Commercial Banks in Bulgaria

January – March 2006

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I. State of the Banking System

(first quarter of 2006)

1. Introduction

This report includes analysis of major trends in the banking system during the first quarter of 2006. Monthly and quarterly supervisory reports and on-site inspection and special supervision findings form the basis of analysis. The risk profile of the banking system and that of individual banks was determined using the CAMELS/CAEL valuation system. Complex CAMELS ratings are assigned as part of full supervisory inspections (once each 12 to 18 months), and ratings on four of the components (C: capital, A: asset quality, E: earnings, L: liquidity) are assigned quarterly. CAEL ratings indicate current fluctuations in the financial position and risk profile of individual banks. Early full supervisory inspections are initiated where serious indications of negative trends emerge.

The approach to preparing figures by bank, group of banks, and the banking system includes computing medians for all individual ratios in addition to computing average values (for the banking system). This helps avoid 'contaminating' average values by the weights set for individual banks and presents a more complete picture of developments in each analysed bank.

The classification of commercial banks into three groups was retained: *Group I* with the ten largest banks, *Group II* with 18 medium- and small-sized banks, and *Group III* with foreign bank branches. This focuses greater attention to processes in the groups which form the banking system, and pinpoints similarities and differences in institutions which have less influence within the banking system. The larger number of banks in each group allows for more precise computation of medians, while offsetting acute fluctuations at individual banks (these fluctuations will continue to attract attention in analysing the profiles of relevant banks, and their significance for the bank group or banking system is not underestimated).

2. The Banking System

2.1. Structure, Changes, and Trends

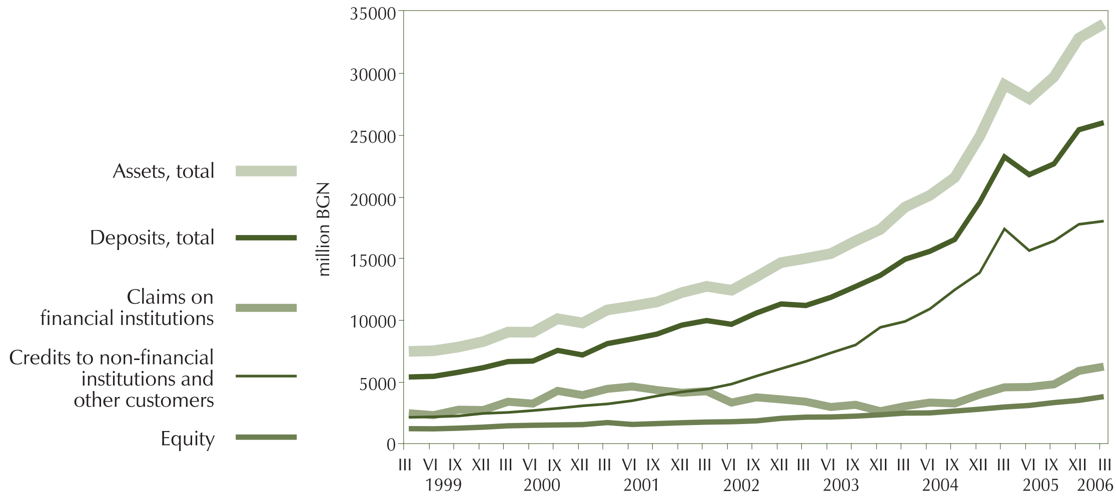
By end-March 2006 banking system assets reached BGN 34,013 million. On the last quarter of 2005 they grew by 3.5 per cent (BGN 1162 million), while on the same period of the previous year the change took place at a considerably lower rate (then the reported growth came to 16.7 per cent or BGN 4156 million)[1]. The quarterly growth in the banking system balance sheet figure was financed mainly by the growth in the deposits of non-financial institutions and other customers (BGN 1297 million) and in banks' own funds (BGN 311 million). Compared with the close of 2005 seven banks and four foreign institutions' branches reduced their activities, including that of the National Bank of Greece (in the process of voluntary liquidation) and Piraeus Bank, Sofia Branch, which was acquired in the review period by Piraeus Eurobank[2] (renamed to Piraeus Bank Bulgaria as of April 2006). As it could be expected, Piraeus Eurobank reported the greatest absolute and percentage quarterly growth: BGN 880 million (163.1 per cent) as a result of the consolidation of the two banks' balance sheets at the end of March.

[1] Provoked by the restrictions under BNB Ordinance No. 21 the boom in lending of March 2005 led to an increase in total assets to BGN 29,073 million as of 31 March 2005. In the first quarter of 2005 the rise in banks' total credit portfolio by BGN 4092 million (29.6 per cent) was close to the amount of newly extended credits throughout 2004 (BGN 4435 million). Given the fictitious record high of the end-March 2005 credit base, the comparative analysis on an annual basis indicates a certain distortion in the growth of the system's portfolio, total assets and deposit base.

[2] A purchase of a commercial company under Article 15 of the Law on Commerce was carried out, and it was registered in the Sofia City Court on 24 March 2006.

Chart 1

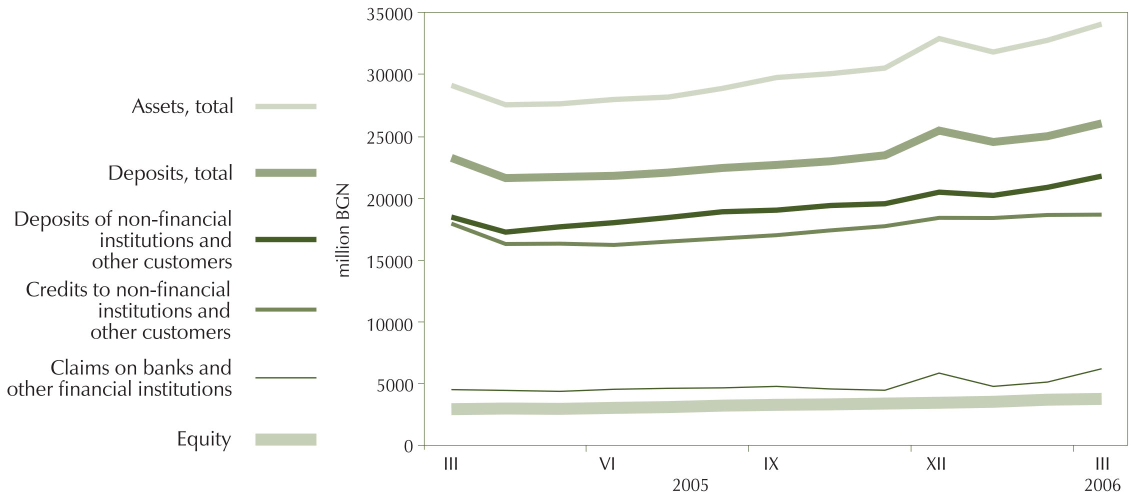
Dynamics of Major Balance Sheet Aggregates by Quarter



Over the March 2005 to March 2006 period the system assets went up by BGN 4939 million (17 per cent). Traditionally, the ten largest banks retained their notable contribution both in the current quarter and over the recent 12 months.

Chart 2

Dynamics of Major Balance Sheet Aggregates



Changes in the commercial banks' balance sheet aggregates include:

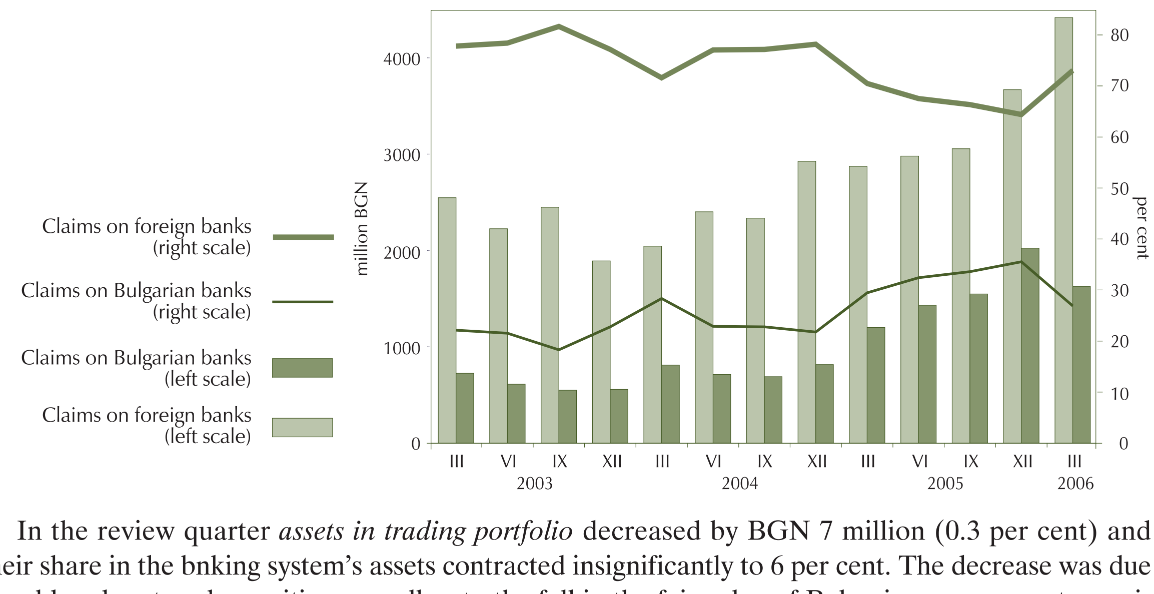
In the last three months *cash* picked up by BGN 214 million (6.6 per cent). Although seven banks and three foreign bank branches reported a decline, the system's balance sheet aggregate increased as a result of depositing additional minimum required reserves of BGN 684 million by eight banks which had surpassed their limits by 31 December 2005.[3] The share of cash in the system's assets slightly increased to 10.2 per cent. The increase within a year totaled BGN 1084 million or 45.8 per cent.

[3] In the third quarter of 2005 deposited additional minimum required reserves came to BGN 383 million and the amount computed as of 31 March 2006 comprised BGN 997 million.

In the review quarter *net claims on financial institutions* rose at moderate rates (BGN 347 million or 5.9 per cent), unlike the previous review period when a dramatic seasonal growth was registered. Time deposits with banks which posted the highest increase at the year-end due to the overnight transactions on the interbank monetary market by 31 March 2006 fell by BGN 340 million (6.8 per cent). Another two segments registered a fall: *Other claims on banks* and *Credits of other financial institutions.* At end-March dynamics of demand deposits with banks (up by BGN 681 million or 108.2 per cent) determined the rise in net claims on financial institutions to BGN 6189 million. Credits extended to banks within the banking system picked up by BGN 13 million or 23.2 per cent. Over the last 12 months net deposits with financial institutions went up by BGN 1682 million or 37.3 per cent; of them BGN 1267 million resulted from increased time deposits with banks. During the quarter under review claims on foreign financial institutions reported growth of BGN 749 million (20.4 per cent) formed mainly from new demand deposits with non-resident banks. Thus, by 31 March the amount of demand and time deposits with foreign credit institutions occupied 73.2 per cent of total deposits with banks (64.5 by the end of the prior year). Claims on foreign banks rose by BGN 1546 million (53.8 per cent) including deposits coming to BGN 1527 million.

Chart 3

Claims on Financial Institutions



In the review quarter *assets in trading portfolio* decreased by BGN 7 million (0.3 per cent) and their share in the bnking system's assets contracted insignificantly to 6 per cent. The decrease was due to sold and matured securities, as well as to the fall in the fair value of Bulgarian government securities which comprised 74 per cent of the portfolio. By 31 March 2006 as a result of negative revaluation consistent with adverse market trends, the banking system decreased its net income from investments in trading portfolio to BGN 7.3 million against BGN 49.5 million in the same period of the previous year. A decline in assets occurred in half of the banks reporting trading portfolios. Owing to a change in the market conditions in the first quarter of 2006, growth in investments in securities issued by residents was discontinued and the share of securities decreased by two percentage points to 91.5 per cent. The fall in Bulgarian government securities (by 5.1 per cent or BGN 81 million) was not offset by the acquired other debt and capital instruments issued by residents. Concurrently, securities issued by non-residents picked up by BGN 35 million (31 per cent) mainly by purchases of other countries' government securities (those from Appendices Nos. 1 and 2 of Ordinance No. 8 prevailing). In the period under review the weight of foreign securities in the trading portfolio rose by 1.7 percentage points to 7.3 per cent (against 23.3 per cent a year earlier).

By end-March 2006 the currency structure of the trading portfolio did not undergo any significant changes: 41 per cent of investments were in national currency, 36 per cent in euro and 23 per cent in other currencies. Over the year banks' investments in trading portfolio grew slower than assets (7.4 per cent or BGN 140 million) reflecting the requirement introduced in July 2005 for position risk capital in case of sizable trading portfolios.[4]

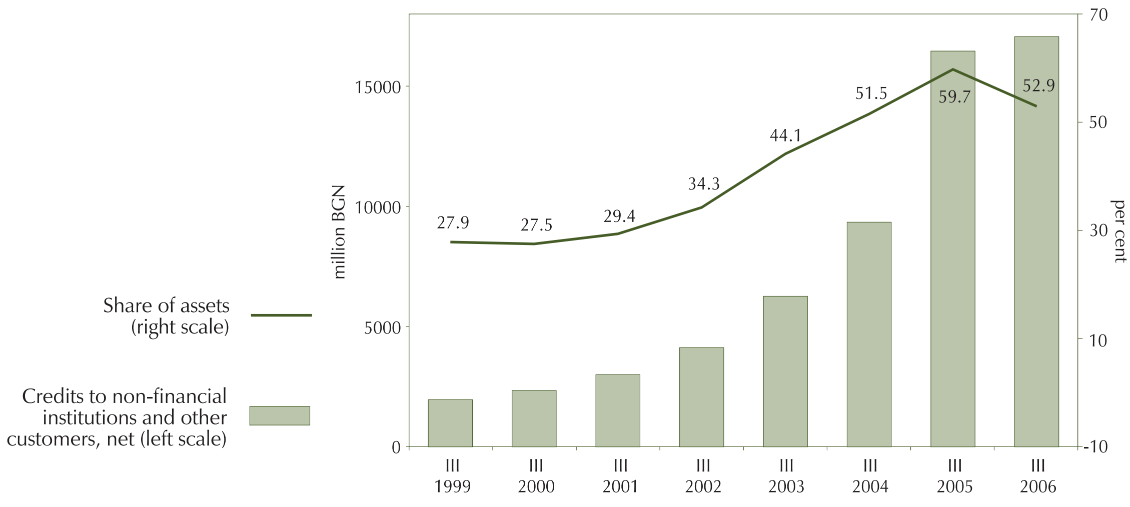
In the last quarter of 2005 *investment portfolio* rose by 4.6 per cent (BGN 124 million) and within a year by 66.7 per cent (BGN 1128 million). Compared with end-2005 it retained its 8.3 per cent share in bank's assets, while on March 2005 it increased its weight by 2.5 percentage points. More than half of the three-month growth was formed by three banks. EUR-denominated securities contributed to the major investment portfolio growth. As a result, by the end of the first quarter the share of investments in euro rose slightly to 42 per cent and that in national currency stayed at 35.9 per cent. Investment portfolio continued to grow thanks to investments available for sale (BGN 183 million or 11.8 per cent), while investments held to maturity contracted (by BGN 59 million or 5.1 per cent). As a result, securities available for sale occupied 61.5 per cent of the banking system's investment portfolio (their share was 32 per cent a year earlier). Matured securities of foreign issuers from Appendices Nos. 1 and 2 of Ordinance No. 8 were the factor behind the drop in investments held to maturity. Debt securities of foreign issuers from Appendices Nos. 1 and 2 of Ordinance No. 8 and those issued by non-resident corporations pushed the banks' investments available for sale. Thus, the share of placements in foreign issuers' debt securities meeting the criteria of reporting at fair value in the banking system's total investment portfolio picked up to 27.6 per cent.

Compared with the prior reporting period, between January and March 2006 *gross credits* went up slowly: by 1.4 per cent (BGN 255 million). Actively lending banks sold some of their credits in order to avoid the tightened sanctions of Ordinance No. 8 in force since early 2006. Based on cession agreements data, credit portfolios amounting to nearly BGN 1 billion were transferred during the first quarter. Transactions included commercial credits, as well as credits to individuals.

Within a year banking system's gross credits increased by BGN 732 million (4.1 per cent).

Chart 4

Credits to Non-financial Institutions and Other Customers



[4] Twelve of commercial banks do not allocate own funds for covering position risk under Ordinance No. 8 since they do not have significant trading portfolios.

Net credits (total portfolio less the amount of allocated provisions) still prevailed in assets, their weight decreasing by 1 percentage point to 52.9 per cent on 31 December 2005 (59.7 per cent a year earlier). In a one-year horizon the balance sheet position went up by BGN 634 million (3.7 per cent) and in the last quarter by BGN 267 million (1.5 per cent) owing mainly to newly extended housing mortgage credits. Quarterly dynamics was strongly impacted by sales of credit portfolios and banks' efforts to avoid maintaining additional minimum required reserves. Fifteen banks reported credit portfolio expansion outstripping the average rate of 23 per cent provided for by Ordinance No. 21. However, only nine of them paid additional minimum required reserves in May 2006 for exceeding the second regulator of Ordinance No. 21.[5]

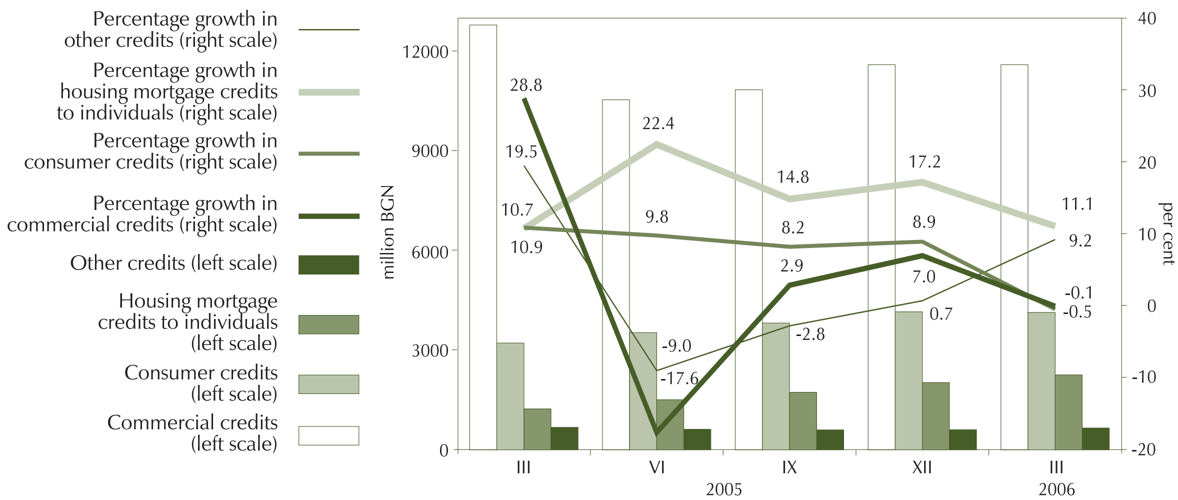
Regarding the internal credit portfolio structure, the housing mortgage credits continued to rise (from 11 per cent to 12.1 per cent within a quarter) at the expense of the commercial credits' contracted share (62.2 per cent). Commercial credits slightly declined (by BGN 6 million or 0.1 per cent) prompted by the reduction in the *commercial real estate credits* segment. Over the same period housing credits increased by BGN 225 million (11.1 per cent). For the first time banks reported a negative consumer credits growth (BGN 19 million or 0.5 per cent) due to the sale of consumer credits.

In a one-year horizon the amount of new credits extended to individuals (consumer and mortgage credits) came to BGN 1945 million (with housing credits exceeding consumer credits by some BGN 100 million). Over the same period commercial credits went down by BGN 1195 million (9.4 per cent) in favour of enhanced retail banking. Its lower starting base predetermined the notably higher one-year growth (83 per cent for mortgage lending and 28.8 per cent for consumer lending), although it should be noted that a downward trend emerged.

During the reporting quarter credits to the budget rose by BGN 20 million (54.4 per cent), agricultural credits by BGN 12 million (3.4 per cent) and other credits by BGN 24 million (11 per cent).

Chart 5

Credit Dynamics



By end-March 2006 the currency structure of the net credit portfolio changed insignificantly, with a slight excess of lev credits (52.6 per cent of total credits). The share of credits in euro comprised 43.9 per cent and those in other currencies 3.4 per cent. In the review quarter credits in levs picked up

[5] As of 31 March 2005 additional minimum required reserves totaled BGN 998 million.

by BGN 220 million and those in euro by BGN 160 million. Newly extended credits in other currencies continued to fall: by BGN 113 million or 15.6 per cent (given the 2.5 per cent depreciation of the US dollar).

In a short-term horizon growth rates of credits (including those extended to individuals) will continue to depend on the provisions of Ordinance No. 21. The ability of banks to transfer credit portfolios increased in the quarter under review and as of 31 March 2006 banks' credit portfolios became 'lighter' by 5.5 per cent of banks' credits. Most banks are expected to adhere to the restrictions of Ordinance No. 21 excluding those capable of paying additional minimum required reserves.

2.2. Liabilities and Equity Structure

The first quarter saw the expected opposite dynamics of deposits attracted from financial institutions and compared with 31 December 2005 they fell by BGN 711 million (14.3 per cent). Backed by rising interest rates, deposits of non-financial corporations continued to increase steadily and their three-month growth came to 6.3 per cent or BGN 1297 million. Thus, the total deposit base, which was the major source of financing the banking system's asset growth, rose by BGN 586 million (2.3 per cent) reaching BGN 25,998 million. Over the recent 12 months deposits of financial and non-financial institutions picked up by BGN 2748 million (12 per cent).

Twenty two banks contributed to the three-month decline in *deposits of financial institutions*. The dynamics reflected the change in banks' time deposits: a decline by BGN 799 million (24.7 per cent), including deposits of foreign credit institutions of BGN 308 million. In the quarter under review demand and time deposits attracted from foreign banks decreased by BGN 316 million (22.9 per cent). As a result, their contribution to deposits of banks contracted slightly to 39.5 per cent.

Chart 6

Dynamics of Financial Institutions' Deposits

Deposits attracted from non-financial institutions came to BGN 21,743 million comprising 63.9 per cent of banks' balance sheet liabilities. Over the last 12 months they increased by BGN 3302 million (17.9 per cent) since most banks posted growth (with the exception of seven banks). Within the first quarter of 2006 a decline in non-financial institutions' deposits was reported by 12 banks.

As regards the internal structure of deposits, within a year time deposits indicated the highest growth (BGN 1990 million or 22.1 per cent), followed by demand deposits (BGN 1117 million or 15.5 per cent) and savings deposits (BGN 195 million or 8.6 per cent).

In a one-year horizon the currency structure of *total deposit base* of financial and non-financial customers showed that deposits in levs increased faster (by BGN 1930 million or 19.2 per cent) than those in euro (by BGN 1486 million or 17.3 per cent). Concurrently, the resources in other currencies were reduced to BGN 73 million (1.8 per cent). The review quarter saw more dynamic changes both in euro deposits (up by BGN 1379 million or 15.8 per cent) and in deposits denominated in other currencies (down by BGN 305 million or 7.3 per cent). Lev deposits exhibited a fall by BGN 73 million (0.6 per cent). By 31 March 2006 borrowed funds in national currency occupied 46.1 per cent of the total deposit base and those in euro increased their share to 38.8 per cent.

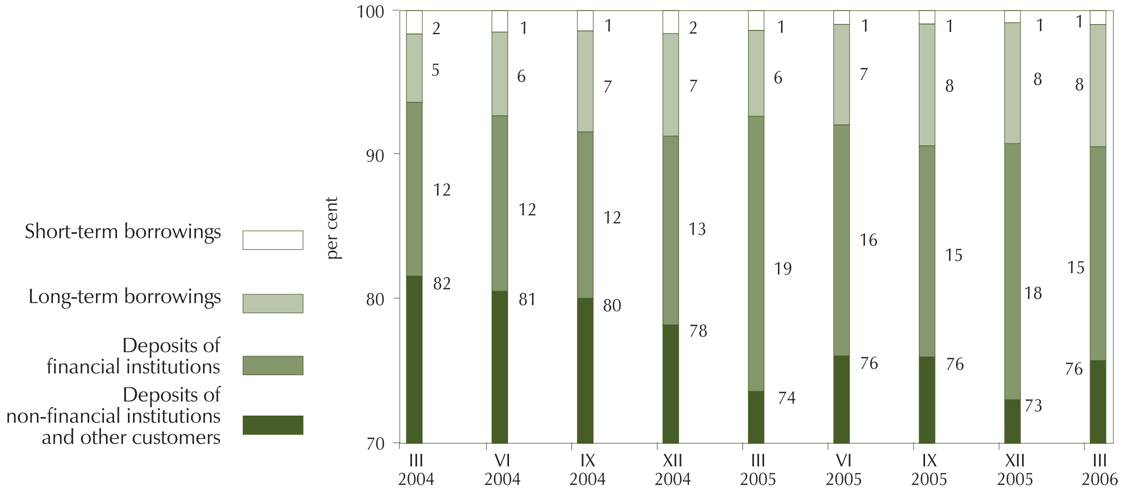
Short-term borrowings grew by BGN 46 million (19.5 per cent) in the review period and within a year they registered a decrease of BGN 62 million (18.1 per cent). Their share in financing funds remained small: it was 0.8 per cent by end-2005 and 1 per cent by 31 March 2006. The three-month increase of this balance sheet position was formed mainly by two banks.

Long-term borrowings continued to follow an upward trend posting an increase of BGN 80 million (3.4 per cent) over the review quarter and BGN 934 million (62.6 per cent) within a year. Thirteen banks contributed to the annual increase although only three banks formed the bulk of it. The increasing role of long-term borrowings resulted in growth of their share in financing sources from 6 per cent to 8.5 per cent over a year (against 8.4 per cent by 31 December 2005). Long-term credits from foreign banks went up by BGN 42 million and comprised 90.1 per cent of borrowings from credit institutions (against 88.7 per cent in the previous quarter). The bulk of long-term borrowings in the banking sector was denominated in euro (83 per cent) and only 5.2 in other currencies.

Total *financing funds* (excluding capital) picked up by BGN 712 million (2.5 per cent). Within a year they grew by BGN 3656 million (14.6 per cent).

Chart 7

Total Funds



In the first quarter of 2006 the *equity* balance sheet aggregate posted a 9 per cent (BGN 311 million) increase which was 7.5 percentage points higher than that of credits. The profit growth of BGN 214 million in the period under review and the capital support by ordinary shares issued by three banks played a decisive role for the dynamics of this indicator. In a one-year horizon the banking system's equity increased by BGN 837 million or 28.7 per cent.

Proprietorship Changes

EFG Eurobank Ergasias S. A. acquired directly 75.33 per cent of the Bulgarian Post Bank's capital increase (BGN 97.8 million) and together with the stake owned by its subsidiary CEH Balkan Holdings Limited was entitled to directly and indirectly hold up to 100 per cent of the bank's increased capital. The Bulgarian Post Bank's registered shares held by the Bulgarian Telecommunications Company were transferred to the CEH Balkan Holdings Limited shareholder. As a result, the company holds 24.33 per cent of the bank's capital.

Following the increase in its capital from BGN 56 million to BGN 69.7 million, Valhamar Group Ltd (British Virgin Islands), through Novator Finance Bulgaria S.A.R.L. – Luxembourg, a company owned directly and personally by it, acquired 34 per cent of the Economic and Investment Bank's capital.

2.3. Dynamics of Major Balance Sheet Aggregates by Bank Group

Chart 8

Market Shares of Bank Groups as of March 2005

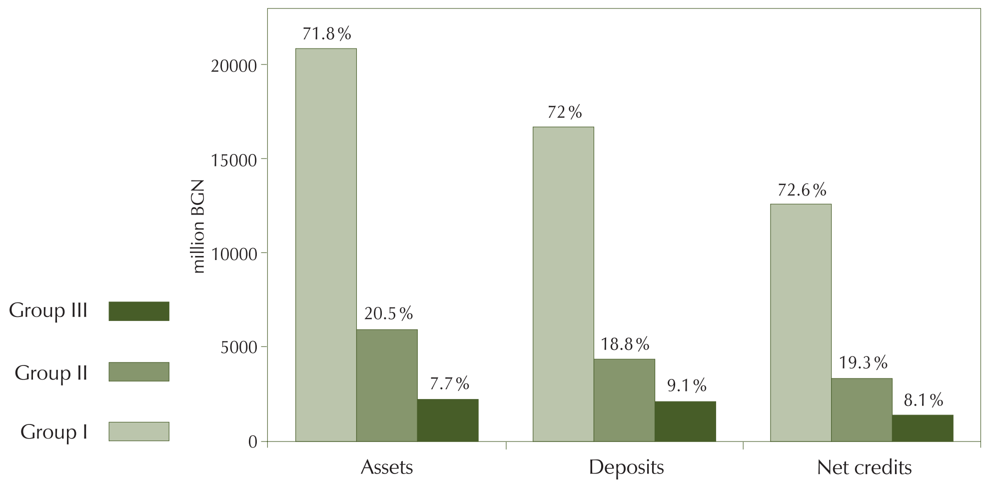


Chart 9

Market Shares of Bank Groups as of December 2005

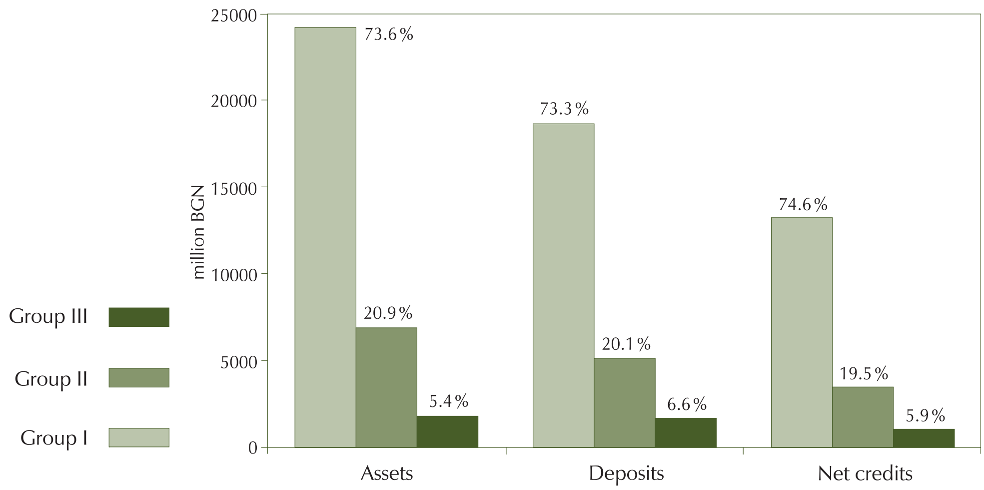
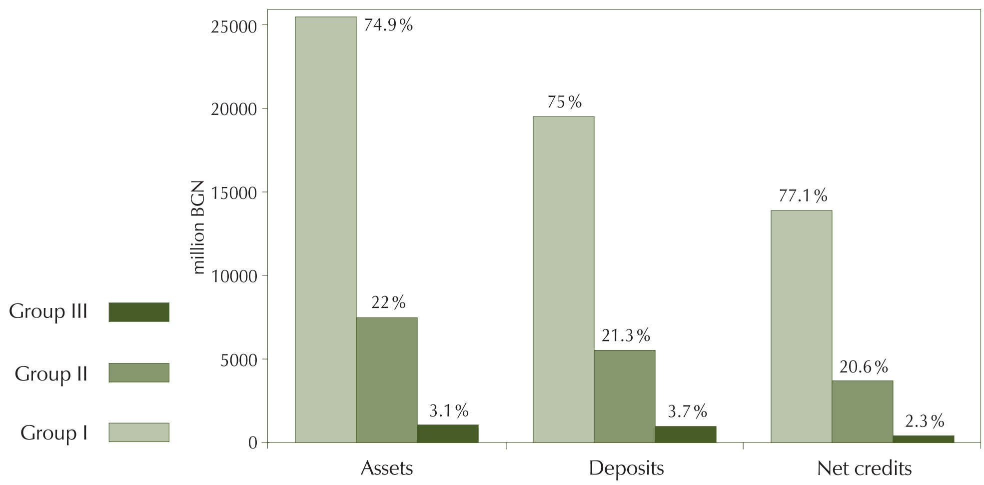


Chart 10

Market Shares of Bank Groups as of March 2006



In the first quarter of 2006 market shares of the three bank groups underwent changes prompted by the consolidation of Piraeus Eurobank and Piraeus Bank, Sofia Branch. As prior to the merger Piraeus Bank, Sofia Branch had the biggest balance sheet figure in the group of foreign bank branches, the market shares of Group III banks contracted considerably compared with the end of 2005. By 31 March 2006 *the ten largest banks* held 74.9 per cent of the banking system's assets (up by 1.3 percentage points), while Group II banks strengthened their positions by 1 percentage point to 22 per cent. This was at the expense of the foreign bank branches' share which declined by 2.3 percentage points and comprised just 3.1 per cent of the banking sector balance sheet figure.

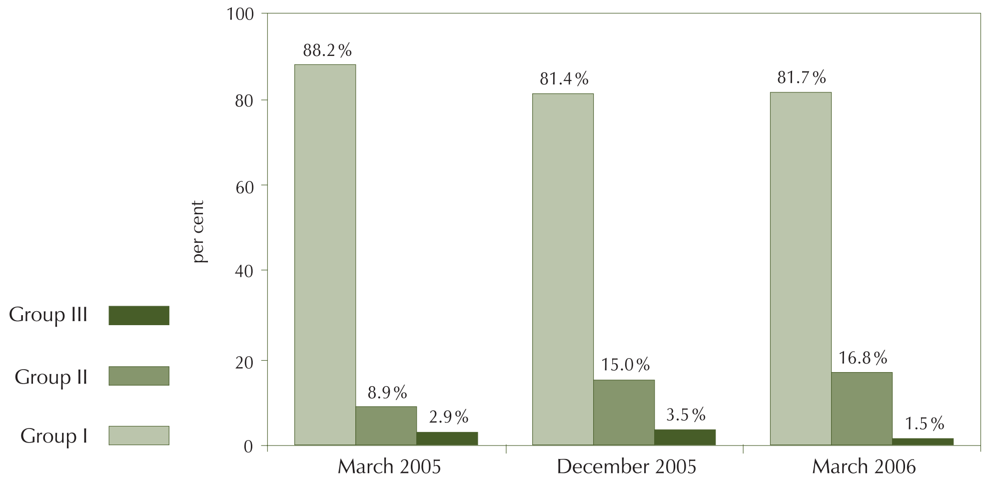
3. Operational Results: State and Trends

The banking system ended the first quarter of 2006 in a net profit of BGN 214 million. The financial result grew by BGN 85 million (65.8 per cent) on the same period of 2005. Comparison with the March 2004 – March 2005 period when the increase came to just 12.9 per cent (BGN 15 million) is indicative of the system's enhanced earnings despite the increased competition and contracted interest rate margin. Net interest income, which went up by BGN 68 million (22.6 per cent) in the review quarter but declined by 12 percentage points over the 12-month period, contributed most significantly to the banking system's profit. The dramatic profit growth by 31 March 2006 reflected the decrease in the net credit provisions by BGN 55 million (86 per cent).

A detailed analysis of the trends, income sources and individual banks' contribution is presented in the *Earnings* Section.

Chart 11

Profit



Market Concentration Index (HHI)

The index showed a moderate concentration in DSK Bank's consumer credits, savings deposits and short-term borrowings and in the United Bulgarian Bank's agricultural credits. All positions of Group I banks retained their high concentration, while the group of medium- and small-sized banks reported high values in other credits and in claims and short-term borrowings. Moderate concentration was observed in agricultural credits.

4. Banking System Risk Profile: Major Bank Risks

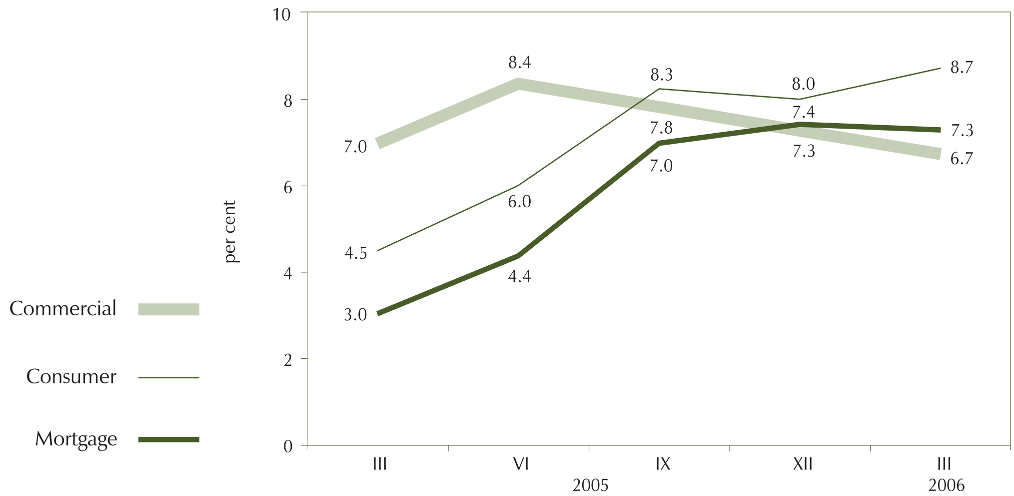
Traditionally, the first quarter is a period when banks report their results for the previous year and adopt their business plans for the current year. This affects the processes shaping the risk profile of the institutions and banking system. As regards the basic trends in the banking system's activity, the following characteristics were outlined:

- ***The good parameters in the asset quality were sustained.*** There were no significant changes in the banking system and bank groups prompting changes in the behaviour of individual banks. Credit risk continued to dominate. However, owing to additional restrictions to credit growth, a part of the main players undertook actions to reduce its sharpness mainly by transferring assets (standard credits) to parent companies or to their subsidiaries. This did not impact classified credits' growth but led to a certain increase in their share in total credits of individual banks.
- ***Earnings exhibited an acceptable level***. Within the review period a change in banks with problematic earnings started to occur. Some major indicators improved (e. g. revenue from core operations); operational expenditure fell slightly. A fundamental change in the earnings of trading portfolio investments was registered during the review period. The banking system and the bulk of banks reported a negative capital income offset by portfolio interest revenue. Thus, the contribution of these operations to the return on assets and on equity subsided thoroughly and some of the banks undertook (or intended to undertake) hedging investments and/or reducing investments in this type of assets.
- ***Regarding own funds***, the banking system and individual banks reacted adequately to the risk in their operations. The bulk of the 2005 profit was reinvested which determined the higher values of the regulators by end-March 2006 compared with those by end-December 2005. Nevertheless, the banks demonstrating a more risky behaviour and those tending to avoid regulators found a way to continue lending to economically related individuals and companies and to extend sizable resources (in terms of their capital) to companies with a rather short business history. Therefore, these banks cause a suspect of higher risk they undertake.
- ***The liquidity position posed no significant risk to the banks.*** They continued to pursue their policy of investing resources adequate to the financing structure and in line with the outflow characteristics in high liquidity assets. A good coverage of borrowings is ensured without any indication of a higher deposit dynamics than that in previous quarters. In cases of considerable deposit concentrations (an indicator of a higher potential liquidity risk) the available liquidity assets are sufficient in volume and with appropriate maturity.
- ***Most of banks adhered to supervisory regulations***. Although the legal framework has not been disregarded for a long time, there were several cases of non-compliance with the requirements for single large exposures, for lending to economically related persons, for investment in fixed assets and maintaining a foreign currency position in respect of own funds above the set limits.

Credit risk remained a key factor in determining the banks' risk profile in the review period. Gross credits picked up by 1.39 per cent and net credits by 1.5 per cent. Low growth rates did not prompt a fundamental change in the classification structure reflecting the risk sharpness. The problems in the consumer credit segment remained one of the major characteristics of the banking system's credit portfolio. By end-March 2006 classified consumer credits comprised 8.73 per cent (8.01 per cent by end-2005 and 4.5 per cent by March 2005). Similar trends occurred in mortgage credits. Their classified portion grew by BGN 14 million reaching BGN 164,409 thousand (7.3 per cent of the portfolio against 7.43 per cent by December and 3.04 per cent by end-March 2005). The above processes in the household credit segment proved the adequacy of the additional measures initiated at the end of 2005 and at the start of 2006 concerning the degree of provisioning of credits to individuals and the capital coverage of mortgage credits. Unlike consumer credits, commercial credits improved their classification structure: they reported a drop of BGN 63 million (7.44 per cent). The good quality of the credit portfolio corporate segment was supported by the characteristics of the credits of over BGN 1 million. The share of standard credits came to 92.46 per cent (91.79 per cent by the close of 2005) and that of credits classified as non-performing to 1.49 per cent (1.62 per cent). The absolute amount of credits of over BGN 1 million decreased by some BGN 125 million; standard credits dropped by BGN 60 million and credits classified as non-performing by BGN 12 million. Evidently, the improvement in the classification structure reflects fundamental properties of these placements rather than a play on volumes.

Chart 12

Classified Credits as a Share of Total Credits (by Portfolio)



Based on these trends, it could be concluded that the banking system and its main segments did not display any substantial changes regarding credit risk. Efforts were focused on further product innovation amidst changed (in certain cases dramatically) interest rate conditions on credits and deposits. The corporate segment's performance was good causing no serious concerns, while credits to individuals and households are still viewed as having a growth potential. Banks do not associate the problems of servicing a part of these credits with higher indebtedness and worsened borrower capacity. Hence, a rise of their share in total credits should be expected, with growth rates being close or under those allowed by the restrictive measures.

The reporting quarter saw no changes in market risk characteristics. By end-March 3.97 per cent of the system's own funds were engaged in its coverage (against 3.78 per cent by end-December 2005). The structure exhibited no changes: position risk was covered by 88.8 per cent of the risk-weighted asset equivalent, risk related to investments in capital instruments by 5.6 per cent and banks' foreign currency position risk by 11.1 per cent. Compared with the previous quarter, a certain change was observed, which is evident in a slight increase in the share of the capital instruments and foreign currency position in terms of own funds. However, this should be interpreted as a reflection of individual banks' trading portfolio dynamics, rather than as a change in the market risk parameters' structure. Foreign currency risk was low: 12 of all 28 banks reported a position engaging own funds. The interest rate component of the market risk also had adequate capital coverage. In addition, interest rate imbalance values were low: the GAP position was dominated by interest rate liabilities and came to -1.41 per cent of the system's assets.

The sensitivity of individual banks and the overall banking system to liquidity risk remained low in the quarter under review. The ratio of liquid assets reflecting their share in total assets stayed above 30 – 30.7 per cent by March 2006 (against 31.3 per cent by end-December 2005) supporting the hypothesis that considerable resources were withdrawn from banks.

5. Asset Quality 'A'

- *The classified credits' growth rate (19 per cent) fell dramatically on the previous year (63 per cent) and came close to the quarterly growth of banking system's assets (17 per cent).*
- *The decrease in classified assets by BGN 20 million in the review quarter does not prove yet that banks have changed their lending decision and impairment standard behaviour.*

The first quarter did not prompt any significant changes in the processes observed in the prior periods:

- growing credit portfolios of banks in compliance with the requirements of Ordinance No. 21, in tandem with sales of standard credit portfolios by some banks intended to comply with limits and provide opportunities for credit growth;
- a more clearly pronounced 'contamination' of the consumer segment (consumer and housing mortgage credits) compared with the corporate segment;
- a good level of placements in banks, combined with the low degree of provisioning of these claims;
- investment in acknowledged financial instruments: placements in securities of the Bulgarian government and of the governments and institutions under Appendices No. 1 and No. 2 of the BNB Ordinance No. 8.

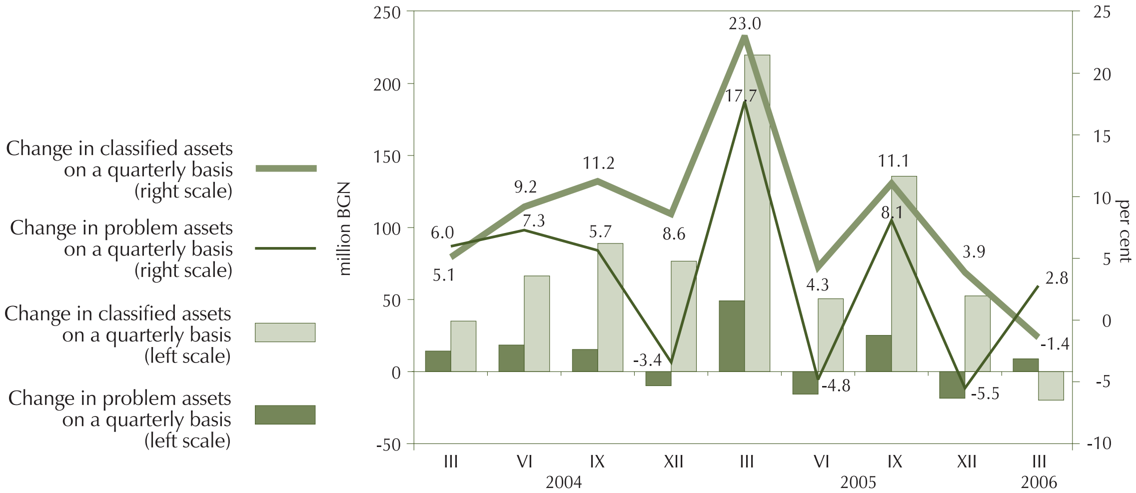
Despite the relatively stable levels of asset quality indicators, it should be noted that comprehensive supervisory inspections established non-compliance with the requirements of Ordinance No. 9 on the Evaluation and Classification of Risk Exposures of Banks and the Allocation of Provisions to Cover Impairment Loss. Therefore, for some institutions (especially those from the increased credit risk zone) these indicators may be misleading in terms of the risk assumed by them. The strong dynamics of coefficients following exposure reclassification operations and the allocation of provisions after a completed supervisory inspection served as evidence of this.

Asset quality indicators' dynamics did not show any worsening at a group and at a system level.

Problem assets remained below 1 per cent of the system's gross assets, their amount in absolute terms staying unchanged by the end of the first quarter of 2006 compared with the same period of 2005 (BGN 326 million). Half of Group I and Group II banks reported falls in these assets on the previous quarter. For the first time since 2003 the system's *classified assets* declined within a quarter (by BGN 20 million or 1.4 per cent) reaching 4.02 per cent of gross assets. In a one-year horizon classified assets picked up by BGN 219 million (19 per cent) as a result of the increase in almost half of the banks in the system but the change still being half of that in the previous 12-month period (BGN 451 million).

Chart 13

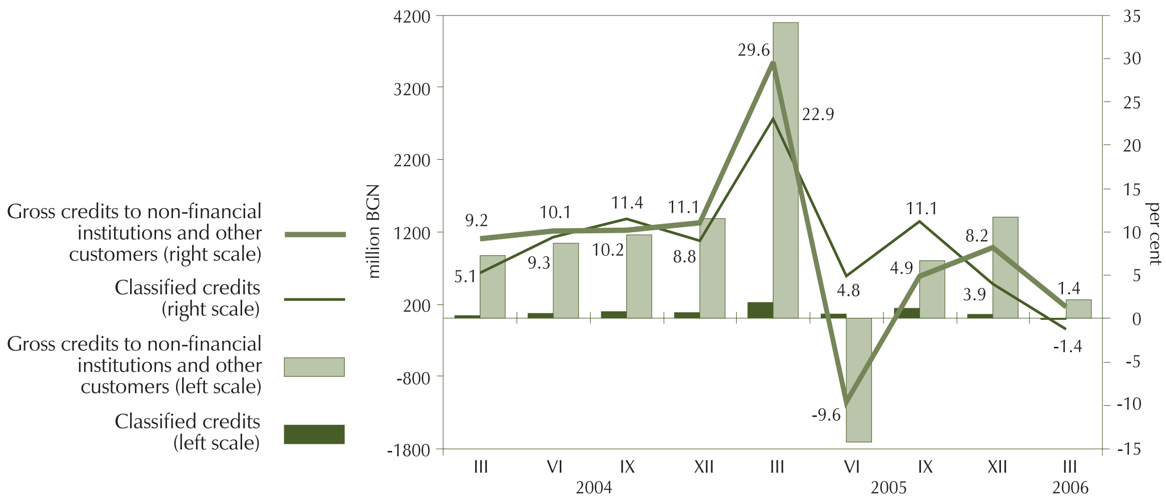
Classified and Problem Asset Growth Rates



Due to decreased *classified assets* in half of the banks, their amount at the end of the first quarter fell by BGN 19 million on the end of 2005. Although this led to a fall in the indicator from 7.68 per cent as of December 2005 to 7.47 per cent as of March 2006, in a one-year horizon its values grew by about 1 percentage point. Almost two-thirds of the banks reported higher values compared with the first quarter of 2005. In the review quarter the greatest change was registered by non-performing assets which picked up by BGN 23 million, reaching 31 per cent of total classified assets. Concurrently, substandard credits declined from 18 per cent to 15 per cent (down BGN 50 million), with watch assets prevailing (54 per cent, up by BGN 7 million).

Chart 14

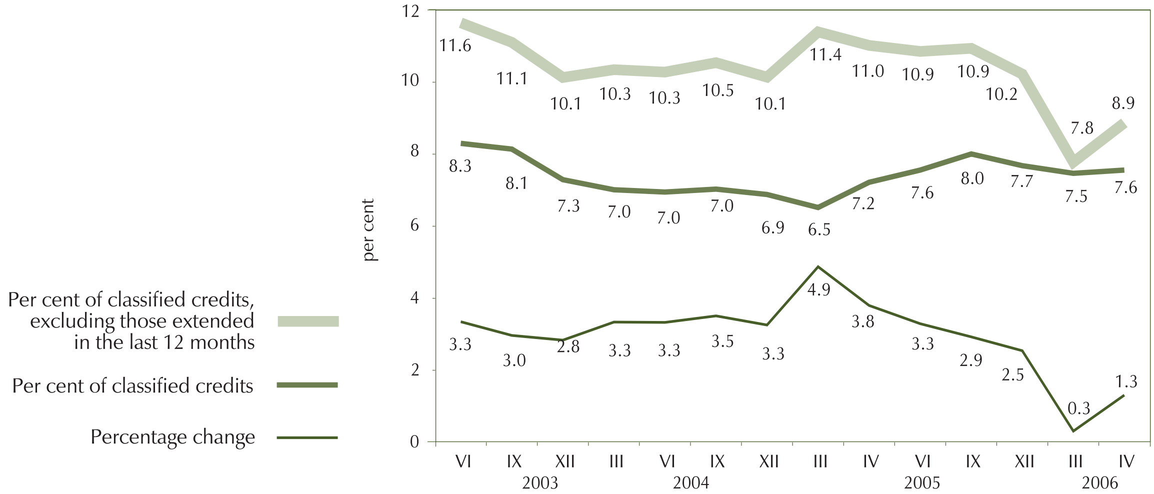
Growth Rates of Credits and Classified Credits



The trend to gradual 'contamination' of banks' consumer portfolio (consumer and mortgage credits) sustained in the reporting quarter. These credits totaled 38 per cent of total classified credits (15.6 per cent a year earlier, 11.1 per cent by the end of the first quarter of 2004). Within a year the share of corporate credits declined by over 20 percentage points which clearly shows the need for stricter monitoring of lending to physical persons.

Chart 15

Classified Credits



Owing to the artificially increased credit base by end-March 2005, dynamics in recalculated values of the classified assets' indicator (by 'eliminating' credits extended in the last 12 months) is not indicative of the real level of portfolio 'contamination'. However, the comparison of the data for April 2005 with those for April 2006 shows lagging credit impairment.

Chart 16

Classified Credits' Structure

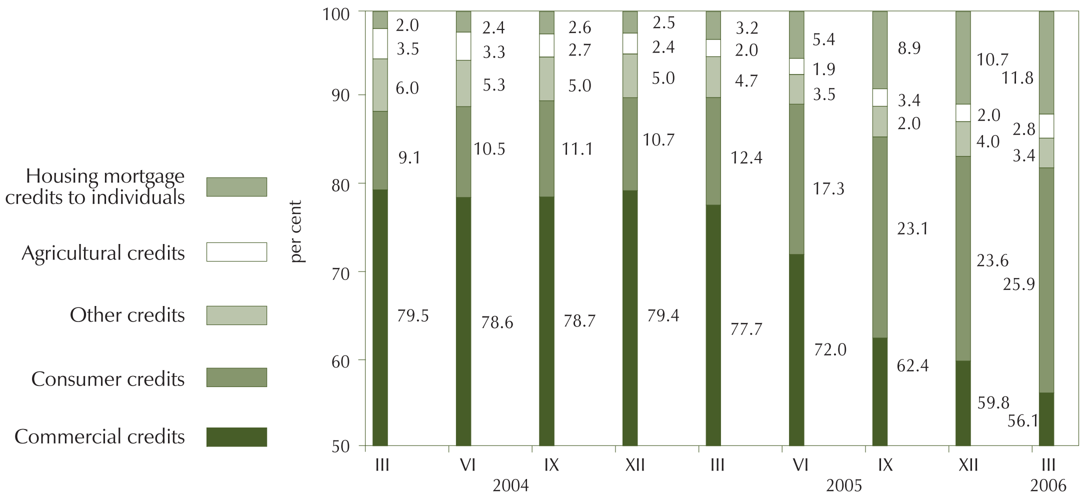
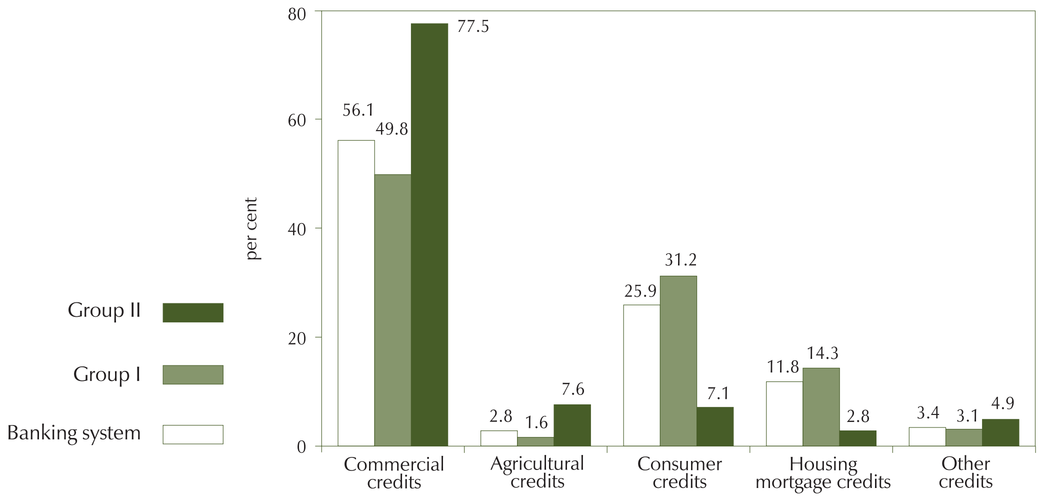


Chart 17

Classified Credits' Structure by Bank Group as of March 2006

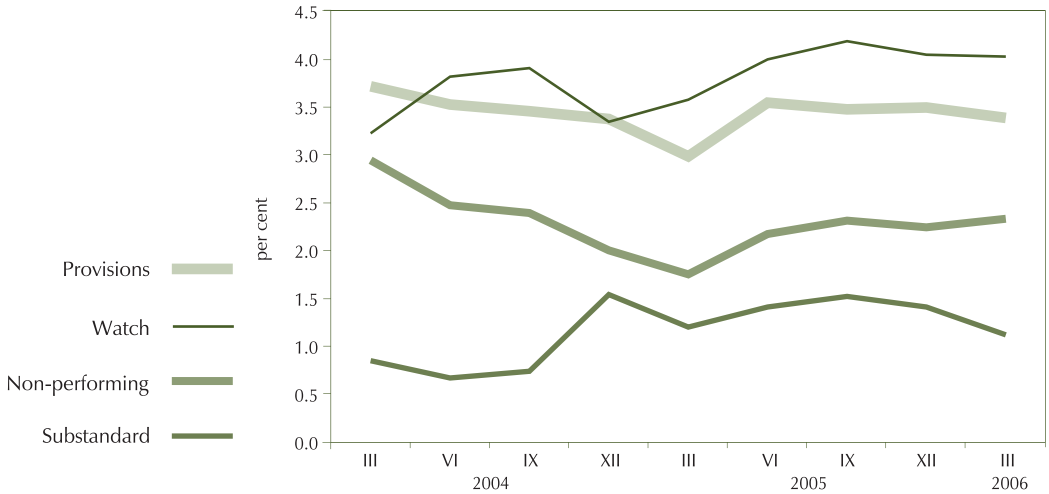


The first quarter of 2006 saw no dramatic changes in the shares of individual credits: standard credits retained their share of 92.5 per cent in total classified claims. Watch credits did not undergo any changes either, while the drop in the share of substandard credits from 1.4 per cent to 1.1 per cent within the quarter was offset by the rise in the highest category: from 2.2 per cent to 2.3 per cent. The highest internal migration in a one-year horizon was seen in non-performing credits (an increase of BGN 117 million), followed by watch credits (up by BGN 107 million).

Asset quality by commercial bank group was as follows:

		March 2005	December 2005	March 2006
Group I				
	Total (million BGN)	13 014	13 730	14 391
	Standard (%)	93.53	91.97	92.40
	Non-performing (%)	1.83	2.25	2.37
Group II				
	Total (million BGN)	3 467	3 593	3 825
	Standard (%)	91.66	92.47	92.73
	Non-performing (%)	2.14	2.70	2.43
Group III				
	Total (million BGN)	1 421	1 057	419
	Standard (%)	97.34	96.24	95.09
	Non-performing (%)	0.15	0.48	0.18

Chart 18
Credit Classification



5.1. Provision Analysis

In the review period the decrease in classified assets was accompanied by a reduction in provisions which prompted drops in indicators measuring the degree of provisioning. The *gross asset provisioning degree* fell from 1.92 per cent to 1.82 per cent as a result of the smaller amount of provisions by end-March (down by BGN 12 million) staying at a year earlier level. Half of the banks registered higher degrees of asset provisioning on the first quarter of 2005. The sustained law degree of provisioning in some banks of the high credit risk zone gives rise to concerns about the allocated provisions' adequacy.

The *degree of provisioning for claims on non-financial institutions* also decreased slightly from 3.49 per cent to 3.38 per cent, with half of the banks reporting falls in the indicator's values. Growth in provisions over the last 12 months (18 per cent) was higher than growth in credits (4 per cent). However, it should not be concluded that banks have changed their provisioning policy, given the artificial rise in credits by March 2005. *Provisions for claims on financial institutions* declined both as an absolute sum and as a percentage over the two periods (the first quarter and a year earlier) reaching 0.02 per cent. Supervisory inspections found no problems with these placements. Therefore, the present levels of this indicator give no grounds for concerns about banks' evaluation of risk related to these assets.

The *degree of classified exposure provisioning* dropped from 38.33 per cent to 37.96 per cent, reflecting both the smaller amount of classified exposures compared with the last quarter of 2005 and reintegration of provisions. Over the last 12 months provisions went up at rates similar to those of classified exposures: 22 per cent and 19 per cent respectively. This determines the slight rise in the indicator's values over the review period (36.8 per cent as of March 2005). The only indicator which improved both on the previous quarter and the first quarter of 2005 was the *degree of provisioning on a portfolio basis* (1.2 per cent). One-third of the banks registered higher levels of these provisions compared with the close of the year; institutions reporting higher values on March 2005 also came to one-third of all institutions. The *coverage indicator* reporting the degree of coverage of non-performing exposures by the total amount of allocated provisions decreased on the year-end by 11 per cent to 145 per cent (169 per cent as of March 2005).

6. Earnings 'E'

- *The level of banking system's earnings was good, Group I banks contributing most significantly to the values achieved. Most small- and medium-sized banks failed to report acceptable return on assets and equity.*
- *With significantly lower growth in interest-bearing assets at 24 per cent for the March 2005 – March 2006 period compared to the prior 12-month period (44 per cent), the banking system generated higher core earnings.*

Credit growth constraints affected interest income (the major income for banks) offset by the sustainable growth in non-interest earnings and declining non-interest expenditure. The opportunity to develop consumer lending (albeit observing current restrictions) coupled with still higher interest rate levels resulted in the increased share of interest income from mortgage and consumer credits from 35 per cent to 40 per cent of total income. As for the interest expenditure structure, the share of interest expenditure on banks' and other financial institutions' deposits went down (from 21 to 18 per cent) at the expense of interest expenditure on non-financial institutions' deposits (up from 60 to 62 per cent of total interest expenditure). This trend reflected the decreasing role of funds attracted from banks to finance lending. Due to changed market conditions in the first quarter of 2006, most banks suffered significant losses from trading portfolio securities. This had a negative effect on banks' earnings. On the other hand, almost one-third of the institutions reported reintegrated provisions, with a significant effect on the whole banking system registering higher profitability ratios. Between March 2005 and March 2006 banking profit grew by 66 per cent (BGN 85 million) against 13 per cent (BGN 15 million) for the prior 12-month period.

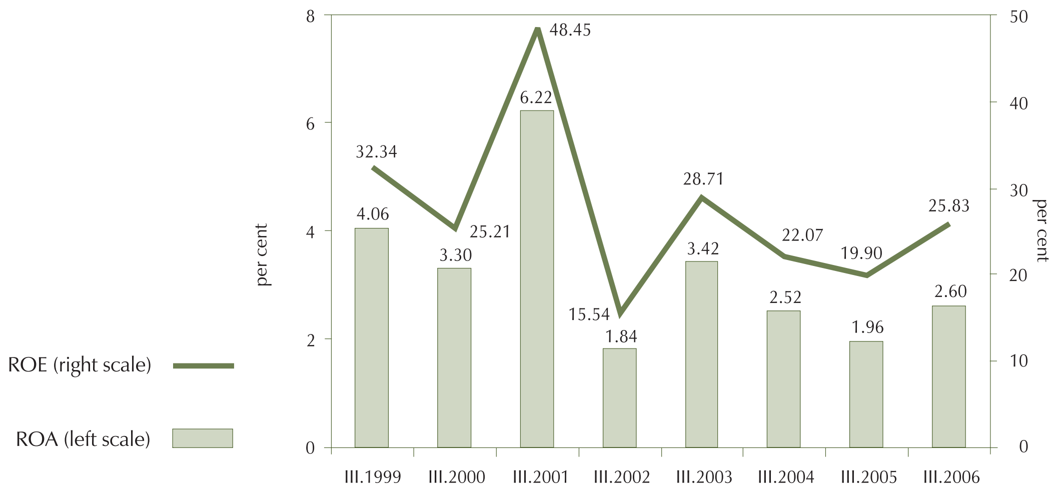
At the bank group level, growth rates of interest income were identical in all groups (30 per cent) whereas interest expenditure rates were higher in Group II banks at 44 per cent *vis-à-vis* 38 per cent for Group I banks. This was seen in the higher net interest income of the largest banks at 26 per cent compared to the 18 Group II banks (23 per cent). Between March 2005 and March 2006 small- and medium-sized banks' non-interest income (58 per cent) exceeded that of Group I banks (27 per cent). In addition to this, Group II banks reported a 4 per cent decline in non-interest expenditure over a one-year horizon against a 22 per cent increase in Group I banks.

Leading banking indicators were:

Ratio as a percentage of average assets	March 2005	March 2006
Net interest income (%)	4.47	4.39
Non-interest expenditure (%)	3.70	3.33
Extraordinary gain/loss (%)	0.03	0.02
Efficiency ratio (%)	58.58	57.32
Net result (post-tax ROA since year start) (%)	1.96	2.60
Core ROA (income from core operations since year start) (%)	2.52	2.98
Return on equity (ROE) (%)	19.90	25.83
Average assets (million BGN)	26 269	32 829

Chart 19

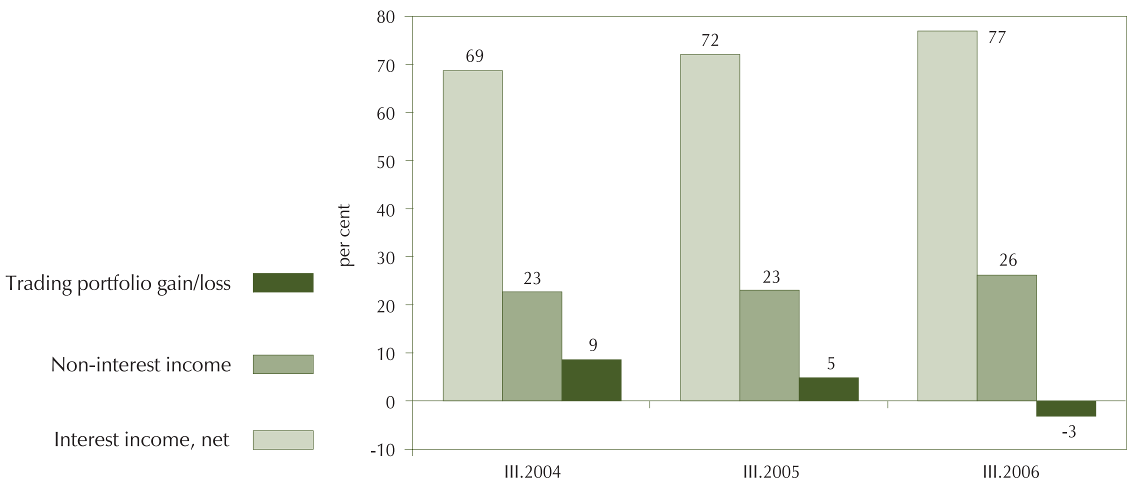
Return on Assets and Return on Equity



The review of earnings indicators shows an uneven rise in assets over the first quarter of 2005, prompting falls in the values measuring profitability of individual banks and the whole system. In addition to this, losses generated by trading portfolio securities trade and revaluation (BGN 15 million at the banking system level) caused a significant change in the core operations income structure. Interest income came to 77 per cent against 72 per cent a year earlier. Fee and commission income reached 26 per cent (23 per cent as of March 2005).

Chart 20

Income from Core Operations



At the end of March the core operations income structure of the two bank groups matched that of the banking system: 77 per cent of core operations income was due to the net interest income and 26 per cent to fees and commissions. Trading portfolio loss equaled 3 per cent of the income in both groups. Compared to the corresponding period of 2005, Group II banks reported an increased share of net interest income, from 65 per cent to 77 per cent, at the expense of a decreased share of trading portfolio profit at 11 per cent. As for Group I banks, a more significant rise was registered in the non-interest income share (by 3.5 percentage points) and to a lesser degree in net interest income (by 2.9 percentage points).

The 2.6 per cent *Return on Assets* indicator (ROA) of the banking system was higher both on March 2005 (1.96 per cent) and on the first quarter of 2004 (2.52 per cent). The *core ROA* coefficient gives a more realistic picture of individual banks' profitability. At the banking system level, it increased from 2.52 per cent in the base period to 2.98 per cent in the reporting period, whereas a decline was reported on March 2004 (3.37 per cent). With a few exceptions, 13 banks registering higher ROA reported also analogous values of the *core ROA* coefficient. By the end of the review period no banks reported negative core ROA. One-third of the banks (mostly from the group of small- and medium-sized banks) registered values ranging between 0 and 1 per cent, which signals difficulties in generating reliable and regular earnings under lending constraints and strong competition from Group I banks.

Net interest income declined from 4.47 per cent to 4.39 per cent over a one-year horizon, reflecting slowing rates of interest income (27 per cent) compared with interest expenditure (35 per cent). However, of note are the significant falls in both indicators on the prior 12-month period (March 2004 – March 2005) as an absolute amount and as a percentage share. Solely five Group I banks and six Group II banks managed to maintain or even improve values of this indicator compared to the first quarter of 2005. Seventeen banks maintained values above the system average against thirteen a year earlier.

A slight decline was registered in *net interest margin* (from 5.12 per cent to 5.09 per cent), a result of declines in 16 institutions. In 11 banks, the decreased share of interest-bearing assets on the first quarter of 2005 corresponded to a shrinking net interest margin. Just the opposite trends emerged in the banks with values below the system average (12 in number): most of them reported declines on the base period and only four registered an improvement.

In two-thirds of the institutions, *interest-bearing assets* continued falling as a share of gross assets (from 87.23 per cent to 86.16 per cent) combined with a change in the *interest liabilities to interest assets* ratio by 1.27 percentage points to 98.8 per cent. Whereas in March 2005 seven banks reported an over 100 per cent prevalence of interest-bearing liabilities over interest-bearing assets, by the end of March 2006 they numbered 11. Despite a significant slowdown in interest expenditure rates on the previous 12-month period, *the interest-bearing liabilities price* continued to pick up: from 2.29 per cent in March 2005 to 2.48 per cent in March 2006. *Financing price of interest-bearing assets* increased from 1.91 per cent in March 2004 to 2.23 per cent in March 2005 and to 2.45 per cent in March 2006. Despite the matching median values of the interest-bearing asset share in Group I and Group II banks and more pronounced prevalence of interest-bearing liabilities in Group I banks (a median of 98.4 per cent) compared with Group II banks (a median of 93.49 per cent), the price paid by small- and medium-sized banks on their interest-bearing liabilities to finance assets was sizably higher than that paid by large banks. For instance, the major portion of Group I banks' interest expenditure was formed by interest on non-financial institutions' deposits (60 per cent), with expenditure on long-term and short-term borrowings reaching 13 per cent. In Group II banks, interest on non-financial institutions' deposits occupied 66 per cent and expenditure on long-term and short-term borrowings reached 20 per cent of total expenditure.

Non-interest income grew at a stable rate of 32 per cent in both 12-month periods. Consequently, its share rose from 1.89 per cent in March 2005 to 1.99 per cent in March 2006. One-third of the banks reported increased values of this indicator.

Chart 21

Selected Profitability Ratios

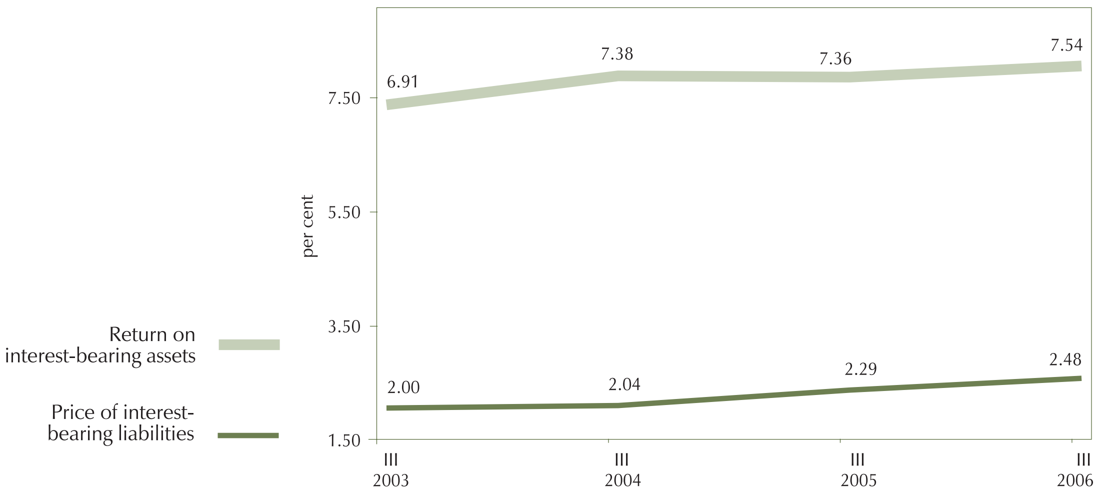
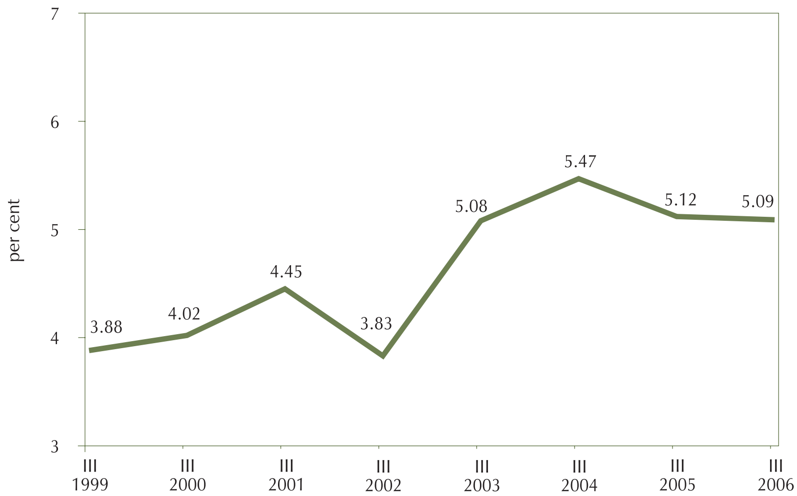


Chart 22

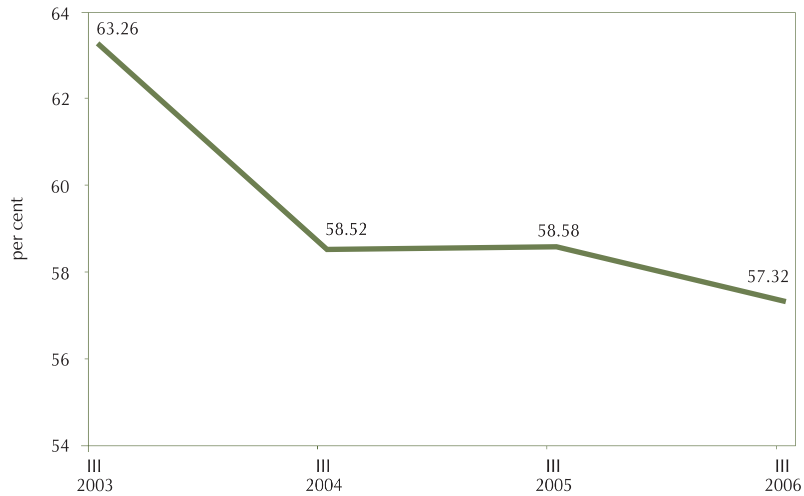
Net Interest Margin



Banking system's earnings were favourably affected by the decreasing share of non-interest expenditure from 3.7 per cent 3.33 per cent, representing a significant improvement on March 2004 (4.18 per cent). Only ten Group I and Group II banks reported an increase in this indicator on March 2005 which signals minimization of this expenditure and human resource optimization at the system level and in individual banks. However, some banks continued to maintain values above the system average. The *efficiency ratio* showed an improvement at 57.32 per cent (down 1.3 percentage points). The Group I banks' median posted a decline in line with the system value, while Group II banks reported values significantly exceeding those in the same quarter of 2005 (83.4 per cent).

Chart 23

Efficiency Ratio



As a result of reintegrated provisions over the reporting quarter, the *credit provisions* ratio fell significantly: from 0.97 per cent to 0.11 per cent of banking assets. *Foreign currency revaluation profit and extraordinary profit* had an insignificant contribution to banking system earnings.

Banks' high profits contributed to an improved *Return on Equity (ROE)* at 25.83 per cent *vis-à-vis* 19.9 per cent a year earlier. At the end of March 2006 bank employees under a labour contract numbered 24,441, an increase of 1778 on the same period of 2005. Correspondingly, the amount of assets *per* employee reached BGN 1,392,000 against BGN 1,283,000 by the close of the previous year (an increase of about BGN 109,000). Approximately two-thirds of the banking system personnel worked in the ten largest banks, with the amount of assets *per* employee reaching BGN 1,594,000 of the ten banks' assets. As regards Group II banks, assets *per* employee came to BGN 918,000 of total Group II assets.

7. Capital 'C'

- *Capital position of most banks remained sound and adequate to their risk profiles.*
- *Larger primary capital (increased by the 2005 profit) and lower classified assets boosted capital indicators of individual banks and the overall banking system.*

Over the first quarter of 2006, most banks derived their primary capital funding from retained profits for 2005, with some of them selling standard credit portfolios. As a result, banking own funds rates of growth exceeded those in the previous periods, while risk-weighted assets slowed down:

- Own funds increased by BGN 346 million (12 per cent), tier 1 capital (BGN 257 million or 11 per cent) rising most significantly, followed by tier 2 capital (BGN 64). Subordinated term debt remained unchanged over the reviewed quarter.
- Total risk component grew by BGN 1185 million (6 per cent), credit risk positions (BGN 1101 million) contributing most to growth. The RWA equivalent for market risk posted an increase of BGN 85 million (11 per cent), two-thirds of this growth ascribable to the positions measuring risk of debt instruments (BGN 57 million) followed by currency risk (BGN 22 million) and capital instruments risk (BGN 6 million).

Over a one-year horizon pressure on banks' capital position was mitigated by more gradual growth in assets (17 per cent) coupled with accelerated growth in own funds (30 per cent). For the first time since the credit expansion' start, capital adequacy values (15.97 per cent) exceeded those of the previous year (15.37 per cent).

7.1. Capital Adequacy Level and Trends

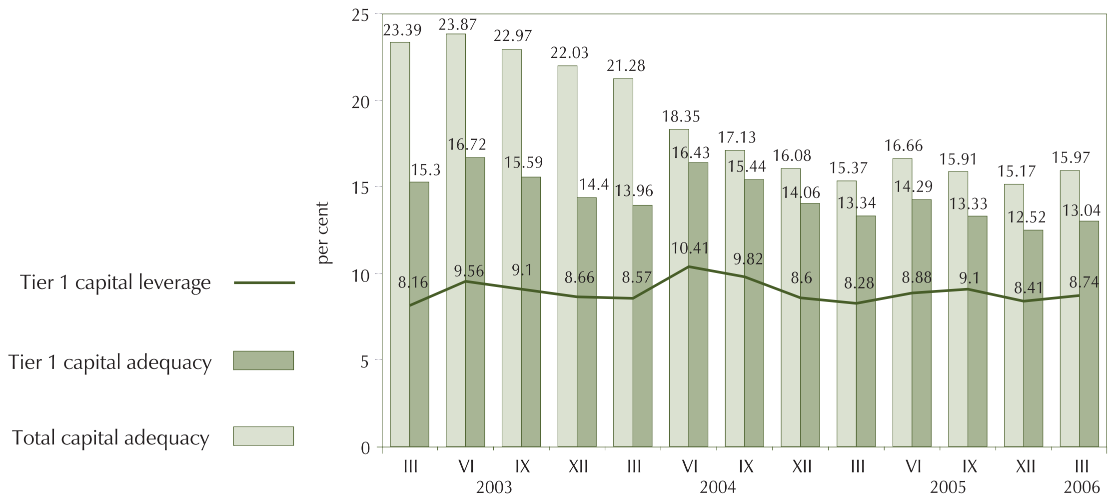
The 12 per cent increase in banks' own funds coupled with twice lower growth in total risk component predetermined rises in capital indicators on the previous quarter. *Total capital adequacy* grew by 0.80 percentage points on December 2005 to reach 15.97 per cent, this value exceeding the level of the same period of 2005 (15.37 per cent). Seventeen banks reported values higher than those of the end of 2005.

Tier 1 capital adequacy also improved on end-2005: up from 12.52 per cent to 13.04 per cent, posting a decrease on the same period of the prior year (13.34 per cent). The 22 per cent tier 1 capital growth outstripped asset growth (17 per cent), still remaining lower on the prior 12-month period (47 per cent). Despite the inclusion of the 2005 audited profit into tier 1 capital, its share in the own funds structure decreased on end-2005: from 83 to 82 per cent (87 per cent in March 2005). Yet the potential for attracting capital resources in the form of debt hybrid instruments or subordinated term debt remained high.

Similarly to other capital adequacy ratios, *the tier 1 capital leverage* posted an increase to reach 8.74 per cent (8.41 per cent in the prior quarter and 8.28 per cent a year earlier).

Chart 24

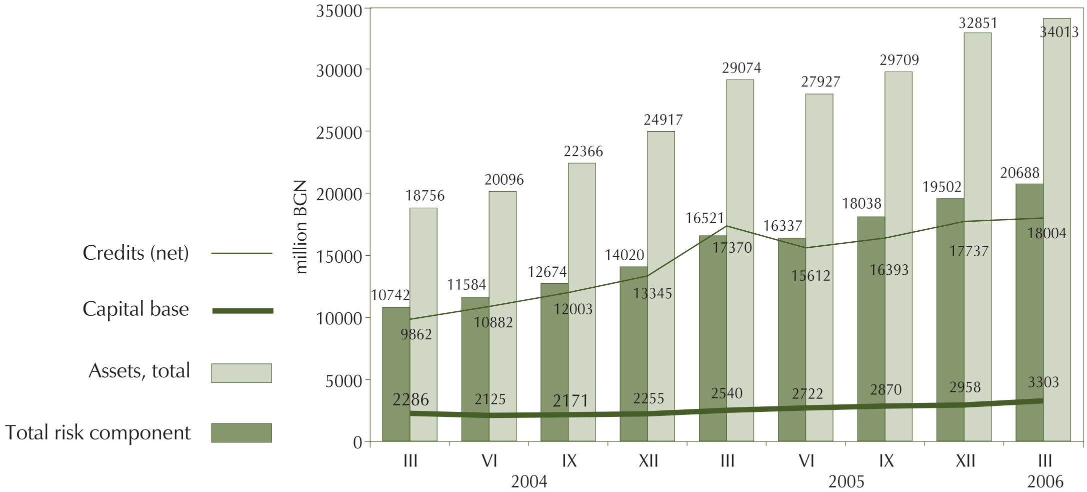
Capital Indicators Dynamics



Due to the decreased volume of classified assets by end-March, combined with own funds growth, the share of *net classified assets in own funds* fell sizably (3.3 percentage points) to 26.17 per cent. Half of the banks reported lower values compared with end-2005.

Chart 25

Dynamics of the Major Factors Determining the Level of Capital Indicators



Most banks (18 in number) reported declines in *investments in fixed assets*, with the banking system registering a 1.25 percentage point fall to 24.81 per cent. Over the review quarter these assets rose by BGN 49 million to reach BGN 820 million (up BGN 145 million for a year). Although no regulator violations have been established, the reporting quarter saw four banks' values approaching the admissible 50 per cent level.

7.2. Capital in Excess of Capital Base Regulation

Over the first quarter capital in excess posted an increase of BGN 203 million, reflecting the 2005 profit included in tier 1 capital. Over two-thirds of the capital in excess were due to Group I banks.

8. Liquidity 'L'

- *Over the reporting quarter liquidity position stayed sound, guaranteeing a high level of borrowings' coverage.*
- *Banks exposed to higher-than-average liquidity risk showed no signs of problems in servicing their obligations.*

As regards banks' liquidity position, the reporting quarter saw no changes in the factors characterizing previous quarters. Banks continued to maintain sufficient liquidity assets formed by cash balances, deposits with first class financial institutions and government securities investments. Smooth functioning of the payment system was guaranteed together with depositor servicing and the intermediation function in budget resource service.[6] Coupled with the additional funds frozen at the BNB as a result of measures to curb credit growth, a favourable situation in the banking system predetermined good liquidity assessment.

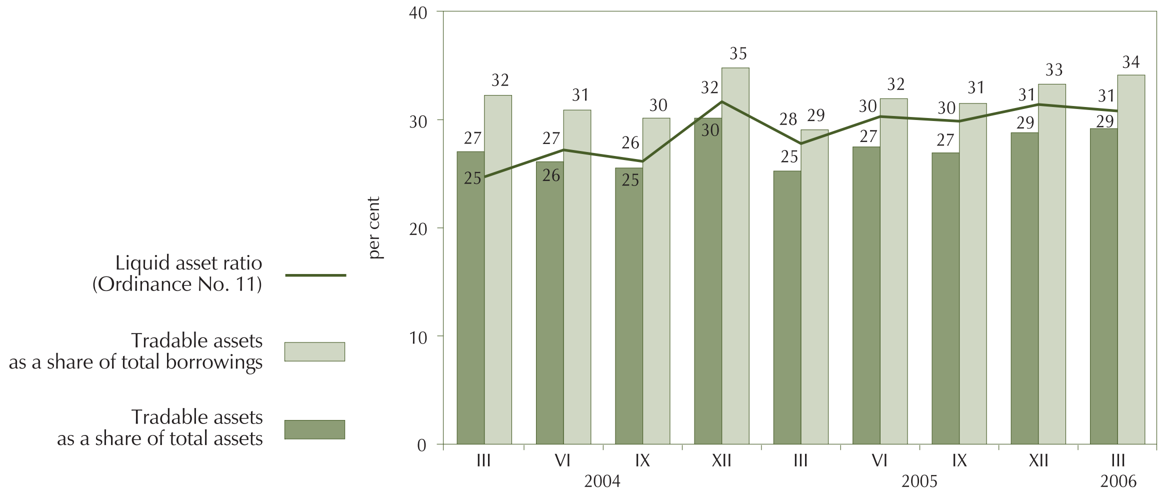
[6] For this purpose, agent banks servicing the budget pledged, on behalf of the MF, funds which are equivalent to those provided by the budget. At the end of March 2006 pledged securities comprised 35.44 per cent of total securities.

8.1. Major Liquidity Indicators: Level and Trends

The first quarter saw no significant changes in the level and trends of the indicators measuring banking system's and individual banks' liquidity position. *Tradable assets* grew by BGN 462 million (4.9 per cent), their share in overall assets coming to 29.08 per cent (28.7 per cent in December and 25.17 per cent in March 2005). This growth reflected the effect of neutralizing divergent trends in individual banks: five banks of systemic importance, 12 small- and medium-sized banks and 3 foreign bank branches reported tradable asset growth, whereas the rest registered declines. Notwithstanding, values of this indicator were adequate to the risk in banks' balance sheets. The outstripping increase in tradable assets compared to banking system assets (4.9 per cent against 3.54 per cent) boosted the indicator measuring the *degree of borrowed funds coverage* to 34.02 per cent *vis-à-vis* 33.17 per cent at the end of December 2005 and 28.97 per cent at the end of March 2005.

Chart 26

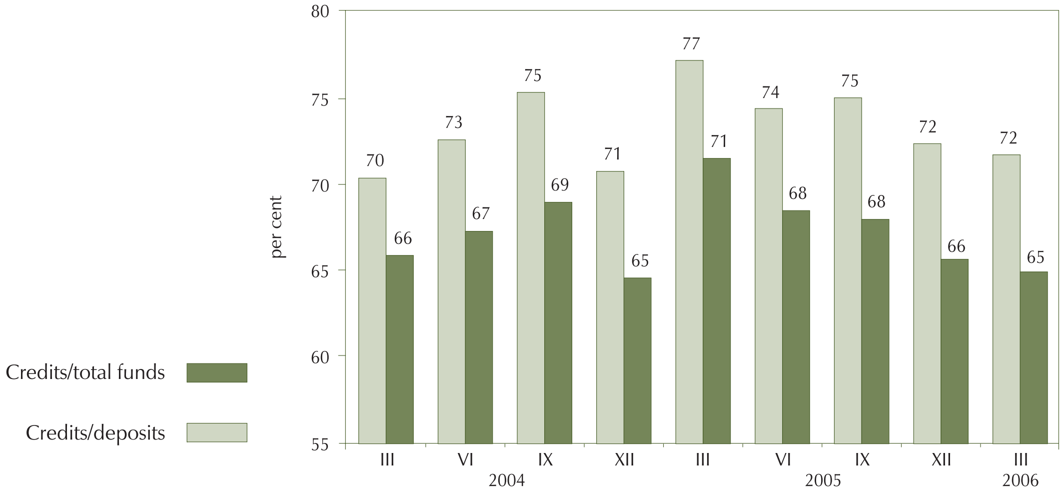
Major Liquidity Indicator Dynamics



Major balance sheet indicator dynamics, in tandem with further measures to curb lending over the review quarter, affected the *credits to deposits ratio.* Its 71.68 per cent value was a bit lower than the December value of 72.32 per cent, though staying still high, requiring increased attention on credit quality and sufficient liquidity assets to cope with a possible pressure on the system and its individual segments. Twelve of the banks reported declines in the ratio reflecting the independent or combined effect of operations related to credit transfers and deposit growth. This resulted from the need for banks to reduce the additional minimum required reserves associated with exceeding the admissible credit growth rates. Similar factors were behind the change in the *credits to total funds* ratio. It registered a fall to 64.92 per cent (against 65.65 per cent as of December and 71.47 per cent as of March 2005), although the attained level should not be considered as an indicator of a lower potential liquidity risk.

Chart 27

The Credits to Deposits and Credits to Total Funds Ratios



Regarding the banking system's maturity structure, the bulk of banks have not changed their characteristics in the review period. Liquidity assets fully covered the outflows on deposits in the shortest time horizons: up to seven days and up to one month (148.44 per cent and 109.63 per cent respectively), while in the medium intervals of up to three months and six months the values were lower (43.33 per cent and 82.32 per cent). The imbalanced liquidity position reflected the structure of banks' borrowings and assets: prevailing 'short-term liabilities' which financed 'long-term assets (credits)'. Since there were no indications of depositors' non-confidence both in the period under review and in previous quarters, this maturity imbalance should not be interpreted as a bearer of a considerable potential liquidity pressure.

Appendix 1

Chart 28

Total Amount of Credits by Quarter

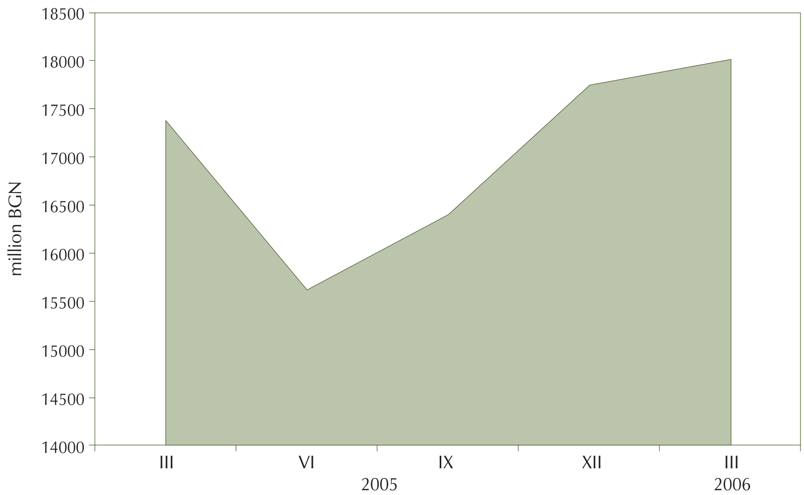


Chart 29

Credit Structure as of March 2006

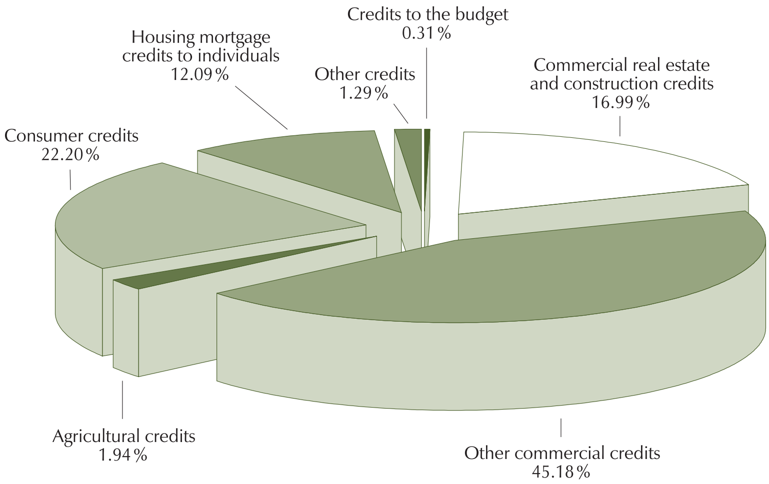


Chart 30

Deposits of Financial and Non-financial Institutions by Quarter

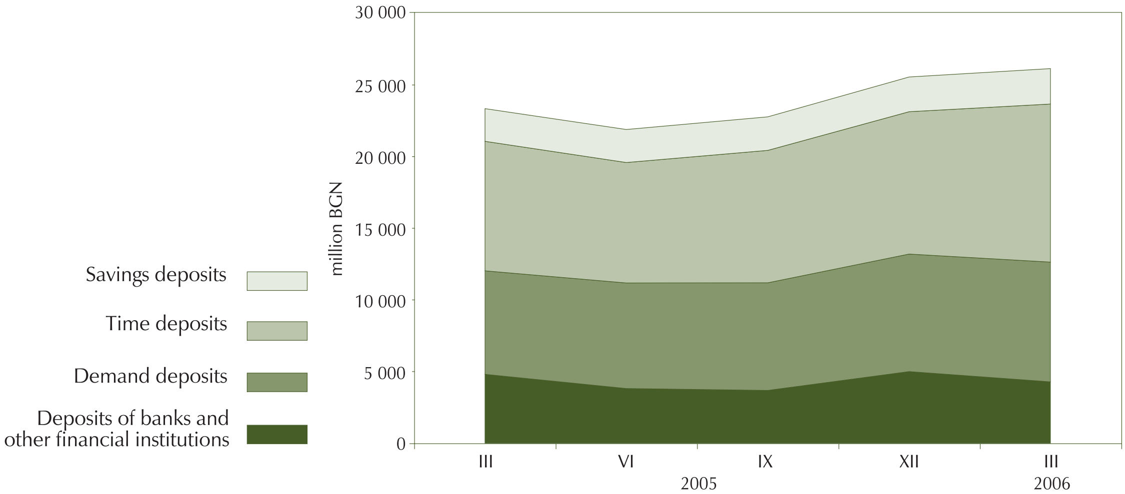


Chart 31

The Credits to Deposits Ratios

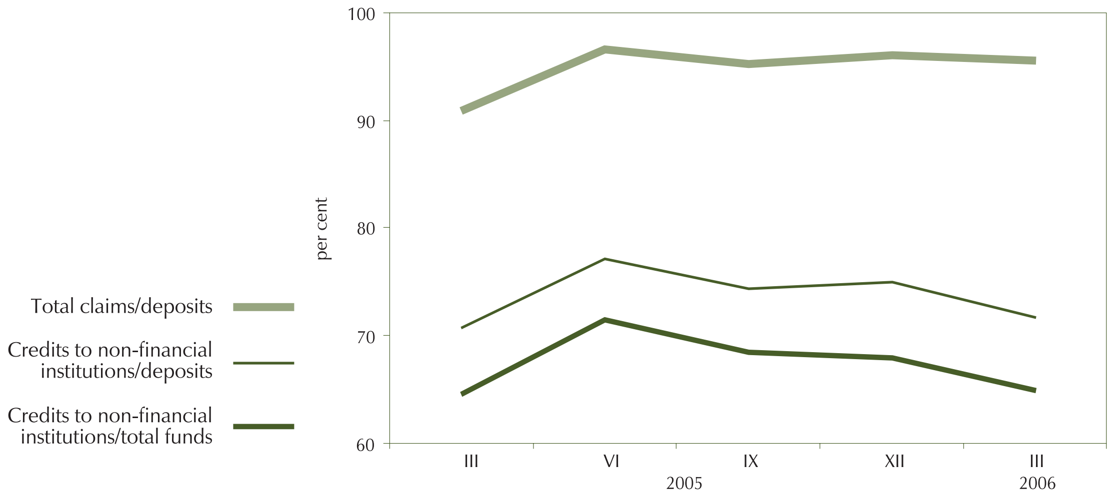


Chart 32
Return on Assets (ROA) and Return on Equity (ROE)

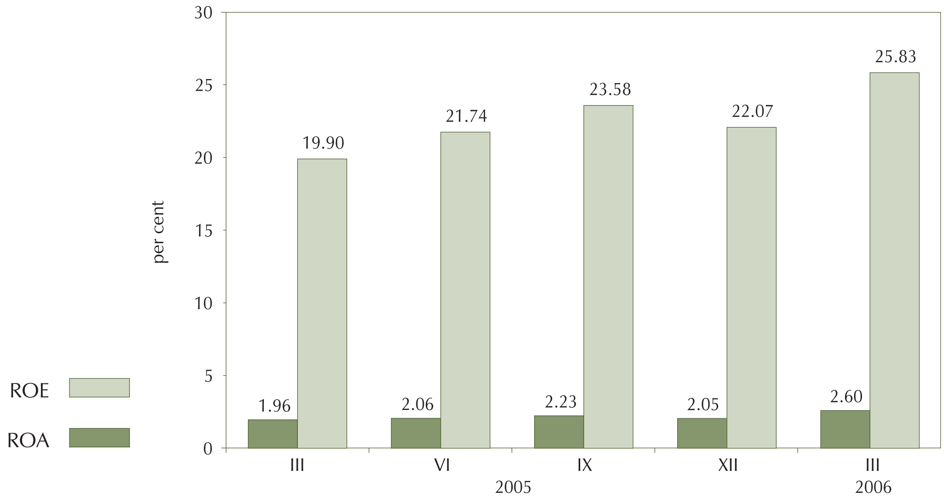
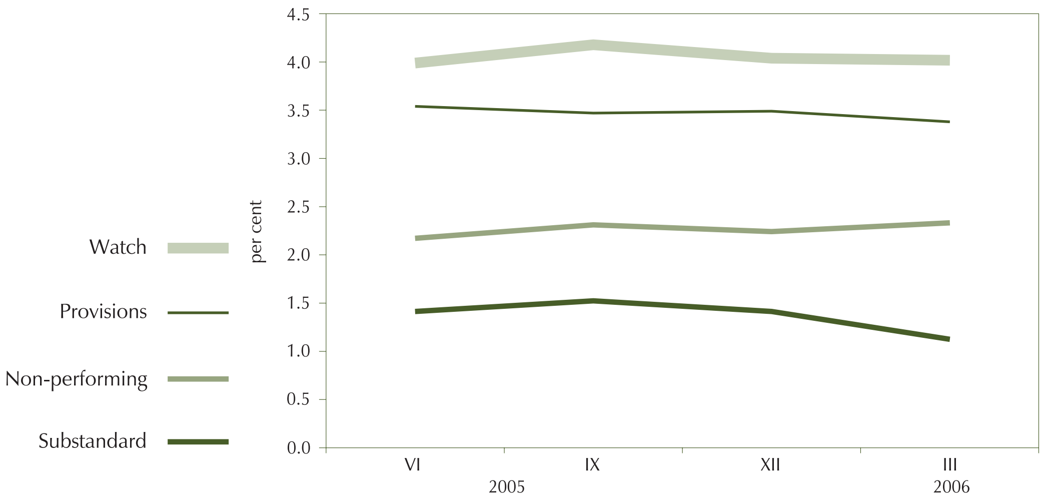


Chart 33
Credits to Non-financial Institutions by Quarter and Allocated Provisions



Appendix 2

Used Indicators

Asset Quality Ratios

1.	Problem assets as a percentage of gross assets	Gross assets past due 90 or more days + assets with discontinued interest payment + assets for resale/gross assets
2.	Classified assets as a percentage of gross assets	Gross assets classified as watch, substandard, non-performing/gross assets
3.	Classified credits as a percentage of gross credits of non-financial institutions and other customers	Gross credits classified as watch, substandard, non-performing/gross credits
4.	Degree of asset provisioning	Provisions in the balance sheet of claims on financial institutions, non-financial institutions and other customers and on other assets/gross assets

Ratios Used to Analyse Provisions

5.	Degree of provisioning of claims on financial institutions	Provisions in the balance sheet of claims on financial institutions/gross claims on financial institutions
6.	Degree of provisioning of claims on non-financial institutions	Provisions in the balance sheet of claims on non-financial institutions and other customers/gross claims on non-financial institutions and other customers
7.	Degree of classified exposures provisioning	Total specific provisions on impairment loss under Ordinance No. 9/gross classified risk exposures
8.	Degree of portfolio basis provisioning	Provisions allocated on claims on non-financial institutions and other customers on a portfolio basis (Ordinance No. 9)/gross standard exposures on non-financial institutions and other customers to be provisioned on a portfolio basis

Income Ratios

1.	Return on assets, ROA (net profit since early year as a percentage of average assets since early year)	Net profit since early year/average assets since early year
2.	Core ROA (net revenue from core operations since early year as a percentage of average assets since early year)	Revenue from core operations since early year (= net interest income + trading portfolio profit/loss + revenue from credit service + income from fees on off-balance sheet commitments + service charge on deposits + other fees and commissions) – net credit provisions (only when the figure is positive) – operating expenditure (= salary and social security expenditure + net expenditure on the use of fixed assets + expenditure on hired services paid to shareholders, subsidiaries and associated companies + other expenditure on hired services)/average assets since the beginning of the year
3.	Net interest rate margin	Net interest income since the beginning of the year/average gross interest-bearing assets since the beginning of the year
4.	Share of interest-bearing assets in the average gross assets since the beginning of the year	Average gross interest-bearing assets since the beginning of the year/average gross assets since the beginning of the year
5.	Net interest income as a percentage of average gross assets since the beginning of the year	Net interest income since the beginning of the year/average gross assets since the beginning of the year
6.	Return on interest-bearing assets (%)	Interest income since the beginning of the year/average interest-bearing assets since the beginning of the year
7.	Excess of interest liabilities	Average interest liabilities since the beginning of the year/average gross interest-bearing assets since the beginning of the year
8.	Price of interest asset financing (%)	Interest expenditure since the beginning of the year/average gross interest-bearing assets since the beginning of the year
9.	Non-interest revenue as a percentage of average assets since the beginning of the year	Non-interest revenue since the beginning of the year/average assets since the beginning of the year

10.	Efficiency ratio (non-interest expenditure since the beginning of the year as a percentage of the revenue from core operations)	Non-interest expenditure since the beginning of the year/ revenue from core operations since the beginning of the year
11.	ROE (net profit since the beginning of the year as a percentage of the balance sheet capital and reserves)	Net profit since the beginning of the year/balance sheet capital and reserves

Capital Ratios

1.	Tier 1 capital adequacy ratio	Tier 1 capital/total risk component
2.	Total capital adequacy ratio	Equity/total risk component
3.	Tier 1 capital leverage	Tier 1 capital/total assets under Ordinance No. 8
4.	Degree of asset risk	Total risk component/total assets under Ordinance No. 8: refers to banks which do not report market risk in trading portfolios
5.	Capital exceeding regulatory minimum under Ordinance No. 8	The smallest amount of: 1) total capital base – BGN 10,000 or 2) total capital base – 12 per cent of the total risk component
6.	Net classified assets as a percentage of the capital base	Classified assets (watch, substandard, non-performing) less provisions on them/capital base
7.	Share of investments in fixed assets	Investments in real estate and other fixed assets/capital base

Basic Indicators' Dynamics

1.	Tier 1 capital growth in previous 12 months	Tier 1 capital (current quarter, current year) – tier 1 capital (corresponding quarter, previous year)/tier 1 capital (corresponding quarter, previous year)
2.	Capital base growth in previous 12 months	Capital base (current quarter, current year) – capital base (corresponding quarter, previous year)/capital base (corresponding quarter, previous year)
3.	Asset growth in previous 12 months	Total assets (current quarter, current year) – total assets (corresponding quarter, previous year)/total assets (corresponding quarter, previous year)
4.	Credit growth in previous 12 months	Gross credits (current quarter, current year) – gross credits (corresponding quarter, previous year)/gross credits (corresponding quarter, previous year)
5.	Borrowed funds growth in previous 12 months	Total borrowed funds (current quarter, current year) – total borrowed funds (corresponding quarter, previous year)/ total borrowed funds (corresponding quarter, previous year)
6.	Non-core borrowed funds growth in previous 12 months	Non-core borrowed funds (current quarter, current year) – non-core borrowed funds (corresponding quarter, previous year)/non-core borrowed funds (corresponding quarter, previous year)

Liquidity Ratios

1.	Tradable assets as a per cent of gross assets	Tradable assets (source: *Ordinance No. 11*, cash + demand deposits in banks payable at sight or at notice of up to seven days + time deposits in banks payable at sight or at notice of up to one month + claims on repurchase agreements payable at sight or at notice of up to one month + securities in trading portfolio payable at sight or at notice of up to seven days)/gross assets
2.	Tradable assets as a per cent of total borrowed funds	Tradable assets/total borrowed funds (= total deposits + obligations under repurchase agreements + short-term borrowings + long-term borrowings + interest liabilities, source: *balance sheets*)
3.	Non-core borrowed funds as a per cent of gross assets	Non-core borrowed funds/gross assets
4.	Credits to deposits ratio	Gross credits of non-financial institutions and other customers/total deposits
5.	Pledged securities as a per cent of total securities	Pledged securities/total securities (trading portfolio + investment for sale + up to maturity)
6.	Large deposits ratio	Deposits of non-financial institutions and other customers exceeding 10 per cent of total deposits of non-financial institutions and other customers/total deposits of non-financial institutions and other customers
7.	Primary liquidity	Cash/deposits of financial institutions + deposits of non-financial institutions + short-term borrowings + long-term borrowings
8.	Secondary liquidity	Liquid assets ratio under Ordinance No. 11

II. Methodological Notes

1. In order to ensure full comparability with quarterly data for previous periods the form of monthly *balance sheet* and *income statement* was chosen.

2. Data on individual banks are based on official quarterly reports presented by commercial banks at the BNB.

3. A bank *passport* includes basic information on the structure of shareholder capital and management, which reflect the *actual state at the time of preparing the information* (early May 2006). Data on basic items of the balance sheet and income statement are based on relevant total lines.

4. Commercial banks are divided into groups by asset size (foreign bank branches are classified into a separate group) as follows:

> **Group I:** *the first ten banks with the largest assets. It includes Bulbank, DSK Bank, United Bulgarian Bank, HVB Bank Biochim, First Investment Bank, Raiffeisenbank, Bulgaria, Bulgarian Post Bank, Société Générale Expressbank, Piraeus Eurobank and Economic and Investment Bank.*
>
> **Group II:** *the other Bulgarian banks. It includes DZI Bank (former Roseximbank), Hebros Commercial Bank, Municipal Bank, Central Cooperative Bank, Corporate Commercial Bank, Allianz Bulgaria Commercial Bank (former Bulgaria-Invest Commercial Bank), Unionbank, Bulgarian-American Credit Bank, ProCredit Bank, BNP Paribas, Bulgaria, International Asset Bank (former First East International Bank), Investbank (former Neftinvestbank), Emporiki Bank, Bulgaria (former Commercial Bank of Greece, Bulgaria), Encouragement Bank, D Commerce Bank (former Demirbank, Bulgaria), Tokuda Bank, WestEast Bank and Texim Private Entrepreneurial Bank.*
>
> **Group III:** *branches of foreign banks in Bulgaria. It includes ING Bank N. V., National Bank of Greece C. A., Citibank N. A., Alpha Bank and T. C. Ziraat Bank.*

Banks are classified only for statistical purposes. The group classification does not imply banks' financial performance evaluation and it should not be interpreted as a rating system.

5. Appendices containing information on selected coefficients are based on reports under BNB ordinances on the capital adequacy, risk exposures evaluation and liquidity. Data on primary liquidity are based on the ratio of cash to borrowed funds, and data on secondary liquidity are based on the ratio of liquid assets to borrowed funds under BNB Ordinance No. 11. Data about net cumulative flows based on banks' reports on their liquidity are also published.

III. Banking Supervision Regulation

CAPITAL ADEQUACY OF COMMERCIAL BANKS AS OF 31 MARCH 2006

(under Ordinance No. 8 of the BNB)

Banks	Equity (BGN'000)	Tier 1 capital (BGN'000)	Risk component (%)	Capital adequacy ratio (%)	Tier 1 capital ratio (%)
Group I	2 492 643	1 976 915	16 023 257	15.56	12.34
Group II	810 588	720 971	4 664 246	17.38	15.46
Banking system, total	**3 303 231**	**2 697 886**	**20 687 503**	**15.97**	**13.04**

Source: BNB.

CREDIT PORTFOLIO OF COMMERCIAL BANKS

(under Ordinance No. 9 of the BNB)

Bank groups	Credits	March 2006
Group I	**Total (BGN'000)**	**18 729 710**
	Standard (%)	94.15
	Watch (%)	3.10
	Substandard (%)	0.92
	Non-performing (%)	1.82
	Provisions (%)	2.70
Group II	**Total (BGN'000)**	**5 192 662**
	Standard (%)	94.64
	Watch (%)	2.84
	Substandard (%)	0.72
	Non-performing (%)	1.79
	Provisions (%)	2.37
Group III	**Total (BGN'000)**	**901 790**
	Standard (%)	97.72
	Watch (%)	2.20
	Substandard (%)	0.00
	Non-performing (%)	0.08
	Provisions (%)	0.27
Banking system, total	**Total (BGN'000)**	**24 824 162**
	Standard (%)	94.39
	Watch (%)	3.02
	Substandard (%)	0.84
	Non-performing (%)	1.75
	Provisions (%)	2.54

Source: BNB.

LIQUIDITY OF COMMERCIAL BANKS AS OF 31 MARCH 2006
(under Ordinance No. 11 of the BNB)

(BGN'000)

Items	Total	Overdue assets of 15 or more days/ assets in pawn	At sight up to 7 days	From 8 days to 1 month	From 1 to 3 months	From 3 to 6 months	From 6 to 12 months	Over 1 year
Group I								
Liquid assets, total	8 001 357	1 287 542						
ASSETS, TOTAL – inflow	24 542 273	1 528 293	8 005 069	2 278 525	792 313	1 295 873	2 832 597	9 337 896
BORROWED FUNDS, TOTAL (DEPOSITS)	22 616 844		5 355 804	4 351 992	1 959 224	1 281 911	2 333 122	7 334 791
Coefficient of liquid assets	29.69							
Adjusted coefficient of liquid assets to deposits			149.47	108.42	43.41	101.09	121.41	127.31
Group II								
Liquid assets, total	2 615 733	443 180						
ASSETS, TOTAL – inflow	7 157 829	650 514	2 714 940	318 070	304 913	506 703	910 816	2 402 387
BORROWED FUNDS, TOTAL (DEPOSITS)	6 641 204		1 706 234	1 005 332	809 181	909 293	897 910	1 313 254
Coefficient of liquid assets	32.71							
Adjusted coefficient of liquid assets to deposits			159.12	123.10	60.80	55.72	101.44	182.93
Group III								
Liquid assets, total	402 937	1 980						
ASSETS, TOTAL – inflow	1 043 419	2 186	743 884	17 988	30 971	10 422	78 487	161 667
BORROWED FUNDS, TOTAL (DEPOSITS)	991 389		660 947	78 807	105 109	11 099	5 327	130 100
Coefficient of liquid assets	40.44							
Adjusted coefficient of liquid assets to deposits			112.55	22.83	29.47	93.90	1 473.38	124.26
BANKING SYSTEM, TOTAL								
Liquid assets, total	11 020 027	1 732 702						
ASSETS, TOTAL – inflow	32 743 521	2 180 993	11 463 893	2 614 583	1 128 197	1 812 998	3 821 900	11 901 950
BORROWED FUNDS, TOTAL (DEPOSITS)	30 249 437		7 722 985	5 436 131	2 873 514	2 202 303	3 236 359	8 778 145
Coefficient of liquid assets	30.70							
Adjusted coefficient of liquid assets to deposits			148.44	109.63	43.33	82.32	118.09	135.59

Source: BNB.

HIGH LIQUIDITY ASSET RATIOS
(share of deposits, %)

Commercial bank groups		March 2006
Group I	Primary liquidity	12.86
	Secondary liquidity	29.69
Group II	Primary liquidity	16.03
	Secondary liquidity	32.71
Group III	Primary liquidity	6.22
	Secondary liquidity	40.44
Banking system, total	**Primary liquidity**	**13.28**
	Secondary liquidity	**30.70**

Source: BNB.

IV. Balance Sheets and Income Statements

(as of March 2006)

BALANCE SHEET OF THE BANKING SYSTEM AS OF 31 MARCH 2006

(BGN'000)

	Total	Including			
		Related parties	BGN	EUR	Other currencies
ASSETS					
Vault cash and current accounts with the BNB	**3 453 006**		**1 741 979**	**1 614 517**	**96 510**
Claims on financial institutions					
Demand deposits with banks	1 310 398	186 954	7 971	865 156	250 317
Time deposits with banks	4 659 336	228 876	1 060 661	2 009 920	1 359 879
Credits to banks	67 673	0	995	51 326	15 352
Other claims on banks	7 154	0	1 524	3 938	1 692
Credits to other financial institutions	145 413	0	28 014	117 399	0
Claims on financial institutions, total	**6 189 974**	**415 830**	**1 099 165**	**3 047 739**	**1 627 240**
Less: specific provisions	**1 363**		**843**	**370**	**150**
Claims on financial institutions, net	**6 188 611**	**415 830**	**1 098 322**	**3 047 369**	**1 627 090**
Claims under repurchase agreements	**250 540**	**0**	**60 697**	**150 169**	**39 674**
Trading portfolio	**2 029 729**	**105**	**824 473**	**735 667**	**469 484**
Investment portfolio					
Investments held to maturity	1 085 324	0	403 705	348 662	332 957
Investments available for sale	1 735 150	0	609 968	835 631	289 551
Credits to non-financial institutions and other customers					
Credits to budget	56 691		33 151	23 540	0
Commercial credits					
Commercial real estate and construction credits	3 166 258		634 839	2 369 580	161 839
Other commercial credits	8 418 218		3 434 306	4 557 874	426 038
Agricultural credits	362 124		266 054	87 598	8 472
Consumer credits	4 136 295		3 918 133	203 690	14 472
Housing mortgage credits to individuals	2 253 277		1 525 700	711 189	16 388
Other credits	241 325	0	97 089	123 980	20 256
Credits to non-financial institutions and other customers, total	**18 634 188**	**0**	**9 909 272**	**8 077 451**	**647 465**
Less: specific provisions	**630 245**		**432 753**	**166 015**	**31 477**
Credits to non-financial institutions and other customers, net	**18 003 943**	**0**	**9 476 519**	**7 911 436**	**615 988**
Memo: purchased credits	15 311				
Assets for resale	**19 536**		**19 536**	**0**	**0**
Investments in subsidiaries, associated and joint-venture companies	**39 588**		**39 588**	**0**	**0**
Other assets					
Hedging derivatives	1 494	0	1 494	0	0
Other assets	258 662	584	204 227	40 442	13 409
Other assets, total	**260 156**	**584**	**205 721**	**40 442**	**13 409**
Intangible assets	**124 330**		**124 309**	**0**	**21**
Premises and other fixed assets	**822 763**		**822 219**	**0**	**544**
Assets, total	**34 012 676**	**416 519**	**15 427 036**	**14 683 893**	**3 485 228**

(continued)

(continued) (BGN'000)

	Total	Including			
		Related parties	BGN	EUR	Other currencies
LIABILITIES, MINORITY INTEREST, AND CAPITAL					
Deposits of financial institutions					
Demand deposits of banks	269 802	3 742	39 777	159 383	66 900
Time deposits of banks	2 433 151	29 448	885 372	1 298 333	219 998
Deposits of other financial institutions	1 552 234	0	583 958	929 739	38 537
Deposits of non-financial institutions and other customers					
Demand deposits	8 307 393	0	5 243 403	2 344 522	719 468
Time deposits	10 975 682	0	3 984 927	4 586 870	2 403 885
Savings deposits	2 459 769	0	1 251 445	772 090	436 234
Deposits, total	**25 998 031**	**33 190**	**11 988 882**	**10 090 937**	**3 885 022**
Borrowings under repurchase agreements	**370 385**	**0**	**52 102**	**282 198**	**36 085**
Short-term borrowings					
From the BNB	0		0	0	0
From banks	227 884	0	8 142	201 205	18 537
Other	53 777	0	33 908	9 775	10 094
Long-term borrowings	**2 425 813**	**0**	**286 776**	**2 013 997**	**125 040**
Memo: borrowings from banks	1 633 048	0	86 253	1 506 290	40 505
Subordinated term debt and debt/equity (hybrid) instruments					
Subordinated term debt	195 430		25 391	169 399	640
Debt/equity (hybrid) instruments	287 000		11 041	275 959	0
Other liabilities					
Trading portfolio liabilities	36 900	130	1 450	26 204	9 116
Hedging derivatives	3 510	0	2 985	525	0
Specific provisions on off-balance sheet commitments	50 454	0	4 711	3 778	41 965
Other liabilities	605 719	8 856	381 941	159 737	55 185
Liabilities, total	**30 254 903**	**42 176**	**12 797 329**	**13 233 714**	**4 181 684**
Minority interest in consolidated subsidiaries	**0**		**0**	**0**	**0**
Equity					
Common stock	1 328 834		1 328 834		
Share premium on common stock	1 767		1 767		
Preferred stock and related premium	0		0		
Reserves					
Retained profit/loss, previous years	496 013	40 759	455 254		
Statutory reserves	681 226		681 226		
Other reserves	800 846	25 437	775 409		
Cumulative foreign exchange translation adjustment	0		0		
Other equity components					
Revaluation – fixed assets	236 793	0	236 793		
Revaluation – investments available for sale	276	282	-6		
Revaluation – cash flow hedges	0	0	0		
Profit/loss, current year	213 657		213 657		
One-off effect of the change in accounting regime	-1 639	0	-1 639		
Equity, total	**3 757 773**	**66 478**	**3 691 295**		
Liabilities, minority interest, and capital, total	**34 012 676**	**108 654**	**16 488 624**	**13 233 714**	**4 181 684**
Memo: credit substitutes and other off-balance sheet commitments	**5 272 280**	**22 687**	**2 248 784**	**2 288 575**	**712 234**

INCOME STATEMENT OF THE BANKING SYSTEM
(March 2006)

(BGN'000)

	Total	Including			
		Related parties	BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME					
Interest income from demand deposits with banks	1 842	1 003	27	479	333
Interest income from time deposits with banks	33 080	1 622	3 148	11 840	16 470
Interest income from credits to banks	537	0	12	374	151
Interest income from other claims on banks	323	0	1	54	268
Interest income from credits to other financial institutions	2 289	0	564	1 707	18
Interest income from claims under repurchase agreements	1 740	0	429	862	449
Interest income from trading portfolio	27 937	0	14 158	6 396	7 383
Interest income from investment portfolio	31 686	0	13 063	12 008	6 615
Bulgarian government securities	15 937		9 912	5 583	442
Other domestic debt securities	4 859	0	2 908	1 704	247
Debt securities issued by foreign governments and international financial institutions	5 050		95	2 703	2 252
Other external debt securities	5 840	0	148	2 018	3 674
Interest income from credits	444 148	0	266 734	158 974	18 440
Credits to budget	682		648	34	0
Commercial real estate and construction credits	76 442		15 697	54 819	5 926
Other commercial credits	178 210		84 117	82 660	11 433
Agricultural credits	7 049		5 559	1 323	167
Consumer credits	131 415		127 012	4 231	172
Housing mortgage credits to individuals	45 420		31 888	13 074	458
Other credits	4 930	0	1 813	2 833	284
Dividend income	15	0	15	0	0
Interest and dividend income, total	**543 597**	**2 625**	**298 151**	**192 694**	**50 127**
INTEREST EXPENDITURE					
Interest expenditure on deposits of banks	11 628	776	3 522	4 956	2 374
Interest expenditure on deposits of other financial institutions	19 947	0	5 391	14 140	416
Interest expenditure on demand deposits of non-financial institutions and other customers	13 800	0	8 597	4 115	1 088
Interest expenditure on time deposits of non-financial institutions and other customers	85 520	0	37 484	29 445	18 591
Interest expenditure on savings deposits of non-financial institutions and other customers	9 256	0	6 208	2 144	904
Interest expenditure on borrowings under repurchase agreements	1 733	0	522	717	494
Interest expenditure on short-term borrowings	2 869	0	533	1 900	436
Interest expenditure on long-term borrowings	23 396	0	2 874	18 606	1 916
Interest expenditure on subordinated term debt	3 029	0	94	2 928	7
Interest expenditure on debt/equity (hybrid) instruments	3 395		186	3 209	0
Interest expenditure on other liabilities	1 960		36	806	1 117
Interest expenditure, total	**176 533**	**777**	**65 447**	**82 966**	**27 343**
INTEREST AND DIVIDEND INCOME, NET	**367 064**	**1848**	**232 704**	**109 728**	**22 784**
CREDIT PROVISIONS					
Accrued provisions	146 625	0			
Reintegrated provisions	137 885	0			
Credit provisions, net	8 740	0			

(continued)

(continued) (BGN'000)

	Total	Including			
		Related parties	BGN	EUR	Other currencies
TRADING PORTFOLIO GAIN/LOSS					
Gain/loss on securities trading portfolio	-20 580	0			
Gain/loss on derivatives held for trading	5 360	0			
Gain/loss on other instruments in trading portfolio	67	0			
Trading portfolio gain/loss, total	-15 153	0			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE					
Gain/loss on investments available for sale	1 872	0			
Gain/loss on instruments effectively hedging investments available for sale	31	0			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**3 270**	**0**			
OTHER NON-INTEREST INCOME					
Credit servicing income	36 023	0			
Fee income on off-balance sheet accounts	7 427	0			
Service charges on deposits	41 269	0			
Other fees and commissions	40 170	0			
Gain/loss on assets held for resale	61	0			
Gain/loss on sale of other assets	17 283	0			
Gain/loss on foreign currency transactions	11 270	-291			
Other non-interest income	9 924	0			
NON-INTEREST EXPENDITURE					
Salary, social security, and pension expenditure	97 485				
Occupancy expenditure, net	49 022				
External service expenditure paid to shareholders, subsidiaries and associated companies	3 679				
Other external service expenditure	73 069	480			
Other non-interest expenditure	50 046	0			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE, AND TAX ITEMS	**238 470**	**1 077**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**11 104**	**136**			
EXTRAORDINARY GAIN/LOSS	**1 956**	**0**			
TAX	**37 873**				
MINORITY INTEREST	**0**				
PROFIT/LOSS, NET	**213 657**	**1 213**			

BALANCE SHEET OF GROUP I BANKS AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**2 506 861**	**1 072 834**	**1 366 686**	**67 341**
Claims on financial institutions				
Demand deposits with banks	1 032 150	6 057	822 452	203 641
Time deposits with banks	3 163 945	810 839	1 440 705	912 401
Credits to banks	48 112	995	31 767	15 350
Other claims on banks	6 592	1 235	3 694	1 663
Credits to other financial institutions	88 238	17 509	70 729	0
Claims on financial institutions, total	**4 339 037**	**836 635**	**2 369 347**	**1 133 055**
Less: specific provisions	**957**	**554**	**255**	**148**
Claims on financial institutions, net	**4 338 080**	**836 081**	**2 369 092**	**1 132 907**
Claims under repurchase agreements	**66 751**	**21 496**	**41 666**	**3 589**
Trading portfolio	**1 574 046**	**519 201**	**620 518**	**434 327**
Investment portfolio				
Investments held to maturity	943 126	345 684	282 431	315 011
Investments available for sale	1 228 359	393 236	616 574	218 549
Credits to non-financial institutions and other customers				
Credits to budget	39 918	17 884	22 034	0
Commercial credits				
Commercial real estate and construction credits	2 137 806	411 196	1 632 170	94 440
Other commercial credits	6 206 834	2 281 285	3 674 982	250 567
Agricultural credits	213 496	141 034	70 547	1 915
Consumer credits	3 743 565	3 568 660	163 309	11 596
Housing mortgage credits to individuals	1 938 158	1 383 356	544 473	10 329
Other credits	110 896	46 918	54 438	9 540
Credits to non-financial institutions and other customers, total	**14 390 673**	**7 850 333**	**6 161 953**	**378 387**
Less: specific provisions	**505 319**	**370 871**	**110 970**	**23 478**
Credits to non-financial institutions and other customers, net	**13 885 354**	**7 479 462**	**6 050 983**	**354 909**
Memo: purchased credits	10 741			
Assets for resale	**9 765**	**9 765**	**0**	**0**
Investments in subsidiaries, associated and joint-venture companies	**35 167**	**35 167**	**0**	**0**
Other assets				
Hedging derivatives	1 494	1 494	0	0
Other assets	164 417	122 774	33 267	8 376
Other assets, total	**165 911**	**124 268**	**33 267**	**8 376**
Intangible assets	**99 791**	**99 770**	**0**	**21**
Premises and other fixed assets	**619 983**	**619 439**	**0**	**544**
Assets, total	**25 473 194**	**11 556 403**	**11 381 217**	**2 535 574**

(continued)

(continued) (BGN'000)

	Total	Including BGN	Including EUR	Including Other currencies
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions				
Demand deposits of banks	132 151	12 215	104 305	15 631
Time deposits of banks	2 032 213	724 379	1 117 581	190 253
Deposits of other financial institutions	1 213 469	323 092	873 184	17 193
Deposits of non-financial institutions and other customers				
Demand deposits	5 859 024	3 616 372	1 708 751	533 901
Time deposits	8 195 714	3 109 958	3 359 062	1 726 694
Savings deposits	2 068 156	1 088 952	611 393	367 811
Deposits, total	**19 500 727**	**8 874 968**	**7 774 276**	**2 851 483**
Borrowings under repurchase agreements	**339 358**	**21 075**	**282 198**	**36 085**
Short-term borrowings				
From the BNB	0	0	0	0
From banks	111 051	0	98 016	13 035
Other	13 021	13 021	0	0
Long-term borrowings	**1 747 417**	**220 684**	**1 433 168**	**93 565**
Memo: borrowings from banks	1 311 878	86 253	1 185 120	40 505
Subordinated term debt and debt/equity (hybrid) instruments				
Subordinated term debt	142 268	0	142 268	0
Debt/equity (hybrid) instruments	256 401	0	256 401	0
Other liabilities				
Trading portfolio liabilities	34 840	1 286	24 461	9 093
Hedging derivatives	2 985	2 985	0	0
Specific provisions on off-balance sheet commitments	50 454	4 711	3 778	41 965
Other liabilities	423 088	289 179	96 652	37 257
Liabilities, total	**22 621 610**	**9 427 909**	**10 111 218**	**3 082 483**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity				
Common stock	834 863	834 863		
Share premium on common stock	0	0		
Preferred stock and related premium	0	0		
Reserves				
Retained profit/loss, previous years	410 739	410 739		
Statutory reserves	539 654	539 654		
Other reserves	671 764	671 764		
Cumulative foreign exchange translation adjustment	0	0		
Other equity components				
Revaluation – fixed assets	222 236	222 236		
Revaluation – investments available for sale	672	672		
Revaluation – cash flow hedges	0	0		
Profit/loss, current year	174 648	174 648		
One-off effect of the change in accounting regime	-2 992	-2 992		
Equity, total	**2 851 584**	**2 851 584**		
Liabilities, minority interest, and capital, total	**25 473 194**	**12 279 493**	**10 111 218**	**3 082 483**
Memo: credit substitutes and other off-balance sheet commitments	**3 523 484**	**1 470 577**	**1 537 968**	**514 939**

INCOME STATEMENT OF GROUP I BANKS
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME				
Interest income from demand deposits with banks	614	3	343	268
Interest income from time deposits with banks	20 935	1 885	7 431	11 619
Interest income from credits to banks	384	12	221	151
Interest income from other claims on banks	323	1	54	268
Interest income from credits to other financial institutions	1 269	338	931	0
Interest income from claims under repurchase agreements	625	211	373	41
Interest income from trading portfolio	21 962	10 240	4 891	6 831
Interest income from investment portfolio	24 475	10 669	8 266	5 540
Bulgarian government securities	12 323	7 872	4 329	122
Other domestic debt securities	2 887	2 590	150	147
Debt securities issued by foreign governments and international financial institutions	4 206	83	2 237	1 886
Other external debt securities	5 059	124	1 550	3 385
Interest income from credits	338 213	218 627	108 892	10 694
Credits to budget	420	417	3	0
Commercial real estate and construction credits	46 287	9 958	32 948	3 381
Other commercial credits	126 350	58 396	61 031	6 923
Agricultural credits	3 289	2 317	963	9
Consumer credits	121 387	117 975	3 293	119
Housing mortgage credits to individuals	38 226	28 735	9 240	251
Other credits	2254	829	1414	11
Dividend income	0	0	0	0
Interest and dividend income, total	**408 800**	**241 986**	**131 402**	**35 412**
INTEREST EXPENDITURE				
Interest expenditure on deposits of banks	8 328	2 772	3 654	1 902
Interest expenditure on deposits of other financial institutions	16 298	2 500	13 688	110
Interest expenditure on demand deposits of non-financial institutions and other customers	9 060	5 201	3 099	760
Interest expenditure on time deposits of non-financial institutions and other customers	59 169	28 590	18 258	12 321
Interest expenditure on savings deposits of non-financial institutions and other customers	6 388	4 634	1 224	530
Interest expenditure on borrowings under repurchase agreements	1 327	116	717	494
Interest expenditure on short-term borrowings	1 000	49	763	188
Interest expenditure on long-term borrowings	15 409	2 569	11 695	1 145
Interest expenditure on subordinated term debt	2 698	0	2 698	0
Interest expenditure on debt/equity (hybrid) instruments	2 979	145	2 834	0
Interest expenditure on other liabilities	1 588	22	700	866
Interest expenditure, total	**124244**	**46598**	**59330**	**18316**
INTEREST AND DIVIDEND INCOME, NET	**284 556**	**195 388**	**72 072**	**17 096**
CREDIT PROVISIONS				
Accrued provisions	115 059			
Reintegrated provisions	112 125			
Credit provisions, net	2 934			

(continued)

(continued) (BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
TRADING PORTFOLIO GAIN/LOSS				
Gain/loss on securities trading potfolio	-17 153			
Gain/loss on derivatives held for trading	4 167			
Gain/loss on other instruments in trading portfolio	72			
Trading portfolio gain/loss, total	-12 914			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE				
Gain/loss on investments available for sale	1 052			
Gain/loss on instruments effectively hedging investments available for sale	0			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**3 403**			
OTHER NON-INTEREST INCOME				
Credit servicing income	29 822			
Fee income on off-balance sheet accounts	4 185			
Service charges on deposits	32 397			
Other fees and commissions	29 959			
Gain/loss on assets held for resale	49			
Gain/loss on sale of other assets	459			
Gain/loss on foreign currency transactions	8702			
Other non-interest income	7 395			
NON-INTEREST EXPENDITURE				
Salary, social security, and pension expenditure	66 339			
Occupancy expenditure, net	31 089			
External service expenditure paid to shareholders, subsidiaries and associated companies	2 040			
Other external service expenditure	57 585			
Other non-interest expenditure	34 131			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE, AND TAX ITEMS	**194 947**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**8 709**			
EXTRAORDINARY GAIN/LOSS	**1 989**			
TAX	**30 997**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**174 648**			

BALANCE SHEET OF GROUP II BANKS AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**885 825**	**651 520**	**206 817**	**27 488**
Claims on financial institutions				
Demand deposits with banks	90 175	1 896	41 950	46 329
Time deposits with banks	1 206 297	212 816	546 407	447 074
Credits to banks	19 561	0	19 559	2
Other claims on banks	362	289	44	29
Credits to other financial institutions	51 638	8 217	43 421	0
Claims on financial institutions, total	**1 368 033**	**223 218**	**651 381**	**493 434**
Less: specific provisions	**406**	**289**	**115**	**2**
Claims on financial institutions, net	**1 367 627**	**222 929**	**651 266**	**493 432**
Claims under repurchase agreements	**178 968**	**34 380**	**108 503**	**36 085**
Trading portfolio	**422 634**	**284 782**	**107 329**	**30 523**
Investment portfolio				
Investments held to maturity	142 198	58 021	66 231	17 946
Investments available for sale	460 902	197 718	196 343	66 841
Credits to non-financial institutions and other customers				
Credits to budget	16 773	15 267	1 506	0
Commercial credits				
Commercial real estate and construction credits	958 632	215 196	684 825	58 611
Other commercial credits	1 909 249	932 789	812 161	164 299
Agricultural credits	138 442	123 591	14 072	779
Consumer credits	390 602	347 524	40 272	2 806
Housing mortgage credits to individuals	302 434	134 369	162 036	6 029
Other credits	108 497	50 043	47 776	10 678
Credits to non-financial institutions and other customers, total	**3 824 629**	**1 818 779**	**1 762 648**	**243 202**
Less: specific provisions	**122 476**	**61 485**	**53 649**	**7 342**
Credits to non-financial institutions and other customers, net	**3 702 153**	**1 757 294**	**1 708 999**	**235 860**
Memo: purchased credits	4 570			
Assets for resale	**9 771**	**9 771**	**0**	**0**
Investments in subsidiaries, associated and joint-venture companies	**4 421**	**4 421**	**0**	**0**
Other assets				
Hedging derivatives	0	0	0	0
Other assets	85 810	75 892	5 283	4 635
Other assets, total	**85 810**	**75 892**	**5 283**	**4 635**
Intangible assets	**23 586**	**23 586**	**0**	**0**
Premises and other fixed assets	**194 595**	**194 595**	**0**	**0**
Assets, total	**7 478 490**	**3 514 909**	**3 050 771**	**912 810**

(continued)

(continued) (BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions				
Demand deposits of banks	13 085	3 399	3 543	6 143
Time deposits of banks	355 942	149 987	178 796	27 159
Deposits of other financial institutions	297 699	237 376	41 365	18 958
Deposits of non-financial institutions and other customers				
Demand deposits	1 966 819	1 462 628	353 953	150 238
Time deposits	2 516 500	845 352	1 073 370	597 778
Savings deposits	377 392	160 857	150 455	66 080
Deposits, total	**5 527 437**	**2 859 599**	**1 801 482**	**866 356**
Borrowings under repurchase agreements	**31 027**	**31 027**	**0**	**0**
Short-term borrowings				
From the BNB	0	0	0	0
From banks	116 833	8 142	103 189	5 502
Other	40 756	20 887	9 775	10 094
Long-term borrowings	**678 396**	**66 092**	**580 829**	**31 475**
Memo: borrowings from banks	321 170	0	321 170	0
Subordinated term debt and debt/equity (hybrid) instruments				
Subordinated term debt	53 162	25 391	27 131	640
Debt/equity (hybrid) instruments	30 599	11 041	19 558	0
Other liabilities				
Trading portfolio liabilities	1 813	164	1 633	16
Hedging derivatives	525	0	525	0
Specific provisions on off-balance sheet commitments	0	0	0	0
Other liabilities	161 356	87 425	61 237	12 694
Liabilities, total	**6 641 904**	**3 109 768**	**2 605 359**	**926 777**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity				
Common stock	493 971	493 971		
Share premium on common stock	1 767	1 767		
Preferred stock and related premium	0	0		
Reserves				
Retained profit/loss, previous years	44 515	44 515		
Statutory reserves	141 572	141 572		
Other reserves	103 645	103 645		
Cumulative foreign exchange translation adjustment	0	0		
Other equity components				
Revaluation – fixed assets	14 557	14 557		
Revaluation – investments available for sale	-678	-678		
Revaluation – cash flow hedges	0	0		
Profit/loss, current year	35 884	35 884		
One-off effect of the change in accounting regime	1 353	1 353		
Equity, total	**836 586**	**836 586**		
Liabilities, minority interest, and capital, total	**7 478 490**	**3 946 354**	**2 605 359**	**926 777**
Memo: credit substitutes and other off-balance sheet commitments	**1 160 237**	**601 150**	**448 137**	**110 950**

INCOME STATEMENT OF GROUP II BANKS
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME				
Interest income from demand deposits with banks	158	0	95	63
Interest income from time deposits with banks	10 073	866	4 363	4 844
Interest income from credits to banks	153	0	153	0
Interest income from other claims on banks	0	0	0	0
Interest income from credits to other financial institutions	934	195	721	18
Interest income from claims under repurchase agreements	1 115	218	489	408
Interest income from trading portfolio	5 587	3 530	1 505	552
Interest income from investment portfolio	6 603	2 130	3 463	1 010
Bulgarian government securities	3 350	1 776	1 254	320
Other domestic debt securities	1 972	318	1 554	100
Debt securities issued by foreign governments and international financial institutions	500	12	187	301
Other external debt securities	781	24	468	289
Interest income from credits	100 178	45 739	47 371	7 068
Credits to budget	262	231	31	0
Commercial real estate and construction credits	28 336	5 609	20 339	2 388
Other commercial credits	48 631	23 728	20 808	4 095
Agricultural credits	3 631	3 219	357	55
Consumer credits	9 960	8 975	934	51
Housing mortgage credits to individuals	6 978	2 995	3 777	206
Other credits	2380	982	1125	273
Dividend income	15	15	0	0
Interest and dividend income, total	**124 816**	**52 693**	**58 160**	**13 963**
INTEREST EXPENDITURE				
Interest expenditure on deposits of banks	1 816	503	950	363
Interest expenditure on deposits of other financial institutions	3 553	2 847	414	292
Interest expenditure on demand deposits of non-financial institutions and other customers	3 746	2 921	547	278
Interest expenditure on time deposits of non-financial institutions and other customers	25 660	8 790	10 952	5 918
Interest expenditure on savings deposits of non-financial institutions and other customers	2 861	1 573	916	372
Interest expenditure on borrowings under repurchase agreements	406	406	0	0
Interest expenditure on short-term borrowings	1 869	484	1 137	248
Interest expenditure on long-term borrowings	7 987	305	6 911	771
Interest expenditure on subordinated term debt	331	94	230	7
Interest expenditure on debt/equity (hybrid) instruments	416	41	375	0
Interest expenditure on other liabilities	371	14	106	251
Interest expenditure, total	**49016**	**17978**	**22538**	**8500**
INTEREST AND DIVIDEND INCOME, NET	**75 800**	**34 715**	**35 622**	**5 463**
CREDIT PROVISIONS				
Accrued provisions	30 979			
Reintegrated provisions	23 981			
Credit provisions, net	6 998			

(continued)

(continued) (BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
TRADING PORTFOLIO GAIN/LOSS				
Gain/loss on securities trading potfolio	-3 761			
Gain/loss on derivatives held for trading	389			
Gain/loss on other instruments in trading portfolio	0			
Trading portfolio gain/loss, total	-3 372			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE				
Gain/loss on investments available for sale	882			
Gain/loss on instruments effectively hedging investments available for sale	31			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**-133**			
OTHER NON-INTEREST INCOME				
Credit servicing income	6 077			
Fee income on off-balance sheet accounts	3 067			
Service charges on deposits	8 386			
Other fees and commissions	8 580			
Gain/loss on assets held for resale	12			
Gain/loss on sale of other assets	16 824			
Gain/loss on foreign currency transactions	2427			
Other non-interest income	2 075			
NON-INTEREST EXPENDITURE				
Salary, social security, and pension expenditure	28 166			
Occupancy expenditure, net	16 645			
External service expenditure paid to shareholders, subsidiaries and associated companies	1 639			
Other external service expenditure	12 495			
Other non-interest expenditure	14 434			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE, AND TAX ITEMS	**40 279**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**1 933**			
EXTRAORDINARY GAIN/LOSS	**-26**			
TAX	**6 302**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**35 884**			

BALANCE SHEET OF GROUP III BANKS AS OF 31 MARCH 2006

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
ASSETS						
Vault cash and current accounts with the BNB	60 320		60 320	17 625	41 014	1 681
Claims on financial institutions						
Demand deposits with banks	188 073	186 954	1 119	18	754	347
Time deposits with banks	289 094	228 876	60 218	37 006	22 808	404
Credits to banks	0	0	0	0	0	0
Other claims on banks	200	0	200	0	200	0
Credits to other financial institutions	5 537	0	5 537	2 288	3 249	0
Claims on financial institutions, total	**482 904**	**415 830**	**67 074**	**39 312**	**27 011**	**751**
Less: specific provisions	**0**	**0**	**0**	**0**	**0**	**0**
Claims on financial institutions, net	**482 904**	**415 830**	**67 074**	**39 312**	**27 011**	**751**
Claims under repurchase agreements	**4 821**	**0**	**4 821**	**4 821**	**0**	**0**
Trading portfolio	**33 049**	**105**	**32 944**	**20 490**	**7 820**	**4 634**
Investment portfolio						
Investments held to maturity	0	0	0	0	0	0
Investments available for sale	45 889	0	45 889	19 014	22 714	4 161
Credits to non-financial institutions and other customers						
Credits to budget	0		0	0	0	0
Commercial credits						
Commercial real estate and construction credits	69 820		69 820	8 447	52 585	8 788
Other commercial credits	302 135		302 135	220 232	70 731	11 172
Agricultural credits	10 186		10 186	1 429	2 979	5 778
Consumer credits	2 128		2 128	1 949	109	70
Housing mortgage credits to individuals	12 685		12 685	7 975	4 680	30
Other credits	21 932	0	21 932	128	21 766	38
Credits to non-financial institutions and other customers, total	**418 886**	**0**	**418 886**	**240 160**	**152 850**	**25 876**
Less: specific provisions	**2 450**	**0**	**2 450**	**397**	**1 396**	**657**
Credits to non-financial institutions and other customers, net	**416 436**	**0**	**416 436**	**239 763**	**151 454**	**25 219**
Memo: purchased credits						
related parties	0					
unrelated parties	0					
Assets for resale	**0**		**0**	**0**	**0**	**0**
Other assets						
Hedging derivatives	0	0	0	0	0	0
Other assets	8 435	584	7 851	5 561	1 892	398
Other assets, total	**8 435**	**584**	**7 851**	**5 561**	**1 892**	**398**
Intangible assets	**953**		**953**	**953**	**0**	**0**
Premises and other fixed assets	**8 185**		**8 185**	**8 185**	**0**	**0**
Assets, total	**1 060 992**	**416 519**	**644 473**	**355 724**	**251 905**	**36 844**

(continued)

(continued) (BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
LIABILITIES, RESERVES, AND FINANCIAL RESULT						
Deposits of financial institutions						
Demand deposits of banks	124 566	3 742	120 824	24 163	51 535	45 126
Time deposits of banks	44 996	29 448	15 548	11 006	1 956	2 586
Deposits of other financial institutions	41 066	0	41 066	23 490	15 190	2 386
Deposits of non-financial institutions and other customers						
Demand deposits	481 550	0	481 550	164 403	281 818	35 329
Time deposits	263 468	0	263 468	29 617	154 438	79 413
Savings deposits	14 221	0	14 221	1 636	10 242	2 343
Deposits, total	**969 867**	**33 190**	**936 677**	**254 315**	**515 179**	**167 183**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Short-term borrowings						
From the BNB	0		0	0	0	0
From banks	0	0	0	0	0	0
Other	0	0	0	0	0	0
Long-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Memo: borrowings from banks	0	0	0	0	0	0
Other liabilities						
Trading portfolio liabilities	247	130	117	0	110	7
Hedging derivatives	0	0	0	0	0	0
Specific provisions on off-balance sheet commitments	0	0	0	0	0	0
Other liabilities	21 275	8 856	12 419	5 337	1 848	5 234
Liabilities, total	**991 389**	**42 176**	**949 213**	**259 652**	**517 137**	**172 424**
Reserves and financial result						
Reserves						
Retained profit/loss, previous years	40 759	40 759				
Other reserves	25 437	25 437				
Revaluation reserves						
Revaluation – fixed assets	0	0				
Revaluation – investments available for sale	282	282				
Revaluation – cash flow hedges	0	0				
Profit/loss, current year	3 125		3 125	3125		
One-off effect of the change in accounting regime	0	0				
Reserves and financial result, total	**69 603**	**66 478**	**3 125**	**3125**		
Liabilities, reserves, and financial result, total	**1 060 992**	**108 654**	**952 338**	**262 777**	**517 137**	**172 424**
Memo: credit substitutes and other off-balance sheet commitments	**588 559**	**22 687**	**565 872**	**177 057**	**302 470**	**86 345**

INCOME STATEMENT OF GROUP III BANKS
(March 2006)

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME						
Interest income from demand deposits with banks	1 070	1 003	67	24	41	2
Interest income from time deposits with banks	2 072	1 622	450	397	46	7
Interest income from credits to banks	0	0	0	0	0	0
Interest income from other claims on banks	0	0	0	0	0	0
Interest income from credits to other financial institutions	86	0	86	31	55	0
Interest income from claims under repurchase agreements	0	0	0	0	0	0
Interest income from trading portfolio	388	0	388	388	0	0
Interest income from investment portfolio	608	0	608	264	279	65
Bulgarian government securities	264		264	264	0	0
Other domestic debt securities	0	0	0	0	0	0
External debt securities issued by foreign governments and international financial institutions	344		344	0	279	65
Other external debt securities	0	0	0	0	0	0
Interest income from credits	5 757	0	5 757	2 368	2 711	678
Credits to budget	0		0	0	0	0
Commercial real estate and construction credits	1 819		1 819	130	1 532	157
Other commercial credits	3 229		3 229	1 993	821	415
Agricultural credits	129		129	23	3	103
Consumer credits	68		68	62	4	2
Housing mortgage credits to individuals	216		216	158	57	1
Other credits	296	0	296	2	294	0
Dividend income	0	0	0	0	0	0
Interest and dividend income, total	**9 981**	**2 625**	**7 356**	**3 472**	**3 132**	**752**
INTEREST EXPENDITURE						
Interest expenditure on deposits of banks	1 484	776	708	247	352	109
Interest expenditure on deposits of other financial institutions	96	0	96	44	38	14
Interest expenditure on demand deposits of non-finacial institutions and other customers	994	0	994	475	469	50
Interest expenditure on time deposits of non-finacial institutions and other customers	691	0	691	104	235	352
Interest expenditure on savings deposits of non-finacial institutions and other customers	7	0	7	1	4	2
Interest expenditure on borrowings under repurchase agreements	0	0	0	0	0	0
Interest expenditure on short-term borrowings	0	0	0	0	0	0
Interest expenditure on long-term borrowings	0	0	0	0	0	0
Interest expenditure on other liabilities	1	1	0	0	0	0
Interest expenditure, total	**3 273**	**777**	**2 496**	**871**	**1 098**	**527**
INTEREST AND DIVIDEND INCOME, NET	**6 708**	**1848**	**4 860**	**2 601**	**2 034**	**225**
CREDIT PROVISIONS						
Accrued provisions	587	0	587			
Reintegrated provisions	1 779	0	1 779			
Credit provisions, net	-1 192	0	-1 192			

(continued)

(continued) (BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
TRADING PORTFOLIO GAIN/LOSS						
Gain/loss on trading portfolio securities	334	0	334			
Gain/loss on derivatives held for trading	804	0	804			
Gain/loss on other instruments in trading portfolio	-5	0	-5			
Total trading portfolio gain/loss	1 133	0	1 133			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE						
Gain/loss on investments available for sale	-62	0	-62			
Gain/loss on instruments effectively hedging investments available for sale	0	0	0			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**	**0**	**0**			
OTHER NON-INTEREST INCOME						
Credit servicing income	124	0	124			
Fee income on off-balance sheet accounts	175	0	175			
Service charges on deposits	486	0	486			
Other fees and commissions	1 631	0	1 631			
Gain/loss on assets held for resale	0	0	0			
Gain/loss on sale of other assets	0	0	0			
Gain/loss on foreign currecy transactions	141	-291	432			
Other non-interest income	454	0	454			
NON-INTEREST EXPENDITURE						
Salary, social security, and pension expenditure	2 980		2 980			
Occupancy expenditure, net	1 288		1 288			
External service expenditure	2 989	480	2 509			
Other non-interest expenditure	1 481	0	1 481			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE, AND TAX ITEMS	**3 244**	**1 077**	**2 167**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**462**	**136**	**326**			
EXTRAORDINARY GAIN/LOSS	**-7**	**0**	**-7**			
TAX	**574**		**574**			
PROFIT/LOSS, NET	**3 125**	**1 213**	**1 912**			

V. Balance Sheets and Income Statements of Individual Commercial Banks*

* Banks are arranged in alphabetical order, not according to bank code.

ALLIANZ BULGARIA COMMERCIAL BANK*

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**71 276**	**51 180**	**17 658**	**2 438**
Claims on financial institutions, net	**118 154**	**10 619**	**55 665**	**51 870**
Claims under repurchase agreements	**111 104**	**10 902**	**100 202**	**0**
Trading portfolio	**50 421**	**30 718**	**13 143**	**6 560**
Investment portfolio	**82 599**	**37 303**	**30 585**	**14 711**
Credits to non-financial institutions and other customers, net	**251 960**	**133 685**	**112 504**	**5 771**
Credits to budget	100	100	0	0
Commercial credits	136 250	86 210	44 642	5 398
Commercial real estate and construction credits	45 603	26 283	18 182	1 138
Other commercial credits	90 647	59 927	26 460	4 260
Agricultural credits	5 524	5 509	15	0
Consumer credits	23 611	18 132	5 150	329
Housing mortgage credits to individuals	91 463	27 580	63 834	49
Other credits	0	0	0	0
Credits to non-financial institutions and other customers, total	**256 948**	**137 531**	**113 641**	**5 776**
Less: specific provisions	**4 988**	**3 846**	**1 137**	**5**
Assets for resale	**22**	**22**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**3 465**	**3 309**	**149**	**7**
Intangible assets	**1 588**	**1 588**	**0**	**0**
Premises and other fixed assets	**11 900**	**11 900**	**0**	**0**
Assets, total	**702 489**	**291 226**	**329 906**	**81 357**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**106 204**	**93 163**	**743**	**12 298**
Demand deposits of banks	19	1	2	16
Time deposits of banks	11 998	11 998	0	0
Deposits of other financial institutions	94 187	81 164	741	12 282
Deposits of non-financial institutions and other customers	443 751	184 808	190 955	67 988
Demand deposits	154 055	99 268	45 726	9 061
Time deposits	255 252	78 278	122 206	54 768
Savings deposits	34 444	7 262	23 023	4 159
Deposits, total	**549 955**	**277 971**	**191 698**	**80 286**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**93 125**	**1 622**	**91 503**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**12 211**	**7 237**	**3 401**	**1 573**
Liabilities, total	**655 291**	**286 830**	**286 602**	**81 859**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**47 198**	**47 198**		
Shareholder capital	24 000	24 000		
Reserves	22 275	22 275		
Profit/loss, current year	923	923		
Liabilities, minority interest, and capital, total	**702 489**	**334 028**	**286 602**	**81 859**
Memo: credit substitutes and other off-balance sheet commitments	**70 289**	**31 942**	**27 695**	**10 652**

* Former Bulgaria-Invest Commercial Bank.

ALLIANZ BULGARIA COMMERCIAL BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**9 696**	**4 370**	**4 237**	**1 089**
Interest income from claims on financial institutions	1 334	138	603	593
Interest income from claims under repurchase agreements	507	54	453	0
Interest income from trading portfolio	575	375	122	78
Interest income from investment portfolio	1 044	401	389	254
Interest income from credits	6 236	3 402	2 670	164
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**5 277**	**2 082**	**2 464**	**731**
Interest expenditure on deposits of financial institutions	1 426	1 232	39	155
Interest expenditure on deposits of non-financial institutions and other customers	2 743	849	1 318	576
Interest expenditure on borrowings under repurchase agreements	1	1	0	0
Interest expenditure on borrowings	1 107	0	1 107	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**4 419**	**2 288**	**1 773**	**358**
CREDIT PROVISIONS				
Accrued provisions	1 124			
Reintegrated provisions	1 086			
Credit provisions, net	38			
TRADING PORTFOLIO GAIN/LOSS	**-495**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**-62**			
OTHER NON-INTEREST INCOME	**2 240**			
NON-INTEREST EXPENDITURE	**5 243**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**821**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**265**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**163**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**923**			

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 345 of 3 June 1997 of the BNB Governing Council. License updated by Order No. 100-00515 of 22 November 1999 and amended by Order No. RD 22-0446 of 27 October 2000, Order No. RD 22-0469 of 20 June 2002
Legal registration	Company file No. 12684 of 1997, vol. 487, p. 202, lot No. 44383
Address of the head office	79 Knyaginya Maria-Luiza Blvd., Sofia 1000 tel. 02/988 54 88; 921 54 04 Website: www.allianz.bg
Management	
Supervisory Board	Oleg Nikolov Nedialkov – Chairman
	Sofia Kamenova Hristova – Deputy Chairman
	Emil Dimitrov Gavrilov – Deputy Chairman
	Maxim Stanev Sirakov
	Temenouga Nenova Matrakchieva
	Radka Stefanova Rasina
Management Board	Dimitar Georgiev Zhelev – Chairman
	Svetoslav Veleslavov Gavriiski – Chief Executive Director
	Galya Dimitrova Dimitrova
	Georgi Yanchev Momchilov
	Hristo Borisov Babev
Shareholders (shares over 10%)	
	Allianz Bulgaria Holding Ltd. – 79.69%

ALPHA BANK, SOFIA BRANCH

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
ASSETS						
Vault cash and current accounts with the BNB	**19 166**	**0**	**19 166**	**2 519**	**15 906**	**741**
Claims on financial institutions, net	**97 092**	**96 840**	**252**	**0**	**220**	**32**
Claims under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Trading portfolio	**0**	**0**	**0**	**0**	**0**	**0**
Investment portfolio	**12**	**0**	**12**	**12**	**0**	**0**
Credits to non-financial institutions and other customers, net	**138 121**	**0**	**138 121**	**17 609**	**111 694**	**8 818**
Credits to budget	0	0	0	0	0	0
Commercial credits	111 396	0	111 396	17 427	85 181	8 788
Commercial real estate and construction credits	67 040	0	67 040	5 667	52 585	8 788
Other commercial credits	44 356	0	44 356	11 760	32 596	0
Agricultural credits	0	0	0	0	0	0
Consumer credits	122	0	122	53	69	0
Housing mortgage credits to individuals	4 839	0	4 839	129	4 680	30
Other credits	21 764	0	21 764	0	21 764	0
Credits to non-financial institutions and other customers, total	**138 121**	**0**	**138 121**	**17 609**	**111 694**	**8 818**
Less: specific provisions	**0**	**0**	**0**	**0**	**0**	**0**
Assets for resale	**0**	**0**	**0**	**0**	**0**	**0**
Other assets, net	**2 550**	**213**	**2 337**	**2 157**	**73**	**107**
Intangible assets	**30**	**0**	**30**	**30**	**0**	**0**
Premises and other fixed assets	**6 657**	**0**	**6 657**	**6 657**	**0**	**0**
Assets, total	**263 628**	**97 053**	**166 575**	**28 984**	**127 893**	**9 698**
LIABILITIES, MINORITY INTEREST, AND CAPITAL						
Deposits of financial institutions	**47 401**	**29 448**	**17 953**	**3 246**	**11 952**	**2 755**
Demand deposits of banks	0	0	0	0	0	0
Time deposits of banks	33 990	29 448	4 542	0	1 956	2 586
Deposits of other financial institutions	13 411	0	13 411	3 246	9 996	169
Deposits of non-financial institutions and other customers	**208 012**	**0**	**208 012**	**18 201**	**182 527**	**7 284**
Demand deposits	94 295	0	94 295	12 445	80 889	961
Time deposits	99 496	0	99 496	4 120	91 396	3 980
Savings deposits	14 221	0	14 221	1 636	10 242	2 343
Deposits, total	**255 413**	**29 448**	**225 965**	**21 447**	**194 479**	**10 039**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Other liabilities	**916**	**651**	**265**	**170**	**51**	**44**
Liabilities, total	**256 329**	**30 099**	**226 230**	**21 617**	**194 530**	**10 083**
Reserves and financial result, total	**7 299**	**6 727**	**572**	**572**		
Reserves	6 727	6 727	0	0		
Profit/loss, current year	572	0	572	572		
Liabilities, reserves, and financial result, total	**263 628**	**36 826**	**226 802**	**22 189**	**194 530**	**10 083**
Memo: credit substitutes and other off-balance sheet commitments	**42 071**	**0**	**42 071**	**10 411**	**30 546**	**1 114**

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**2 542**	**92**	**2 450**	**207**	**2085**	**158**
Interest income from claims on financial institutions	111	92	19	19	0	0
Interest income from claims under repurchase agreements	0	0	0	0	0	0
Interest income from trading portfolio	0	0	0	0	0	0
Interest income from investment portfolio	0	0	0	0	0	0
Interest income from credits	2 431	0	2 431	188	2085	158
Dividend income	0	0	0	0	0	0
INTEREST EXPENDITURE	**751**	**219**	**532**	**69**	**408**	**55**
Interest expenditure on deposits of financial institutions	588	219	369	41	298	30
Interest expenditure on deposits of non-financial institutions and other customers	163	0	163	28	110	25
Interest expenditure on borrowings under repurchase agreements	0	0	0	0	0	0
Interest expenditure on borrowings	0	0	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**1 791**	**-127**	**1 918**	**138**	**1677**	**103**
CREDIT PROVISIONS						
Accrued provisions	0	0	0			
Reintegrated provisions	0	0	0			
Credit provisions, net	0	0	0			
TRADING PORTFOLIO GAIN/LOSS	**0**	**0**	**0**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**	**0**	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**	**0**	**0**			
OTHER NON-INTEREST INCOME	**628**	**0**	**628**			
NON-INTEREST EXPENDITURE	**1 738**	**0**	**1 738**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**681**	**-127**	**808**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-1**	**0**	**-1**			
EXTRAORDINARY GAIN/LOSS	**-7**	**0**	**-7**			
TAX	**101**	**0**	**101**			
PROFIT/LOSS, NET	**572**	**-127**	**699**			

ALPHA BANK, SOFIA BRANCH

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 31 of 2 February 1995 of the BNB Governing Council; Order No. 100-00564 of 22 December 1999 for license update. Order No. RD22-571 of 27 November 2000: the BNB grants a permit to Alpha Bank AE, Athens, Greece, as a legal successor of the Ionian and Popular Bank of Greece, Athens (licensed by Order No. 100-00564 of 22 December 1999), to conduct bank activities through a branch named 'Alpha Bank, Sofia Branch'
Legal registration	Entered in the Commercial Register on company file No. 4005, vol. 280, p. 156 by Resolution No. 2 of 1 September 1995 of the Sofia City Court
Address	11 Narodno Sabranie Square, Sofia 1000 tel. 02/981 65 54 Website: www.alphabank.bg
Management	The branch is represented by two persons with first signature or with first and second signatures put jointly, i. e. with the signatures of: Yoannis Yordanis Yordanidis – Governor, Athanassios Dionissios Petropoulos – Governor, and Teoni Georgios Ziguraki – Deputy Governor, put jointly, or with the signature of one of them and one of the signatures of the deputy governors entitled to second signature: Iskrenna Stefanova Makarieva and Preslava Dobreva Dobreva
Shareholders (shares over 10%)	
	Branch of Alpha Bank AE, Athens, Greece

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**22 658**	**21 870**	**455**	**333**
Claims on financial institutions, net	**110 444**	**10 656**	**80 379**	**19 409**
Claims under repurchase agreements	**4 796**	**0**	**4 796**	**0**
Trading portfolio	**2 088**	**2 054**	**21**	**13**
Investment portfolio	**36 531**	**5 086**	**29 337**	**2 108**
Credits to non-financial institutions and other customers, net	**160 568**	**39 191**	**96 689**	**24 688**
Credits to budget	0	0	0	0
Commercial credits	159 102	39 115	95 791	24 196
Commercial real estate and construction credits	45 599	0	45 599	0
Other commercial credits	113 503	39 115	50 192	24 196
Agricultural credits	0	0	0	0
Consumer credits	207	193	8	6
Housing mortgage credits to individuals	397	397	0	0
Other credits	2 064	0	1 544	520
Credits to non-financial institutions and other customers, total	**161 770**	**39 705**	**97 343**	**24 722**
Less: specific provisions	**1 202**	**514**	**654**	**34**
Assets for resale	**0**	**0**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**271**	**255**	**10**	**6**
Intangible assets	**45**	**45**	**0**	**0**
Premises and other fixed assets	**13 980**	**13 980**	**0**	**0**
Assets, total	**351 381**	**93 137**	**211 687**	**46 557**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**90 285**	**10 265**	**62 873**	**17 147**
Demand deposits of banks	3 907	243	289	3 375
Time deposits of banks	77 592	3 031	61 956	12 605
Deposits of other financial institutions	8 786	6 991	628	1 167
Deposits of non-financial institutions and other customers	**175 780**	**86 818**	**67 991**	**20 971**
Demand deposits	135 550	76 155	47 506	11 889
Time deposits	40 230	10 663	20 485	9 082
Savings deposits	0	0	0	0
Deposits, total	**266 065**	**97 083**	**130 864**	**38 118**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**31 980**	**2 128**	**29 794**	**58**
Liabilities, total	**298 045**	**99 211**	**160 658**	**38 176**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**53 336**	**53 336**		
Shareholder capital	36 000	36 000		
Reserves	15 899	15 899		
Profit/loss, current year	1 437	1 437		
Liabilities, minority interest, and capital, total	**351 381**	**152 547**	**160 658**	**38 176**
Memo: credit substitutes and other off-balance sheet commitments	**280 652**	**135 757**	**99 376**	**45 519**

BNP PARIBAS
BULGARIA

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**3 591**	**661**	**2 171**	**759**
Interest income from claims on financial institutions	1 112	49	451	612
Interest income from claims under repurchase agreements	9	1	8	0
Interest income from trading portfolio	194	76	96	22
Interest income from investment portfolio	109	38	69	2
Interest income from credits	2 167	497	1 547	123
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**1 299**	**325**	**395**	**579**
Interest expenditure on deposits of financial institutions	507	133	220	154
Interest expenditure on deposits of non-financial institutions and other customers	574	192	136	246
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	0	0	0	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	218	0	39	179
INTEREST AND DIVIDEND INCOME, NET	**2 292**	**336**	**1 776**	**180**
CREDIT PROVISIONS				
Accrued provisions	849			
Reintegrated provisions	1 413			
Credit provisions, net	-564			
TRADING PORTFOLIO GAIN/LOSS	**-14**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**3**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**1 470**			
NON-INTEREST EXPENDITURE	**2 724**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**1 591**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**67**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**221**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**1 437**			

BNP PARIBAS
BULGARIA

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	No. 349 of 14 November 1994 by Resolution of the BNB Governing Council accompanied by Letter No. 440-01046 of 25 November 1994 and Order No. 100-00496 of 18 November 1999 of the BNB Governor for license update
Legal registration	Company file No. 22740 of 1994, lot No. 21406, vol. 259, p. 142
Address of the head office	2 Tsar Osvoboditel Blvd., Sofia 1000 tel. 02/921 86 40; 921 86 50 Website: www.bnparibas-bg.com
Management	
Supervisory Board	Matthieu Lacaze
	Gilles Franck
	Arnaud Denis Jean–Sebastien Tellier
	Milko Dimitrov Kovachev
Management Board	Ullrich-Günther Schubert – Chairman and Executive Director
	David Joel Goyon – Executive Director
	Ivailo Lyubomirov Lyubomirov – Executive Director
	Blagoi Vankov Bochev – Executive Director
Shareholders (shares over 10%)	
	Bank Nationale de Paris, France – 100%

Bulbank
UniCredit Group

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**237 346**	**81 397**	**149 212**	**6 737**
Claims on financial institutions, net	**344 216**	**16 121**	**114 613**	**213 482**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**146 009**	**91 042**	**50 185**	**4 782**
Investment portfolio	**871 368**	**313 848**	**261 675**	**295 845**
Credits to non-financial institutions and other customers, net	**1 673 277**	**787 100**	**834 139**	**52 038**
Credits to budget	2 403	2 403	0	0
Commercial credits	1 322 495	498 557	773 717	50 221
Commercial real estate and construction credits	173 142	51 437	121 099	606
Other commercial credits	1 149 353	447 120	652 618	49 615
Agricultural credits	20 398	18 727	1 468	203
Consumer credits	88 881	82 884	3 902	2 095
Housing mortgage credits to individuals	280 936	225 156	55 636	144
Other credits	17 239	3 305	12 305	1 629
Credits to non-financial institutions and other customers, total	**1 732 352**	**831 032**	**847 028**	**54 292**
Less: specific provisions	**59 075**	**43 932**	**12 889**	**2 254**
Assets for resale	**34**	**34**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**6961**	**6961**	**0**	**0**
Other assets	**14 622**	**14 454**	**133**	**35**
Intangible assets	**45 808**	**45 808**	**0**	**0**
Premises and other fixed assets	**105 024**	**105 024**	**0**	**0**
Assets, total	**3 444 665**	**1 461 789**	**1 409 957**	**572 919**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**108 761**	**34 314**	**59 362**	**15 085**
Demand deposits of banks	27 804	935	18 244	8 625
Time deposits of banks	9 203	6 502	0	2 701
Deposits of other financial institutions	71 754	26 877	41 118	3 759
Deposits of non-financial institutions and other customers	**2 506 708**	**892 679**	**979 103**	**634 926**
Demand deposits	1 259 548	573 946	485 732	199 870
Time deposits	1 241 003	317 900	490 611	432 492
Savings deposits	6 157	833	2 760	2 564
Deposits, total	**2 615 469**	**926 993**	**1 038 465**	**650 011**
Borrowings under repurchase agreements	**13 321**	**13 321**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**38 894**	**0**	**38 894**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**141 331**	**52 116**	**31 712**	**57 503**
Liabilities, total	**2 809 015**	**992 430**	**1 109 071**	**707 514**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**635 650**	**635 650**		
Shareholder capital	166 370	166 370		
Reserves	439 820	439 820		
Profit/loss, current year	29 460	29 460		
Liabilities, minority interest, and capital, total	**3 444 665**	**1 628 080**	**1 109 071**	**707 514**
Memo: credit substitutes and other off-balance sheet commitments	**592 439**	**270 210**	**224 507**	**97 722**

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**49 564**	**23 395**	**19 358**	**6 811**
Interest income from claims on financial institutions	3 859	212	1 346	2 301
Interest income from claims under repurchase agreements	1	1	0	0
Interest income from trading portfolio	2 026	1 262	418	346
Interest income from investment portfolio	10 137	4 193	2 928	3 016
Interest income from credits	33 541	17 727	14 666	1 148
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**9 272**	**2 637**	**3 959**	**2 676**
Interest expenditure on deposits of financial institutions	338	233	40	65
Interest expenditure on deposits of non-financial institutions and other customers	7 603	2 334	3 519	1 750
Interest expenditure on borrowings under repurchase agreements	70	70	0	0
Interest expenditure on borrowings	281	0	281	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	980	0	119	861
INTEREST AND DIVIDEND INCOME, NET	**40 292**	**20 758**	**15 399**	**4 135**
CREDIT PROVISIONS				
Accrued provisions	6 181			
Reintegrated provisions	5 674			
Credit provisions, net	507			
TRADING PORTFOLIO GAIN/LOSS	**-2 522**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**230**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**1 639**			
OTHER NON-INTEREST INCOME	**15 442**			
NON-INTEREST EXPENDITURE	**21 987**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**32 587**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**2 086**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**5 213**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**29 460**			

Bulbank
UniCredit Group

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Licensed by Resolution of the BNB Governing Council of 25 February 1991, updated by Order No. 100-00485 of the BNB Governor dated 17 November 1999
Legal registration	Entered under No. 17 of 21 February 1964 of the Sofia Regional Court on company file No. 9 of 1964 and in the Commercial Register under No. 503, vol. 5, p. 99 on company file No. 2010 of 1990 of the Sofia City Court
Address of the head office	7 Sveta Nedelya Sq., Sofia 1000 tel. 02/923 21 11 Website: www.bulbank.bg
Management	
Supervisory Board	Andrea Moneta – Chairman
	Alberto Fausto Galmarini – Deputy Chairman
	Massimiliano Moi
	Dimitar Georgiev Zhelev
	Ivan Stancioff
	Jan Bielecki
	Alessandro Decio
Management Board	Levon Hampartsumyan – Chairman and Chief Executive Director
	Andrea Casini – Deputy Chairman and Chief Operating Director, Executive Director
	Kalinka Kirova
	Stanislav Georgiev
	Lyubomir Ignatov Punchev
Shareholders (shares over 10%)	
	UniCredito Italiano S. A. – 85.19%

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**20 950**	**10 312**	**9 957**	**681**
Claims on financial institutions, net	**74 419**	**20**	**53 049**	**21 350**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**658**	**193**	**465**	**0**
Investment portfolio	**9 192**	**1 065**	**6 103**	**2 024**
Credits to non-financial institutions and other customers, net	**303 457**	**516**	**283 217**	**19 724**
Credits to budget	0	0	0	0
Commercial credits	303 764	748	286 261	16 755
Commercial real estate and construction credits	233 199	0	221 280	11 919
Other commercial credits	70 565	748	64 981	4 836
Agricultural credits	4 960	0	4 181	779
Consumer credits	399	0	382	17
Housing mortgage credits to individuals	10 360	0	7 854	2 506
Other credits	6 341	0	3 291	3 050
Credits to non-financial institutions and other customers, total	**325 824**	**748**	**301 969**	**23 107**
Less: specific provisions	**22 367**	**232**	**18 752**	**3 383**
Assets for resale	**463**	**463**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**622**	**563**	**38**	**21**
Intangible assets	**190**	**190**	**0**	**0**
Premises and other fixed assets	**4 139**	**4 139**	**0**	**0**
Assets, total	**414 090**	**17 461**	**352 829**	**43 800**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**13 035**	**6 274**	**6 428**	**333**
Demand deposits of banks	0	0	0	0
Time deposits of banks	7 956	6 000	1 956	0
Deposits of other financial institutions	5 079	274	4 472	333
Deposits of non-financial institutions and other customers	**55 729**	**7 531**	**32 989**	**15 209**
Demand deposits	21 961	5 308	13 793	2 860
Time deposits	33 768	2 223	19 196	12 349
Savings deposits	0	0	0	0
Deposits, total	**68 764**	**13 805**	**39 417**	**15 542**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**43 625**	**0**	**33 553**	**10 072**
Long-term borrowings	**213 397**	**0**	**189 159**	**24 238**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**2 731**	**1 410**	**1 072**	**249**
Liabilities, total	**328 517**	**15 215**	**263 201**	**50 101**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**85 573**	**85 573**		
Shareholder capital	12 940	12 940		
Reserves	64 788	64 788		
Profit/loss, current year	7 845	7 845		
Liabilities, minority interest, and capital, total	**414 090**	**100 788**	**263 201**	**50 101**
Memo: credit substitutes and other off-balance sheet commitments	**54 635**	**751**	**53 022**	**862**

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**13 994**	**120**	**12 192**	**1 682**
Interest income from claims on financial institutions	331	0	48	283
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	7	0	7	0
Interest income from investment portfolio	139	12	105	22
Interest income from credits	13 517	108	12 032	1 377
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**3 387**	**50**	**2 409**	**928**
Interest expenditure on deposits of financial institutions	98	30	45	23
Interest expenditure on deposits of non-financial institutions and other customers	297	20	153	124
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	2 992	0	2 211	781
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**10 607**	**70**	**9 783**	**754**
CREDIT PROVISIONS				
Accrued provisions	3 139			
Reintegrated provisions	2 105			
Credit provisions, net	1 034			
TRADING PORTFOLIO GAIN/LOSS	**18**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**1**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**1 669**			
NON-INTEREST EXPENDITURE	**2 423**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**8 838**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-57**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**936**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**7 845**			

BULGARIAN AMERICAN CREDIT BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution of the BNB Governing Council of 11 July 1996; updated in accordance with the Law on Banks by BNB Order No. 100-000476 of 30 December 1999
Legal registration	Entered by Resolution No.1 of 3 December 1996 of the Sofia City Court on company file No. 12587 of 1996, lot No. 35659, vol. 397, p. 180
Address of the head office	16 Krakra Str., Sofia 1504 tel. 02/965 83 58 e-mail: bacb@baefinvest.com
Management	The Bank is managed and represented jointly by each two of the executive directors: Franc Luis Bauer, Stoyan Nikolov Dinchiyski and Dimitar Stoyanov Vuchev
Supervisory Board	Stephen William Filo – Chairman
	Marshal Lee Miller – Deputy Chairman
	Valentin Stefanov Braikov
Management Board	Franc Luis Bauer – Chairman and Executive Director
	Stoyan Nikolov Dinchiyski – Executive Director
	Dimitar Stoyanov Vuchev – Executive Director
	Dennis Earl Fiehler
	Michael Hunsberger
Shareholders (shares over 10%)	
	Bulgarian-American Investment Fund – 99.9%

Central Cooperative Bank

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**109 064**	**85 527**	**18 847**	**4 690**
Claims on financial institutions, net	**60 407**	**189**	**25 403**	**34 815**
Claims under repurchase agreements	**3 283**	**3 283**	**0**	**0**
Trading portfolio	**19 265**	**11 713**	**7 552**	**0**
Investment portfolio	**156 349**	**75 856**	**80 493**	**0**
Credits to non-financial institutions and other customers, net	**404 708**	**270 933**	**94 316**	**39 459**
Credits to budget	412	412	0	0
Commercial credits	265 720	149 502	76 384	39 834
Commercial real estate and construction credits	52 542	25 748	26 794	0
Other commercial credits	213 178	123 754	49 590	39 834
Agricultural credits	24 881	23 198	1 683	0
Consumer credits	74 535	73 700	796	39
Housing mortgage credits to individuals	42 469	26 790	15 488	191
Other credits	1 524	1 444	3	77
Credits to non-financial institutions and other customers, total	**409 541**	**275 046**	**94 354**	**40 141**
Less: specific provisions	**4 833**	**4 113**	**38**	**682**
Assets for resale	**0**	**0**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**36 375**	**30 691**	**3 018**	**2 666**
Intangible assets	**3 351**	**3 351**	**0**	**0**
Premises and other fixed assets	**36 085**	**36 085**	**0**	**0**
Assets, total	**828 887**	**517 628**	**229 629**	**81 630**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**20 794**	**20 451**	**123**	**220**
Demand deposits of banks	103	42	61	0
Time deposits of banks	5 700	5 700	0	0
Deposits of other financial institutions	14 991	14 709	62	220
Deposits of non-financial institutions and other customers	**663 458**	**372 099**	**214 472**	**76 887**
Demand deposits	228 011	190 308	28 922	8 781
Time deposits	404 453	167 460	175 196	61 797
Savings deposits	30 994	14 331	10 354	6 309
Deposits, total	**684 252**	**392 550**	**214 595**	**77 107**
Borrowings under repurchase agreements	**14 400**	**14 400**	**0**	**0**
Short-term borrowings	**21 531**	**0**	**21 531**	**0**
Long-term borrowings	**7 405**	**7 405**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**20 296**	**12 677**	**3 250**	**4 369**
Liabilities, total	**747 884**	**427 032**	**239 376**	**81 476**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**81 003**	**81 003**		
Shareholder capital	48 507	48 507		
Reserves	31 391	31 391		
Profit/loss, current year	1 105	1 105		
Liabilities, minority interest, and capital, total	**828 887**	**508 035**	**239 376**	**81 476**
Memo: credit substitutes and other off-balance sheet commitments	**50 558**	**27 113**	**13 086**	**10 359**

Central Cooperative Bank

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**13 338**	**7 416**	**4 390**	**1 532**
Interest income from claims on financial institutions	851	8	422	421
Interest income from claims under repurchase agreements	13	12	1	0
Interest income from trading portfolio	169	79	90	0
Interest income from investment portfolio	1 809	190	1 613	6
Interest income from credits	10 496	7 127	2 264	1 105
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**5 757**	**2 811**	**2 375**	**571**
Interest expenditure on deposits of financial institutions	223	214	6	3
Interest expenditure on deposits of non-financial institutions and other customers	4 803	2 211	2 096	496
Interest expenditure on borrowings under repurchase agreements	345	345	0	0
Interest expenditure on borrowings	296	40	256	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	90	1	17	72
INTEREST AND DIVIDEND INCOME, NET	**7 581**	**4 605**	**2 015**	**961**
CREDIT PROVISIONS				
Accrued provisions	1 020			
Reintegrated provisions	500			
Credit provisions, net	520			
TRADING PORTFOLIO GAIN/LOSS	**-94**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**-22**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**4 738**			
NON-INTEREST EXPENDITURE	**10 567**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**1 116**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**184**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**195**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**1 105**			

Central Cooperative Bank

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 14 of 25 February 1991 of the BNB Governing Council. Updated by Order No. 100-00493 of the BNB Governor dated 17 November 1999
Legal registration	Resolution of the Sofia City Court of 28 March 1991 on company file No. 5227 of 1991, lot No. 334, vol. 4, p. 11
Address of the head office	103 Rakovski Str., Sofia 1000 tel. 02/926 62 66 Website: www.ccbank.bg
Management	The company is represented jointly by two of the executive directors Georgi Dimitrov Konstantinov, Lazar Petrov Iliev and Victor Ivanov Mechkarov, or by one of them and the procurator Tihomir Angelov Atanasov
Supervisory Board	Nikola Alexandrov Damyanov – Chairman
	Marin Velikov Mitev
	Central Cooperative Union represented by Petar Ivanov Stefanov
Management Board	Alexander Asenov Vodenicharov – Chairman
	Georgi Dimitrov Konstantinov – Executive Director
	Lazar Petrov Iliev – Executive Director
	Victor Ivanov Mechkarov – Executive Director
	Alexander Dimitrov Kerezov
	Tsvetan Tsankov Botev
	Biser Yordanov Slavkov
Procurator	Tihomir Angelov Atanasov
Shareholders (shares over 10%)	
	CCB Group Assets Management EAD – 67.70%

CITIBANK N. A., SOFIA BRANCH

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
ASSETS						
Vault cash and current accounts with the BNB	**11 127**	**0**	**11 127**	**4 828**	**6 087**	**212**
Claims on financial institutions, net	**135 989**	**94 955**	**41 034**	**26 506**	**14 479**	**49**
Claims under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Trading portfolio	**347**	**105**	**242**	**0**	**5**	**237**
Investment portfolio	**18 956**	**0**	**18 956**	**18 956**	**0**	**0**
Credits to non-financial institutions and other customers, net	**84 292**	**0**	**84 292**	**55 281**	**23 062**	**5 949**
Credits to budget	0	0	0	0	0	0
Commercial credits	86 584	0	86 584	55 560	24 456	6 568
Commercial real estate and construction credits	0	0	0	0	0	0
Other commercial credits	86 584	0	86 584	55 560	24 456	6 568
Agricultural credits	0	0	0	0	0	0
Consumer credits	81	0	81	81	0	0
Housing mortgage credits to individuals	0	0	0	0	0	0
Other credits	41	0	41	1	2	38
Credits to non-financial institutions and other customers, total	**86 706**	**0**	**86 706**	**55 642**	**24 458**	**6 606**
Less: specific provisions	**2 414**	**0**	**2 414**	**361**	**1 396**	**657**
Assets for resale	**0**	**0**	**0**	**0**	**0**	**0**
Other assets, net	**2 296**	**0**	**2 296**	**1 490**	**732**	**74**
Intangible assets	**486**	**0**	**486**	**486**	**0**	**0**
Premises and other fixed assets	**537**	**0**	**537**	**537**	**0**	**0**
Assets, total	**254 030**	**95 060**	**158 970**	**108 084**	**44 365**	**6 521**
LIABILITIES, MINORITY INTEREST, AND CAPITAL						
Deposits of financial institutions	**60 580**	**132**	**60 448**	**14 172**	**44 269**	**2 007**
Demand deposits of banks	41 862	132	41 730	0	41 730	0
Time deposits of banks	6 002	0	6 002	6 002	0	0
Deposits of other financial institutions	12 716	0	12 716	8 170	2 539	2 007
Deposits of non-financial institutions and other customers	**172 647**	**0**	**172 647**	**69 554**	**68 827**	**34 266**
Demand deposits	118 504	0	118 504	63 604	43 792	11 108
Time deposits	54 143	0	54 143	5 950	25 035	23 158
Savings deposits	0	0	0	0	0	0
Deposits, total	**233 227**	**132**	**233 095**	**83 726**	**113 096**	**36 273**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Other liabilities	**15 674**	**7 680**	**7 994**	**4 147**	**979**	**2 868**
Liabilities, total	**248 901**	**7 812**	**241 089**	**87 873**	**114 075**	**39 141**
Reserves and financial result, total	**5 129**	**3 856**	**1 273**	**1 273**		
Reserves	3 856	3 856	0	0		
Profit/loss, current year	1 273	0	1 273	1 273		
Liabilities, reserves, and financial result, total	**254 030**	**11 668**	**242 362**	**89 146**	**114 075**	**39 141**
Memo: credit substitutes and other off-balance sheet commitments	**215 901**	**22 687**	**193 214**	**67 499**	**115 299**	**10 416**

citigroup

CITIBANK N. A., SOFIA BRANCH

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**2 284**	**694**	**1 590**	**1 058**	**468**	**64**
Interest income from claims on financial institutions	1 024	694	330	330	0	0
Interest income from claims under repurchase agreements	0	0	0	0	0	0
Interest income from trading portfolio	0	0	0	0	0	0
Interest income from investment portfolio	264	0	264	264	0	0
Interest income from credits	996	0	996	464	468	64
Dividend income	0	0	0	0	0	0
INTEREST EXPENDITURE	**834**	**1**	**833**	**448**	**271**	**114**
Interest expenditure on deposits of financial institutions	27	0	27	11	3	13
Interest expenditure on deposits of non-financial institutions and other customers	806	0	806	437	268	101
Interest expenditure on borrowings under repurchase agreements	0	0	0	0	0	0
Interest expenditure on borrowings	0	0	0	0	0	0
Interest expenditure on other liabilities	1	1	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**1 450**	**693**	**757**	**610**	**197**	**-50**
CREDIT PROVISIONS						
Accrued provisions	572	0	572			
Reintegrated provisions	1 747	0	1 747			
Credit provisions, net	-1 175	0	-1 175			
TRADING PORTFOLIO GAIN/LOSS	**484**	**0**	**484**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**-62**	**0**	**-62**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**	**0**	**0**			
OTHER NON-INTEREST INCOME	**938**	**0**	**938**			
NON-INTEREST EXPENDITURE	**2 611**	**464**	**2 147**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**1 374**	**229**	**1 145**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**140**	**0**	**140**			
EXTRAORDINARY GAIN/LOSS	**0**	**0**	**0**			
TAX	**241**	**0**	**241**			
PROFIT/LOSS, NET	**1 273**	**229**	**1 044**			

CITIBANK N. A., SOFIA BRANCH

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Order No. RD 22-319 of 22 June 2000 and Order No. RD 22-319 of 11 December 2000 amending Order No. RD 22-319 of 22 June 2000 which permitted Citibank N. A., Sofia Branch to conduct transactions under Article 1, para. 2, item 4 of the Law on Banks excluding purchases of shares and issuance of shares on its own account
Legal registration	Resolution No. 1 of the Sofia City Court of 6 July 2000, company file No. 8611, lot No. 57 183, vol. 627, reg. I, p. 132
Address of the branch	2 Knyaginya Maria-Luiza Blvd., floor 5, Sofia 1000 tel. 02/917 51 00; 917 51 01; 917 51 02
Management	
Management Board	Amin Manekia – Country Corporate Officer
	Chavdar Petrov Risin
	Silvana Vasileva Gruncharova
	Borislava Stoyanova Zhereva–Naimoushina
	Grigoriy Ananiev Ananiev
	Silvia Tsenkova Kamenova
	Premislav Kachikovski
Shareholders (shares over 10%)	
	Branch of Citibank N. A., New York, the USA

CORPORATE COMMERCIAL BANK AD

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**137 400**	**123 770**	**10 742**	**2 888**
Claims on financial institutions, net	**182 998**	**105**	**115 515**	**67 378**
Claims under repurchase agreements	**1 597**	**51**	**1 546**	**0**
Trading portfolio	**28 850**	**19 546**	**9 304**	**0**
Investment portfolio	**26 939**	**4 680**	**10 097**	**12 162**
Credits to non-financial institutions and other customers, net	**273 285**	**161 904**	**90 824**	**20 557**
Credits to budget	0	0	0	0
Commercial credits	268 632	159 668	88 493	20 471
Commercial real estate and construction credits	16 141	9 121	6 966	54
Other commercial credits	252 491	150 547	81 527	20 417
Agricultural credits	338	338	0	0
Consumer credits	2 953	1 523	1 379	51
Housing mortgage credits to individuals	1 003	97	871	35
Other credits	2 208	1 840	368	0
Credits to non-financial institutions and other customers, total	**275 134**	**163 466**	**91 111**	**20 557**
Less: specific provisions	**1 849**	**1 562**	**287**	**0**
Assets for resale	**0**	**0**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**5**	**5**	**0**	**0**
Other assets	**3 061**	**3 043**	**14**	**4**
Intangible assets	**409**	**409**	**0**	**0**
Premises and other fixed assets	**21 140**	**21 140**	**0**	**0**
Assets, total	**675 684**	**334 653**	**238 042**	**102 989**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**25 978**	**12 526**	**13 202**	**250**
Demand deposits of banks	0	0	0	0
Time deposits of banks	0	0	0	0
Deposits of other financial institutions	25 978	12 526	13 202	250
Deposits of non-financial institutions and other customers	**596 976**	**304 004**	**199 050**	**93 922**
Demand deposits	276 137	195 535	47 688	32 914
Time deposits	166 152	29 789	98 902	37 461
Savings deposits	154 687	78 680	52 460	23 547
Deposits, total	**622 954**	**316 530**	**212 252**	**94 172**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**167**	**167**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**9 102**	**8 903**	**199**	**0**
Liabilities, total	**632 223**	**325 600**	**212 451**	**94 172**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**43 461**	**43 461**		
Shareholder capital	30 000	30 000		
Reserves	12 892	12 892		
Profit/loss, current year	569	569		
Liabilities, minority interest, and capital, total	**675 684**	**369 061**	**212 451**	**94 172**
Memo: credit substitutes and other off-balance sheet commitments	**152 612**	**97 148**	**44 516**	**10 948**

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**8 631**	**4 173**	**3 430**	**1 028**
Interest income from claims on financial institutions	1 207	29	741	437
Interest income from claims under repurchase agreements	14	1	13	0
Interest income from trading portfolio	350	197	153	0
Interest income from investment portfolio	126	43	51	32
Interest income from credits	6 934	3 903	2 472	559
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**5 155**	**2 168**	**2 197**	**790**
Interest expenditure on deposits of financial institutions	343	151	191	1
Interest expenditure on deposits of non-financial institutions and other customers	4 803	2 008	2 006	789
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	9	9	0	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**3 476**	**2 005**	**1 233**	**238**
CREDIT PROVISIONS				
Accrued provisions	1 374			
Reintegrated provisions	1 559			
Credit provisions, net	-185			
TRADING PORTFOLIO GAIN/LOSS	**23**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**87**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**916**			
NON-INTEREST EXPENDITURE	**4 944**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**-257**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**926**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**100**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**569**			

CORPORATE COMMERCIAL BANK AD

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 24 of 21 January 1994. Pursuant to the provisions of § 47 of the Transitional and Final Provisions of the Amendments to the Law on Banks, the license was updated by Order No. 100-00499 of the BNB Governor dated 18 November 1999
Legal registration	Resolution of the Sofia City Court of 6 May 1994 on company file No. 3989 of 1994, lot No. 568, vol. 11, reg. II, p. 29. Changed by Resolution No. 8 of the Sofia City Court dated 19 June 2000
Address of the head office	10 Graf Ignatiev Str., Sofia 1000 tel. 02/980 93 62 Website: www.corpbank.bg
Management	
Supervisory Board	Tsvetan Radoev Vasilev – Chairman
	Zlatozar Krustev Surlekov
	Yancho Panayotov Angelov
Management Board	Orlin Nikolov Rousev – Chairman and Executive Director
	Ilian Atanasov Zafirov – Executive Director
	Lyubomir Ivanov Vesov – Executive Director
Shareholders (shares over 10%)	
	Bromak – 86.68% directly, and jointly with Victoria Insurance Company (indirectly) – 93.34%

D COMMERCE BANK*

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**10 402**	**6 957**	**1 366**	**2 079**
Claims on financial institutions, net	**16 092**	**0**	**5 085**	**11 007**
Claims under repurchase agreements	**1 959**	**0**	**1 959**	**0**
Trading portfolio	**12 243**	**6 236**	**5 995**	**12**
Investment portfolio	**8 826**	**7 736**	**1 090**	**0**
Credits to non-financial institutions and other customers, net	**41 239**	**13 552**	**20 133**	**7 554**
Credits to budget	0	0	0	0
Commercial credits	40 579	12 971	19 947	7 661
Commercial real estate and construction credits	3 486	343	3 143	0
Other commercial credits	37 093	12 628	16 804	7 661
Agricultural credits	0	0	0	0
Consumer credits	1 077	706	353	18
Housing mortgage credits to individuals	0	0	0	0
Other credits	0	0	0	0
Credits to non-financial institutions and other customers, total	**41 656**	**13 677**	**20 300**	**7 679**
Less: specific provisions	**417**	**125**	**167**	**125**
Assets for resale	**0**	**0**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**306**	**296**	**3**	**7**
Intangible assets	**78**	**78**	**0**	**0**
Premises and other fixed assets	**845**	**845**	**0**	**0**
Assets, total	**91 990**	**35 700**	**35 631**	**20 659**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**9 223**	**3 814**	**2 955**	**2 454**
Demand deposits of banks	1 198	0	1 175	23
Time deposits of banks	5 892	2 000	1 468	2 424
Deposits of other financial institutions	2 133	1 814	312	7
Deposits of non-financial institutions and other customers	**59 562**	**8 016**	**15 039**	**36 507**
Demand deposits	47 874	3 841	11 636	32 397
Time deposits	10 271	3 820	2 663	3 788
Savings deposits	1 417	355	740	322
Deposits, total	**68 785**	**11 830**	**17 994**	**38 961**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**3 732**	**315**	**2 043**	**1 374**
Liabilities, total	**72 517**	**12 145**	**20 037**	**40 335**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**19 473**	**19 473**		
Shareholder capital	20 000	20 000		
Reserves	-657	-657		
Profit/loss, current year	130	130		
Liabilities, minority interest, and capital, total	**91 990**	**31 618**	**20 037**	**40 335**
Memo: credit substitutes and other off-balance sheet commitments	**9 891**	**3 150**	**5 524**	**1 217**

* Former Demirbank, Bulgaria.

D COMMERCE BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**1 333**	**425**	**588**	**320**
Interest income from claims on financial institutions	166	6	35	125
Interest income from claims under repurchase agreements	14	0	14	0
Interest income from trading portfolio	145	55	90	0
Interest income from investment portfolio	72	56	16	0
Interest income from credits	936	308	433	195
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**321**	**57**	**103**	**161**
Interest expenditure on deposits of financial institutions	25	16	8	1
Interest expenditure on deposits of non-financial institutions and other customers	278	41	77	160
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	0	0	0	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	18	0	18	0
INTEREST AND DIVIDEND INCOME, NET	**1 012**	**368**	**485**	**159**
CREDIT PROVISIONS				
Accrued provisions	109			
Reintegrated provisions	74			
Credit provisions, net	35			
TRADING PORTFOLIO GAIN/LOSS	**-136**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**173**			
NON-INTEREST EXPENDITURE	**1 231**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**-217**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**347**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**0**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**130**			

D COMMERCE BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	No. 100-000101 of 12 March 1999
Legal registration	Resolution No. 1 of the Sofia City Court dated 15 April 1999, company file No. 3936 of 1999
Address of the head office	8 Tsar Osvoboditel Blvd., Sofia 1000 tel. 02/935 71 71 Website: www.dbank.bg
Management	
Supervisory Board	Tayfun Bayazit – Chairman
	Huseyin Faik Acikalin
	Ismail Hasan Akchakayaluoglu
	Dinc Uner
	Mevlyut Tyufan Darbaz
Management Board	Muammer Ozkural – Chief Executive Director
	Sinan Kircali* – Executive Director
	Mumtaz Malik Agim** – Executive Director
	Ognyan Yordanov – Executive Director
Shareholders (shares over 10%)	
	Isil Dogan – 50%
	Halit Djangalluoglu – 40%

* Removed from office as Executive Director and Member of the Management Board of D Commerce Bank as of 30 April 2006 (entry in the Sofia City Court is pending).

** On 31 March 2006 the Deputy Governor in charge of the Banking Supervision Department issued a banking qualification and professional experience certificate to Mr. Mumtaz Malik Agim as Member of the Managing Board and Executive Director of D Commerce Bank (entered in the Sofia City Court by Resolution No. 30 of 6 April 2006).

DSK BANK PLC
OTP GROUP

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**497 615**	**226 015**	**263 286**	**8 314**
Claims on financial institutions, net	**770 139**	**302 517**	**341 977**	**125 645**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**82 316**	**31 692**	**29 768**	**20 856**
Investment portfolio	**339 860**	**152 074**	**132 744**	**55 042**
Credits to non-financial institutions and other customers, net	**2 823 913**	**2 396 241**	**421 448**	**6 224**
Credits to budget	1 590	1 590	0	0
Commercial credits	685 453	406 475	275 378	3 600
Commercial real estate and construction credits	51 413	24 328	26 958	127
Other commercial credits	634 040	382 147	248 420	3 473
Agricultural credits	7 107	6 656	451	0
Consumer credits	1 599 815	1 585 539	13 902	374
Housing mortgage credits to individuals	645 083	501 630	141 086	2 367
Other credits	1 802	1 755	16	31
Credits to non-financial institutions and other customers, total	**2 940 850**	**2 503 645**	**430 833**	**6 372**
Less: specific provisions	**116 937**	**107 404**	**9 385**	**148**
Assets for resale	**133**	**133**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**18050**	**18050**	**0**	**0**
Other assets	**32 065**	**31 824**	**58**	**183**
Intangible assets	**6 016**	**6 016**	**0**	**0**
Premises and other fixed assets	**181 122**	**181 122**	**0**	**0**
Assets, total	**4 751 229**	**3 345 684**	**1 189 281**	**216 264**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**158 665**	**148 391**	**10 254**	**20**
Demand deposits of banks	2 866	910	1 956	0
Time deposits of banks	115 406	107 582	7 824	0
Deposits of other financial institutions	40 393	39 899	474	20
Deposits of non-financial institutions and other customers	**3 414 860**	**2 580 031**	**620 835**	**213 994**
Demand deposits	645 193	578 785	60 030	6 378
Time deposits	1 874 773	1 281 225	431 509	162 039
Savings deposits	894 894	720 021	129 296	45 577
Deposits, total	**3 573 525**	**2 728 422**	**631 089**	**214 014**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**98 016**	**0**	**98 016**	**0**
Long-term borrowings	**432 163**	**0**	**432 163**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**82 314**	**77 748**	**3 906**	**660**
Liabilities, total	**4 186 018**	**2 806 170**	**1 165 174**	**214 674**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**565 211**	**565 211**		
Shareholder capital	93 984	93 984		
Reserves	437 649	437 649		
Profit/loss, current year	33 578	33 578		
Liabilities, minority interest, and capital, total	**4 751 229**	**3 371 381**	**1 165 174**	**214 674**
Memo: credit substitutes and other off-balance sheet commitments	**295 942**	**129 163**	**133 435**	**33 344**

DSK BANK PLC
OTP GROUP

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**93 052**	**77 988**	**12 545**	**2 519**
Interest income from claims on financial institutions	3 939	567	2 014	1 358
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	886	366	294	226
Interest income from investment portfolio	4 803	2 067	2 184	552
Interest income from credits	83 424	74 988	8 053	383
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**22 054**	**15 473**	**6 067**	**514**
Interest expenditure on deposits of financial institutions	565	551	12	2
Interest expenditure on deposits of non-financial institutions and other customers	17 868	14 922	2 434	512
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	3 621	0	3 621	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**70 998**	**62 515**	**6 478**	**2 005**
CREDIT PROVISIONS				
Accrued provisions	42 831			
Reintegrated provisions	26 162			
Credit provisions, net	16 669			
TRADING PORTFOLIO GAIN/LOSS	**-1 149**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**1 760**			
OTHER NON-INTEREST INCOME	**26 942**			
NON-INTEREST EXPENDITURE	**42 899**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**38 983**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**569**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**5 974**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**33 578**			

DSK BANK PLC
OTP GROUP

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	State Savings Bank (SSB) was transformed into a commercial bank according to Ordinance No. 59 of 25 November 1998 of the Council of Ministers pursuant to the Law on Transformation of the SSB (Darjaven Vestnik, issue 28 of 1998). Order RD 22-0882 of the BNB Governor dated 26 September 2002 for DSK Bank's license. By Resolution No. 10 of 8 January 2003 the Sofia City Court entered the change in the name of DSK Bank reflecting its legal status: sole equity proprietorship company, named DSK Bank EAD
Legal registration	Resolution No. 1 of the Sofia City Court of 26 January 1999, company file No. 756 of 1999, lot No. 875, vol. 16, reg. II, p. 22
Address of the head office	19 Moskovska Str., Sofia 1036 tel. 02/9391 220 Website: www.dskbank.bg
Management	
Supervisory Board	Sándor Csányi – Chairman
	Zoltán Spéder – Deputy Chairman
	László Wolf – Deputy Chairman
	Gyula Pap
Management Board	Violina Marinova Spasova – Chairman, Chief Executive Director
	Diana Decheva Miteva – Executive Director
	Kalin Nikolov Klisarov – Executive Director
	Miroslav Stanimirov Vichev – Member of the Management Board and Procurator
Procurators	Doroteya Nikolaeva Nikolova
	Nikolai Borisov Borisov
Shareholders (shares over 10%)	
	OTP Bank RT, Budapest – 100%

DZI BANK*

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**126 008**	**117 410**	**4 650**	**3 948**
Claims on financial institutions, net	**205 925**	**20 080**	**82 017**	**103 828**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**94 086**	**72 986**	**8 993**	**12 107**
Investment portfolio	**140 472**	**20 640**	**72 339**	**47 493**
Credits to non-financial institutions and other customers, net	**446 659**	**251 746**	**134 057**	**60 856**
Credits to budget	6 547	6 547	0	0
Commercial credits	305 986	136 118	115 662	54 206
Commercial real estate and construction credits	133 214	50 711	54 801	27 702
Other commercial credits	172 772	85 407	60 861	26 504
Agricultural credits	1 681	1 681	0	0
Consumer credits	40 215	38 916	1 208	91
Housing mortgage credits to individuals	77 282	60 486	15 059	1 737
Other credits	20 875	11 851	3 314	5 710
Credits to non-financial institutions and other customers, total	**452 586**	**255 599**	**135 243**	**61 744**
Less: specific provisions	**5 927**	**3 853**	**1 186**	**888**
Assets for resale	**375**	**375**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**11 353**	**10 065**	**29**	**1 259**
Intangible assets	**780**	**780**	**0**	**0**
Premises and other fixed assets	**20 010**	**20 010**	**0**	**0**
Assets, total	**1 045 668**	**514 092**	**302 085**	**229 491**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**72 018**	**64 712**	**2 835**	**4 471**
Demand deposits of banks	2 929	2 486	98	345
Time deposits of banks	20 001	20 001	0	0
Deposits of other financial institutions	49 088	42 225	2 737	4 126
Deposits of non-financial institutions and other customers	858 882	384 182	255 332	219 368
Demand deposits	308 508	251 977	37 902	18 629
Time deposits	523 168	120 207	206 566	196 395
Savings deposits	27 206	11 998	10 864	4 344
Deposits, total	**930 900**	**448 894**	**258 167**	**223 839**
Borrowings under repurchase agreements	**2 987**	**2 987**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**36 432**	**36 432**	**0**	**0**
Other liabilities	**15 435**	**6 747**	**6 883**	**1 805**
Liabilities, total	**985 754**	**495 060**	**265 050**	**225 644**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**59 914**	**59 914**		
Shareholder capital	50 000	50 000		
Reserves	9 351	9 351		
Profit/loss, current year	563	563		
Liabilities, minority interest, and capital, total	**1 045 668**	**554 974**	**265 050**	**225 644**
Memo: credit substitutes and other off-balance sheet commitments	**167 138**	**82 332**	**69 483**	**15 323**

* Former Roseximbank.

THE BULGARIAN FINANCIAL GROUP
Insurance - Banking - Consulting

DZI BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**14 303**	**5 970**	**4 876**	**3 457**
Interest income from claims on financial institutions	2 116	67	976	1 073
Interest income from claims under repurchase agreements	61	61	0	0
Interest income from trading portfolio	1 296	866	193	237
Interest income from investment portfolio	1 599	196	803	600
Interest income from credits	9 231	4 780	2 904	1 547
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**7 131**	**2 431**	**2 335**	**2 365**
Interest expenditure on deposits of financial institutions	576	424	28	124
Interest expenditure on deposits of non-financial institutions and other customers	6 411	1 863	2 307	2 241
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	3	3	0	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	135	135	0	0
Interest expenditure on other liabilities	6	6	0	0
INTEREST AND DIVIDEND INCOME, NET	**7 172**	**3 539**	**2 541**	**1 092**
CREDIT PROVISIONS				
Accrued provisions	2 060			
Reintegrated provisions	1 306			
Credit provisions, net	754			
TRADING PORTFOLIO GAIN/LOSS	**-967**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**315**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**-44**			
OTHER NON-INTEREST INCOME	**4 908**			
NON-INTEREST EXPENDITURE	**9 901**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**729**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-64**			
EXTRAORDINARY GAIN/LOSS	**-3**			
TAX	**99**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**563**			

DZI BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Roseximbank is a successor of the Trakia United Private Commercial Bank, Plovdiv, licensed by Resolution No. 77 of the BNB Governing Council dated 13 March 1995; Order No. 100-000251 of 17 July 1998 of the BNB Governor for licensing Roseximbank AD; Order No. 100-00514 of the BNB Governor dated 22 November 1999 amending the previous Order; Order No. RD 22-413 of the BNB Governor dated 28 July 2000 amending the previous Order. Order No. RD22-1093 of the BNB Deputy Governor heading the Banking Supervision Department dated 9 July 2004, permitting Roseximbank AD to change its name in the license to DZI Bank AD
Legal registration	Resolution No. 1 of 10 March 1998 of the Sofia City Court, company file No. 3006 of 1998; entered under No. 45652, v. 500, reg. I, p. 128
Address of the head office	4–6 Dondukov Blvd., Sofia 1000 tel. 02/9307 136, 980 25 38 Website: www.dzibank.bg
Management	
Supervisory Board	DZI AD, represented by Vesela Ognyanova Kyuleva – Chairman
	Asen Raikov Oshanov – Deputy Chairman
	DZI General Insurance, reprezented by Milena Kamenova Plocheva
	Contract Holding Company, represented by Yuriy Alexandrov Kyulev
	Maxim Moncho Behar
Management Board	Diana Zhivkova Mladenova – Chairman and Executive Director
	Krasimir Totev Angarski – Chief Executive Director
	Tatyana Todorova Yankova – Executive Director
	Mincho Hristov Mihov – Executive Director
	Iliyan Stoyanov Mitev – Executive Director
	Plamen Borisov Itsov
	Stanimir Metodiev Hristov
Procurator	Plamen Yordanov Milkov
Shareholders (shares over 10%)	
	DZI AD – 50.09%; jointly with related parties – 69.78%
	Bank Austria Creditanstaldt – 24.83%

ECONOMIC & INVESTMENT BANK

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**88 192**	**77 760**	**5 272**	**5 160**
Claims on financial institutions, net	**490 607**	**44 028**	**263 715**	**182 864**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**227 490**	**61 038**	**73 726**	**92 726**
Investment portfolio	**21 954**	**21 951**	**3**	**0**
Credits to non-financial institutions and other customers, net	**328 023**	**139 002**	**158 255**	**30 766**
Credits to budget	444	326	118	0
Commercial credits	327 025	132 948	163 245	30 832
Commercial real estate and construction credits	80 504	11 962	40 687	27 855
Other commercial credits	246 521	120 986	122 558	2 977
Agricultural credits	270	270	0	0
Consumer credits	17 243	16 433	728	82
Housing mortgage credits to individuals	6 873	2 104	4 640	129
Other credits	15 266	15 112	149	5
Credits to non-financial institutions and other customers, total	**367 121**	**167 193**	**168 880**	**31 048**
Less: specific provisions	**39 098**	**28 191**	**10 625**	**282**
Assets for resale	**357**	**357**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**18 650**	**8 722**	**5 233**	**4 695**
Intangible assets	**261**	**261**	**0**	**0**
Premises and other fixed assets	**29 546**	**29 546**	**0**	**0**
Assets, total	**1 205 080**	**382 665**	**506 204**	**316 211**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**94 940**	**18 754**	**73 060**	**3 126**
Demand deposits of banks	1 249	1 156	68	25
Time deposits of banks	20 638	0	20 638	0
Deposits of other financial institutions	73 053	17 598	52 354	3 101
Deposits of non-financial institutions and other customers	**922 125**	**251 937**	**363 010**	**307 178**
Demand deposits	194 821	131 821	45 817	17 183
Time deposits	685 805	104 926	297 791	283 088
Savings deposits	41 499	15 190	19 402	6 907
Deposits, total	**1 017 065**	**270 691**	**436 070**	**310 304**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**13 035**	**0**	**0**	**13 035**
Long-term borrowings	**10 914**	**0**	**10 914**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**11 196**	**10 487**	**434**	**275**
Liabilities, total	**1 052 210**	**281 178**	**447 418**	**323 614**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**152 870**	**152 870**		
Shareholder capital	69 721	69 721		
Reserves	61 992	61 992		
Profit/loss, current year	21 157	21 157		
Liabilities, minority interest, and capital, total	**1 205 080**	**434 048**	**447 418**	**323 614**
Memo: credit substitutes and other off-balance sheet commitments	**26 538**	**15 859**	**9 080**	**1 599**

ECONOMIC & INVESTMENT BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**16 841**	**4 926**	**7 024**	**4 891**
Interest income from claims on financial institutions	3 382	178	1 936	1 268
Interest income from claims under repurchase agreements	8	2	0	6
Interest income from trading portfolio	3 843	634	1 086	2 123
Interest income from investment portfolio	146	146	0	0
Interest income from credits	9 462	3 966	4 002	1 494
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**12 604**	**1 708**	**5 930**	**4 966**
Interest expenditure on deposits of financial institutions	1 376	213	1 122	41
Interest expenditure on deposits of non-financial institutions and other customers	10 771	1 492	4 625	4 654
Interest expenditure on borrowings under repurchase agreements	142	3	56	83
Interest expenditure on borrowings	315	0	127	188
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**4 237**	**3 218**	**1 094**	**-75**
CREDIT PROVISIONS				
Accrued provisions	1 681			
Reintegrated provisions	27 577			
Credit provisions, net	-25 896			
TRADING PORTFOLIO GAIN/LOSS	**-2 216**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**47**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**5 605**			
NON-INTEREST EXPENDITURE	**9 313**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**24 256**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**632**			
EXTRAORDINARY GAIN/LOSS	**3**			
TAX	**3 734**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**21 157**			

ECONOMIC & INVESTMENT BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 26 of 27 January 1995; the bank was renamed by Order No. RD 22-482 of 29 September 2000. Pursuant to § 47 of the Transitinal and Final Provisions of the Law on Amendments to the Law on Banks the license was updated by Order No. 100-00502 of the BNB Governor of 18 November 1999
Legal registration	Resolution No.1 of 18 March 1995 of the Sofia City Court on company file No. 2757 of 1995, lot No. 665, vol. 12, reg. II, p. 126
Address of the head office	2 Slavyanska Str., Sofia 1000 tel. 02/9399 240; 9399 400 Website: www.eibank.bg
Management	
Supervisory Board	Tsvetelina Borislavova Karagiozova – Chairman
	Valentina Radkova Ivanova – Deputy Chairman
	Birgir Már Ragnarsson
Management Board	Vasil Stefanov Simov – Chairman and Executive Director
	Danail Mihailov Kamenov – Executive Director
	Anton Nikolaev Andonov
	Alexander Alexandrov Denev
	Vladimir Trifonov Penchev
Shareholders (shares over 10%)	
	Novator Finance Bulgaria S.A.R.L.* – 34%
	Tsvetelina Borislavova Karagiozova – 25.48% directly, and together with related parties Katex AD and Runo-Kazanlak AD – 37.47%
	Katex AD – 10.61% directly, and together with related parties Runo-Kazanlak AD and Tsvetelina Borislavova Karagiozova – 37.47%
	Svetoslav Bozhkov Bozhilov – 25.77%

* Valhamar Group Ltd, through Novator Finance Bulgaria S.A.R.L. - Luxembourg, a company owned directly and personally by it, 34 per cent.

Emporiki Bank Bulgaria EAD

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**6 496**	**4 084**	**2 209**	**203**
Claims on financial institutions, net	**15 401**	**2 039**	**9 276**	**4 086**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**0**	**0**	**0**	**0**
Investment portfolio	**117**	**73**	**44**	**0**
Credits to non-financial institutions and other customers, net	**68 750**	**2 272**	**66 478**	**0**
Credits to budget	0	0	0	0
Commercial credits	73 870	1 625	72 245	0
Commercial real estate and construction credits	22 099	0	22 099	0
Other commercial credits	51 771	1 625	50 146	0
Agricultural credits	106	106	0	0
Consumer credits	679	679	0	0
Housing mortgage credits to individuals	2 712	0	2 712	0
Other credits	40	0	40	0
Credits to non-financial institutions and other customers, total	**77 407**	**2 410**	**74 997**	**0**
Less: specific provisions	**8 657**	**138**	**8 519**	**0**
Assets for resale	**441**	**441**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**776**	**750**	**20**	**6**
Intangible assets	**286**	**286**	**0**	**0**
Premises and other fixed assets	**5 453**	**5 453**	**0**	**0**
Assets, total	**97 720**	**15 398**	**78 027**	**4 295**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**25 340**	**4 455**	**20 885**	**0**
Demand deposits of banks	0	0	0	0
Time deposits of banks	23 858	3 000	20 858	0
Deposits of other financial institutions	1 482	1 455	27	0
Deposits of non-financial institutions and other customers	**49 000**	**11 485**	**33 306**	**4 209**
Demand deposits	22 839	8 579	13 723	537
Time deposits	26 161	2 906	19 583	3 672
Savings deposits	0	0	0	0
Deposits, total	**74 340**	**15 940**	**54 191**	**4 209**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**2 115**	**476**	**1 597**	**42**
Liabilities, total	**76 455**	**16 416**	**55 788**	**4 251**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**21 265**	**21 265**		
Shareholder capital	17 852	17 852		
Reserves	6 405	6 405		
Profit/loss, current year	-2 992	-2 992		
Liabilities, minority interest, and capital, total	**97 720**	**37 681**	**55 788**	**4 251**
Memo: credit substitutes and other off-balance sheet commitments	**12 751**	**942**	**10 811**	**998**

* Former Commercial Bank of Greece (Bulgaria).

Emporiki Bank
Bulgaria EAD

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**1 422**	**86**	**1 292**	**44**
Interest income from claims on financial institutions	107	44	19	44
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	0	0	0	0
Interest income from investment portfolio	5	0	5	0
Interest income from credits	1 310	42	1 268	0
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**284**	**74**	**190**	**20**
Interest expenditure on deposits of financial institutions	128	28	100	0
Interest expenditure on deposits of non-financial institutions and other customers	156	46	90	20
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	0	0	0	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**1 138**	**12**	**1 102**	**24**
CREDIT PROVISIONS				
Accrued provisions	3 583			
Reintegrated provisions	308			
Credit provisions, net	3 275			
TRADING PORTFOLIO GAIN/LOSS	**0**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**-13**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**357**			
NON-INTEREST EXPENDITURE	**1 125**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**-2 918**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**3**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**77**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**-2 992**			

Emporiki Bank
Bulgaria EAD

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	BNB Order No. 100-01112 of 8 September 1997; updated by Order No. 100-00501 of the BNB Governor dated 18 November 1999; amended by Order No. RD 22-0447 of the BNB Governor dated 7 September 2000; Order No. RD 22-186 of the Deputy Governor heading the Banking Supervision Department dated 6 February 2004, permitting Commercial Bank of Greece – Bulgaria to change its name in the license to Emporiki Bank – Bulgaria
Legal registration	Company file No. 21376 of 1994, lot No. 20768, vol. 253, p. 168
Address of the head office	4 Laiosh Koshut Str., Sofia 1606 tel. 02/917 17 17 Website: www.emporiki.bg
Management	
Supervisory Board	Leonidas Aristotelis Zonios
	Dionisios Evstatios Divaris
	Georgios Iraklis Vlahakis
	Evangelos Konstantinos Athanasiou
	Ekaterini Konstantinos Beritsi
	Dimitrios Georgios Petrakoglu
	Konstantinos Sotirios Pashalis
Management Board	Elefterios Patroclos Baharopulos – Chairman and Chief Executive Director
	Georgios Vassilios Tzamos – Executive Director
	Teodor Nikolov Palev – Executive Director
Shareholders (shares over 10%)	
	Commercial Bank of Greece, Athens – 100%

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**5 107**	**5 067**	**34**	**6**
Claims on financial institutions, net	**4 936**	**200**	**4 654**	**82**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**0**	**0**	**0**	**0**
Investment portfolio	**13 203**	**4 286**	**8 917**	**0**
Credits to non-financial institutions and other customers, net	**68 792**	**34 971**	**33 821**	**0**
Credits to budget	0	0	0	0
Commercial credits	66 951	30 208	36 743	0
Commercial real estate and construction credits	55 471	20 054	35 417	0
Other commercial credits	11 480	10 154	1 326	0
Agricultural credits	6 995	6 995	0	0
Consumer credits	272	272	0	0
Housing mortgage credits to individuals	0	0	0	0
Other credits	0	0	0	0
Credits to non-financial institutions and other customers, total	**74 218**	**37 475**	**36 743**	**0**
Less: specific provisions	**5 426**	**2 504**	**2 922**	**0**
Assets for resale	**1 128**	**1 128**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**165**	**163**	**2**	**0**
Intangible assets	**96**	**96**	**0**	**0**
Premises and other fixed assets	**2 282**	**2 282**	**0**	**0**
Assets, total	**95 709**	**48 193**	**47 428**	**88**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**469**	**434**	**5**	**30**
Demand deposits of banks	421	421	0	0
Time deposits of banks	0	0	0	0
Deposits of other financial institutions	48	13	5	30
Deposits of non-financial institutions and other customers	**1 924**	**1 704**	**198**	**22**
Demand deposits	1 673	1 496	168	9
Time deposits	112	69	30	13
Savings deposits	139	139	0	0
Deposits, total	**2 393**	**2 138**	**203**	**52**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**53 347**	**2 351**	**50 996**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**825**	**800**	**25**	**0**
Liabilities, total	**56 565**	**5 289**	**51 224**	**52**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**39 144**	**39 144**		
Shareholder capital	29 574	29 574		
Reserves	7 150	7 150		
Profit/loss, current year	2 420	2 420		
Liabilities, minority interest, and capital, total	**95 709**	**44 433**	**51 224**	**52**
Memo: credit substitutes and other off-balance sheet commitments	**10 366**	**4 223**	**6 143**	**0**

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**2 283**	**1 137**	**1 146**	**0**
Interest income from claims on financial institutions	26	4	22	0
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	0	0	0	0
Interest income from investment portfolio	109	66	43	0
Interest income from credits	2 148	1 067	1 081	0
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**355**	**15**	**340**	**0**
Interest expenditure on deposits of financial institutions	1	1	0	0
Interest expenditure on deposits of non-financial institutions and other customers	2	2	0	0
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	352	12	340	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**1 928**	**1 122**	**806**	**0**
CREDIT PROVISIONS				
Accrued provisions	716			
Reintegrated provisions	1 945			
Credit provisions, net	-1 229			
TRADING PORTFOLIO GAIN/LOSS	**0**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**83**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**409**			
NON-INTEREST EXPENDITURE	**800**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**2 849**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-2**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**427**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**2 420**			

ENCOURAGEMENT BANK AD

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Order No. 100-000078 of 25 February 1999 of the BNB Governor
Legal registration	Resolution No. 1 of the Sofia City Court of 11 March 1999 on company file No. 3400 of 1999
Address of the head office	1 Dyakon Ignatii Str., Sofia 1000 tel. 02/930 63 33 Website: www.nasbank.bg
Management	The Bank is managed and represented jointly by the executive directors Dimitar Kirilov Dimitrov and Sasho Petrov Chakalski or by each of the executive directors and the procurator Krasimirka Davitkova Velinova–Saeva
Supervisory Board	Atanas Slavchev Katsarchev – Chairman
	Nina Hristova Radeva – Deputy Chairman
	Kiril Milanov Ananiev
Management Board	Dimitar Kirilov Dimitrov – Chairman and Executive Director
	Sasho Petrov Chakalski – Executive Director
	Dimitar Nikolov Tadarakov
Procurator	Krasimirka Davitkova Velinova–Saeva
Shareholders (shares over 10%)	
	Ministry of Finance – 99.995%

FIRST INVESTMENT BANK

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**226 220**	**67 247**	**150 737**	**8 236**
Claims on financial institutions, net	**248 308**	**708**	**223 327**	**24 273**
Claims under repurchase agreements	**10 518**	**0**	**10 518**	**0**
Trading portfolio	**21 897**	**2 787**	**2 166**	**16 944**
Investment portfolio	**568 741**	**80 872**	**319 008**	**168 861**
Credits to non-financial institutions and other customers, net	**1 369 767**	**524 374**	**765 737**	**79 656**
Credits to budget	0	0	0	0
Commercial credits	1 053 148	273 937	699 214	79 997
Commercial real estate and construction credits	714 765	134 009	530 948	49 808
Other commercial credits	338 383	139 928	168 266	30 189
Agricultural credits	18 449	15 699	2 250	500
Consumer credits	162 582	127 155	34 621	806
Housing mortgage credits to individuals	147 651	114 469	32 250	932
Other credits	22 869	10 533	5 231	7 105
Credits to non-financial institutions and other customers, total	**1 404 699**	**541 793**	**773 566**	**89 340**
Less: specific provisions	**34 932**	**17 419**	**7 829**	**9 684**
Assets for resale	**3 150**	**3 150**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**4355**	**4355**	**0**	**0**
Other assets	**19 075**	**12 094**	**6 468**	**513**
Intangible assets	**419**	**398**	**0**	**21**
Premises and other fixed assets	**63 166**	**62 622**	**0**	**544**
Assets, total	**2 535 616**	**758 607**	**1 477 961**	**299 048**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**786 553**	**33 135**	**750 098**	**3 320**
Demand deposits of banks	1 043	220	330	493
Time deposits of banks	11 180	9 061	1 957	162
Deposits of other financial institutions	774 330	23 854	747 811	2 665
Deposits of non-financial institutions and other customers	1 163 447	512 157	401 793	249 497
Demand deposits	562 758	336 358	170 556	55 844
Time deposits	600 689	175 799	231 237	193 653
Savings deposits	0	0	0	0
Deposits, total	**1 950 000**	**545 292**	**1 151 891**	**252 817**
Borrowings under repurchase agreements	**187 952**	**904**	**187 048**	**0**
Short-term borrowings	**13 021**	**13 021**	**0**	**0**
Long-term borrowings	**80 598**	**0**	**40 093**	**40 505**
Subordinated term debt and debt/equity (hybrid) instruments	**162 652**	**0**	**162 652**	**0**
Other liabilities	**6 230**	**5 986**	**7**	**237**
Liabilities, total	**2 400 453**	**565 203**	**1 541 691**	**293 559**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**135 163**	**135 163**		
Shareholder capital	10 000	10 000		
Reserves	119 771	119 771		
Profit/loss, current year	5 392	5 392		
Liabilities, minority interest, and capital, total	**2 535 616**	**700 366**	**1 541 691**	**293 559**
Memo: credit substitutes and other off-balance sheet commitments	**509 433**	**164 638**	**255 922**	**88 873**

FIRST INVESTMENT BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**44 370**	**15 490**	**23 080**	**5 800**
Interest income from claims on financial institutions	712	24	354	334
Interest income from claims under repurchase agreements	210	7	203	0
Interest income from trading portfolio	33	14	13	6
Interest income from investment portfolio	4 365	718	1 707	1 940
Interest income from credits	39 050	14 727	20 803	3 520
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**25 684**	**3 510**	**19 408**	**2 766**
Interest expenditure on deposits of financial institutions	13 062	336	12 674	52
Interest expenditure on deposits of non-financial institutions and other customers	7 189	2 972	2 027	2 190
Interest expenditure on borrowings under repurchase agreements	175	14	161	0
Interest expenditure on borrowings	1 417	169	724	524
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	3 822	0	3 822	0
Interest expenditure on other liabilities	19	19	0	0
INTEREST AND DIVIDEND INCOME, NET	**18 686**	**11 980**	**3 672**	**3 034**
CREDIT PROVISIONS				
Accrued provisions	10 375			
Reintegrated provisions	8 166			
Credit provisions, net	2 209			
TRADING PORTFOLIO GAIN/LOSS	**58**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**64**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**4**			
OTHER NON-INTEREST INCOME	**9 069**			
NON-INTEREST EXPENDITURE	**18 662**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**7 010**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-536**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**1 082**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**5 392**			

FIRST INVESTMENT BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Limited license: Resolution of the BNB Governing Council No. 278 of 1 October 1993. Full license: Resolution of the BNB Governing Council No. 273 of 14 September 1995. License update: Order No. 100-00498 of the BNB Governor dated 18 November 1999 in accordance with the Law on Banks
Legal registration	Entered in the Commercial Register by Resolution of the Sofia City Court on company file No. 18045 of 1993, lot No. 11941, vol. 163, p. 106
Address of the head office	10 Stefan Karadzha Str., Sofia 1000 tel. 02/910 01 Website: www.fibank.bg
Management	
Supervisory Board	Georgi Dimitrov Moutafchiev – Chairman
	David Cameron Mathew
	Radka Veselinova Mineva
	Todor Breshkov
	Stefan Pinter
Management Board	Jonathan Henry Martyn Harfield – Chief Executive Director
	Matio Alexandrov Mateev – Deputy Chief Executive Director
	Maya Lyubenova Georgieva – Executive Director
	Yordan Velichkov Skorchev – Executive Director
	Evgeni Krustev Lukanov – Executive Director
	Ivan Stefanov Ivanov
	Radoslav Todorov Milenkov
	Maya Oyfalosh
Shareholders (shares over 10%)	
	Ivailo Dimitrov Moutafchiev – 31.83%
	Tseko Todorov Minev – 31.83%
	First Financial Brokerage House – 13.89%

HEBROS BANK

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**61 736**	**56 582**	**3 301**	**1 853**
Claims on financial institutions, net	**190 446**	**122 218**	**12 969**	**55 259**
Claims under repurchase agreements	**36 085**	**0**	**0**	**36 085**
Trading portfolio	**0**	**0**	**0**	**0**
Investment portfolio	**17 742**	**17 346**	**0**	**396**
Credits to non-financial institutions and other customers, net	**431 315**	**255 243**	**173 806**	**2 266**
Credits to budget	538	537	1	0
Commercial credits	210 564	82 804	127 667	93
Commercial real estate and construction credits	72 359	20 765	51 594	0
Other commercial credits	138 205	62 039	76 073	93
Agricultural credits	25 767	19 468	6 299	0
Consumer credits	175 798	156 409	18 015	1 374
Housing mortgage credits to individuals	25 468	6 963	17 619	886
Other credits	16 429	8 257	7 945	227
Credits to non-financial institutions and other customers, total	**454 564**	**274 438**	**177 546**	**2 580**
Less: specific provisions	**23 249**	**19 195**	**3 740**	**314**
Assets for resale	**1 220**	**1 220**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**1311**	**1311**	**0**	**0**
Other assets	**10 234**	**9 795**	**70**	**369**
Intangible assets	**9 332**	**9 332**	**0**	**0**
Premises and other fixed assets	**31 068**	**31 068**	**0**	**0**
Assets, total	**790 489**	**504 115**	**190 146**	**96 228**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**102 564**	**61 291**	**39 943**	**1 330**
Demand deposits of banks	0	0	0	0
Time deposits of banks	101 135	60 004	39 804	1 327
Deposits of other financial institutions	1 429	1 287	139	3
Deposits of non-financial institutions and other customers	**526 917**	**305 438**	**126 991**	**94 488**
Demand deposits	188 091	168 106	14 265	5 720
Time deposits	261 803	105 725	85 985	70 093
Savings deposits	77 023	31 607	26 741	18 675
Deposits, total	**629 481**	**366 729**	**166 934**	**95 818**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**4 640**	**4 640**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**20 410**	**0**	**20 410**	**0**
Other liabilities	**25 506**	**24 503**	**726**	**277**
Liabilities, total	**680 037**	**395 872**	**188 070**	**96 095**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**110 452**	**110 452**		
Shareholder capital	41 103	41 103		
Reserves	52 007	52 007		
Profit/loss, current year	17 342	17 342		
Liabilities, minority interest, and capital, total	**790 489**	**506 324**	**188 070**	**96 095**
Memo: credit substitutes and other off-balance sheet commitments	**57 932**	**28 103**	**26 651**	**3 178**

HEBROS BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**12 261**	**7 330**	**3 830**	**1 101**
Interest income from claims on financial institutions	1 245	374	227	644
Interest income from claims under repurchase agreements	408	0	0	408
Interest income from trading portfolio	0	0	0	0
Interest income from investment portfolio	183	177	0	6
Interest income from credits	10 425	6 779	3 603	43
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**2 859**	**1 494**	**1 008**	**357**
Interest expenditure on deposits of financial institutions	314	41	245	28
Interest expenditure on deposits of non-financial institutions and other customers	2 343	1 433	581	329
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	20	20	0	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	182	0	182	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**9 402**	**5 836**	**2 822**	**744**
CREDIT PROVISIONS				
Accrued provisions	8 320			
Reintegrated provisions	7 073			
Credit provisions, net	1 247			
TRADING PORTFOLIO GAIN/LOSS	**0**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**406**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**20 550**			
NON-INTEREST EXPENDITURE	**8 705**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**20 406**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**13**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**3 077**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**17 342**			

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No.177 of 3 June 1993 of the BNB Governing Council, updated in accordance with the Law on Banks by Order No. 100-00489 of the BNB Governor dated 17 November 1999
Legal registration	Entered in the registers of the Plovdiv Regional Court by Resolution No. 6965 of 8 June 1993
Address of the head office	37 Tsar Boris III Obedinitel Blvd., Plovdiv 4018 tel. 032/63 18 76; 62 88 70 Website: www.hebros.bg
Management	
Supervisory Board	Helmut Bernkopf – Chairman
	Ludwig Wagner – Deputy Chairman
	Josef Duregger
Management Board	Peter Harold – Chairman and Chief Executive Director
	Ludmil Gatchev – Executive Director
	Alexander Tsachev – Executive Director
Procurators	Georgi Kostadinov Zamanov
	Andreas Schoberwalter
	Maria Dimova Ilieva
Shareholders (shares over 10%)	
	Bank Austria Creditanstalt – 89.92%

HVB Bank Biochim

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**190 567**	**136 699**	**48 850**	**5 018**
Claims on financial institutions, net	**482 343**	**218 853**	**225 655**	**37 835**
Claims under repurchase agreements	**6 937**	**6 381**	**556**	**0**
Trading portfolio	**380 185**	**95 797**	**150 751**	**133 637**
Investment portfolio	**13 496**	**13 496**	**0**	**0**
Credits to non-financial institutions and other customers, net	**1 409 418**	**597 061**	**776 399**	**35 958**
Credits to budget	9 266	9 266	0	0
Commercial credits	1 014 581	333 538	654 319	26 724
Commercial real estate and construction credits	407 489	104 473	301 487	1 529
Other commercial credits	607 092	229 065	352 832	25 195
Agricultural credits	13 046	9 439	3 607	0
Consumer credits	352 244	256 343	87 928	7 973
Housing mortgage credits to individuals	73 418	20 863	49 174	3 381
Other credits	1 937	1 549	3	385
Credits to non-financial institutions and other customers, total	**1 464 492**	**630 998**	**795 031**	**38 463**
Less: specific provisions	**55 074**	**33 937**	**18 632**	**2 505**
Assets for resale	**2 518**	**2 518**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**655**	**655**	**0**	**0**
Other assets	**6 519**	**6 373**	**142**	**4**
Intangible assets	**2 923**	**2 923**	**0**	**0**
Premises and other fixed assets	**52 805**	**52 805**	**0**	**0**
Assets, total	**2 548 366**	**1 133 561**	**1 202 353**	**212 452**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**756 789**	**303 356**	**345 917**	**107 516**
Demand deposits of banks	1 587	1 286	260	41
Time deposits of banks	734 402	285 698	341 246	107 458
Deposits of other financial institutions	20 800	16 372	4 411	17
Deposits of non-financial institutions and other customers	**1 188 295**	**622 231**	**392 608**	**173 456**
Demand deposits	646 674	446 871	169 942	29 861
Time deposits	293 504	73 649	129 342	90 513
Savings deposits	248 117	101 711	93 324	53 082
Deposits, total	**1 945 084**	**925 587**	**738 525**	**280 972**
Borrowings under repurchase agreements	**131 235**	**0**	**95 150**	**36 085**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**110 882**	**425**	**110 457**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**76 679**	**0**	**76 679**	**0**
Other liabilities	**71 891**	**38 472**	**20 798**	**12 621**
Liabilities, total	**2 335 771**	**964 484**	**1 041 609**	**329 678**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**212 595**	**212 595**		
Shareholder capital	36 842	36 842		
Reserves	158 058	158 058		
Profit/loss, current year	17 695	17 695		
Liabilities, minority interest, and capital, total	**2 548 366**	**1 177 079**	**1 041 609**	**329 678**
Memo: credit substitutes and other off-balance sheet commitments	**560 376**	**279 245**	**263 583**	**17 548**

* Former Biochim Commercial Bank.

HVB Bank Biochim

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**36 823**	**16 770**	**16 284**	**3 769**
Interest income from claims on financial institutions	2 323	866	498	959
Interest income from claims under repurchase agreements	53	18	35	0
Interest income from trading portfolio	6 030	1 314	2 581	2 135
Interest income from investment portfolio	95	95	0	0
Interest income from credits	28 322	14 477	13 170	675
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**10 088**	**3 420**	**4 483**	**2 185**
Interest expenditure on deposits of financial institutions	4 905	1 874	1 646	1 385
Interest expenditure on deposits of non-financial institutions and other customers	2 850	1 544	917	389
Interest expenditure on borrowings under repurchase agreements	911	0	500	411
Interest expenditure on borrowings	795	2	793	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	627	0	627	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**26 735**	**13 350**	**11 801**	**1 584**
CREDIT PROVISIONS				
Accrued provisions	3 801			
Reintegrated provisions	3 833			
Credit provisions, net	-32			
TRADING PORTFOLIO GAIN/LOSS	**-910**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**12 402**			
NON-INTEREST EXPENDITURE	**17 183**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**21 076**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-278**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**3 103**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**17 695**			

HVB BankBiochim

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	No. 140-00415 of 5 September 1995, Resolution No. 266 of 4 September 1995 of the BNB Governing Council. License updated in accordance with requirements of § 47 of the Transitional and Final Provisions of the Law on Amendments to the Law on Banks by Order No. 100-00486 of the BNB Governor dated 17 November 1999
Legal registration	Resolution of 13 September 1995 of the Sofia City Court on company file No. 14835 of 1995 of the Sofia City Court, entered in the Commercial Register, lot No. 691, vol. 13, reg. I, p. 12
Address of the head office	1 Ivan Vazov Str., Sofia 1026 tel. 02/926 92 10 Website: www.biochim.com
Management	
Supervisory Board	Regina Prehofer– Chairman
	Helmut Bernkopf – Deputy Chairman
	Wolfgang Helpa
	Wolfgang Edelmueller
	Heinz Meidlinger
	Josef Duregger
	Robert Zadrazil
Management Board	Peter Harold – Chaiman and Chief Executive Director
	Emiliya Stefanova Palibachiyska – Executive Director
	Maria Dimova Ilieva – Executive Director
	Ludwig Wagner – Executive Director
Shareholders (shares over 10%)	
	Bank Austria Creditanstalt – 99.59%

ING WHOLESALE BANKING

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
ASSETS						
Vault cash and current accounts with the BNB	**28 920**	**0**	**28 920**	**9 950**	**18 286**	**684**
Claims on financial institutions, net	**237 848**	**221 525**	**16 323**	**12 301**	**3 765**	**257**
Claims under repurchase agreements	**4 821**	**0**	**4 821**	**4 821**	**0**	**0**
Trading portfolio	**32 702**	**0**	**32 702**	**20 490**	**7 815**	**4 397**
Investment portfolio	**46**	**0**	**46**	**46**	**0**	**0**
Credits to non-financial institutions and other customers, net	**193 488**	**0**	**193 488**	**166 448**	**16 658**	**10 382**
Credits to budget	0	0	0	0	0	0
Commercial credits	173 683	0	173 683	155 400	13 679	4 604
Commercial real estate and construction credits	2 780	0	2 780	2 780	0	0
Other commercial credits	170 903	0	170 903	152 620	13 679	4 604
Agricultural credits	10 186	0	10 186	1 429	2 979	5 778
Consumer credits	1 682	0	1 682	1 682	0	0
Housing mortgage credits to individuals	7 846	0	7 846	7 846	0	0
Other credits	127	0	127	127	0	0
Credits to non-financial institutions and other customers, total	**193 524**	**0**	**193 524**	**166 484**	**16 658**	**10 382**
Less: specific provisions	**36**	**0**	**36**	**36**	**0**	**0**
Assets for resale	**0**	**0**	**0**	**0**	**0**	**0**
Other assets, net	**2 999**	**0**	**2 999**	**1 697**	**1 085**	**217**
Intangible assets	**166**	**0**	**166**	**166**	**0**	**0**
Premises and other fixed assets	**947**	**0**	**947**	**947**	**0**	**0**
Assets, total	**501 937**	**221 525**	**280 412**	**216 866**	**47 609**	**15 937**
LIABILITIES, MINORITY INTEREST, AND CAPITAL						
Deposits of financial institutions	**99 568**	**531**	**99 037**	**41 241**	**12 460**	**45 336**
Demand deposits of banks	79 625	531	79 094	24 163	9 805	45 126
Time deposits of banks	5 004	0	5 004	5 004	0	0
Deposits of other financial institutions	14 939	0	14 939	12 074	2 655	210
Deposits of non-financial institutions and other customers	**369 708**	**0**	**369 708**	**106 172**	**192 784**	**70 752**
Demand deposits	264 451	0	264 451	86 698	155 913	21 840
Time deposits	105 257	0	105 257	19 474	36 871	48 912
Savings deposits	0	0	0	0	0	0
Deposits, total	**469 276**	**531**	**468 745**	**147 413**	**205 244**	**116 088**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Other liabilities	**4 752**	**655**	**4 097**	**890**	**892**	**2 315**
Liabilities, total	**474 028**	**1 186**	**472 842**	**148 303**	**206 136**	**118 403**
Reserves and financial result, total	**27 909**	**26 721**	**1 188**	**1 188**		
Reserves	26 721	26 721	0	0		
Profit/loss, current year	1 188	0	1 188	1 188		
Liabilities, reserves, and financial result, total	**501 937**	**27 907**	**474 030**	**149 491**	**206 136**	**118 403**
Memo: credit substitutes and other off-balance sheet commitments	**329 719**	**0**	**329 719**	**98 567**	**156 351**	**74 801**

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**4 736**	**1 831**	**2 905**	**2 195**	**253**	**457**
Interest income from claims on financial institutions	2 031	1 831	200	101	96	3
Interest income from claims under repurchase agreements	0	0	0	0	0	0
Interest income from trading portfolio	388	0	388	388	0	0
Interest income from investment portfolio	0	0	0	0	0	0
Interest income from credits	2 317	0	2 317	1 706	157	454
Dividend income	0	0	0	0	0	0
INTEREST EXPENDITURE	**1 658**	**557**	**1 101**	**352**	**409**	**340**
Interest expenditure on deposits of financial institutions	965	557	408	239	89	80
Interest expenditure on deposits of non-financial institutions and other customers	693	0	693	113	320	260
Interest expenditure on borrowings under repurchase agreements	0	0	0	0	0	0
Interest expenditure on borrowings	0	0	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**3 078**	**1 274**	**1 804**	**1 843**	**-156**	**117**
CREDIT PROVISIONS						
Accrued provisions	15	0	15			
Reintegrated provisions	32	0	32			
Credit provisions, net	-17	0	-17			
TRADING PORTFOLIO GAIN/LOSS	**649**	**0**	**649**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**	**0**	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**	**0**	**0**			
OTHER NON-INTEREST INCOME	**1 403**	**-291**	**1 694**			
NON-INTEREST EXPENDITURE	**4 081**	**16**	**4 065**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**1 066**	**967**	**99**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**331**	**136**	**195**			
EXTRAORDINARY GAIN/LOSS	**0**	**0**	**0**			
TAX	**209**	**0**	**209**			
PROFIT/LOSS, NET	**1 188**	**1 103**	**85**			

ING WHOLESALE BANKING

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No.199 of 16 June 1994 of the BNB Governing Council; License updated by Order No. 100-00563 of 22 December 1999
Legal registration	Company file No. 11357 of 26 July 1994
Address of the branch	12 Emil Bersinski Str., Ivan Vazov District, Sofia 1408 tel. 02/917 64 00 Website: www.ing.bg
Management	Jan Willem Overwater – Country Manager Frank Hawkes – Executive Director Vladimir Boyanov Tchimov – Executive Director Dimitar Nikolov Kostadinov – Executive Director
Shareholders (shares over 10%)	
	Sole shareholder: ING Group N. V./4972

INTERNATIONAL ASSET BANK

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**33 252**	**14 893**	**17 874**	**485**
Claims on financial institutions, net	**25 559**	**54**	**12 327**	**13 178**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**143**	**143**	**0**	**0**
Investment portfolio	**30 683**	**23 999**	**4 892**	**1 792**
Credits to non-financial institutions and other customers, net	**189 145**	**107 893**	**68 672**	**12 580**
Credits to budget	1 419	1 419	0	0
Commercial credits	123 086	73 566	36 766	12 754
Commercial real estate and construction credits	29 833	13 415	15 096	1 322
Other commercial credits	93 253	60 151	21 670	11 432
Agricultural credits	8 348	8 348	0	0
Consumer credits	6 007	5 241	750	16
Housing mortgage credits to individuals	3 281	588	2 693	0
Other credits	50 151	21 176	28 584	391
Credits to non-financial institutions and other customers, total	**192 292**	**110 338**	**68 793**	**13 161**
Less: specific provisions	**3 147**	**2 445**	**121**	**581**
Assets for resale	**5 571**	**5 571**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**4 656**	**4 169**	**379**	**108**
Intangible assets	**147**	**147**	**0**	**0**
Premises and other fixed assets	**14 677**	**14 677**	**0**	**0**
Assets, total	**303 833**	**171 546**	**104 144**	**28 143**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**24 617**	**9 383**	**15 221**	**13**
Demand deposits of banks	22	22	0	0
Time deposits of banks	23 420	8 358	15 062	0
Deposits of other financial institutions	1 175	1 003	159	13
Deposits of non-financial institutions and other customers	**184 531**	**90 091**	**69 146**	**25 294**
Demand deposits	86 282	67 853	12 185	6 244
Time deposits	86 796	18 137	51 679	16 980
Savings deposits	11 453	4 101	5 282	2 070
Deposits, total	**209 148**	**99 474**	**84 367**	**25 307**
Borrowings under repurchase agreements	**13 640**	**13 640**	**0**	**0**
Short-term borrowings	**26 536**	**0**	**26 536**	**0**
Long-term borrowings	**9 107**	**9 107**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**9 932**	**4 097**	**5 313**	**522**
Liabilities, total	**268 363**	**126 318**	**116 216**	**25 829**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**35 470**	**35 470**		
Shareholder capital	20 050	20 050		
Reserves	13 361	13 361		
Profit/loss, current year	2 059	2 059		
Liabilities, minority interest, and capital, total	**303 833**	**161 788**	**116 216**	**25 829**
Memo: credit substitutes and other off-balance sheet commitments	**86 591**	**59 066**	**24 865**	**2 660**

* Former First East International Bank, UNIBANK.

INTERNATIONAL ASSET BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**5 103**	**3 124**	**1 542**	**437**
Interest income from claims on financial institutions	164	0	14	150
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	0	0	0	0
Interest income from investment portfolio	312	234	59	19
Interest income from credits	4 627	2 890	1 469	268
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**1 624**	**567**	**884**	**173**
Interest expenditure on deposits of financial institutions	125	21	104	0
Interest expenditure on deposits of non-financial institutions and other customers	1 053	444	436	173
Interest expenditure on borrowings under repurchase agreements	60	60	0	0
Interest expenditure on borrowings	348	36	312	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	38	6	32	0
INTEREST AND DIVIDEND INCOME, NET	**3 479**	**2 557**	**658**	**264**
CREDIT PROVISIONS				
Accrued provisions	289			
Reintegrated provisions	300			
Credit provisions, net	-11			
TRADING PORTFOLIO GAIN/LOSS	**3**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**-60**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**1 952**			
NON-INTEREST EXPENDITURE	**2 897**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**2 488**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-63**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**366**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**2 059**			

INTERNATIONAL ASSET BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Protocol No. 42 of the BNB Governing Council dated 25 October 1989. License updated under § 47 of the Transitional and Final Provisions of the Amendments to the Law on Banks, Order No. 100-00492 of the BNB Governor dated 17 November 1999
Legal registration	Resolution of the Sofia City Court of 6 May 1991, company file No. 2367, vol. 1, p. 140, lot No. 53
Address of the head office	81–83 Todor Alexandrov Blvd., Sofia 1303 tel. 02/812 01 11; 920 43 03 Website: www.iabank.com
Management	
Supervisory Board	Ivan Minkov Dragnevski – Chairman
	Georgi Stoinev Harizanov – Deputy Chairman
	Georgi Borislavov Georgiev
	Trayan Georgiev Lyalev
	Mladen Ivanov Moutafchiyski
Management Board	Anna Dimitrova Sabeva – Chairman and Governor
	Rositsa Asenova Tosheva – Executive Member of the Management Board and Deputy Governor
	Kostadin Vasilev Karanlukov
	Yuri Jaque Aroio
Shareholders (shares over 10%)	
	Dynatrade International – 25.51%

Investbank|Bulgaria
Инвестбанк|АД

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**33 110**	**23 198**	**8 219**	**1 693**
Claims on financial institutions, net	**55 402**	**16 014**	**22 435**	**16 953**
Claims under repurchase agreements	**2 703**	**2 703**	**0**	**0**
Trading portfolio	**18 549**	**15 608**	**2 941**	**0**
Investment portfolio	**49 513**	**39 700**	**7 074**	**2 739**
Credits to non-financial institutions and other customers, net	**121 975**	**80 063**	**32 012**	**9 900**
Credits to budget	1 505	0	1 505	0
Commercial credits	100 231	64 118	26 934	9 179
Commercial real estate and construction credits	27 370	15 372	9 429	2 569
Other commercial credits	72 861	48 746	17 505	6 610
Agricultural credits	10 287	10 287	0	0
Consumer credits	9 708	7 806	1 181	721
Housing mortgage credits to individuals	3 751	1 330	2 421	0
Other credits	0	0	0	0
Credits to non-financial institutions and other customers, total	**125 482**	**83 541**	**32 041**	**9 900**
Less: specific provisions	**3 507**	**3 478**	**29**	**0**
Assets for resale	**17**	**17**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**2 723**	**1 939**	**668**	**116**
Intangible assets	**663**	**663**	**0**	**0**
Premises and other fixed assets	**3 806**	**3 806**	**0**	**0**
Assets, total	**288 461**	**183 711**	**73 349**	**31 401**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**32 974**	**30 731**	**2 075**	**168**
Demand deposits of banks	1 160	21	978	161
Time deposits of banks	10 001	10 001	0	0
Deposits of other financial institutions	21 813	20 709	1 097	7
Deposits of non-financial institutions and other customers	**208 804**	**100 480**	**78 665**	**29 659**
Demand deposits	53 665	38 993	13 097	1 575
Time deposits	138 761	57 225	54 972	26 564
Savings deposits	16 378	4 262	10 596	1 520
Deposits, total	**241 778**	**131 211**	**80 740**	**29 827**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**22**	**0**	**0**	**22**
Long-term borrowings	**21 722**	**7 927**	**13 795**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**2 938**	**1 921**	**545**	**472**
Liabilities, total	**266 460**	**141 059**	**95 080**	**30 321**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**22 001**	**22 001**		
Shareholder capital	20 000	20 000		
Reserves	1 677	1 677		
Profit/loss, current year	324	324		
Liabilities, minority interest, and capital, total	**288 461**	**163 060**	**95 080**	**30 321**
Memo: credit substitutes and other off-balance sheet commitments	**28 238**	**17 295**	**7 808**	**3 135**

[*] Former Neftinvestbank.

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**4 484**	**2 727**	**1 227**	**530**
Interest income from claims on financial institutions	404	151	88	165
Interest income from claims under repurchase agreements	29	29	0	0
Interest income from trading portfolio	177	145	32	0
Interest income from investment portfolio	671	486	137	48
Interest income from credits	3 188	1 901	970	317
Dividend income	15	15	0	0
INTEREST EXPENDITURE	**2 640**	**1 128**	**1 189**	**323**
Interest expenditure on deposits of financial institutions	181	171	8	2
Interest expenditure on deposits of non-financial institutions and other customers	2 195	918	956	321
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	264	39	225	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**1 844**	**1 599**	**38**	**207**
CREDIT PROVISIONS				
Accrued provisions	256			
Reintegrated provisions	61			
Credit provisions, net	195			
TRADING PORTFOLIO GAIN/LOSS	**22**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**149**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**-27**			
OTHER NON-INTEREST INCOME	**1 245**			
NON-INTEREST EXPENDITURE	**2 723**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**315**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**26**			
EXTRAORDINARY GAIN/LOSS	**31**			
TAX	**48**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**324**			

Investbank Bulgaria
Инвестбанк АД

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 364 of the BNB Governing Council of 1 December 1994, updated in accordance with the Law on Banks by Order No. 100-000574 of 27 December 1999
Legal registration	Resolution No.1 of the Sofia City Court dated 16 December 1994
Address of the head office	83 A Bulgaria Blvd., Sofia 1404 tel. 02/81 86 130 Website: www.ibank.bg
Management	
Supervisory Board	Petya Ivanova Barakova–Slavova – Chairman
	Vincom AD, represented by Krastinka Radkova Stoyanova – Deputy Chairman
	Festa Holding AD, represented by Petya Slavova
Management Board	Vladimir Ivanov Vladimirov – Chairman and Executive Director
	Stefan Stoev Stoev – Executive Director
	Ivan Kunchov Mavrov – Executive Director
	Pencho Stoyanov Cherkezov – Procurator
Shareholders (shares over 10%)	
	Festa Holding – 78.73%
	Vincom – 15.49%

MUNICIPAL BANK PLC

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**56 601**	**52 455**	**2 351**	**1 795**
Claims on financial institutions, net	**96 687**	**26 474**	**52 511**	**17 702**
Claims under repurchase agreements	**17 441**	**17 441**	**0**	**0**
Trading portfolio	**136 204**	**112 623**	**21 365**	**2 216**
Investment portfolio	**2 923**	**2 899**	**4**	**20**
Credits to non-financial institutions and other customers, net	**156 157**	**107 011**	**40 838**	**8 308**
Credits to budget	5 588	5 588	0	0
Commercial credits	137 246	82 088	47 553	7 605
Commercial real estate and construction credits	45 577	18 673	24 977	1 927
Other commercial credits	91 669	63 415	22 576	5 678
Agricultural credits	3 021	2 929	92	0
Consumer credits	18 061	17 495	566	0
Housing mortgage credits to individuals	4 572	3 412	1 160	0
Other credits	6 333	5 229	401	703
Credits to non-financial institutions and other customers, total	**174 821**	**116 741**	**49 772**	**8 308**
Less: specific provisions	**18 664**	**9 730**	**8 934**	**0**
Assets for resale	**0**	**0**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**2 546**	**2 537**	**5**	**4**
Intangible assets	**2 489**	**2 489**	**0**	**0**
Premises and other fixed assets	**8 331**	**8 331**	**0**	**0**
Assets, total	**479 379**	**332 260**	**117 074**	**30 045**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**16 195**	**8 289**	**6 191**	**1 715**
Demand deposits of banks	1 948	141	121	1 686
Time deposits of banks	5 476	0	5 476	0
Deposits of other financial institutions	8 771	8 148	594	29
Deposits of non-financial institutions and other customers	**356 247**	**285 939**	**43 970**	**26 338**
Demand deposits	231 312	218 247	9 441	3 624
Time deposits	114 670	62 316	31 507	20 847
Savings deposits	10 265	5 376	3 022	1 867
Deposits, total	**372 442**	**294 228**	**50 161**	**28 053**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**11 880**	**156**	**11 724**	**0**
Long-term borrowings	**46 946**	**492**	**46 454**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**6 366**	**4 548**	**1 012**	**806**
Liabilities, total	**437 634**	**299 424**	**109 351**	**28 859**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**41 745**	**41 745**		
Shareholder capital	25 000	25 000		
Reserves	16 266	16 266		
Profit/loss, current year	479	479		
Liabilities, minority interest, and capital, total	**479 379**	**341 169**	**109 351**	**28 859**
Memo: credit substitutes and other off-balance sheet commitments	**63 420**	**45 217**	**17 652**	**551**

MUNICIPAL BANK PLC

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**7 019**	**4 668**	**1 862**	**489**
Interest income from claims on financial institutions	609	126	301	182
Interest income from claims under repurchase agreements	60	60	0	0
Interest income from trading portfolio	1 900	1 605	277	18
Interest income from investment portfolio	13	13	0	0
Interest income from credits	4 437	2 864	1 284	289
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**2 175**	**868**	**1 108**	**199**
Interest expenditure on deposits of financial institutions	139	110	16	13
Interest expenditure on deposits of non-financial institutions and other customers	1 261	752	323	186
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	775	6	769	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**4 844**	**3 800**	**754**	**290**
CREDIT PROVISIONS				
Accrued provisions	1 389			
Reintegrated provisions	1 432			
Credit provisions, net	-43			
TRADING PORTFOLIO GAIN/LOSS	**-701**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**102**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**2 027**			
NON-INTEREST EXPENDITURE	**5 773**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**542**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**19**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**82**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**479**			

MUNICIPAL BANK PLC

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Order No. 100-00491 of the BNB Governor dated 17 November 1999
Legal registration	Resolution No. 1 of 4 April 1996 of the Sofia City Court on company file No. 5197 of 1996, lot No. 737, reg. II, vol. 13, p. 138
Address of the head office	6 Vrabcha Str., Sofia 1000 tel. 02/930 01 11 Website: www.municipalbank.bg
Management	
Supervisory Board	Dimitar Paounkov Kolev – Chairman
	Nikifor Istaliyanov Vangelov – Deputy Chairman
	Spas Simeonov Dimitrov
Management Board	Vasil Petrov Vasilev – Chairman
	Alexander Petrov Lichev – Executive Director
	Vasil Borisov Trenev – Executive Director
	Georgi Hristov Belovski – Executive Director
	Violeta Stefanova Ilieva – Executive Director
Procurators	Asya Boyanova Krumova
	Violeta Stefanova Ilieva
	Radostina Draganova Dimova
Shareholders (shares over 10%)	
	Sofia Municipality – 67%

NATIONAL BANK OF GREECE C. A., SOFIA BRANCH

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
ASSETS						
Vault cash and current accounts with the BNB	**0**	**0**	**0**	**0**	**0**	**0**
Claims on financial institutions, net	**1 400**	**1 400**	**0**	**0**	**0**	**0**
Claims under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Trading portfolio	**0**	**0**	**0**	**0**	**0**	**0**
Investment portfolio	**0**	**0**	**0**	**0**	**0**	**0**
Credits to non-financial institutions and other customers, net	**0**	**0**	**0**	**0**	**0**	**0**
Credits to budget	0	0	0	0	0	0
Commercial credits	0	0	0	0	0	0
Commercial real estate and construction credits	0	0	0	0	0	0
Other commercial credits	0	0	0	0	0	0
Agricultural credits	0	0	0	0	0	0
Consumer credits	0	0	0	0	0	0
Housing mortgage credits to individuals	0	0	0	0	0	0
Other credits	0	0	0	0	0	0
Credits to non-financial institutions and other customers, total	**0**	**0**	**0**	**0**	**0**	**0**
Less: specific provisions	**0**	**0**	**0**	**0**	**0**	**0**
Assets for resale	**0**	**0**	**0**	**0**	**0**	**0**
Other assets, net	**470**	**371**	**99**	**99**	**0**	**0**
Intangible assets	**0**	**0**	**0**	**0**	**0**	**0**
Premises and other fixed assets	**0**	**0**	**0**	**0**	**0**	**0**
Assets, total	**1 870**	**1 771**	**99**	**99**	**0**	**0**
LIABILITIES, MINORITY INTEREST, AND CAPITAL						
Deposits of financial institutions	**0**	**0**	**0**	**0**	**0**	**0**
Demand deposits of banks	0	0	0	0	0	0
Time deposits of banks	0	0	0	0	0	0
Deposits of other financial institutions	0	0	0	0	0	0
Deposits of non-financial institutions and other customers	**0**	**0**	**0**	**0**	**0**	**0**
Demand deposits	0	0	0	0	0	0
Time deposits	0	0	0	0	0	0
Savings deposits	0	0	0	0	0	0
Deposits, total	**0**	**0**	**0**	**0**	**0**	**0**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Other liabilities	**0**	**0**	**0**	**0**	**0**	**0**
Liabilities, total	**0**	**0**	**0**	**0**	**0**	**0**
Reserves and financial result, total	**1 870**	**1 910**	**-40**	**-40**		
Reserves	1 910	1 910	0	0		
Profit/loss, current year	-40	0	-40	-40		
Liabilities, reserves, and financial result, total	**1 870**	**1 910**	**-40**	**-40**	**0**	**0**
Memo: credit substitutes and other off-balance sheet commitments	**0**	**0**	**0**	**0**	**0**	**0**

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**0**	**0**	**0**	**0**	**0**	**0**
Interest income from claims on financial institutions	0	0	0	0	0	0
Interest income from claims under repurchase agreements	0	0	0	0	0	0
Interest income from trading portfolio	0	0	0	0	0	0
Interest income from investment portfolio	0	0	0	0	0	0
Interest income from credits	0	0	0	0	0	0
Dividend income	0	0	0	0	0	0
INTEREST EXPENDITURE	**0**	**0**	**0**	**0**	**0**	**0**
Interest expenditure on deposits of financial institutions	0	0	0	0	0	0
Interest expenditure on deposits of non-financial institutions and other customers	0	0	0	0	0	0
Interest expenditure on borrowings under repurchase agreements	0	0	0	0	0	0
Interest expenditure on borrowings	0	0	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**0**	**0**	**0**	**0**	**0**	**0**
CREDIT PROVISIONS						
Accrued provisions	0	0	0			
Reintegrated provisions	0	0	0			
Credit provisions, net	0	0	0			
TRADING PORTFOLIO GAIN/LOSS	**0**	**0**	**0**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**	**0**	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**	**0**	**0**			
OTHER NON-INTEREST INCOME	**0**	**0**	**0**			
NON-INTEREST EXPENDITURE	**40**	**0**	**40**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**-40**	**0**	**-40**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**0**	**0**	**0**			
EXTRAORDINARY GAIN/LOSS	**0**	**0**	**0**			
TAX	**0**	**0**	**0**			
PROFIT/LOSS, NET	**-40**	**0**	**-40**			

NATIONAL BANK OF GREECE C. A., SOFIA BRANCH

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 78 of 13 March 1995 of the BNB Governing Council. License updated under § 47 of the Transitional and Final Provisions of the Amendments to the Law on Banks. Order No. 100-00565 of 22 December 1999
Legal registration	Resolution of 6 March 1996 of the Sofia City Court, entered in the Commercial Register, company file No. 100924 of 1995, lot No. 30385, vol. 348, p. 176
Address of the branch	96 Rakovski Str., Sofia 1000 tel. 02/981 50 10; 980 29 96 Website: www.nbg.gr
Management	Moissis Romanidis-Kyriakidis – Governor Donka Yordanova Popovska – Deputy Governor
Shareholders (shares over 10%)	 A branch of the National Bank of Greece, Athens

PIRAEUS EUROBANK

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**194 299**	**86 521**	**104 021**	**3 757**
Claims on financial institutions, net	**69 924**	**50 539**	**6 839**	**12 546**
Claims under repurchase agreements	**205**	**205**	**0**	**0**
Trading portfolio	**78 000**	**40 826**	**13 004**	**24 170**
Investment portfolio	**22 241**	**14 135**	**3 423**	**4 683**
Credits to non-financial institutions and other customers, net	**1 014 890**	**293 142**	**684 794**	**36 954**
Credits to budget	0	0	0	0
Commercial credits	899 409	227 570	634 504	37 335
Commercial real estate and construction credits	269 498	25 190	239 733	4 575
Other commercial credits	629 911	202 380	394 771	32 760
Agricultural credits	10 978	8 325	2 653	0
Consumer credits	59 668	55 793	3 839	36
Housing mortgage credits to individuals	67 876	14 971	52 673	232
Other credits	472	339	55	78
Credits to non-financial institutions and other customers, total	**1 038 403**	**306 998**	**693 724**	**37 681**
Less: specific provisions	**23 513**	**13 856**	**8 930**	**727**
Assets for resale	**1 050**	**1 050**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**19 254**	**12 274**	**5 607**	**1 373**
Intangible assets	**1 744**	**1 744**	**0**	**0**
Premises and other fixed assets	**18 195**	**18 195**	**0**	**0**
Assets, total	**1 419 802**	**518 631**	**817 688**	**83 483**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**580 172**	**121 215**	**433 840**	**25 117**
Demand deposits of banks	4 047	0	4 047	0
Time deposits of banks	527 668	77 677	425 242	24 749
Deposits of other financial institutions	48 457	43 538	4 551	368
Deposits of non-financial institutions and other customers	**652 173**	**250 517**	**288 166**	**113 490**
Demand deposits	231 425	112 299	107 978	11 148
Time deposits	376 537	131 948	145 620	98 969
Savings deposits	44 211	6 270	34 568	3 373
Deposits, total	**1 232 345**	**371 732**	**722 006**	**138 607**
Borrowings under repurchase agreements	**2 029**	**2 029**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**27 892**	**14 262**	**13 629**	**1**
Subordinated term debt and debt/equity (hybrid) instruments	**39 262**	**0**	**39 262**	**0**
Other liabilities	**50 008**	**27 318**	**14 857**	**7 833**
Liabilities, total	**1 351 536**	**415 341**	**789 754**	**146 441**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**68 266**	**68 266**		
Shareholder capital	50 804	50 804		
Reserves	15 797	15 797		
Profit/loss, current year	1 665	1 665		
Liabilities, minority interest, and capital, total	**1 419 802**	**483 607**	**789 754**	**146 441**
Memo: credit substitutes and other off-balance sheet commitments	**177 869**	**89 462**	**82 532**	**5 875**

PIRAEUS EUROBANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**10 836**	**5 840**	**3 604**	**1 392**
Interest income from claims on financial institutions	820	31	38	751
Interest income from claims under repurchase agreements	3	3	0	0
Interest income from trading portfolio	1 003	616	113	274
Interest income from investment portfolio	57	0	25	32
Interest income from credits	8 953	5 190	3 428	335
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**4 678**	**2 065**	**1 373**	**1 240**
Interest expenditure on deposits of financial institutions	750	266	401	83
Interest expenditure on deposits of non-financial institutions and other customers	3 294	1 473	668	1 153
Interest expenditure on borrowings under repurchase agreements	23	23	0	0
Interest expenditure on borrowings	415	158	257	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	145	145	0	0
Interest expenditure on other liabilities	51	0	47	4
INTEREST AND DIVIDEND INCOME, NET	**6 158**	**3 775**	**2 231**	**152**
CREDIT PROVISIONS				
Accrued provisions	1 595			
Reintegrated provisions	391			
Credit provisions, net	1 204			
TRADING PORTFOLIO GAIN/LOSS	**-1 289**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**-39**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**2 612**			
NON-INTEREST EXPENDITURE	**5 011**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**1 227**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**739**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**301**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**1 665**			

PIRAEUS EUROBANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Protocol of Meeting of the BNB Governing Council No. 101-00013 of 2 March 1994, Order No. 100-000484 of 3 October 1997 of the BNB Governor; license updated by Order No. 100-00503 of the BNB Governor dated 18 November 1999
Legal registration	Company file No. 24013 of 1993 of the Sofia City Court, lot No. 15059, vol. 194, p. 174
Address of the head office*	3 Vitosha Blvd., Sredets District, Sofia 1000 tel. 02/9805654 Website: www.eurobank.bg
Management	
Supervisory Board	Ioannis Kyriakopoulos
	George Mantakas
	Michael Colakides
Management Board	Emil Angelov Angelov – Chairman
	Anton Hristov Todorov – Deputy Chairman
	Margarita Dobreva Petrova–Karidi
Executive Members of the Management Board	Emil Angelov Angelov
	Anton Hristov Todorov
Shareholders (shares over 10%)	
	Piraeus Bank, Athen, Greece – 99.79%

* The bank was renamed to Piraeus Bank Bulgaria and the address of its head office was changed by Resolution of the Sofia City Court dated 25 April 2006.

Postbank

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**276 504**	**203 583**	**67 122**	**5 799**
Claims on financial institutions, net	**733 196**	**17 841**	**632 010**	**83 345**
Claims under repurchase agreements	**18 716**	**12 473**	**4 077**	**2 166**
Trading portfolio	**83 085**	**27 320**	**42 109**	**13 656**
Investment portfolio	**35 065**	**6 661**	**28 404**	**0**
Credits to non-financial institutions and other customers, net	**1 125 273**	**599 560**	**497 323**	**28 390**
Credits to budget	0	0	0	0
Commercial credits	622 142	235 465	359 448	27 229
Commercial real estate and construction credits	112 435	26 646	82 040	3 749
Other commercial credits	509 707	208 819	277 408	23 480
Agricultural credits	4 799	2 914	1 885	0
Consumer credits	301 658	300 635	902	121
Housing mortgage credits to individuals	200 937	96 011	104 120	806
Other credits	44 350	7 530	36 548	272
Credits to non-financial institutions and other customers, total	**1 173 886**	**642 555**	**502 903**	**28 428**
Less: specific provisions	**48 613**	**42 995**	**5 580**	**38**
Assets for resale	**854**	**854**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**22 103**	**8 254**	**12 958**	**891**
Intangible assets	**10 786**	**10 786**	**0**	**0**
Premises and other fixed assets	**42 831**	**42 831**	**0**	**0**
Assets, total	**2 348 413**	**930 163**	**1 284 003**	**134 247**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**214 241**	**59 334**	**150 738**	**4 169**
Demand deposits of banks	13 136	2 334	10 577	225
Time deposits of banks	166 890	32 031	134 859	0
Deposits of other financial institutions	34 215	24 969	5 302	3 944
Deposits of non-financial institutions and other customers	**1 629 675**	**527 143**	**932 980**	**169 552**
Demand deposits	353 641	227 467	105 738	20 436
Time deposits	1 103 772	225 261	777 047	101 464
Savings deposits	172 262	74 415	50 195	47 652
Deposits, total	**1 843 916**	**586 477**	**1 083 718**	**173 721**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**200 275**	**61 700**	**138 575**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**26 142**	**21 613**	**2 730**	**1 799**
Liabilities, total	**2 070 333**	**669 790**	**1 225 023**	**175 520**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**278 080**	**278 080**		
Shareholder capital	207 716	207 716		
Reserves	60 889	60 889		
Profit/loss, current year	9 475	9 475		
Liabilities, minority interest, and capital, total	**2 348 413**	**947 870**	**1 225 023**	**175 520**
Memo: credit substitutes and other off-balance sheet commitments	**382 058**	**248 839**	**114 823**	**18 396**

Postbank

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**33 866**	**19 610**	**12 492**	**1 764**
Interest income from claims on financial institutions	1 801	90	759	952
Interest income from claims under repurchase agreements	217	157	35	25
Interest income from trading portfolio	722	162	386	174
Interest income from investment portfolio	1 709	94	1 615	0
Interest income from credits	29 417	19 107	9 697	613
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**9 504**	**3 887**	**4 899**	**718**
Interest expenditure on deposits of financial institutions	1 382	262	1 087	33
Interest expenditure on deposits of non-financial institutions and other customers	5 080	2 958	1 438	684
Interest expenditure on borrowings under repurchase agreements	2	2	0	0
Interest expenditure on borrowings	2 502	662	1 840	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	538	3	534	1
INTEREST AND DIVIDEND INCOME, NET	**24 362**	**15 723**	**7 593**	**1 046**
CREDIT PROVISIONS				
Accrued provisions	12 570			
Reintegrated provisions	9 578			
Credit provisions, net	2 992			
TRADING PORTFOLIO GAIN/LOSS	**-758**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**73**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**11 181**			
NON-INTEREST EXPENDITURE	**21 152**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**10 714**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**438**			
EXTRAORDINARY GAIN/LOSS	**-9**			
TAX	**1 668**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**9 475**			

Postbank

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 21 of 14 March 1991 and No.104 of 31 March 1992 of the BNB Governing Council; updated by Order No. 100-00488 of 17 November 1999
Legal registration	Entered by Resolution of the Sofia City Court on company file No. 10646 of 1991, lot No. 14, vol. 4, p. 91
Address of the head office	14 Tsar Osvoboditel Blvd., Sofia 1048 tel. 02/816 60 00 Website: www.postbank.bg
Management	
Board of Directors	Antonios Konstantinos Hassiotis – Chief Executive Director
	Theodore Karakassis – Executive Director
	Asen Vasilev Yagodin – Executive Director
	Evangelos Yoanis Kavalos
	Haralambos Margaritis Kyrkos
	Hristos Prodromos Komiopoulos
Procurator	Petya Nikolova Dimitrova
Shareholders (shares over 10%)	
	EFG Eurobank Ergasias S. A. – 75.33%
	CEN Balkan Holdings Limited – 24.33%

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**134 113**	**36 292**	**95 868**	**1 953**
Claims on financial institutions, net	**47 045**	**154**	**28 161**	**18 730**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**0**	**0**	**0**	**0**
Investment portfolio	**8 389**	**95**	**7 536**	**758**
Credits to non-financial institutions and other customers, net	**382 568**	**186 336**	**195 030**	**1 202**
Credits to budget	0	0	0	0
Commercial credits	338 828	157 896	179 793	1 139
Commercial real estate and construction credits	9 859	642	9 122	95
Other commercial credits	328 969	157 254	170 671	1 044
Agricultural credits	12 320	12 041	279	0
Consumer credits	16 941	16 337	584	20
Housing mortgage credits to individuals	23 759	5 477	18 226	56
Other credits	0	0	0	0
Credits to non-financial institutions and other customers, total	**391 848**	**191 751**	**198 882**	**1 215**
Less: specific provisions	**9 280**	**5 415**	**3 852**	**13**
Assets for resale	**7**	**7**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**500**	**500**	**0**	**0**
Other assets	**2 438**	**2 188**	**206**	**44**
Intangible assets	**1 775**	**1 775**	**0**	**0**
Premises and other fixed assets	**7 477**	**7 477**	**0**	**0**
Assets, total	**584 312**	**234 824**	**326 801**	**22 687**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**65 655**	**48 868**	**8 869**	**7 918**
Demand deposits of banks	1 108	0	727	381
Time deposits of banks	31 971	16 884	7 824	7 263
Deposits of other financial institutions	32 576	31 984	318	274
Deposits of non-financial institutions and other customers	**262 455**	**159 555**	**78 561**	**24 339**
Demand deposits	73 718	57 046	13 925	2 747
Time deposits	185 455	101 734	62 367	21 354
Savings deposits	3 282	775	2 269	238
Deposits, total	**328 110**	**208 423**	**87 430**	**32 257**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**53 995**	**28 873**	**19 620**	**5 502**
Long-term borrowings	**123 866**	**0**	**123 866**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**19 558**	**0**	**19 558**	**0**
Other liabilities	**7 566**	**4 167**	**2 775**	**624**
Liabilities, total	**533 095**	**241 463**	**253 249**	**38 383**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**51 217**	**51 217**		
Shareholder capital	34 500	34 500		
Reserves	15 967	15 967		
Profit/loss, current year	750	750		
Liabilities, minority interest, and capital, total	**584 312**	**292 680**	**253 249**	**38 383**
Memo: credit substitutes and other off-balance sheet commitments	**52 039**	**36 473**	**14 380**	**1 186**

ProCredit Bank

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**12 933**	**6 685**	**6 122**	**126**
Interest income from claims on financial institutions	562	5	473	84
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	0	0	0	0
Interest income from investment portfolio	121	0	108	13
Interest income from credits	12 250	6 680	5 541	29
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**5 534**	**2 518**	**2 656**	**360**
Interest expenditure on deposits of financial institutions	679	561	6	112
Interest expenditure on deposits of non-financial institutions and other customers	2 134	1 474	504	156
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	2 346	483	1 771	92
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	375	0	375	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**7 399**	**4 167**	**3 466**	**-234**
CREDIT PROVISIONS				
Accrued provisions	4 129			
Reintegrated provisions	2 854			
Credit provisions, net	1 275			
TRADING PORTFOLIO GAIN/LOSS	**0**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**-154**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**1 978**			
NON-INTEREST EXPENDITURE	**7 145**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**803**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**22**			
EXTRAORDINARY GAIN/LOSS	**44**			
TAX	**119**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**750**			

ProCredit Bank

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Order No. RD 22-442 of 25 September 2001
Legal registration	Company file No. 9478 of the Sofia City Court of 2001, lot No. 64 228 , vol. 733, reg. I, p. 116
Address of the head office	131 Hristo Botev Blvd., Sofia 1233 tel. 02/921 71 00; 921 71 41 Website: www.procreditbank.bg
Management	
Supervisory Board	Klaus-Peter Zeitinger – Chairman
	Judith Brandsma – Deputy Chairman
	Hanns Martin Hagen – Deputy Chairman
	Helmut Toellner
	Christoph Freytag
Management Board	Susanne Decker – Chairman
	Petar Slavchev Slavov
	Emilia Hristova Tsareva
	Kai Ilm
Shareholders (shares over 10%)	
	ProCredit Holding AG – 59.13%
	European Bank for Reconstruction and Development – 19.71%
	Commerzbank AG – 19.71%

Raiffeisen BANK

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**203 927**	**70 640**	**129 074**	**4 213**
Claims on financial institutions, net	**676 085**	**40 194**	**482 523**	**153 368**
Claims under repurchase agreements	**22 614**	**498**	**22 116**	**0**
Trading portfolio	**349 787**	**77 051**	**207 261**	**65 475**
Investment portfolio	**293 615**	**131 783**	**152 703**	**9 129**
Credits to non-financial institutions and other customers, net	**1 316 651**	**502 208**	**775 153**	**39 290**
Credits to budget	24 097	2 181	21 916	0
Commercial credits	938 900	207 812	686 476	44 612
Commercial real estate and construction credits	166 558	9 973	154 120	2 465
Other commercial credits	772 342	197 839	532 356	42 147
Agricultural credits	14 377	5 846	8 531	0
Consumer credits	289 680	274 169	15 486	25
Housing mortgage credits to individuals	96 461	28 772	66 663	1 026
Other credits	0	0	0	0
Credits to non-financial institutions and other customers, total	**1 363 515**	**518 780**	**799 072**	**45 663**
Less: specific provisions	**46 864**	**16 572**	**23 919**	**6 373**
Assets for resale	**0**	**0**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**3745**	**3745**	**0**	**0**
Other assets	**11 758**	**9 667**	**1 619**	**472**
Intangible assets	**7 781**	**7 781**	**0**	**0**
Premises and other fixed assets	**17 028**	**17 028**	**0**	**0**
Assets, total	**2 902 991**	**860 595**	**1 770 449**	**271 947**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**353 546**	**80 186**	**224 419**	**48 941**
Demand deposits of banks	55 972	1 521	54 292	159
Time deposits of banks	275 600	59 953	167 570	48 077
Deposits of other financial institutions	21 974	18 712	2 557	705
Deposits of non-financial institutions and other customers	**1 672 465**	**648 442**	**798 577**	**225 446**
Demand deposits	889 789	426 414	339 169	124 206
Time deposits	782 676	222 028	459 408	101 240
Savings deposits	0	0	0	0
Deposits, total	**2 026 011**	**728 628**	**1 022 996**	**274 387**
Borrowings under repurchase agreements	**4 821**	**4 821**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**478 237**	**5 685**	**419 493**	**53 059**
Subordinated term debt and debt/equity (hybrid) instruments	**120 076**	**0**	**120 076**	**0**
Other liabilities	**76 551**	**30 645**	**41 052**	**4 854**
Liabilities, total	**2 705 696**	**769 779**	**1 603 617**	**332 300**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**197 295**	**197 295**		
Shareholder capital	94 932	94 932		
Reserves	86 122	86 122		
Profit/loss, current year	16 241	16 241		
Liabilities, minority interest, and capital, total	**2 902 991**	**967 074**	**1 603 617**	**332 300**
Memo: credit substitutes and other off-balance sheet commitments	**448 906**	**136 999**	**248 947**	**62 960**

Raiffeisen BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**44 108**	**24 682**	**17 182**	**2 244**
Interest income from claims on financial institutions	2 568	103	1 445	1 020
Interest income from claims under repurchase agreements	35	3	32	0
Interest income from trading portfolio	4 630	4 630	0	0
Interest income from investment portfolio	3 151	3 356	-205	0
Interest income from credits	33 724	16 590	15 910	1 224
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**12 847**	**2 706**	**8 618**	**1 523**
Interest expenditure on deposits of financial institutions	833	309	254	270
Interest expenditure on deposits of non-financial institutions and other customers	7 106	2 370	4 104	632
Interest expenditure on borrowings under repurchase agreements	1	1	0	0
Interest expenditure on borrowings	3 824	26	3 177	621
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	1 083	0	1 083	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**31 261**	**21 976**	**8 564**	**721**
CREDIT PROVISIONS				
Accrued provisions	11 201			
Reintegrated provisions	8 195			
Credit provisions, net	3 006			
TRADING PORTFOLIO GAIN/LOSS	**-807**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**663**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**7 566**			
NON-INTEREST EXPENDITURE	**16 629**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**19 048**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**62**			
EXTRAORDINARY GAIN/LOSS	**-3**			
TAX	**2 866**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**16 241**			

Raiffeisen BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution No. 198 of 16 June 1994 of the BNB Governing Council, updated by Order No. 100-00497 of the BNB Governor dated 18 November 1999
Legal registration	Resolution of the Sofia City Court of 1 August 1994 on company file No. 14195, lot No. 18414, vol. 230, p. 38
Address of the head office	18–20 Gogol Str., Sofia 1000 tel. 02/919 85 101 Website: www.rbb.bg
Management	
Supervisory Board	Herbert Stepic – Chairman
	Heinz Heudel
	Peter Lenkh
Management Board	Momchil Ivanov Andreev – Chairman and Executive Director
	Tsenka Kalcheva Petkova – Executive Director
	Evelina Miltenova Georgieva – Executive Director
	Jan Majtan – Executive Director
	Nadezhda Ilieva Mihailova – Procurator
Shareholders (shares over 10%)	
	Raiffeisen International Bank-Holding AG – 100%

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**93 183**	**37 358**	**51 580**	**4 245**
Claims on financial institutions, net	**156 711**	**20 286**	**51 805**	**84 620**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**31 912**	**24 832**	**851**	**6 229**
Investment portfolio	**4 254**	**3 266**	**988**	**0**
Credits to non-financial institutions and other customers, net	**715 295**	**440 621**	**260 899**	**13 775**
Credits to budget	18	18	0	0
Commercial credits	419 753	147 130	259 950	12 673
Commercial real estate and construction credits	0	0	0	0
Other commercial credits	419 753	147 130	259 950	12 673
Agricultural credits	4 248	1 101	3 147	0
Consumer credits	287 198	286 831	316	51
Housing mortgage credits to individuals	16 782	13 313	2 337	1 132
Other credits	3 389	3 389	0	0
Credits to non-financial institutions and other customers, total	**731 388**	**451 782**	**265 750**	**13 856**
Less: specific provisions	**16 093**	**11 161**	**4 851**	**81**
Assets for resale	**464**	**464**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**500**	**500**	**0**	**0**
Other assets	**8 395**	**7 157**	**1 047**	**191**
Intangible assets	**5 848**	**5 848**	**0**	**0**
Premises and other fixed assets	**48 448**	**48 448**	**0**	**0**
Assets, total	**1 065 010**	**588 780**	**367 170**	**109 060**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**89 897**	**81 738**	**8 107**	**52**
Demand deposits of banks	102	102	0	0
Time deposits of banks	44 395	38 527	5 868	0
Deposits of other financial institutions	45 400	43 109	2 239	52
Deposits of non-financial institutions and other customers	**780 794**	**385 810**	**202 799**	**192 185**
Demand deposits	252 280	193 679	36 185	22 416
Time deposits	342 423	161 882	99 317	81 224
Savings deposits	186 091	30 249	67 297	88 545
Deposits, total	**870 691**	**467 548**	**210 906**	**192 237**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**188**	**188**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**32 330**	**20 402**	**9 395**	**2 533**
Liabilities, total	**903 209**	**488 138**	**220 301**	**194 770**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**161 801**	**161 801**		
Shareholder capital	28 530	28 530		
Reserves	118 282	118 282		
Profit/loss, current year	14 989	14 989		
Liabilities, minority interest, and capital, total	**1 065 010**	**649 939**	**220 301**	**194 770**
Memo: credit substitutes and other off-balance sheet commitments	**155 307**	**72 957**	**68 387**	**13 963**

SOCIETE GENERALE
ЕКСПРЕСБАНК

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**18 652**	**12 912**	**3 870**	**1 870**
Interest income from claims on financial institutions	1 717	37	345	1 335
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	383	383	0	0
Interest income from investment portfolio	12	0	12	0
Interest income from credits	16 540	12 492	3 513	535
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**4 620**	**3 397**	**773**	**450**
Interest expenditure on deposits of financial institutions	604	596	8	0
Interest expenditure on deposits of non-financial institutions and other customers	4 015	2 800	765	450
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	1	1	0	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**14 032**	**9 515**	**3 097**	**1 420**
CREDIT PROVISIONS				
Accrued provisions	4 332			
Reintegrated provisions	12 825			
Credit provisions, net	-8 493			
TRADING PORTFOLIO GAIN/LOSS	**-235**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**4 998**			
NON-INTEREST EXPENDITURE	**10 643**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**16 645**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**989**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**2 645**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**14 989**			

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	License No. 00246 of 4 June 1993, updated in accordance with the Law on Banks by Order No. 100-00490 of the BNB Governor dated 17 November 1999
Legal registration	Resolution No. 4024 of 24 June 1993 of the Varna Regional Court. A permit was given to Expressbank to be renamed SG Expressbank by Order No. 100-00504 of the BNB Governor dated 18 November 1999. A permit was given to SG Expressbank to be renamed to Société Générale Expressbank by Order No. 22-1387 of the BNB Deputy Governor heading the Banking Supervision Department dated 29 July 2005. The change was entered in the Commercial Register by Resolution No. 6452 of the Varna Regional Court dated 4 October 2005.
Address of the head office	92 Vladislav Varnenchik Blvd., Varna 9000 tel. 052/686 100; 02/937 04 76 Website: www.sgexpressbank.bg
Management	
Supervisory Board*	Philippe Vigué – Chairman
	Emmanuel Piot – Deputy Chairman
	Jean-Louis Mattei
	Andre-Marc Prudent
	Pierre Boursot
Management Board	Philippe Charles Lhotte – Chairman and Chief Executive Officer
	Philippe Ives Victor Lame – Deputy Chairman and Executive Director
	Krassimir Georgiev Zhilov – Executive Director
	Maria Stoyanova Dobreva
	Zhivka Stoyanova Sarachinova
	Elenka Petrova Bakalova
Shareholders (shares over 10%)	
	Société Générale, Paris – 97.95%

* A change in the Supervisory Board is pending.

T. C. ZIRAAT BANK, SOFIA BRANCH

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
ASSETS						
Vault cash and current accounts with the BNB	**1 107**	**0**	**1 107**	**328**	**735**	**44**
Claims on financial institutions, net	**10 575**	**1 110**	**9 465**	**505**	**8 547**	**413**
Claims under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Trading portfolio	**0**	**0**	**0**	**0**	**0**	**0**
Investment portfolio	**26 875**	**0**	**26 875**	**0**	**22 714**	**4 161**
Credits to non-financial institutions and other customers, net	**535**	**0**	**535**	**425**	**40**	**70**
Credits to budget	0	0	0	0	0	0
Commercial credits	292	0	292	292	0	0
Commercial real estate and construction credits	0	0	0	0	0	0
Other commercial credits	292	0	292	292	0	0
Agricultural credits	0	0	0	0	0	0
Consumer credits	243	0	243	133	40	70
Housing mortgage credits to individuals	0	0	0	0	0	0
Other credits	0	0	0	0	0	0
Credits to non-financial institutions and other customers, total	**535**	**0**	**535**	**425**	**40**	**70**
Less: specific provisions	**0**	**0**	**0**	**0**	**0**	**0**
Assets for resale	**0**	**0**	**0**	**0**	**0**	**0**
Other assets, net	**120**	**0**	**120**	**118**	**2**	**0**
Intangible assets	**271**	**0**	**271**	**271**	**0**	**0**
Premises and other fixed assets	**44**	**0**	**44**	**44**	**0**	**0**
Assets, total	**39 527**	**1 110**	**38 417**	**1 691**	**32 038**	**4 688**
LIABILITIES, MINORITY INTEREST, AND CAPITAL						
Deposits of financial institutions	**3 079**	**3 079**	**0**	**0**	**0**	**0**
Demand deposits of banks	3 079	3 079	0	0	0	0
Time deposits of banks	0	0	0	0	0	0
Deposits of other financial institutions	0	0	0	0	0	0
Deposits of non-financial institutions and other customers	**8 872**	**0**	**8 872**	**1 729**	**2 360**	**4 783**
Demand deposits	4 300	0	4 300	1 656	1 224	1 420
Time deposits	4 572	0	4 572	73	1 136	3 363
Savings deposits	0	0	0	0	0	0
Deposits, total	**11 951**	**3 079**	**8 872**	**1 729**	**2 360**	**4 783**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Long-term borrowings	**0**	**0**	**0**	**0**	**0**	**0**
Other liabilities	**180**	**0**	**180**	**130**	**36**	**14**
Liabilities, total	**12 131**	**3 079**	**9 052**	**1 859**	**2 396**	**4 797**
Reserves and financial result, total	**27 396**	**27 264**	**132**	**132**		
Reserves	27 264	27 264	0	0		
Profit/loss, current year	132	0	132	132		
Liabilities, reserves, and financial result, total	**39 527**	**30 343**	**9 184**	**1 991**	**2 396**	**4 797**
Memo: credit substitutes and other off-balance sheet commitments	**868**	**0**	**868**	**580**	**274**	**14**

T. C. ZIRAAT BANK, SOFIA BRANCH

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Related parties	Unrelated parties			
			Total	BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**419**	**8**	**411**	**12**	**326**	**73**
Interest income from claims on financial institutions	62	8	54	2	46	6
Interest income from claims under repurchase agreements	0	0	0	0	0	0
Interest income from trading portfolio	0	0	0	0	0	0
Interest income from investment portfolio	344	0	344	0	279	65
Interest income from credits	13	0	13	10	1	2
Dividend income	0	0	0	0	0	0
INTEREST EXPENDITURE	**30**	**0**	**30**	**2**	**10**	**18**
Interest expenditure on deposits of financial institutions	0	0	0	0	0	0
Interest expenditure on deposits of non-financial institutions and other customers	30	0	30	2	10	18
Interest expenditure on borrowings under repurchase agreements	0	0	0	0	0	0
Interest expenditure on borrowings	0	0	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**389**	**8**	**381**	**10**	**316**	**55**
CREDIT PROVISIONS						
Accrued provisions	0	0	0			
Reintegrated provisions	0	0	0			
Credit provisions, net	0	0	0			
TRADING PORTFOLIO GAIN/LOSS	**0**	**0**	**0**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**	**0**	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**	**0**	**0**			
OTHER NON-INTEREST INCOME	**42**	**0**	**42**			
NON-INTEREST EXPENDITURE	**268**	**0**	**268**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**163**	**8**	**155**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-8**	**0**	**-8**			
EXTRAORDINARY GAIN/LOSS	**0**	**0**	**0**			
TAX	**23**	**0**	**23**			
PROFIT/LOSS, NET	**132**	**8**	**124**			

T. C. ZIRAAT BANK, SOFIA BRANCH

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Order No. 100-000218 of 26 June 1998 of the BNB Governor. By Order No. RD 22-512 of 19 October 2000 changes were made in item 6 on transactions under Article 54, para. 1 of the Law on Public Offering of Securities and item 9 was repealed; item 6 was repealed by Order No. RD 22-458 of 2 October 2001 of the BNB Governor
Legal registration	Company file No. 8801 of 1998 of the Sofia City Court, lot No. 863, vol. 15, p. 173
Address of the branch	19 Sveta Nedelya Sq., Sofia 1000 tel. 02/980 00 87 e-mail: ziraat@medicom.bg
Management	
Management Board	Sezgin Bayar – President
	Gurgan Sener – Vice President
Shareholders (shares over 10%)	
	T. C. Ziraat Bank, Ankara – 100%

TEXIM PRIVATE ENTREPRENEURIAL BANK

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**2 881**	**1 280**	**1 506**	**95**
Claims on financial institutions, net	**13 433**	**642**	**4 146**	**8 645**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**204**	**204**	**0**	**0**
Investment portfolio	**45**	**45**	**0**	**0**
Credits to non-financial institutions and other customers, net	**17 963**	**8 108**	**8 786**	**1 069**
Credits to budget	0	0	0	0
Commercial credits	14 187	7 490	5 179	1 518
Commercial real estate and construction credits	5 446	2 382	2 870	194
Other commercial credits	8 741	5 108	2 309	1 324
Agricultural credits	413	413	0	0
Consumer credits	1 359	329	1 016	14
Housing mortgage credits to individuals	496	0	401	95
Other credits	2 313	27	2 286	0
Credits to non-financial institutions and other customers, total	**18 768**	**8 259**	**8 882**	**1 627**
Less: specific provisions	**805**	**151**	**96**	**558**
Assets for resale	**101**	**101**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**1 988**	**1 959**	**25**	**4**
Intangible assets	**89**	**89**	**0**	**0**
Premises and other fixed assets	**5 936**	**5 936**	**0**	**0**
Assets, total	**42 640**	**18 364**	**14 463**	**9 813**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**70**	**28**	**41**	**1**
Demand deposits of banks	0	0	0	0
Time deposits of banks	0	0	0	0
Deposits of other financial institutions	70	28	41	1
Deposits of non-financial institutions and other customers	**20 585**	**11 124**	**4 283**	**5 178**
Demand deposits	6 870	5 225	599	1 046
Time deposits	11 317	4 397	3 127	3 793
Savings deposits	2 398	1 502	557	339
Deposits, total	20 655	11 152	4 324	5 179
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**5 364**	**1 445**	**3 919**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**1 390**	**0**	**750**	**640**
Other liabilities	**1 276**	**1 266**	**9**	**1**
Liabilities, total	**28 685**	**13 863**	**9 002**	**5 820**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**13 955**	**13 955**		
Shareholder capital	10 000	10 000		
Reserves	4 075	4 075		
Profit/loss, current year	-120	-120		
Liabilities, minority interest, and capital, total	**42 640**	**27 818**	**9 002**	**5 820**
Memo: credit substitutes and other off-balance sheet commitments	**3 492**	**1 501**	**1 587**	**404**

TEXIM PRIVATE ENTREPRENEURIAL BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**905**	**241**	**317**	**347**
Interest income from claims on financial institutions	110	8	25	77
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	3	3	0	0
Interest income from investment portfolio	0	0	0	0
Interest income from credits	792	230	292	270
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**216**	**78**	**103**	**35**
Interest expenditure on deposits of financial institutions	0	0	0	0
Interest expenditure on deposits of non-financial institutions and other customers	125	70	27	28
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	76	7	69	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	14	0	7	7
Interest expenditure on other liabilities	1	1	0	0
INTEREST AND DIVIDEND INCOME, NET	**689**	**163**	**214**	**312**
CREDIT PROVISIONS				
Accrued provisions	1088			
Reintegrated provisions	798			
Credit provisions, net	290			
TRADING PORTFOLIO GAIN/LOSS	**-2**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**487**			
NON-INTEREST EXPENDITURE	**784**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**100**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**-122**			
EXTRAORDINARY GAIN/LOSS	**-98**			
TAX	**0**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**-120**			

TEXIM PRIVATE ENTREPRENEURIAL BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Protocol Resolution No. 243 of 4 March 1992 of the BNB Governing Council, Resolution No. 248 of 11 April 1997 of the BNB Governing Council. License updated by Order No. 100-00570 of the BNB Governor dated 23 December 1999
Legal registration	Company file No. 24103 of the Sofia City Court of 1992, lot No. 4542, vol. 89, p. 180
Address of the head office	107 Knyaginya Maria-Luiza Blvd., Sofia 1202 tel. 02/9359 300; 9359 301 Website: www.teximbank.bg
Management	
Supervisory Board	Marieta Georgieva Naidenova
	Rosen Ivanov Chobanov
	Madlena Dimova Dimova
Management Board	Maria Petrova Vidolova – Chairman and Chief Executive Director
	Elena Borisova Delcheva – Executive Director
	Roumen Emilov Vasilev
Shareholders (shares over 10%)	
	Paton Anstalt – 27.33%
	Marieta Georgieva Naidenova – 15.24%
	Pavlina Georgieva Naidenova – 15.09%

TOKUDA BANK AD

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**9 382**	**6 172**	**2 705**	**505**
Claims on financial institutions, net	**16 028**	**67**	**11 790**	**4 171**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**22 511**	**4 164**	**14 996**	**3 351**
Investment portfolio	**527**	**526**	**1**	**0**
Credits to non-financial institutions and other customers, net	**39 358**	**26 074**	**12 041**	**1 243**
Credits to budget	0	0	0	0
Commercial credits	26 345	14 118	10 968	1 259
Commercial real estate and construction credits	6 518	4 327	1 654	537
Other commercial credits	19 827	9 791	9 314	722
Agricultural credits	5 861	5 861	0	0
Consumer credits	7 522	6 075	1 360	87
Housing mortgage credits to individuals	991	991	0	0
Other credits	219	219	0	0
Credits to non-financial institutions and other customers, total	**40 938**	**27 264**	**12 328**	**1 346**
Less: specific provisions	**1 580**	**1 190**	**287**	**103**
Assets for resale	**13**	**13**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**0**	**0**	**0**	**0**
Other assets	**1 189**	**1 184**	**4**	**1**
Intangible assets	**409**	**409**	**0**	**0**
Premises and other fixed assets	**2 514**	**2 514**	**0**	**0**
Assets, total	**91 931**	**41 123**	**41 537**	**9 271**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**1 533**	**1 057**	**267**	**209**
Demand deposits of banks	131	0	86	45
Time deposits of banks	0	0	0	0
Deposits of other financial institutions	1 402	1 057	181	164
Deposits of non-financial institutions and other customers	**52 309**	**24 632**	**17 508**	**10 169**
Demand deposits	18 561	10 973	6 302	1 286
Time deposits	33 748	13 659	11 206	8 883
Savings deposits	0	0	0	0
Deposits, total	**53 842**	**25 689**	**17 775**	**10 378**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**5 984**	**5 984**	**0**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**1 402**	**506**	**697**	**199**
Liabilities, total	**61 228**	**32 179**	**18 472**	**10 577**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**30 703**	**30 703**		
Shareholder capital	45 000	45 000		
Reserves	-14 311	-14 311		
Profit/loss, current year	14	14		
Liabilities, minority interest, and capital, total	**91 931**	**62 882**	**18 472**	**10 577**
Memo: credit substitutes and other off-balance sheet commitments	**3 458**	**2 509**	**939**	**10**

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**1 538**	**745**	**688**	**105**
Interest income from claims on financial institutions	63	6	36	21
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	228	28	150	50
Interest income from investment portfolio	0	0	0	0
Interest income from credits	1 247	711	502	34
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**423**	**198**	**130**	**95**
Interest expenditure on deposits of financial institutions	7	7	0	0
Interest expenditure on deposits of non-financial institutions and other customers	387	162	130	95
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	29	29	0	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**1 115**	**547**	**558**	**10**
CREDIT PROVISIONS				
Accrued provisions	281			
Reintegrated provisions	253			
Credit provisions, net	28			
TRADING PORTFOLIO GAIN/LOSS	**-160**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**229**			
NON-INTEREST EXPENDITURE	**1 157**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**-1**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**15**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**0**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**14**			

TOKUDA BANK AD

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	No. 14004410 of 5 October 1994 by Resolution No. 365 of 1 December 1994 of the BNB Governing Council. License updated in accordance with the requirements of § 47 of the Transitional and Final Provisions of the Amendments to the Law on Banks by Order No. 100-00571 of the BNB Governor dated 23 December 1999. License by Order No. RD22-147 of 30 January 2003 to conduct bank operations in Bulgaria and abroad under Article No. 1, paras. 1 and 2 of the Law on Banks
Legal registration	Resolution No. 4196 of 15 July 2002 of the Plovdiv Regional Court on company file No. 4463 of 2001 of the Plovdiv Regional Court, entered in the Commercial Register, lot No. 31, vol. 23, p. 122
Address of the head office	3, Graf Ignatiev Str., Sofia 1000 tel. 02/981 21 05; 937 00 30
Management	
Supervisory Board	Takahito Ohashi – Chairman
	International Hospital Services Co., represented by Rumen Slaveikov Serbezov
	Tokushukai, Sofia, represented by Lyubomir Petrov Dachev
Management Board	Plamen Ivanov Petrov* – Chairman and Executive Director
	Lozana Lyubenova Slavchova – Executive Director
	Svetlozar Georgiev Karaneshev – Executive Director
	Stoyan Peikov Stoyanov – Procurator
Shareholders (shares over 10%)	
	International Hospital Services Co. – 93.84%

* Elected Chairman of the Management Board and Executive Director by the Bank Supervisory Board. This election has not been entered in the Register until the present moment.

Unionbank
COMMERCIAL BANK

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**32 884**	**28 483**	**2 805**	**1 596**
Claims on financial institutions, net	**105 618**	**12 935**	**47 977**	**44 706**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**37 112**	**8 294**	**22 554**	**6 264**
Investment portfolio	**14 692**	**12 561**	**1 547**	**584**
Credits to non-financial institutions and other customers, net	**274 480**	**52 674**	**204 796**	**17 010**
Credits to budget	664	664	0	0
Commercial credits	242 613	41 393	184 348	16 872
Commercial real estate and construction credits	122 955	3 736	109 066	10 153
Other commercial credits	119 658	37 657	75 282	6 719
Agricultural credits	9 662	8 139	1 523	0
Consumer credits	10 858	3 577	7 258	23
Housing mortgage credits to individuals	14 164	208	13 482	474
Other credits	0	0	0	0
Credits to non-financial institutions and other customers, total	**277 961**	**53 981**	**206 611**	**17 369**
Less: specific provisions	**3 481**	**1 307**	**1 815**	**359**
Assets for resale	**413**	**413**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**2000**	**2000**	**0**	**0**
Other assets	**2 795**	**2 725**	**59**	**11**
Intangible assets	**1 339**	**1 339**	**0**	**0**
Premises and other fixed assets	**4 524**	**4 524**	**0**	**0**
Assets, total	**475 857**	**125 948**	**279 738**	**70 171**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**30 922**	**14 526**	**16 236**	**160**
Demand deposits of banks	130	22	0	108
Time deposits of banks	3 010	3 010	0	0
Deposits of other financial institutions	27 782	11 494	16 236	52
Deposits of non-financial institutions and other customers	**303 621**	**112 320**	**128 672**	**62 629**
Demand deposits	88 425	59 152	19 240	10 033
Time deposits	207 490	52 699	104 885	49 906
Savings deposits	7 706	469	4 547	2 690
Deposits, total	**334 543**	**126 846**	**144 908**	**62 789**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**69 850**	**5 444**	**57 169**	**7 237**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**7 914**	**5 683**	**1 903**	**328**
Liabilities, total	**412 307**	**137 973**	**203 980**	**70 354**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**63 550**	**63 550**		
Shareholder capital	15 412	15 412		
Reserves	45 915	45 915		
Profit/loss, current year	2 223	2 223		
Liabilities, minority interest, and capital, total	**475 857**	**201 523**	**203 980**	**70 354**
Memo: credit substitutes and other off-balance sheet commitments	**32 068**	**22 735**	**7 969**	**1 364**

Unionbank
COMMERCIAL BANK

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**9 610**	**2 043**	**6 747**	**820**
Interest income from claims on financial institutions	743	40	703	0
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	543	101	295	147
Interest income from investment portfolio	226	189	29	8
Interest income from credits	8 098	1 713	5 720	665
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**3 987**	**926**	**2 294**	**767**
Interest expenditure on deposits of financial institutions	346	208	138	0
Interest expenditure on deposits of non-financial institutions and other customers	2 532	693	1 218	621
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	1 109	25	938	146
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**5 623**	**1 117**	**4 453**	**53**
CREDIT PROVISIONS				
Accrued provisions	883			
Reintegrated provisions	914			
Credit provisions, net	-31			
TRADING PORTFOLIO GAIN/LOSS	**-869**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**16**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**1 923**			
NON-INTEREST EXPENDITURE	**4 420**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**2 304**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**311**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**392**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**2 223**			

Unionbank
COMMERCIAL BANK

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB Protocol Resolution of 20 October 1994 of the BNB Governing Council accompanied by Letter No. 140-00332 of 2 November 1994 and Order No. 100-00494 of 17 November 1999 of the BNB Governor for license update

Legal registration Company file No. 31533 of 1992, lot No. 648, vol. 12, p. 75

Address of the head office 10–12 Damyan Gruev Str., Sofia 1606
tel. 02/9153 333; 9153 315
Website: www.unionbank.bg

Management

Supervisory Board
Emanuil Yankov Manolov – Chairman
Emil Ivanov Ivanov – Deputy Chairman
Andrew Seton
Boras, represented by Georgi Nikolov Atanasov

Management Board
Ivan Totev Radev – Chairman and Chief Executive Director
Anna Ivanova Asparouhova – Deputy Chairman and Executive Director
Dorcho Dimitrov Ilchev – Executive Director
Todor Kostadinov Nikolov
Ivailo Tsvetanov Donchev

Shareholders*
(shares over 10%)

Union Group – 29.30%
European Bank for Reconstruction and Development – 15%
Boras – 14.14%

* By order No. RD 22-0453 of the BNB Deputy Governor heading the Banking Supervision Department dated 17 March 2006 MKB Bank AD, Budapest, Hungary was granted permission to acquire 9,247,059 ordinary voting shares, which represent 60 per cent of the capital of Unionbank. A change in the shareholders' structure of the bank is pending.

UNITED BULGARIAN BANK

A Member of NBG Group

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**499 008**	**85 614**	**397 532**	**15 862**
Claims on financial institutions, net	**366 551**	**124 994**	**26 628**	**214 929**
Claims under repurchase agreements	**7 761**	**1 939**	**4 399**	**1 423**
Trading portfolio	**173 365**	**66 816**	**50 697**	**55 852**
Investment portfolio	**891**	**834**	**57**	**0**
Credits to non-financial institutions and other customers, net	**2 108 847**	**1 200 153**	**876 836**	**31 858**
Credits to budget	2 100	2 100	0	0
Commercial credits	1 061 734	229 049	800 901	31 784
Commercial real estate and construction credits	162 002	23 178	135 098	3 726
Other commercial credits	899 732	205 871	665 803	28 058
Agricultural credits	119 824	72 057	46 555	1 212
Consumer credits	584 596	582 878	1 685	33
Housing mortgage credits to individuals	402 141	366 067	35 894	180
Other credits	3 572	3 406	131	35
Credits to non-financial institutions and other customers, total	**2 173 967**	**1 255 557**	**885 166**	**33 244**
Less: specific provisions	**65 120**	**55 404**	**8 330**	**1 386**
Assets for resale	**1 205**	**1 205**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**901**	**901**	**0**	**0**
Other assets	**13 470**	**13 449**	**2**	**19**
Intangible assets	**18 205**	**18 205**	**0**	**0**
Premises and other fixed assets	**61 818**	**61 818**	**0**	**0**
Assets, total	**3 252 022**	**1 575 928**	**1 356 151**	**319 943**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**234 269**	**179 263**	**39 275**	**15 731**
Demand deposits of banks	24 345	3 751	14 531	6 063
Time deposits of banks	126 831	107 348	12 377	7 106
Deposits of other financial institutions	83 093	68 164	12 367	2 562
Deposits of non-financial institutions and other customers	**2 192 352**	**1 144 335**	**699 335**	**348 682**
Demand deposits	822 895	588 732	187 604	46 559
Time deposits	894 532	415 340	297 180	182 012
Savings deposits	474 925	140 263	214 551	120 111
Deposits, total	**2 426 621**	**1 323 598**	**738 610**	**364 413**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**367 374**	**138 424**	**228 950**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**0**	**0**	**0**	**0**
Other liabilities	**13 374**	**13 374**	**0**	**0**
Liabilities, total	**2 807 369**	**1 475 396**	**967 560**	**364 413**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**444 653**	**444 653**		
Shareholder capital	75 964	75 964		
Reserves	343 693	343 693		
Profit/loss, current year	24 996	24 996		
Liabilities, minority interest, and capital, total	**3 252 022**	**1 920 049**	**967 560**	**364 413**
Memo: credit substitutes and other off-balance sheet commitments	**374 616**	**63 205**	**136 752**	**174 659**

UNITED BULGARIAN BANK

A Member of NBG Group

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**60 688**	**40 373**	**15 963**	**4 352**
Interest income from claims on financial institutions	2 404	131	245	2 028
Interest income from claims under repurchase agreements	98	20	68	10
Interest income from trading portfolio	2 406	859	0	1 547
Interest income from investment portfolio	0	0	0	0
Interest income from credits	55 780	39 363	15 650	767
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**12 893**	**7 795**	**3 820**	**1 278**
Interest expenditure on deposits of financial institutions	811	632	98	81
Interest expenditure on deposits of non-financial institutions and other customers	8 841	5 560	2 084	1 197
Interest expenditure on borrowings under repurchase agreements	3	3	0	0
Interest expenditure on borrowings	3 238	1 600	1 638	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	0	0	0	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**47 795**	**32 578**	**12 143**	**3 074**
CREDIT PROVISIONS				
Accrued provisions	20 492			
Reintegrated provisions	9 724			
Credit provisions, net	10 768			
TRADING PORTFOLIO GAIN/LOSS	**-3 086**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**14**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**17 151**			
NON-INTEREST EXPENDITURE	**27 705**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**23 401**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**4 008**			
EXTRAORDINARY GAIN/LOSS	**1 998**			
TAX	**4 411**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**24 996**			

UNITED BULGARIAN BANK
A Member of NBG Group

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Resolution of the BNB Governing Council of 25 February 1991. Updated by Order No. 100-00487 of 17 November 1999
Legal registration	Entered on company file No. 31848 of the Sofia City Court of 1992, lot No. 376, vol. 8, p. 105
Address of the head office	5 Sv. Sofia Str., Sofia 1000 tel. 02/811 28 00 Website: www.ubb.bg
Management	
Board of Directors	Stilian Petkov Vatev – Chief Executive Director
	Christos Alexandros Katsanis – Executive Director
	Radka Ivanova Toncheva – Executive Director
	Ioannis Pechlivanidis
	Efstratios Georgios Arapoglou
	Agis Ioannis Leopoulos
	Alexandros Georgios Tourkolias
	Anthimos Thomopoulos
	Konstantinos Adamantios Othoneos
Shareholders (shares over 10%)	
	National Bank of Greece – 99.9%

WestEast Bank

BALANCE SHEET AS OF 31 MARCH 2006

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
ASSETS				
Vault cash and current accounts with the BNB	**12 505**	**5 988**	**6 270**	**247**
Claims on financial institutions, net	**28 633**	**463**	**27 907**	**263**
Claims under repurchase agreements	**0**	**0**	**0**	**0**
Trading portfolio	**300**	**300**	**0**	**0**
Investment portfolio	**4 358**	**1 843**	**2 515**	**0**
Credits to non-financial institutions and other customers, net	**69 774**	**25 122**	**40 979**	**3 673**
Credits to budget	0	0	0	0
Commercial credits	53 927	8 347	41 610	3 970
Commercial real estate and construction credits	31 361	3 624	26 736	1 001
Other commercial credits	22 566	4 723	14 874	2 969
Agricultural credits	18 278	18 278	0	0
Consumer credits	400	134	266	0
Housing mortgage credits to individuals	266	50	216	0
Other credits	0	0	0	0
Credits to non-financial institutions and other customers, total	**72 871**	**26 809**	**42 092**	**3 970**
Less: specific provisions	**3 097**	**1 687**	**1 113**	**297**
Assets for resale	**0**	**0**	**0**	**0**
Investments in unconsolidated subsidiaries and associated companies	**605**	**605**	**0**	**0**
Other assets	**847**	**261**	**584**	**2**
Intangible assets	**520**	**520**	**0**	**0**
Premises and other fixed assets	**428**	**428**	**0**	**0**
Assets, total	**117 970**	**35 530**	**78 255**	**4 185**
LIABILITIES, MINORITY INTEREST, AND CAPITAL				
Deposits of financial institutions	**28 850**	**495**	**24 812**	**3 543**
Demand deposits of banks	9	0	6	3
Time deposits of banks	27 932	0	24 392	3 540
Deposits of other financial institutions	909	495	414	0
Deposits of non-financial institutions and other customers	**40 180**	**18 611**	**20 650**	**919**
Demand deposits	23 287	4 566	17 835	886
Time deposits	16 893	14 045	2 815	33
Savings deposits	0	0	0	0
Deposits, total	**69 030**	**19 106**	**45 462**	**4 462**
Borrowings under repurchase agreements	**0**	**0**	**0**	**0**
Short-term borrowings	**0**	**0**	**0**	**0**
Long-term borrowings	**23 476**	**19 508**	**3 968**	**0**
Subordinated term debt and debt/equity (hybrid) instruments	**5 971**	**0**	**5 971**	**0**
Other liabilities	**2 367**	**205**	**2 151**	**11**
Liabilities, total	**100 844**	**38 819**	**57 552**	**4 473**
Minority interest in consolidated subsidiaries	**0**	**0**	**0**	**0**
Equity, total	**17 126**	**17 126**		
Shareholder capital	15 800	15 800		
Reserves	513	513		
Profit/loss, current year	813	813		
Liabilities, minority interest, and capital, total	**117 970**	**55 945**	**57 552**	**4 473**
Memo: credit substitutes and other off-balance sheet commitments	**24 107**	**4 893**	**16 630**	**2 584**

WestEast Bank

INCOME STATEMENT
(March 2006)

(BGN'000)

	Total	Including		
		BGN	EUR	Other currencies
INTEREST AND DIVIDEND INCOME	**2 372**	**772**	**1 503**	**97**
Interest income from claims on financial institutions	168	6	148	14
Interest income from claims under repurchase agreements	0	0	0	0
Interest income from trading portfolio	0	0	0	0
Interest income from investment portfolio	65	29	36	0
Interest income from credits	2 139	737	1 319	83
Dividend income	0	0	0	0
INTEREST EXPENDITURE	**592**	**188**	**358**	**46**
Interest expenditure on deposits of financial institutions	251	2	210	39
Interest expenditure on deposits of non-financial institutions and other customers	170	106	57	7
Interest expenditure on borrowings under repurchase agreements	0	0	0	0
Interest expenditure on borrowings	130	80	50	0
Interest expenditure on subordinated term debt and debt/equity (hybrid) instruments	41	0	41	0
Interest expenditure on other liabilities	0	0	0	0
INTEREST AND DIVIDEND INCOME, NET	**1 780**	**584**	**1 145**	**51**
CREDIT PROVISIONS				
Accrued provisions	370			
Reintegrated provisions	0			
Credit provisions, net	370			
TRADING PORTFOLIO GAIN/LOSS	**0**			
GAIN/LOSS ON INVESTMENTS AVAILABLE FOR SALE	**0**			
GAIN/LOSS ON INVESTMENTS HELD TO MATURITY	**0**			
OTHER NON-INTEREST INCOME	**177**			
NON-INTEREST EXPENDITURE	**817**			
GAIN/LOSS BEFORE FOREIGN EXCHANGE REVALUATION, EXTRA INCOME/EXPENDITURE AND TAX ITEMS	**770**			
FOREIGN EXCHANGE REVALUATION GAIN/LOSS	**43**			
EXTRAORDINARY GAIN/LOSS	**0**			
TAX	**0**			
MINORITY INTEREST	**0**			
PROFIT/LOSS, NET	**813**			

WestEast Bank

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS AS OF 31 MARCH 2006

License granted by the BNB	Order No. RD 22-1067 of 13 August 2003 of the BNB Governor entitling the WestEast Bank to conduct bank operations in Bulgaria and abroad
Legal registration	Resolution of the Sofia City Court No. 1 of 28 August 2003, company file No. 9270 of 2003, lot No. 78318, vol. 927, reg. I, p. 158
Address of the head office	36 Dragan Tsankov Blvd., Sofia 1040 Interpred World Trade Center tel. 02/970 24 10 Website: www.westeastbank.bg
Management	
Supervisory Board	Boris Pesjak – Chairman
	Darko Horvat – Deputy Chairman
	Janez Sencar
	Ales Okorn
	Andrej Hazabent
Management Board	Dusan Valencic – Chairman
	Nabil Khalil Issa – Executive Director
	Margarita Atanasova Gencheva – Executive Director
Procurator	Safi Said Harb
Shareholders* (shares over 10%)	
	Aktiva Holdings BV, Amsterdam – 72.51%
	LB Maxima, Ljubljana – 24.50%

* By order No. RD 22-0456 of the BNB Deputy Governor heading the Banking Supervision Department dated 17 March 2006 Nova Ljubljanska Banka, Slovenia was granted permission to directly acquire 15,327,580 ordinary book-entry voting shares of the capital of West-East Bank, and, as a result, to directly own 97.01 per cent of this capital.

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