

R E P O R T

on the activity of the Supervisory Board of Kredyt Bank S.A. in 2009

The Supervisory Board declares to have performed a permanent and current supervision over the activity of Kredyt Bank S.A. The supervisory activities were taken in accordance with the legal requirements applicable to joint stock companies. This was also the purpose of meetings with the Management Board members, who, based on the books and letters, provided the exhaustive explanations and submitted other documents related to the Bank's management.

The composition of the Supervisory Board in 2009 was as follows:

Starting from May 28, 2008 the composition of the Supervisory Board was as follows:

1. Mr. Andrzej Witkowski - Chairman of the Supervisory Board,
2. Mr. Adam Noga - Deputy Chairman of the Supervisory Board,
3. Mr. François Gillet - Member of the Supervisory Board,
4. Mr. John Hollows - Member of the Supervisory Board,
5. Mr. Feliks Kulikowski - Member of the Supervisory Board,
6. Mr. Marek Michałowski - Member of the Supervisory Board,
7. Mr. Luc Philips - Member of the Supervisory Board,
8. Mr. Krzysztof Trębaczkiwicz - Member of the Supervisory Board,
9. Mr. Jan Vanhevel - Member of the Supervisory Board,

Mr. Luc Philips resigned as of May 27, 2009 from performance of the function of a Member of the Supervisory Board.

The Ordinary General Meeting of Kredyt Bank S.A. appointed as of May 27, 2009 by the means of the Resolution No. 24/2009 Mr Dirk Mampaey as a Member of the Bank's Supervisory Board.

Mr. Jan Vanhevel resigned from membership on the Supervisory Board of Kredyt Bank S.A. as of September 15, 2009. The Supervisory Board supplemented the vacancy by co-opting Mr. Ronny Delchambre (Resolution No. 1/2009 of September 16, 2009). The above-mentioned appointment was confirmed by the Resolution No. 2/2009 of the Extraordinary General Meeting on December 16, 2009.

Mr. François Gillet resigned as of February 23, 2010 from performance of the function of a Member of the Supervisory Board.

Mr. Marek Michałowski resigned as of March 23, 2010 from performance of the function of a Member of the Supervisory Board.

Starting from March 23, 2010 the composition of the Supervisory Board has been as follows:

1. Mr. Andrzej Witkowski - Chairman of the Supervisory Board,
2. Mr. Adam Noga - Deputy Chairman of the Supervisory Board,
3. Mr. Ronny Delchambre - Member of the Supervisory Board,
4. Mr. John Hollows - Member of the Supervisory Board,
5. Mr. Feliks Kulikowski - Member of the Supervisory Board,
6. Mr. Dirk Mampaey - Member of the Supervisory Board,
7. Mr. Krzysztof Trębaczkiwicz - Member of the Supervisory Board,

In the reporting year the Supervisory Board passed its decisions at 5 meetings. The Supervisory Board meetings were held on: March 2, 2009, April 1, 2009, May 27 and 29, 2009, September 19, 2009 and November 6, 2009. 29 resolutions were passed and some of them were as concerned the following:

- selection of the independent external auditor – Ernst & Young Limited Liability Company to conduct the examination of the financial statement of the Bank for the fiscal year 2009 (Resolution No. 1/2009 of April 1, 2009),
- updating the process of internal capital assessment in Kredyt Bank S.A. (Resolution No. 3/2009 of April 1, 2009; Resolution No. 4/2009 of September 16, 2009),
- appointment of Mr. Gert Rammeloo as a Member of the Management Board of Kredyt Bank S.A. (Resolution No. 2/2009 of May 29, 2009),
- approval of the credit policy of Kredyt Bank S.A. (Resolution No. 2/2009 of November 6, 2009),
- approval of the revised “Disclosure policy regarding the detailed principles and the way of announcing information concerning capital adequacy” (Resolution No. 4/2009 of November 6, 2009),
- sale by Kredyt Bank S.A. of 100% of shares of Żagiel S.A. to KBC Bank N.V (Resolution No. 1/2009 of December 15, 2009),
- determination of the number of the Management Board’s Members at 5 due to resignation from the membership on the Management Board and from the function of the Deputy President of the Management Board of Mr Michał Oziębło (Resolution No. 1/2009 of December 21, 2009),

Periodical information on the Bank’s financial results, quality of the credit portfolio, Bank’s activity in the quarterly periods and the situation in Żagiel S.A. were a permanent element of the Supervisory Board’s meetings.

The Supervisory Board examined and gave its positive opinion about the materials for the General Assembly of Kredyt Bank S.A. that was held in the reporting period:

- Ordinary General Assembly of Kredyt Bank S.A. held on May 27, 2009 (2008 financial statement, the report on the activity of the Bank in 2008 prepared by the Bank’s Management Board, the Management Board proposals as regards the profit distribution, the Supervisory Board’s report on the assessment of the financial statement for year 2008, approval of the amendments to the By-laws of Kredyt Bank),

- Extraordinary General Assembly of Kredyt Bank S.A. held on December 16, 2009 (approval of the amendments to the By-laws of Kredyt Bank, approval of co-optation of the Member of the Supervisory Board, determination of number of Members of the Supervisory, approval of the Regulations of the General Assembly of Kredyt Bank S.A.).

The Supervisory Board analyzed the situation in the area of the Bank's internal audit through approving the minutes of meetings of Audit Committee of Kredyt Bank S.A. and acquainted itself with the decisions taken by the Remuneration Committee and also approved the minutes of its meetings.

The Supervisory Board, having analyzed the documents specified below, submitted by the Bank's Management Board, i.e.:

- profit-and-loss account for the period from January 1, 2009 until December 31, 2009,
- the report of total proceeds for the period from January 1, 2009 until December 31, 2009,
- balance sheet as of December 31, 2009,
- specification of changes in equity for the period from January 1, 2009 until December 31, 2009,
- cash flow statement for the period from January 1, 2009 until December 31, 2009,
- principles (policies) of accounting and additional explanatory notes,

together with

- the consolidated Group's profit-and-loss account for the period from January 1, 2009 until December 31, 2009,
- the consolidated report of total incomes for the period from January 1, 2009 until December 31, 2009,
- consolidated Group's balance sheet as of December 31, 2009,
- specification of changes in Group's consolidated equity for the period from January 1, 2009 until December 31, 2009,
- the consolidated Group's cash flow statement for the period from January 1, 2009 to December 31, 2009,
- principles (policies) of accounting and additional explanatory notes.

And Having been provided with additional information and explanations by the Bank's Management Board, states the following:

- Bank's profit-and-loss account for the period from January 1, 2009 until December 31, 2009 showing the net profit amounting to PLN 165.301 thousand zlotys,
- the report of total proceeds for the period from January 1, 2009 until December 31, 2009 showing the total profit in the amount of PLN 73.079 thousand zlotys,

- Bank's balance sheet as of December 31, 2009 with its total assets and liabilities and equity amounting to PLN 38.912.543 thousand zlotys,
- specification of changes in equity for the period from January 1, 2009 until December 31, 2009 showing the increase in the equity by PLN 73.079 thousand zlotys,
- Bank's cash flow statement for the period from January 1, 2009 until December 31, 2009, showing the increase in net cash by PLN 229.908 thousand zlotys,

and,

- the consolidated profit-and-loss account for the period from January 1, 2009 until December 31, 2009 showing the net profit amounting to PLN 34.559 thousand zlotys,
- the consolidated report of total proceeds for the period from January 1, 2009 until December 31, 2009 showing the total loss in the amount of PLN 57.663 thousand zlotys,
- Group's consolidated balance sheet as of December 31, 2009 with its total assets and liabilities and equity amounting to PLN 39.076.598 thousand zlotys,
- specification of changes in consolidated equity for the period from January 1, 2009 until December 31, 2009 showing the decrease in the Group's equity by PLN 56.930 thousand zlotys,
- Group's consolidated cash flow statement for the period from January 1, 2009 to December 31, 2009, showing the increase in net cash by PLN 229.888 thousand zlotys.

In accordance with Article 382 section 1 and 3 of the Commercial Companies Code the Supervisory Board assessed 2009 financial statement of Kredyt Bank S.A. and the report on activity of Kredyt Bank S.A. in 2009 prepared by the Bank's Management Board.

The Supervisory Board assessed the reports as regards their conformity with the books and documents as well as a true state of things. The Supervisory Board acquainted itself with the opinion of an independent auditor as well as the Report supplementary to the opinion from auditing financial statement for the year ended on December 31, 2009. Having assessed the reports and having acquainted itself with the opinion and auditor's report the Supervisory Board stated that the reports presented by the Management Board were prepared reliably, in accordance with the books and true state of things as well as the provisions of the relevant laws in the area of accountancy.

The Supervisory Board recommends to the General Assembly of Kredyt Bank S.A. to approve the financial statement as well as the report on the activity of Kredyt Bank S.A. in 2009 prepared by the Bank's Management Board and recommends granting the Members of the Management Board vote of acceptance for performance of their functions for the fiscal year 2009.

Moreover the Supervisory Board declares to have issued a positive opinion on the Management Board's motion concerning the distribution of the Bank's 2009 profit amounting to PLN 165.300.922,87 zlotys.

Pursuant to the Article 382 section 3 of the Commercial Companies Code the Supervisory Board submits this report on the activity of the Supervisory Board in

2009 as well as the assessment of the financial report and the assessment of the report on the Bank's activity in 2009; at the same time the Supervisory Board requests the General Assembly to approve the above.

Furthermore, pursuant to Article 395 section 5 of the Commercial Companies Code the Supervisory Board recommends to the General Assembly to approve the 2009 financial statement of the Capital Group as well as the report on the activity of the Capital Group in 2009.

II. Assessment of activity of Supervisory Board of Kredyt Bank S.A.

The Supervisory Board of Kredyt Bank S.A. – pursuant to point 1, sub-point 2 part III of the Best Practices of Companies Listed on the Warsaw Stock Exchange (Resolution of the Warsaw Stock Exchange Supervisory Board by the resolution No. 12/1170/2007 of July 4, 2007) submits to the Ordinary General Assembly of Kredyt Bank S.A. the assessment of its activity in 2009 together with the report on the activity of the Audit Committee, Remuneration Committee, assessment of the company's situation together with the evaluation of the internal audit system and risk management system.

In the reporting period the Supervisory Board exercised a continuous supervision over the Bank's activity: analyzed financial results and the company's general situation as well as exercised other supervisory activities in accordance with its competence. The tasks of the Supervisory Board were primarily focused on winning public trust both in the financial situation and the Bank's business activity. The financial situation, strategy, the transparency of management mechanisms, effectiveness of the internal audit system, observance of the Bank's appropriate policy and goals, and also creating the Bank's image were the areas where the Supervisory Board Members expressed a lot of support.

In the reporting period the Supervisory Board, within its competence, applied the corporate governance principles concerning the joint stock companies listed on the stock exchange market and included in the document "The best practices of the companies listed on the WSE".

The Supervisory Board acts in accordance with its Regulations which are available on the Bank's internet page.

In 2009 two committees functioned within the Supervisory Board's structure: the Audit Committee and Remuneration Committee which were established by the Supervisory Board to fulfill the particular supervisory activities.

There are independent members who sit on the Supervisory Board and the committees.

All the Supervisory Board members have adequate education and professional experience, represent high moral standards and are able to expend the time needed to properly fulfill their duties as the Supervisory Board Members.

Starting from the year 2003 the Supervisory Board members once a quarter submit their declarations about the links with the shareholders having a right to exercise over 5% of total votes during the General Assembly. These declarations, in a form of an overall table, are published on the Bank's internet page.

The Supervisory Board members have received from the Bank's Management Board regular and exhaustive information about all crucial issues in the Bank's activity, the risk related to the activity carried out as well as the methods of managing that risk.

III. Report on the activity of the Audit Committee of Kredyt Bank S.A. in 2009

The Audit Committee of Kredyt Bank S.A. was established by the Supervisory Board of Kredyt Bank S.A. by the Resolution No. 1/2002 at the meeting held on January 30, 2002.

The Audit Committee of Kredyt Bank S.A. acts pursuant to:

- Regulations of the Supervisory Board of Kredyt Bank S.A. – Resolution No. 24/2008 of the Ordinary General Assembly of Kredyt Bank S.A. of May 28, 2008;
- Regulations of the Audit Committee of Kredyt Bank S.A.;

As of January 1, 2009 the composition of the Audit Committee of Kredyt Bank S.A. was as follows:

| | |
|------------------|-----------------------------------|
| Mr. John Hollows | - Chairman of the Audit Committee |
| Mr. Jan Vanhevel | - Member of the Audit Committee |
| Mr. Adam Noga | - Member of the Audit Committee. |

Due to resignation of Mr. Jan Vanhevel from the function of the Member of the Supervisory Board and at the same time of the Audit Committee, the Supervisory Board during its meeting on September 16, 2009 elected to the composition of the Audit Committee Mr. Dirk Mampaey. On November 6, 2009 the Audit Committee entrusted to Mr. Dirk Mampaey the function of the Chairman of the Audit Committee.

As of December 31, 2009 the composition of the Audit Committee of Kredyt Bank S.A. was as follows:

| | |
|------------------|-----------------------------------|
| Mr. Dirk Mampaey | - Chairman of the Audit Committee |
| Mr. John Hollows | - Member of the Audit Committee |
| Mr. Adam Noga | - Member of the Audit Committee. |

The Audit Committee supports the activities of the Bank's Supervisory Board. In order to achieve that the Audit Committee, in the name of the Supervisory Board exerts supervision over the consistency, effectiveness and efficacy of the internal audit system, compliance function and also the risk management connected with the Bank's activity, drawing special attention to the financial reporting. The Audit Committee supervises the processes carried out at the Bank from a point of view of their conformity with the absolutely binding laws as well as the Bank's internal regulations.

The Audit Committee exerts supervision over the services rendered by the external auditors, having in mind especially the issue of their independence, in accordance with the applicable provisions of the law. The Audit Committee performs an advisory function when the decisions of the Supervisory Board concerning the choosing of the external auditor, as well as resignation from services rendered by the present auditor

are passed. The representatives of the external auditor participate in all meetings of the Audit Committee.

In performance of its activities four meetings of the Audit Committee were held and their dates were as follows:

- March 2, 2009,
- May 29, 2009,
- September 16, 2009,
- November 6, 2009,

During the meetings in 2009 the Audit Committee members performed their tasks in the following areas:

Internal audit system:

- assessment of the internal audit system,
- approval of the audit and inspection plans,
- assessment of the activity of the Audit and Inspection Department,
- review of the results of the audits completed,
- survey of recommendations issued by the Audit and Inspection Department,
- survey of recommendations issued by the external auditor in the Letter to the Management Board,
- survey of progress made in executing post-audit recommendations of the Financial Supervision Commission

Compliance function:

- approval of action plans of Compliance Department,
- review of tasks completed by the Compliance Department regarding the explanatory proceedings under way and control on a part of regulatory bodies,
- review of the major litigations and the amendments to the relevant laws.

Risk management:

- review of issues related to risk management,
- supervision over the implementation of standards concerning the operating risk management,
- review of the status of work connected with the implementation of New Capital Agreement.

Financial reporting:

- recommending the selection of a public chartered accountant to the Supervisory Board,

- crucial accounting and financial issues as well as tax issues, including the amendments to the tax regulations,
- opinions and reports of the external auditor concerning the annual and semi-annual financial statements.

IV. Report on the activity of the Remuneration Committee of Kredyt Bank S.A. in 2009

The Remuneration Committee of Kredyt Bank S.A. was established by the Supervisory Board at the meeting held on February 9, 2005 by the Resolution No. 9/2005.

The Remuneration Committee of Kredyt Bank S.A. acts pursuant to:

- Regulations of the Supervisory Board of Kredyt Bank S.A. – Resolution No. 24/2008 of the Ordinary General Assembly of Kredyt Bank S.A. of May 28, 2008, in force since May 28, 2008;
- Regulations of the Remuneration Committee of Kredyt Bank S.A.;

As of January 1, 2009 the composition of the Remuneration Committee of Kredyt Bank S.A. was as follows:

Mr. Jan Vanhevel - Chairman of the Remuneration Committee,
 Mr. Andrzej Witkowski - Member of the Remuneration Committee,
 Mr. John Hollows - Member of the Remuneration Committee.

Due to the resignation of Mr. Jan Vanhevel from the function of the Member of the Supervisory Board and thus of the Remuneration Committee, the Supervisory Board during its meeting on September 16, 2009 elected to the composition of the Remuneration Committee Mr. Dirk Mampaey. On November 6, 2009 the Remuneration Committee entrusted to Mr. John Hollows the function of the Chairman of the Remuneration Committee.

As of December 31, 2009 the composition of the Remuneration Committee of Kredyt Bank S.A. was as follows:

Mr. John Hollows - Chairman of the Remuneration Committee,
 Mr. Andrzej Witkowski - Member of the Remuneration Committee,
 Mr. Dirk Mampaey - Member of the Remuneration Committee.

The Remuneration Committee supports the activity of the Supervisory Board of Kredyt Bank S.A. as regards the principles of remuneration applicable to the Members of the Management Board.

In 2009 the Remuneration Committee of the Supervisory Board of Kredyt Bank S.A. realized the tasks of presenting to the Supervisory Board the recommendations concerning the remuneration principles of the Bank's Management Board Members.

In performance of its activities two meetings of the Remuneration Committee were held and their dates were as follows:

- May 27, 2009
- November 6, 2009.

In particular, the Remuneration Committee's tasks in 2009 included the following:

1. determination of principles of remunerating the Member of the Management Board who commenced performance of his function on the Management Board of Kredyt Bank S.A. in 2009,
2. determination of the activities aimed at the modification of the principles of remunerating the Members of the Management Board in line of the recommendations of the Financial Supervision Commission and the legal regulations on the EU level,
3. organizational issues related to the entrusting of the function of the Chairman of the Remuneration Committee and the Secretary of the Remuneration Committee..

While executing the assigned tasks, the Remuneration Committee recognized that the observance of the Bank's internal regulations as well as adherence to the absolutely binding provisions is an issue of overriding importance.

The Human Resources Department as well as the Legal Department supported the activity of the Remuneration Committee.

V. Assessment of Bank's situation including the assessment of the internal audit system and the risk management system in 2009

Assessment of Bank's situation

Deterioration of the global macroeconomic situation near the end of 2008 adversely affected the conditions of functioning of the banking sector in Poland throughout the whole 2009. The most important problems raised by the crisis were the difficulties in the liquidity which escalated the competition on the deposit market and a material increase in the costs of financing the banking activity, the depreciation of Polish zloty, the decrease in production and increase of unemployment resulting in the enterprises' problems and in difficulties of natural persons to fulfill their obligations, and the decreases in value of stocks resulting in the limiting of sale of investment funds. The above-mentioned resulted in a significant increase of risk related costs and the limiting of scale of credit activities.

The most significant problems for Kredyt Bank S.A. which affected the realized net profit were the increase of credit risk cost in the low-income segment of clients, which was the result of over-crediting of such clients and the increase of credit risk in the corporate clients segment including the lack of ability to fulfill the obligations stemming from option transactions.

The net profit of Kredyt Bank S.A. in 2009 amounted to 165.301 thousand zlotys and was lower by 45,1% comparing to 2008. The most significant factor that affected the differences between the comparable periods was the fact of encumbering by the

amount of 784.291 thousand zlotys of net impairment losses on financial assets and provisions as compared to 133.084 thousand zlotys in 2008. The highest increase concerned the consumer finance sector due to the occurrence of the phenomenon known as over-crediting of clients and the necessity of accounting higher impairment losses on cash loans. The balance of the impairment losses of Corporate Segment was encumbered in three first quarters by the updating impairment losses on due, outstanding and unpaid by the clients derivative currency instruments in the total amount of 53 million zlotys.

Simultaneously the operative profit of the Bank (understood as the gross profit without impairment losses on financial assets and provisions) amounted to 940.895 thousand zlotys i.e. by 80,1% more than in the preceding year. Its improvement was largely affected by the sale of Żagiel S.A. to the KBC Bank N.V. carried out in December 2009 (the influence of the transaction on the operative profit amounted to 350.000 thousand zlotys), gaining the dividend from Żagiel S.A. from the 2008 profit in the amount of 111.664 thousand zlotys and the focus on optimization of operative costs which enabled the decrease of expended costs by 3,5% comparing to 2008.

The actions taken in 2009 were focused on the credit risk area, liquidity risk, capital management and improvement of efficacy.

The credit policy was tightened and the granting of mortgage loans in foreign currencies suspended for a time together with cash loans by Żagiel. The decision to change the business model in the consumer finance area was taken which resulted in the above-mentioned sale of Żagiel and the change of the co-operation principles between the Bank and the intermediary. In case of the enterprises segment the accent was put on the increase of the level of assets weighted by risk. At the end of 2009 the amount of net credit receivables amounted to 25.772.236 thousand zlotys (decrease by 4.3% comparing to the end of 2008). The share of loans for which the prerequisites of impairment losses of gross receivables amount were identified increased by 3,7% to 9,1%.

One of the more important decisions was the change of approach towards the deposit policy and accenting the acquisition of clients' funds. In effect there was an increase in liabilities towards clients by almost 10% to the level of 22.521.686 thousand zlotys at the end of 2009. The credits/deposits ratio improved by 16,6% to the level of 114,4%. The level or regulatory measures of liquidity was above the required level.

In January and June 2009 Bank took two subordinate loans in the amounts of respectively 75 million zlotys and 165 million CHF. Following the improvement of the capital position and the discipline in the scope of the level of risk weighted assets the solvency index increased to 12,1% at the end of 2009 (increase by 3,2% comparing to the end of 2008).

A series of initiatives was taken up in order to increase base incomes and substitute the lost incomes due to the change of economic circumstances. The organizational service of small and medium enterprises was singled out and the base for increasing the share of this segment of clients in the base incomes of the Bank created. The pricing policy within the deposit products was made more flexible and was adjusted

to put stress on profitability. In accordance with the market practices the review and modifications of the pricing policy in the area of credit products was carried out. The changes were introduced to the table of costs and commissions for the manual and time-consuming activities conducted by the Bank. Positive effects of the operative cost optimization project allowed the cost/income index to reach the level of 59,3% at the end of 2009 (without taking into account the proceeds from the transaction of sale of Żagiel's shares). The activities within the ambit of operative costs optimization commenced in 2009 are still in place. They are designed to permanently decrease the constant cost base which will allow more flexible expenses management.

The indicators of liquidity and solvency reached at the end of 2009 justify the positive assessment of the Bank's financial condition. The most important tasks for 2010 are the maintenance of the conservative approach towards the credit risk and its diversification with the simultaneous increase of business activity and increase of the base incomes. It should be possible due to the organizational changes made by the better utilization of the own distribution net, making the relations with clients more close and further improvement of efficacy of cost management. Another important goal is to increase the share of result from the commissions in the operative result.

Assessment of the internal audit system

The assessment of the internal audit system functioning at Kredyt Bank S.A. as well as the companies composing the Kredyt Bank S.A. Group is performed on a regular basis by the Audit and Inspection Department. The assessment of the internal audit control is presented to the Audit Committee members and the Audit Committee chairman informs other members of the Supervisory Board about the findings of the assessment.

The assessment is performed on the basis of audits and inspections findings, taking also into account the monitoring of the recommendations already issued by the Audit and Inspection Department, external auditor and the post-control recommendations of the regulatory bodies. In the assessment process the standpoint of the processes' owners is also taken into account relating to the actions taken aimed at making the functioning of the internal audit system more efficient.

25 business processes at the Bank and 6 processes in the subsidiaries were assessed in 2009. The key processes that really have an impact on the functioning of the internal audit system are as follows:

- crediting,
- managing the value, risk and capital,
- managing contingencies,
- compliance function,
- management of information directed to clients,
- electronic banking,
- payment cards,
- payments,
- ICT issues.

Assessment of the risk management system

In the process of risk management the most important role is played by the main bodies of the Bank i.e. the Management Board and the Supervisory Board. The Supervisory Board with the intermediation of the Audit Committee is informed about the most important decisions and gives its opinions on the Management Board's actions within the said respect.

The direct management of the certain kinds of risk is carried out by the specified committees:

- Assets and Liabilities Management Committee which is responsible for the risk management in the field of banking and commercial portfolio as well as the structural liquidity of the Bank,
- Operating Risk Committee along with its sub-committees – supervises the process of managing operating risk.
- Credit Risk Committee – supervises the process of credit risk management.

The works of the above-mentioned committees are headed by the Members of the Management Board who are present in the number of at least two in the composition of each committee.

The measurement and monitoring of all kinds of risk in Kredyt Bank is handled by the Risk Management Department. It is the only unit reporting all issues related to risk being fully independent from the business units. In the process of identification, measurement and management of risk Bank uses the techniques proper for each type of risk.

The superior goals of risk management policy are consistently realized in the first place in the area of observance of external and internal limits and optimizing and mitigating of risk in the form of a constant monitoring process. The process of risk management is strictly connected with the process of capital management. The most important goal of capital management is its optimization, of course with the simultaneous fulfillment of the capital requirements. To achieve the above-stated goal the ICAAP (Internal Capital Adequacy Assessment Process) was implemented in the first half of 2008.

The Supervisory Board of Kredyt Bank S.A.

Warsaw, April 26, 2010