

ČSOB ANNUAL REPORT 2013

(explanatory information)

Mandatory disclosed information

Based on the notice from the Czech National Bank (Licensing and Enforcement Department, Securities and Regulated Markets Division) dated 18 December 2014, **Československá obchodní banka, a. s.**, registered office Radlická 333/150, Praha 5, ID No.: 00001350, **issues the following explanatory information to the facts disclosed in the ČSOB Annual Report 2013**. The explanatory information was published on ČSOB's web site in the following section: Investor Relations - Annual reports and Semi-annual reports.

The explanatory information to the facts in ČSOB Annual Report 2013 is related to the description of an restatement of comparable items in 2012 and 2011 in the consolidated statement of cash flows and adds information on this reclassification:

Since the Group is a part of the consolidation scope of the KBC Bank, which prepares financial statements according to EU IFRS, the Group has decided to use the same presentation of items within the structure of financial statements consistent with KBC Bank and thus improve comparativeness of financial statement of the Group and its parent company. Therefore certain items are presented differently in the consolidated statement of cash flows for the year ended 31 December 2013 from the presentation applied in the financial statements at 31 December 2012. In compliance with the above stated reasons the Financial liabilities at amortised cost resulting from repo transactions with credit institutions in the amount of CZK 8,307m as at 31 December 2012 (31 December 2011: CZK 20,698m) were classified as Cash and cash equivalents. This classification provides more balanced view on structure of Cash and cash equivalents balance as receivables from reverse repo transactions at amortised cost are classified as Cash and cash equivalents by the Group and its balance increased compare to 2012.

A reconciliation of cash and cash equivalents as at 31 December 2012 is as follows:

(CZKm)	2012 Before reclassification	Reclassification	2012 Reclassified
Cash and cash equivalents at the beginning of the period	35,295	(20,698)	14,597
Change in operating liabilities	(18,099)	12,391	(5,708)
Net cash flow from operating activities	(11,273)	12,391	1,118
Net increase in Cash and cash equivalents	(16,308)	12,391	(3,917)
Cash and cash equivalents at the year end	18,987	(8,307)	10,680

In Prague, 17 April 2015



John Arthur Hollows
Chairman of the Board of Directors



Jiří Vévoda
Member of the Board of Directors