2006 - 30.06.2006**	**1.01.2005 - 30.06.2005**
I. Net profit (loss)	**563 393**	**268 087**
II. Adjustments for:	**-2 754 930**	**-251 274**
1. Minority profit (loss)	0	0
2. Interests in net income (loss) of associated companies	0	0
3. Depreciation and amortization	30 532	37 955
4. Foreign exchange (gains) losses	14 464	-7 005
5. Dividends	-498 594	-218 167
6. Changes in provisions	1 876	-11 420
7. Result on sale and liquidation of investing activity assets	-10 850	1 207
8. Change in financial assets held for trading	-714 558	-199 804
9. Change in other financial assets valued at fair value through profit and loss	0	0
10. Change in loans and advances to banks	-57 723	46 716
11. Change in loans and advances to customers	-2 263 599	-1 054 933
12. Change in receivables from securities bought with sell-back clause	166 360	-123 581
13. Change in financial liabilities held for trading	-34 291	-69 394
14. Change in deposits from banks	1 058 708	402 263
15. Change in deposits from customers	960 479	-1 070 541
16. Change in liabilities from securities sold with buy-back clause	-1 147 043	1 782 275
17. Change in debt securities	195	2 116
18. Change in income tax settlements	11 584	28 131
19. Income tax paid	0	0
20. Change in other assets and liabilities	-272 380	199 049
21. Other	-90	3 859
III. Net cash flows from operating activities	**-2 191 537**	**16 813**

B. CASH FLOWS FROM INVESTING ACTIVITIES

Amount '000 PLN	**1.01.2005 - 30.06.2006**	**1.01.2005 - 30.06.2005**
I. Inflows:	**538 341**	**1 983**
1. Proceeds form sale of property, plant and equipment and intangible assets	120 656	1 808
2. Proceeds form sale of shares in associates	0	175
3. Proceeds form sale of financial assets valued at fair value through profit and loss	0	0
4. Proceeds form sale of investment financial assets	417 685	0
5. Other	0	0
II. Outflows:	**15 150**	**510 841**
1. Acquisition of property, plant and equipment and intangible assets	200	2 905
2. Acquisition of shares in associates	950	0
3. Acquisition of financial assets valued at fair value through profit and loss	0	0
4. Acquisition of investment financial assets	0	507 936
5. Other	14 000	0
III. Net cash flows from investing activities	**523 191**	**-508 858**

C. CASH FLOWS FROM FINANCING ACTIVITIES

Amount '000 PLN	**1.01.2006 - 30.06.2006**	**1.01.2005 - 30.06.2005**
I. Inflows:	**22 370**	**0**
1. Long-term bank loans	0	0
2. Issue of debt securities	0	0
3. Increase in subordinated debt	0	0
4. Net proceeds from issues of shares and additional capital paid-in	0	0
5. Other	22 370	0
II. Outflows:	**0**	**1 163 897**
1. Repayment of long-term bank loans	0	793 053
2. Redemption of debt securities	0	133 073
3. Decrease in subordinated debt	0	0
4. Issue of shares expenses	0	0
5. Redemption of shares	0	0
6. Dividends paid and other payments to owners	0	237 771
7. Other	0	0
III. Net cash flows from financing activities	**22 370**	**-1 163 897**

D. NET CASH FLOWS, TOTAL (A III+B III+C III)	**-1 645 976**	**-1 655 942**
E. CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE REPORTING PERIOD	**3 555 633**	**4 535 216**
F. CASH AND CASH EQUIVALENTS AT THE END OF THE REPORTING PERIOD (D+E)	**1 909 657**	**2 879 274**

ADDITIONAL EXPLANATIONS TO THE FINANCIAL DATA

HEDGE ACCOUNTING

On January 1, 2006 a hedging relationship was established at the Bank hedging against fluctuations of cash flows and it is presented in the additional explanations to the financial data in Chapter III.

WRITE-OFF OF UNCOLLECTIBLE RECEIVABLES AGAINST PROVISIONS

In the period between January 1 and June 30, 2006 the Bank wrote-off uncollectible receivables against provisions in the amount of PLN 3 633 thousand.

TRANSFORMATION OF COMPARABLE DATA RESULTING FROM IMPLEMENTATION OF IFRS

Bank's balance sheet as of December 31, 2005 –PAS – IFRS conversion

The table below presents changes made in the recently published Bank's report prepared according to PAS as at December 31, 2005 in order to ensure comparability of data for the purpose of this report.

ASSETS

Amount '000 PLN	31.12.2005 PAS	Number of adjustment(s)	Value of adjustment(s)	31.12.2005 IFRS
Cash, balances with the Central Bank	510 785			510 785
Loans and advances to banks	2 602 777			2 602 777
Financial assets held for trading	3 504 760	(6) (8)	-202 094	3 302 666
Hedging derivatives	14 826			14 826
Other financial assets valued at fair value through profit and loss	0			0
Loans and advances to customers	9 370 870	(2) (5)	-356 548	9 014 322
Investments securities	4 909 751			4 909 751
- available for sale	4 831 115			4 831 115
- held to maturity	78 636			78 636
Investments in associates	854 091	(1)	-759 949	94 142
Receivables from securities bought with sell-back clause	331 155			331 155
Property, plant and equipment	466 578	(4)	-233 003	233 575
Intangible assets	30 298	(9)	-3 946	26 352
Non-current assets held for sale	0	(4)	222 349	222 349
Deferred income tax assets	270 432	(2) (3) (6) (7)	-181 311	89 121
Other assets	198 700	(4) (8)	58 162	256 862
Total Assets	**23 065 023**		**-1 456 340**	**21 608 683**

LIABILITIES

Amount '000 PLN	31.12.2005 PAS	Number of adjustment(s)	Value of adjustment(s)	31.12.2005 IFRS
Deposits from banks	1 067 404			1 067 404
Financial liabilities held for trading	706 399	(6)	-202 214	504 185
Hedging derivatives	22 273			22 273
Deposits from customers	14 084 704			14 084 704
Liabilities from securities sold with buy-back clause	3 472 115			3 472 115
Debt securities	32 587			32 587
Provisions	224 944	(1) (2)	-209 101	15 843
Deferred income tax liabilities	184 967	(2) (6) (7)	-184 967	0
Current tax liabilities	0			0
Other liabilities	613 809	(2) (5) (8)	-156 403	457 406
Subordinated debt	309 504			309 504
Total Liabilities	**20 718 706**		**-752 685**	**19 966 021**

EQUITY

Share capital	849 182			849 182
Share premium	472 343			472 343
Revaluation reserve	27 612			27 612
Retained earnings	997 180	(1) (2) (3) (4) (9)	-703 655	293 525
Total Equity	**2 346 317**			**1 642 662**
Total Liabilities and Equity	**23 065 023**		**-1 456 340**	**21 608 683**

(1) Discontinuation of the application of the equity valuation method in relation to shares in associates (as described in Chapter I)

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Investments in associates	(1)	-759 949
Provisions	(1)	-23 706
Retained earnings	(1)	-736 243

(2) Adjustments under Bank's implementation of credit impairment calculation approach – the issue is presented in Chapter I.

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Loans and advances to customers	(2)	-195 033
Deferred income tax assets	(2)	-4 894
Provisions	(2)	-185 395
Deferred income tax liabilities	(2)	2 397
Other liabilities	(2)	-48 015
Retained earnings	(2)	31 086

(3) Recognition of the effect of the deferred tax on the difference between the provision for general risk and IBNR – the issue is described in Chapter I.

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Deferred income tax assets	(3)	10 947
Retained earnings	(3)	10 947

(4) Separation of balance sheet category – non-current assets held for sale as of January 1, 2005 (the issue described in Chapter I) and classification (on the grounds of IAS 17) of the perpetual

usufructs held by the Bank as operational lease; in the balance sheet as other assets (previously as property, plant and equipment).

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Property, plant and equipment	(4)	-233 003
Non-current assets held for sale	(4)	222 349
Other assets	(4)	5 155
Retained earnings	(4)	-5 499

(5) Exclusion of the suspended interest accrued according to PAS, from the balance sheet, reduction of the value of receivables by the discount for settlement due to application of IAS 39 principles for calculation and capturing loan impairment. This issue was presented in Chapter I.

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Loans and advances to customers	(5)	-161 515
Other liabilities	(5)	-161 515

(6) Presentation of derivative instruments in the balance sheet divided by specific instruments (instruments of positive fair value are captured in the assets and the instruments of negative value are captured under liabilities in the balance sheet). Previously, similar division was performed on the grounds of valuation on the basis of portfolios (types) of derivative instruments.

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Financial assets held for trading	(6)	-202 214
Deferred income tax assets	(6)	-38 421
Financial liabilities held for trading	(6)	-202 214
Deferred income tax liabilities	(6)	-38 421

(7) On the grounds of the provisions of IAS 12 the Bank offset the deferred tax asset against deferred tax provisions.

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Deferred income tax assets	(7)	-148 943
Deferred income tax liabilities	(7)	-148 943

(8) Implementation of the recording method for financial instrument on the day of transaction conclusion in lieu of the previously adopted approach based on the date of transaction settlement. In order to make consistent its accounting principles with the capital group of the Bank’s parent

company, as of January 1, 2005 the Bank commenced to apply booking approach whereby transactions are booked on the day of their conclusion instead of the previously adopted approach based on the date of transaction settlement. Both methods are allowed by IFRS.

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Financial assets held for trading	(8)	120
Other assets	(8)	53 007
Other liabilities	(8)	53 127

(9) Reflection of the goodwill revaluation charges

Quantification:

BALANCE SHEET ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Intangible assets	(9)	-3 946
Retained earnings	(9)	-3 946

Income statement for the first half of 2005 – PAS- IFRS conversion

The table below captures changes performed in the recently published Income statement of the Bank prepared according to IAS for the 1st half of the year closed on June 30, 2005 in order to ensure comparability of data for the purpose of this report.

INCOME STATEMENT

Amount '000 PLN	**01.01.2005 - 30.06.2005 PAS**	**Number of adjustment(s)**	**Value of adjustment(s)**	**01.01.2005 - 30.06.2005 IFRS**
Interest income	607 458	(2) (3) (6)	-70 234	537 224
Interest expense	-395 762	(3) (6)	1 748	-394 014
Net interest income	**211 696**		**-68 486**	**143 210**
Fee and commission income	108 967			108 967
Fee and commission expense	-10 930			-10 930
Net fee and commission income	**98 037**			**98 037**
Dividend income	218 167			218 167
Result on investment activity	31 521			31 521
Result on trading activity	4 868	(3)	76 388	81 256
Result from other financial instruments	-1 469			-1 469
Foreign exchange profit	36 271			36 271
Other operating income	41 407	(4) (7)	-30 526	10 881
Other operating expenses	-9 001	(4) (5)	5 014	-3 987
Operating income	**631 497**		**-17 610**	**613 887**
General and administrative expenses	-297 372	(6)	-2 753	-300 125
Impairment losses on financial assets	-4 598	(2) (7)	19 936	15 338
Impairment losses on non financial assets	-2 535	(5)	-3 500	-6 035

Depreciation and amortization	-38 885	(8)	930	-37 955
Operating expenses	**- 343 390**		**14 613**	**-328 777**
Operating profit	**288 107**		**-2 997**	**285 110**
Share of profit of associates	-138 113	(1)	138 113	0
Gross profit (loss)	**149 994**		**135 116**	**285 110**
Corporate income tax	-17 769	(2)	746	-17 023
Net profit (loss)	**132 225**	(1) (2) (8)	**135 862**	**268 087**

(1) Referring adjustment to balance sheet no (1) to the income statement

Quantification:

INCOME STATEMENT ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Share of profit of associates	(1)	138 113
Net profit (loss)	(1)	138 113

(2) Referring adjustment to balance sheet no (2) to the income statement

Quantification:

INCOME STATEMENT ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Interest income	(2)	5 149
Impairment losses on financial assets	(2)	-9 076
Corporate income tax	(2)	746
Net profit (loss)	(2)	-3 181

(3) Moving of the interest margin component resulting from derivatives held for trading to result on trading activities. Since 1 January 2005 the Bank has been recognising interest on FX SWAP and CIRS operations in result on trading activity for transactions made for non-speculative purposes, i.e. to ensure liquidity in foreign currencies for FX loans made by the Bank. For these transactions in the 1st half of 2005, the Bank did not apply hedge accounting. According to IAS 39 all derivatives for which the Bank does not apply hedge accounting regardless of the purpose of their conclusion should be qualified as financial instruments held for trading and change in their fair value should be presented together in the same line of income statement (in this case in result on trading activity).

Quantification:

INCOME STATEMENT ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Interest income	(3)	-74 104
Interest expense	(3)	-2 284
Result on trading activity	(3)	76 388

(4) Adjusting presentation of the result on sales and liquidation of property, plant and equipment to the IFRS, the other operating costs and income were reduced by the same amount of PLN 1 514 thousand (previously, the other operating incomes reflected total income on these operations, whereas the other operating costs reflected the balance sheet value of the asset – at present, only the net result on the operation, accordingly).

Quantification:

INCOME STATEMENT ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Other operating income	(4)	-1 514
Other operating expenses	(4)	1 514

(5) Separation of impairment charges for property, plant and equipment held for trading from other operating costs.

Quantification:

INCOME STATEMENT ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Other operating expenses	(5)	3 500
Impairment losses on non financial assets	(5)	-3 500

(6) Reclassification of the effect of valuation of hedging transactions form interest margin to general and administrative expenses. As of January 1, 2005 the interest result on swap transactions concluded in order to hedge commercial space lease transactions denominated in FX, previously presented in interest margin, is captured under general and administrative expenses.

Quantification:

INCOME STATEMENT ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Interest income	(6)	-1 279
Interest expense	(6)	4 032
General and administrative expenses	(6)	-2 753

(7) Reclassification of the amounts of recovered credit receivables (previously charged against provisions) captured under PAS as other operating income to the “impairment charges” item.

Quantification:

INCOME STATEMENT ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Other operating income	(7)	-29 012
Impairment losses on financial assets	(7)	29 012

(8) Reclassification of the amounts of recovered credit receivables (previously charged against provisions) captured under PAS as other operating income to the “impairment charges” item.

Quantification:

INCOME STATEMENT ITEM	NUMBER OF ADJUSTMENT	VALUE OF ADJUSTMENT
Depreciation and amortization	(8)	930
Net profit	(8)	930

V. FINANCIAL INFORMATION BROKEN DOWN INTO ACTIVITY SEGMENTS

Business Segments

The activity of Group Bank Millennium is conducted through different business lines offering specific products and services targeted to approach the following market segments:

a) Retail Segment

This segment includes the following business areas: mass market individuals, affluent individuals, small business and individual entrepreneurs (mirco-businesses).

The activity of the above mentioned areas is developed through the disposal of a complete panoply of banking products, complemented by specialized products developed by the Group’s subsidiary companies. In the area of credit, mortgage loans, consumer loans, credit cards loans and leasing for small business constitute the major drives of volumes increase. On the side of customer funds, the main products are: current accounts, term deposits, mutual funds and structured products. Bancassurance products are also commercialised in this segment, especially together with loans and credit cards. Offer was recently enriched with selective mutual funds of other financial intermediaries.

b) Corporate Segment

The corporate segment includes the commercial activity made with SME, big and large corporate companies, as well as with local governments and other public entities.

The commercial activity in the corporate segment is driven by a high quality base offer of typical banking products (working capital loans, investments loans, current accounts, term deposits) complemented by a modern and easy set of cash management products, treasury product and more sophisticated derivative products. Cross selling of leasing and trade finance products is very active for Corporate Clients.

c) Investment and treasury activities

The segment of investment activities consists of the Group activities in investment banking and brokerage, capital investment for the bank own account, including as well interbank and debt securities market operations that are not allocated to other segments.

Tax charge for the period is presented only at total Group level.

Geographical segments

Group Bank Millennium operates exclusively on territory of the Republic of Poland and no significant differences in risk were identified as regarding the geographical location of its outlets. Therefore, the Group does not present financial statements with a breakdown into geographical areas.

Accounting polices

Accounting policies applied in segment reporting are in accordance with the International Accounting Standard 14.

For each segment there is determined gross result, including:

- Interest result calculated on the basis of external interest from working assets and liabilities of the segment and internal interest income or cost from allocated assets / liabilities, measured using internal transfer interest rates based on market interest rates.
- Net commissions income
- Other income from financial operations and FX transactions (mostly affecting Investment and Treasury operations) like dividend income, result on investment and trading activity, income from FX transactions, result from other financial instruments including derivatives.
- Other operating cost and income
- Provisions for impairment of financial and non financial assets
- Share of the segment in personnel and administrative costs
- Share of the segment in depreciation

The segment’s assets and liabilities are operational assets and liabilities used by that segment in its operating activities, allocated to a particular business segment based on rational assumptions. Gap between assets and liabilities in each business segment is covered by money market assets/liabilities and securities. Assets /liabilities of Treasury and Investment banking include money market assets

/liabilities, securities and other assets/liabilities not allocated to commercial segments. Allocation of capital is based on risk weighted assets of each segment.

Other unallocated assets/liabilities in the first half of 2005 relate to:

- Receivable from second instalment of sale price of PZU shares (PLN 400 million) payable by the end of 2005 and unamortised discount of this instalment (PLN 9.6 million).

Other unallocated incomes/costs in the first half of 2005 relate to

- Amortised part of discount (PLN 15.4 million) from the second instalment of sale price of PZU shares
- Income received from the realisation of the agreement connected with sale of 10% of PZU S.A. shares (PLN 26 million)
- Impairment cost of non-financial assets (PLN 8.5 million).

Income statement

30.06.06 PLN thousand	Retail Banking	Corporate Banking	Treasury and Investment Banking	Other	Total consolidated
Net interest income	185 102	84 134	52 394	0	321 630
external interest income	180 172	153 443	283 931	0	617 546
external interest cost	-112 464	-72 686	-110 767	0	-295 916
External interest income less cost	67 708	80 757	173 165	0	321 630
internal income	173 506	98 418	-271 925	0	0
internal cost	-56 113	-95 041	151 153	0	0
Internal income less cost allocated	117 394	3 377	-120 771	0	0
Net commission income	101 533	44 934	17 917	0	164 384
Result from financial operations and Fx transactions	49 154	27 472	9 813	0	86 440
Other operating income and cost	127	231	13 977	0	14 335
Operating Income	**335 916**	**156 772**	**94 102**	**0**	**586 789**
Staff costs	-119 154	-48 930	-15 864	0	-183 948
Other administrative costs and net other operating costs	-130 671	-34 594	-15 823	0	-181 088
Impairment cost of financial assets	-24 909	6 124	0	0	-18 785
Impairment cost of non financial assets			0	-62	-62
Depreciation	-24 264	-5 446	-667	0	-30 376
Operating costs	**-298 998**	**-82 846**	**-32 353**	**-62**	**-414 259**
Operating Profit	**36 918**	**73 925**	**61 748**	**-62**	**172 530**
Profit before taxes	**36 918**	**73 925**	**61 748**	**-62**	**172 530**
Income taxes					-32 853
Net profit					**139 677**

30.06.06
PLN thousand

Assets	Retail Banking	Corporate Banking	Treasury and Investment Banking	Other	Total / consolidated
Segment assets	7 456 399	5 213 966	10 737 753	0	23 408 118
Assets allocated to segment	1 939 293	4 384 680	-6 323 972	0	0
Total	9 395 691	9 598 646	4 413 781	0	23 408 118
Liabilities					
Segment Liabilities	8 822 337	7 386 443	5 160 275	0	21 369 056
Liabilities allocated to segment	132 238	1 801 899	-1 934 137	0	0
Capital allocated to segment	441 116	410 303	1 187 643	0	2 039 062
Total	9 395 691	9 598 646	4 413 781	0	23 408 118

Income statement

30.06.05 PLN thousand	Retail Banking	Corporate Banking	Treasury and Investment Banking	Other	Total consolidated
Net interest income	184 052	68 999	-26 409	15 375	242 017
external interest income	127 787	168 694	290 018	15 375	601 874
external interest cost	-185 513	-77 426	-96 918	0	-359 857
External interest income less cost	-57 727	91 268	193 100	15 375	242 017
internal income	286 618	109 186	-395 804	0	0
internal cost	-44 839	-131 456	176 295	0	0
Internal income less cost allocated	241 779	-22 269	-219 510	0	0
Net commission income	76 528	28 357	16 520	0	121 405
Result from financial operations and Fx transactions	6 522	15 048	131 578	26 100	179 248
Other operating income and cost	0	0	4 865	0	4 865
Operating Income	**267 102**	**112 404**	**121 689**	**41 476**	**547 535**
Staff costs	-87 525	-51 976	-21 867	0	-161 368
Other administrative costs and net other operating costs	-116 629	-39 795	-15 371	0	-171 795
Impairment cost of financial assets	-22 755	20 322	0	0	-2 433
Impairment cost of non financial assets	0	0	0	-8 541	-8 541
Depreciation	-24 993	-12 593	-2 308	0	-39 895
Operating costs	**-251 903**	**-84 042**	**-39 546**	**-8 541**	**-384 032**
Operating Profit	**15 199**	**28 362**	**82 142**	**32 934**	**163 503**
Profit before taxes	**15 199**	**28 362**	**82 142**	**32 934**	**163 503**
Income taxes					-34 458
Net profit					**129 045**

30.06.05
PLN thousand

Assets	Retail Banking	Corporate Banking	Treasury and Investment Banking	Other	Total / consolidated
Segment assets	3 890 914	4 873 428	10 680 910	384 625	19 829 877
Assets allocated to segment	5 061 911	3 174 821	-8 236 732	0	0
Total	8 952 825	8 048 249	2 444 178	384 625	19 829 877

Liabilities

Segment Liabilities	8 587 783	6 727 591	2 520 942	9 566	17 845 882
Liabilities allocated to segment	104 517	936 345	-1 415 920	375 059	0
Capital allocated to segment	260 526	384 313	1 339 157	0	1 983 995
Total	8 952 825	8 048 249	2 444 178	384 625	19 829 877

VI. DIVIDEND FOR 2005

Pursuant to Resolution no 4 of the Bank’s Ordinary General Shareholder Meeting dated 6 April 2006 concerning profit distribution for 2005 the General Shareholder Meeting decided to allocate the amount of PLN 458 558 141.76 from 2005 net profit for a dividend. The amount of the Bank’s share capital being PLN 849 181 744 divided into 849 181 744 shares results in a dividend payment of PLN 0.54 per share. The dividend was paid out on July 19, 2006, whereas the right to dividend serves the persons who are shareholders on July 5, 2006.

VII. EARNINGS PER SHARE

Earning per share (and diluted EPS), for the first half of 2006 (not annualised), calculated on the basis of the consolidated profit totals 0.16 PLN.

VIII. STRUCTURE OF THE BANK'S CAPITAL GROUP

In the period from January 1 to June 30, 2006 there was no changes in the structure of the Group (the Group's structure was presented in the 2005 consolidated financial report published on March 10 2006).

Given increase in the scale of its operational activity as of January 1 this year Besta Sp. z o.o. (Bank's subsidiary) was covered with consolidation.

Additionally in June and July this year changes in the firms (names) of the Bank's subsidiaries were registered (accordingly):

- BEL Leasing Sp. z o.o. was replaced with the name Millennium Leasing Sp. z o.o.,
- Forin Sp. z o.o. was replaced with the name Millennium Lease Sp. z o.o.

The above changes resulted from the intention to introduce consistent architecture of the Bank's brands and subsidiaries.

IX. IMPORTANT EVENTS BETWEEN THE DATE OF PREPARATION OF THE REPORT AND THE DATE OF ITS PUBLICATION

Such events did not occur.

X. SHAREHOLDERS WITH AT LEAST 5% OF THE TOTAL NUMBER OF VOTES AT THE GSM OF THE GROUP'S PARENT - BANK MILLENNIUM S.A.

Data as of submission of the quarterly report prepared as of March 31, 2006

Shareholder	**Number of shares**	***% share in the shareholding capital***	***Number of votes***	***% share in the vote at the GSM***
Banco Comercial Portugues S.A.	424 624 072	50.00	424 624 072	50.00
Carothers Trading Limited	84 833 256	9.99	84 833 256	9.99
Priory Investments Group Corp.	84 833 256	9.99	84 833 256	9.99
M+P Holding S.A.	84 833 256	9.99	84 833 256	9.99

Data as of submission of the current quarterly report prepared as of June 30, 2006

Shareholder	**Number of shares**	***% share in the shareholding capital***	***Number of votes***	***% share in the vote at the GSM***
Banco Comercial Portugues S.A.	424 624 072	50.00	424 624 072	50.00
Carothers Trading Limited	84 833 256	9.99	84 833 256	9.99
Priory Investments Group Corp.	84 833 256	9.99	84 833 256	9,.99
M+P Holding S.A.	84 833 256	9.99	84 833 256	9.99

XI. TABLE OF SHARES OF BANK MILLENNIUM S.A. HELD BY BANK'S MANAGERS AND SUPERVISORS (INCUMBENT AS OF JUNE 30 2006)

Name and surname	**Function**	**Number of shares as of the day of submission of the quarterly report prepared as of June 30 2006**	**Number of shares as of the day of submission of this quarterly report prepared as of March 31 2006**
Bogusław Kott	Chairman of the Management Board	3 023 174	3 023 174
Luis Pereira Coutinho	Deputy Chairman of the Management Board	0	0
Fernando Bicho	Member of the Management Board	0	0
Julianna Boniuk-Gorzelańczyk	Member of the Management Board	490 000	490 000
Wojciech Haase	Member of the Management Board	5 246	5 246
Wiesław Kalinowski	Member of the Management Board	0	0
Zbigniew Kudaś	Member of the Management Board	0	0
Manuel Teixeira	Member of the Management Board	0	0
Jerzy Andrzejewicz	Proxy	6 260	6 260
Maciej Bednarkiewicz	Chairman of the Supervisory Board	94	94
Ryszard Pospieszyński	Deputy Chairman of the Supervisory Board	26 200	26 200
Christopher de Beck	Member of the Supervisory Board	95 000	95 000
Dimitrios Contominas	Member of the Supervisory Board	0	0
PedroTeixeira Duarte	Member of the Supervisory Board	0	0
Marek Furtek	Member of the Supervisory Board	1	1
Jorge Manuel Jardim Goncalves	Member of the Supervisory Board	10 000	10 000
Andrzej Koźmiński	Member of the Supervisory Board	0	0
Francisco de Lacerda	Member of the Supervisory Board	0	0
Vasco de Mello	Member of the Supervisory Board	0	0
Paulo Teixeira Pinto	Member of the Supervisory Board	0	0
Marek Rocki	Member of the Supervisory Board	0	0
Dariusz Rosati	Member of the Supervisory Board	0	0
Zbigniew Sobolewski	Member of the Supervisory Board	0	0

XII. PENDING COURT CASES

The largest pending court cases involving Bank Millennium S.A. are as follows:

- Case instituted by the Bank with the suit dated 22.07.1998 against the State Treasury for PLN 65 613 512.20 under the responsibility of the State Treasury in connection with purchase, by former Bank Gdański S.A., of the receivables from health service providers, which contrary to the assurances proved disputable;

- Case instituted by Grzegorz Jedamski against the Bank, in connection with the suit filed to the District Court in Warsaw for awarding in his favour an amount of PLN 299 833 300 as indemnity for the illegally taken-over BIG BANK Spółka Akcyjna (former ŁBR S.A.). Proceedings suspended.

XIII. INFORMATION ON LOAN SURETIES OR GUARANTEES GRANTED BY THE BANK

In the 2nd Q 2006 the Bank did not grant to any entity a loan or cash advance surety, guarantee as a result of which the total value of the Bank's exposure towards the Client would exceed 10% of the Bank's equity.

XIV. INFORMATION ON INCOME TAX

- The due income tax

The due income tax, debiting the gross financial result, was established pursuant to the provisions of the Act on corporate income tax, dated February 15 1992. In the light of the legal regulations in force the Group does not constitute a tax group and consequently the amount debited to the consolidated gross result under both the due and deferred taxes is the total of proper fiscal values of the companies included in the consolidation.

At the end of 2 Q 2006 the Bank posted a tax income in the amount of PLN 114 480 thousand. However, the current income tax did not occur as the income was offset by deduction of the part of the tax loss posted in 2003.

The key drivers of the income were the following:

- Realised FX gains and losses under co-payments to capital on the concluded CIRS transactions;
- Realised cash income on debt securities and transactions with a buy-back clause (SBB);
- Bonuses received on option contracts;
- Valuation of financial assets.

The amount debited under the income tax of PLN 3.4 million captured in the consolidated income statement was mostly composed of the tax burden of the subsidiaries: Millennium Dom Maklerski S.A. and Millennium TFI S.A.

q Deferred income tax

On the grounds of the Accounting Act business entities are obliged to establish provision for deferred tax, as a result of the differences in recognition of the income as obtained and cost as incurred, following the Act on corporate income tax. Therefore, companies-members of the Group establish provision for income tax every month assuming as the basis for provisioning all the timing differences, which will certainly become tax cost or income in the following reporting periods. The application of this approach allows consistent debiting of the gross financial result and guarantees that the costs and income of the current financial year will not impact the financial result of the following years. The deferred part captured in the income statement constitutes the difference between the change in the deferred tax provision and asset. In the consolidated balance sheet the deferred tax provision and assets are offset pursuant to IAS 12.

The deferred income tax recognised in the Group's income statement for the 1 half of 2006 totalled PLN 29 444 thousand.

XV. INFORMATION ON ISSUE/REPURCHASE/REPAYMENT OF DEBT SECURITIES AND EQUITIES

In the period under review the change in the Group's liabilities from issue of debt securities was as follows (data in PLN thousands):

MOVEMENTS IN LIABILITIES FROM ISSUE OF DEBT SECURITIES

	01.01.2006-30.06.2006
Balance at the beginning of the period	**69 436**
a) increases (of which)	155
- accrued interest	309
b) decreases (of which)	36 906
- reduction of the balance of issued securities by a subsidiary	36 849
- repayment of interest	114
Balance at the end of the period	**32 782**

The decrease in the liabilities due to securities issued by Group's subsidiary (represented by the balance) concerns zero-coupon debt securities that constitute short-term form of financing (these securities are issued with maturity below two months).

XVI. DESCRIPTION OF TRANSACTIONS WITH RELATED ENTITIES

Any transactions made between the Group's entities in the 1st half of 2006 were concluded on market terms and resulted from current operations. Below please find the amounts of group-internal transactions eliminated in the process of consolidation.

MAJOR ELIMINATIONS OF INTRA-GROUP TRANSACTIONS AND CONSOLIDATION ADJUSTMENTS (PLN thousand)

	30.06.2006
ASSETS	
Accounts and deposits kept in the Bank	544 609
Loans, advances, purchased receivables between entities subject to consolidation	1 458 474
Receivables from securities bought with a sell-back clause	0
Debt securities subject to transactions with repurchase agreement	48 634
Shares in subsidiaries subject to consolidation	100 015
Other assets	46 319
Prepayments	578 252

LIABILITIES

Liabilities from accepted deposits, loans, advances, sold receivables between entities subject to consolidation	2 086 880
Liabilities from securities sold with a buy-back clause	48 634
Subordinated debt	0
Special funds and other liabilities	510 755
Accruals	14 591

INCOME STATEMENT

	1.01.2006 - 30.06.2006
Income from:	
Interest on accounts, deposits and receivables from loans, advances, purchased receivables	38 376
Bank and brokerage commissions	15 726
Group internal dividends	505 039
Other operating income	7 004
Expense on:	
Interest on accounts, deposits and receivables on loans, advances, sold receivables	43 992
Bank and brokerage commissions	16 956
Operations of entities subject to consolidation	7 013