



1H 2007 ČSOB Group Results



IFRS Unaudited Consolidated
10 August 2007, Prague



Contents

Highlights

Financial Results

Business Results

Quality of Credit Portfolio

Other Information



ČSOB Innovation Leadership

1) Advisory and Asset Management

- Growing above market thanks to innovations, e.g. CSR capital guaranteed funds

2) Financing Housing Needs

- Maintaining position No. 1 thanks to innovations, e.g. Mortgage On-Line

3) SME segment

- Increasing volumes thanks to innovations, e.g. ČSOB Club of Successful Businessmen

4) Multibranding and Multichannel Distribution

- Instant improvement in distribution power, direct channels, e-innovations, e.g. Image Card

5) Bancassurance

- Integrating banking and insurance, growth of unit-linked insurance policies, e.g. Insurance for Mortgage



For more information see Appendix “ČSOB Innovation Leadership 2004-2007 (Czech Market)“.

Accenture Zlatá koruna 2007

ČSOB Group innovations were awarded



Accenture
Zlatá koruna 2007

- ČSOB Group was the most successful of Czech financial institutions
- ČSOB Group dominated in both main categories (“Innovation of the Year” and “Public Award”) and gained altogether 16 medals, incl. 5 golden ones:
 - **Innovation of the Year** – fully dominated by ČSOB Group
 - **GOLD:** Mortgage on-line (HB brand)
 - **SILVER:** PSB CashBack
 - **BRONZE:** ČSOB CashBack
 - **other golden medals for ČSOB Group**
 - **PUBLIC AWARD:** Max Internetbanking (PSB brand)
 - **MORTGAGES:** Mortgage on-line (HB brand)
 - **LOANS:** Loan for Education (PSB brand)
 - **PENSION FUNDS:** ČSOB PF Progres (ČSOB brand)



Financial Highlights

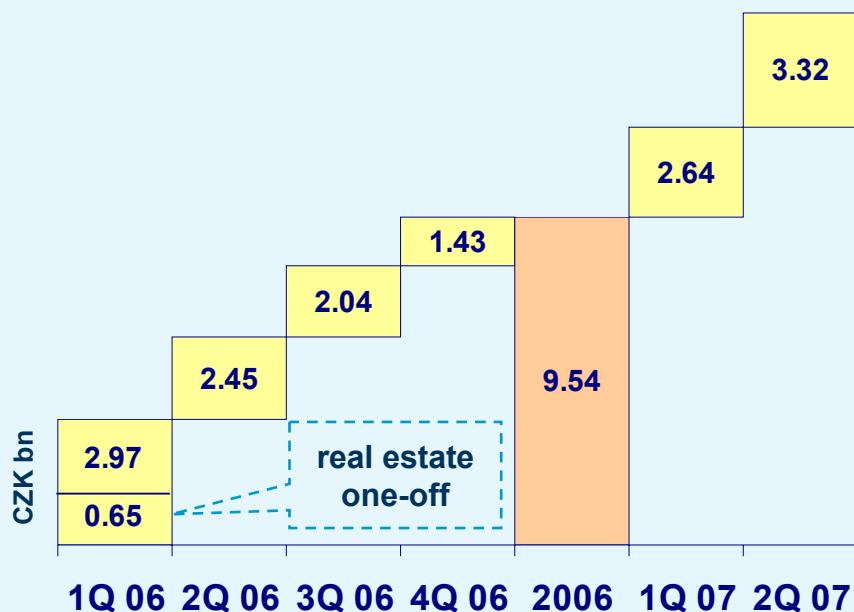
Net profit of CZK 5,968 m

- ČSOB Group recorded 1H 2007 net profit of **CZK 5,968 m**.
 - This represents a nominal decrease of 2 %, compared to CZK 6,074 m in 1H 2006.
 - Such a Y/Y comparison is largely distorted, especially by the real estate one-off in 1H 2006.
 - Excluding this one-off, net profit **grew by 10 % Y/Y**.
- Net interest income, **NII**, showed a strong growth of **18 % Y/Y** (see slide 14).
- Net fee and commission income, **NFCI**, increased by **4 % Y/Y** (see slide 15).
- Net trading income, **NTI**, slightly decreased by **9 % Y/Y** (see slide 15).
- Due to business expansion **underlying operating expenses** grew by **13 % Y/Y** (see slide 16).
- Underlying **cost/income** ratio remained flat around **50 %** (see slide 6).



Financial Highlights

Net profit development and ratios



2Q 2007 net profit of CZK 3.32 bn – up by 36 % Y/Y.

ROAC as of 31 May 2007 reached 35.1 %.



1H Cost-Income Ratio remained flat Y/Y around the level of 50 %.

NIM grew by 34 basis points Y/Y and the Bank's capital adequacy increased to 11.93 %, partially due to issuing the remaining CZK 7 bn of subordinated debt.

Financial ratios

excl. RE one-off	1H 2006 reclass.	1H 2007
C/I Ratio	48.5 %	50.3 %
Loan/Deposit Ratio*	55.5 %	67.0 %
NIM	2.35 %	2.69 %
CAD Bank*	8.99 %	11.93 %

Note: * Level at the end of period

Business Highlights

Assets side - strong growth in lending activities

(CZK bn)	30/06/2006	30/06/2007	Change Y/Y
Total Group lending ¹⁾	272.5	371.1	+36 %
Group business lending (CZ+SK) ²⁾	272.3	362.3	+33 %
Retail CZ - Housing loans	99.7	133.8	+34 %
- of which: mortgages (HB+ČSOB+PSB)	45.1	64.9	+44 %
- of which: building loans (ČMSS, 100 %)	54.6	68.9	+26 %
Retail CZ - Consumer lending (incl. Amer. mortgages)	8.2	10.8	+31 %
SME loans CZ	35.6	52.3	+47 %
Corporate loans Bank CZ	79.8	89.4	+12 %
Leasing CZ	25.6	31.2	+22 %
Total lending SK ³⁾	35.5	57.4	+62 %

Quality of loan portfolio remained on a very high level

NPL / Total Group lending	1.59 %	1.71 %	+0.12 pp
---------------------------	--------	--------	----------



Notes:

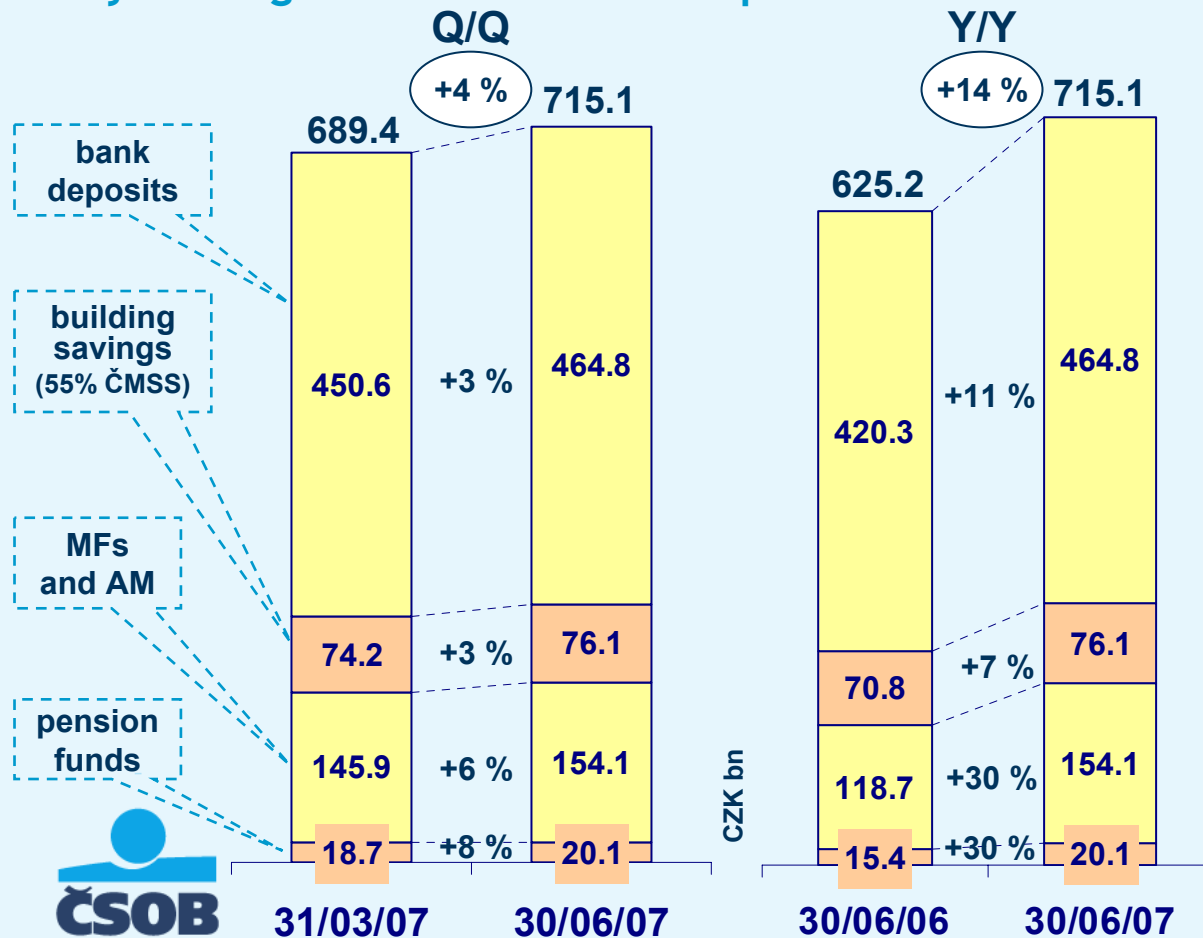
1) "Total Group lending" = "Loans and receivables" – "Due from banks" (from the Balance Sheet, ČMSS 55 %).

2) "Group business lending" = "Total Group lending" – ALM (securities) – historical bad debts +/- eliminations. (ČMSS 55 %)

3) In terms of SKK, Total lending SK grew by 41 % Y/Y, see slides 28-29.

AUM and Deposits (CZ+SK) at Glance

Dynamic growth of mutual and pension funds continues



Assets under management and deposits rose Y/Y by CZK 89.9 bn (+ 14 %).

The growth was driven mainly by mutual funds and pension funds which both have grown by 30 % (CZ and SK in total).

Within mutual funds in CZ (+33 % Y/Y), the sales of capital guaranteed funds were again extremely good. AUM in CGFs increased by 77 % Y/Y to CZK 33.2 bn. Thus ČSOB confirmed its No. 1 position in the CGFs market and No.2 in mutual funds with 27.8% market share as of March 2007.

ČSOB Group's Market Shares

Maintaining leading positions in the Czech and Slovak market

Insurance CZ (30/06/07)	MS	Rank
Life	9.7 %	5
Non-Life	4.7 %	5

Building Loans CZ * 45.2 %

Building Savings CZ * 35.1 %

Housing Loans CZ * 31.4 %

Total AUM 24.3 %

Bank Deposits CZ * 23.8 %

Factoring CZ (30/06/07)** 22.0 %

Leasing CZ ** 19.1 %

Mortgages CZ * 23.4 %

Corp/SME Loans CZ * 14.4 %

Bank Loans CZ * 13.3 %

Building Savings SK* 10.9 %

Building Loans SK* 4.5 %

Mutual Funds CZ * 27.8 %

Total Loans+Leases * 18.7 %

Leasing SK ** 16.8 %

2.

1.

3.



Notes: Market shares as of 31/03/07

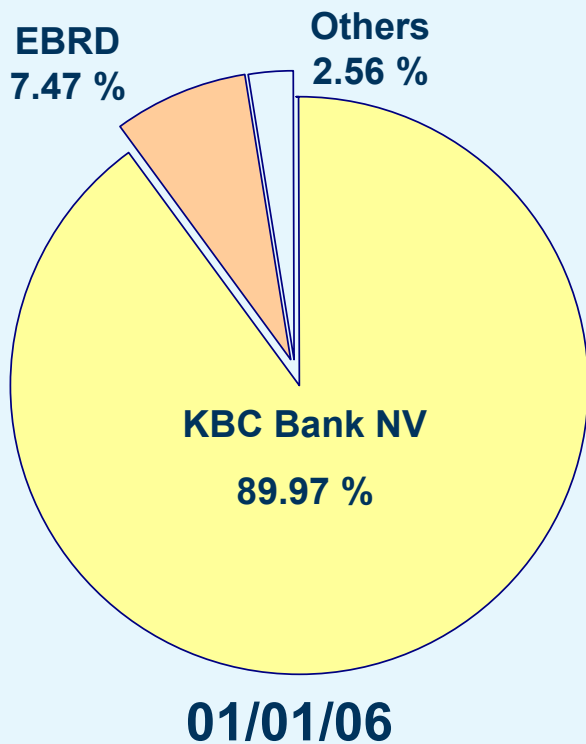
* Market share according to outstanding volume at the end of period

** Market share according to volume of new business

Source: ČNB, Financial Associations

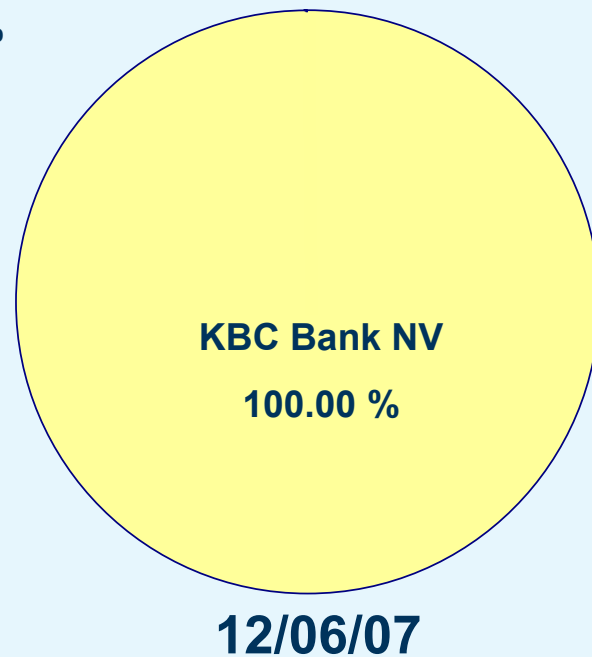
ČSOB's Shareholder Structure

KBC acquired full control in ČSOB



In December 2006, KBC Bank NV exercised its call option on 7.47% ČSOB shares held by the EBRD under a Put and Call Option Agreement dating back to the time of privatization in 1999. In June 2007, KBC Bank NV acquired the remaining 2.56 % ČSOB by the squeeze-out of minority shareholders. This operation was financed with KBC's capital surplus.

As of 30 June ČSOB's registered capital was CZK 5,105 m (EUR 178 m).



Market capitalization (as of 31/12/06):

ČSOB* = CZK 185 bn (EUR 6.6 bn); total KBC = EUR 33.7 bn

Note: * Based on squeeze-out valuation.



New Headquarters (NHQ)

New ecological building in Praha - Radlice

- In March, the ecological building of the new headquarters (NHQ) in Prague–Radlice was completed.
- During April – June 2007, all employees of headquarters moved into the new building.



- Open, flexible, efficient, green
- Space for communication of 2,500 service-minded people
- Important milestone on our journey towards high performance culture



Contents

Highlights

Financial Results

Business Results

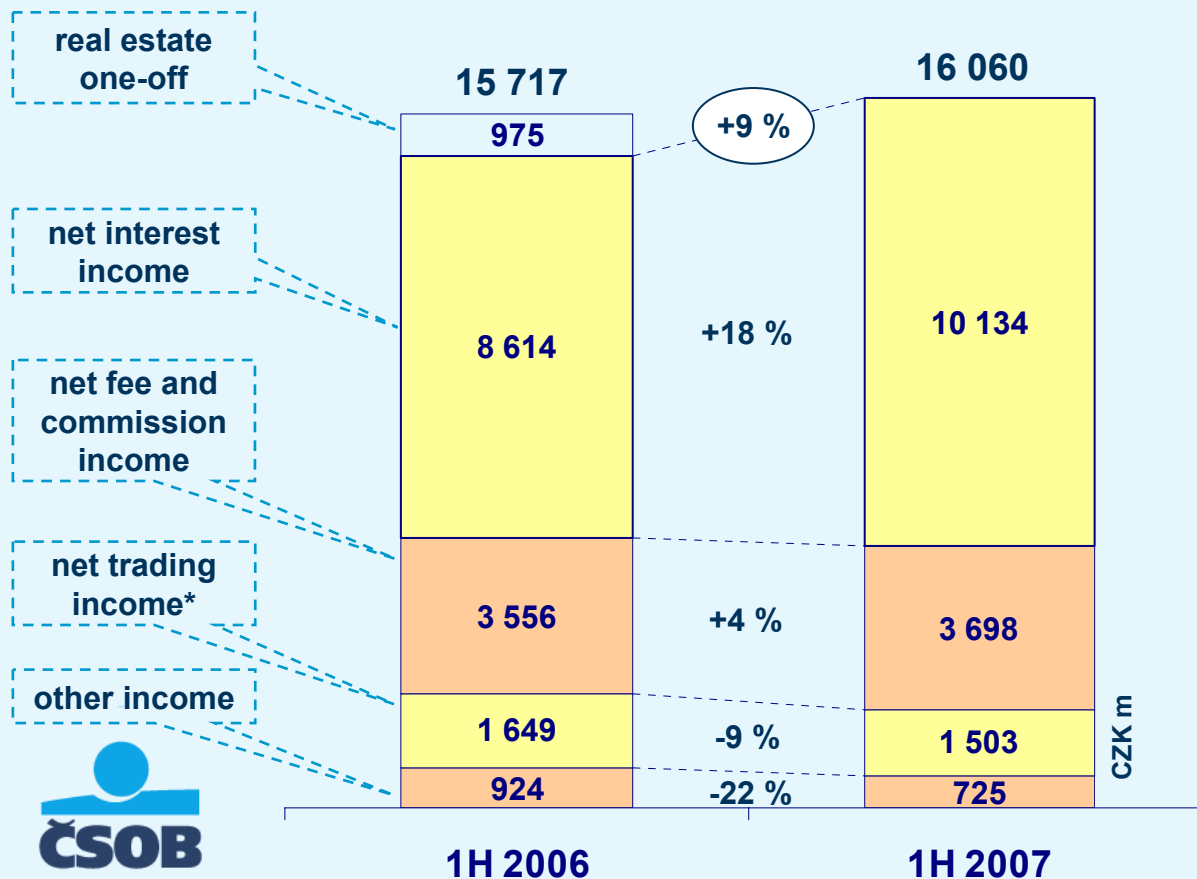
Quality of Credit Portfolio

Other Information



Operating Income

Up by 9 %, excluding real estate one-off



Operating income excluding the real estate one-off increased from CZK 14,742 m to CZK 16,060 m.

NII increased as a result of fast growing business volumes.

Net trading income reduction was caused by altered structure of FM operations (offset by NII) and slightly by the change in MVA methodology.

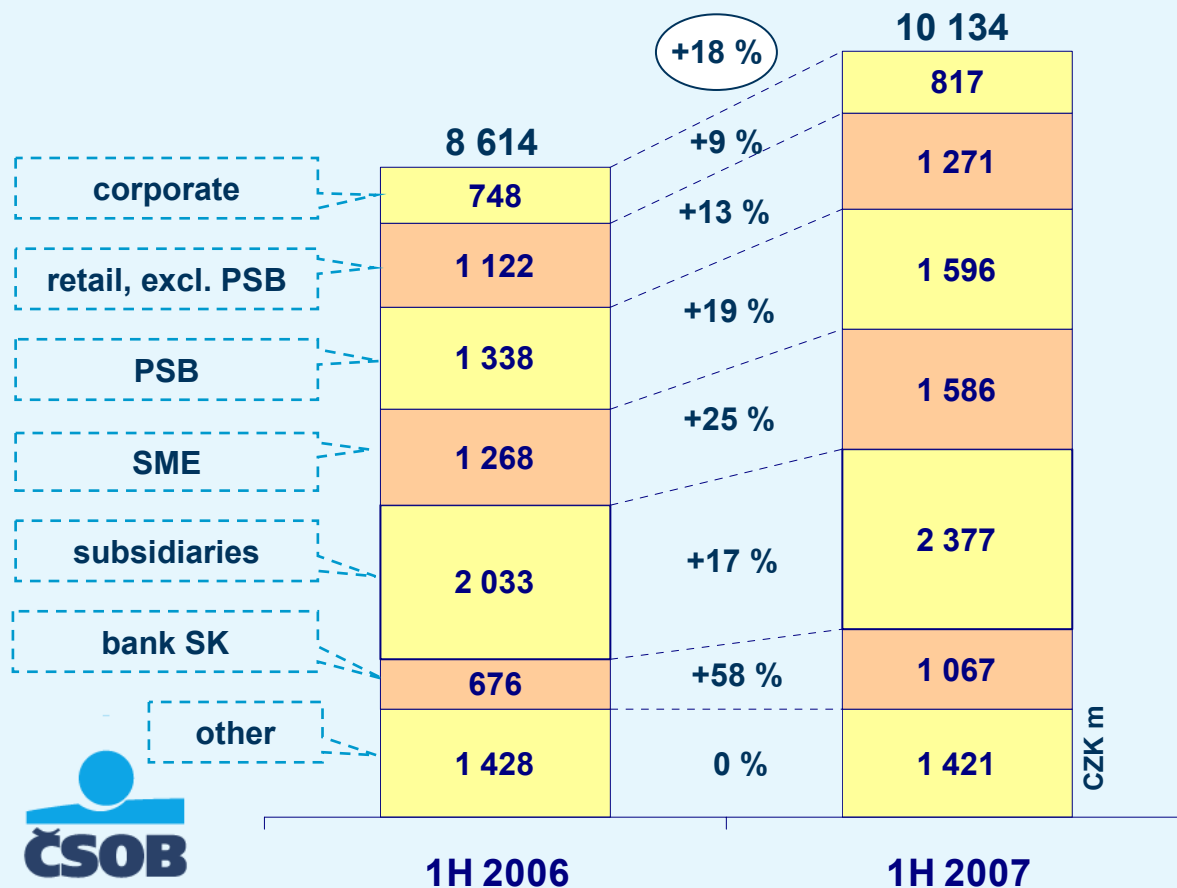
Operating income in 1H 2006 was distorted by CZK 975 m real estate one-off.

Note: * NTI = Net gains from financial instruments at fair value through P/L.



Net Interest Income

Growth in all segments continues



Net interest income increased by 18 % Y/Y thanks to good business results in all business segments.

The strongest growth of NII was recorded by the Slovak branch in all segments (+58 %).

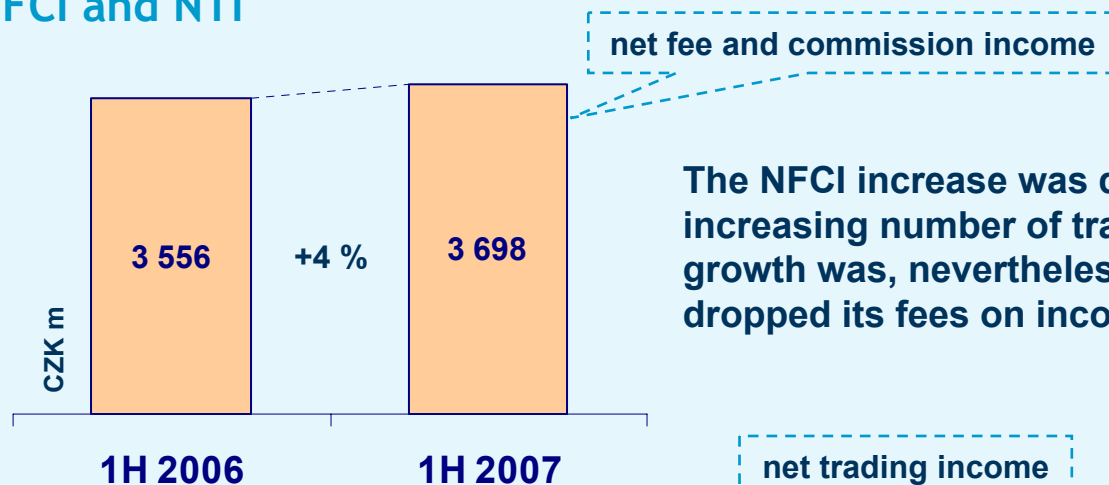
PSB is CZK 258 m above last year's 1H, driven mainly by deposits (especially current accounts). The CZK 318 m growth in SME was driven by volumes of both loans and deposits.

Item "Other NII" remained flat as the increase of interest income from FM operations was offset by the decrease related to the continuing revaluation of assets (ALM).

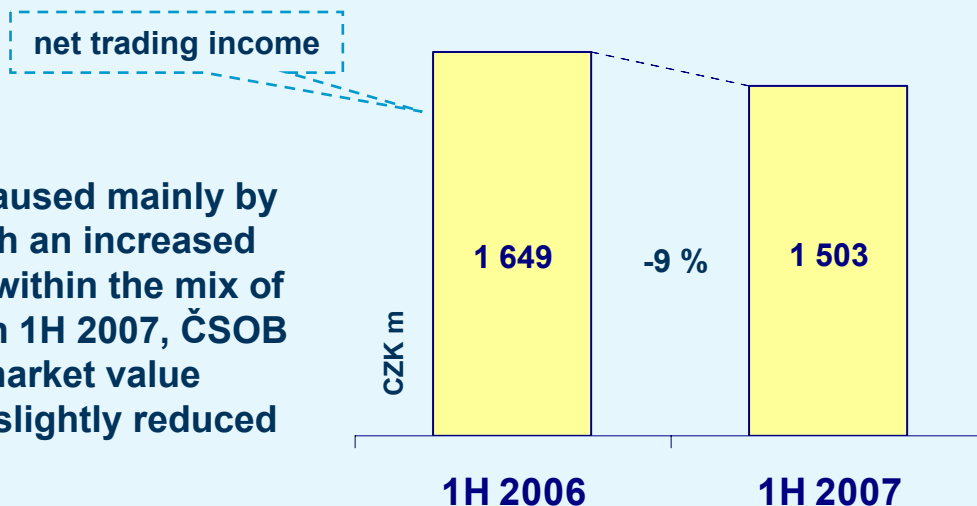


Non-Interest Income

NFCI and NTI



The NFCI increase was driven mainly by increasing number of transactions. The growth was, nevertheless, only 4 % as PSB dropped its fees on incoming payments.

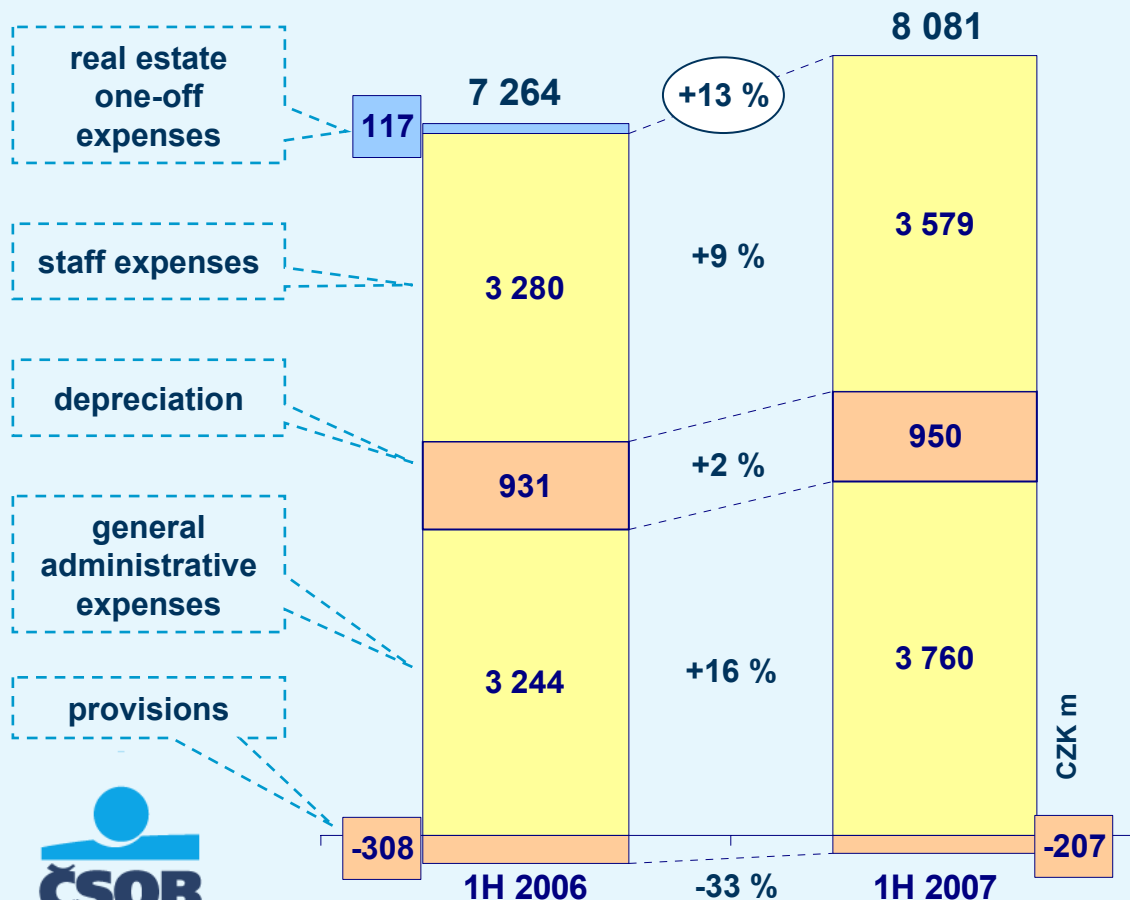


The Y/Y decrease in NTI was caused mainly by the shift in trading strategy with an increased emphasis on interest income (within the mix of trading and interest income). In 1H 2007, ČSOB changed the methodology of market value adjustment (MVA), which also slightly reduced NTI.



Operating Expenses

Up by 13 %, excluding real estate one-off



Operating expenses excl. real estate one-off increased from CZK 7 147 m to CZK 8 081 m.

The development of provisions was negatively affected by a CZK 245 m release of reserve on litigation in 1H 2006.

Increase of staff expenses was driven by growth of salaries and bonuses as a result of expanding business and by training costs.

Increase of GAE is connected especially to the change in accrual policy (Czech Post fee), the process of moving HQ to the new building, and communication expenses driven by e-innovations.



Profit and Loss Statement

(CZK m)	6M 2006	6M 2007	Y/Y
Net interest income	8 614	10 134	18%
Net fee and commission income	3 556	3 698	4%
Net gains from fin. instruments at fair value through P/L	1 649	1 503	-9%
Net realised gains on available-for-sale fin. assets, Dividend income, Other net income	1 899	725	-62%
Operating income	15 717	16 059	2%
Staff expenses	-3 280	-3 579	9%
General administrative expenses	-3 361	-3 760	12%
Depreciation and amortisation	-931	-950	2%
Provisions	308	207	-33%
Operating expenses	-7 264	-8 081	11%
Impairment losses	-599	-436	-27%
Share of profit of associates	0	89	-
Profit before tax	7 854	7 631	-3%
Income tax expense	-1 744	-1 617	-7%
Profit for the period	6 110	6 014	-2%
Attributable to:			
Equity holders of the parent	6 074	5 968	-2%
Minority interest	37	46	25%

real estate
income 2006:
CZK 975 m

real estate
expense 2006:
CZK 117 m

tax effect of
real estate
one-off 2006:
CZK 206 m

excl. RE one-off:
CZK 5422 m

excl. RE one-off:
+10%



Note: Structure of statements was changed according to IFRS 7, therefore some items for 1H 2006 were reclassified.

Balance Sheet (Assets)

(CZK m)	31/12/2006	30/06/2007	Ytd. change
Cash and balances with central banks	32 330	73 807	128%
Financial assets held for trading	149 877	226 431	51%
Financial assets designated at fair value through P/L	23 880	24 561	3%
Available-for-sale financial assets	66 166	67 953	3%
Loans and receivables - net	341 104	376 412	10%
<i>Loans and receivables - gross</i>	348 109	383 815	10%
<i>Loans and receivables - provisions</i>	-7 005	-7 403	6%
Held-to-maturity investments	108 772	118 689	9%
Derivatives used for hedging	5 124	3 373	-34%
Accrued interest income	6 574	6 367	-3%
Current tax assets	1 382	1 801	30%
Deferred tax assets	414	938	127%
Investments in associates	658	739	12%
Property and equipment	11 024	11 684	6%
Goodwill and other intangible assets	4 503	4 560	1%
Non-current assets held-for-sale	63	27	-56%
Other assets	10 430	9 283	-11%
Total assets	762 301	926 623	22%



Note: Structure of statements was changed according to IFRS 7, therefore some items for 1H 2006 were reclassified.

Balance Sheet (Liabilities)

(CZK m)	31/12/2006	30/06/2007	Ytd. change
Financial liabilities held for trading	14 060	13 617	-3%
Financial liabilities at fair value through P/L	84 663	196 771	132%
Financial liabilities at amortised cost	580 990	633 536	9%
Derivatives used for hedging	386	1 374	256%
Accrued interest expenses	1 917	2 572	34%
Current tax liabilities	149	114	-23%
Deferred tax liabilities	94	165	76%
Provisions	1 611	1 262	-22%
Other liabilities	25 898	20 810	-20%
Total liabilities	709 768	870 222	23%
Share capital	5 105	5 105	0%
Share premium account	2 259	2 259	0%
Statutory reserve	18 687	18 687	0%
Retained earnings	24 686	30 647	24%
Available-for-sale reserve	605	-271	-145%
Cash flow hedge reserve	946	-294	-131%
Foreign currency translation reserve	-147	-76	-48%
Parent shareholders' equity	52 139	56 056	8%
Minority interests	394	345	-12%
Total equity	52 533	56 401	7%
Total liabilities and equity	762 301	926 623	22%

includes
item
Subordi-
nated debt



Note: Structure of statements was changed according to IFRS 7, therefore some items for 1H 2006 were reclassified.



Contents

Highlights

Financial Results

Business Results

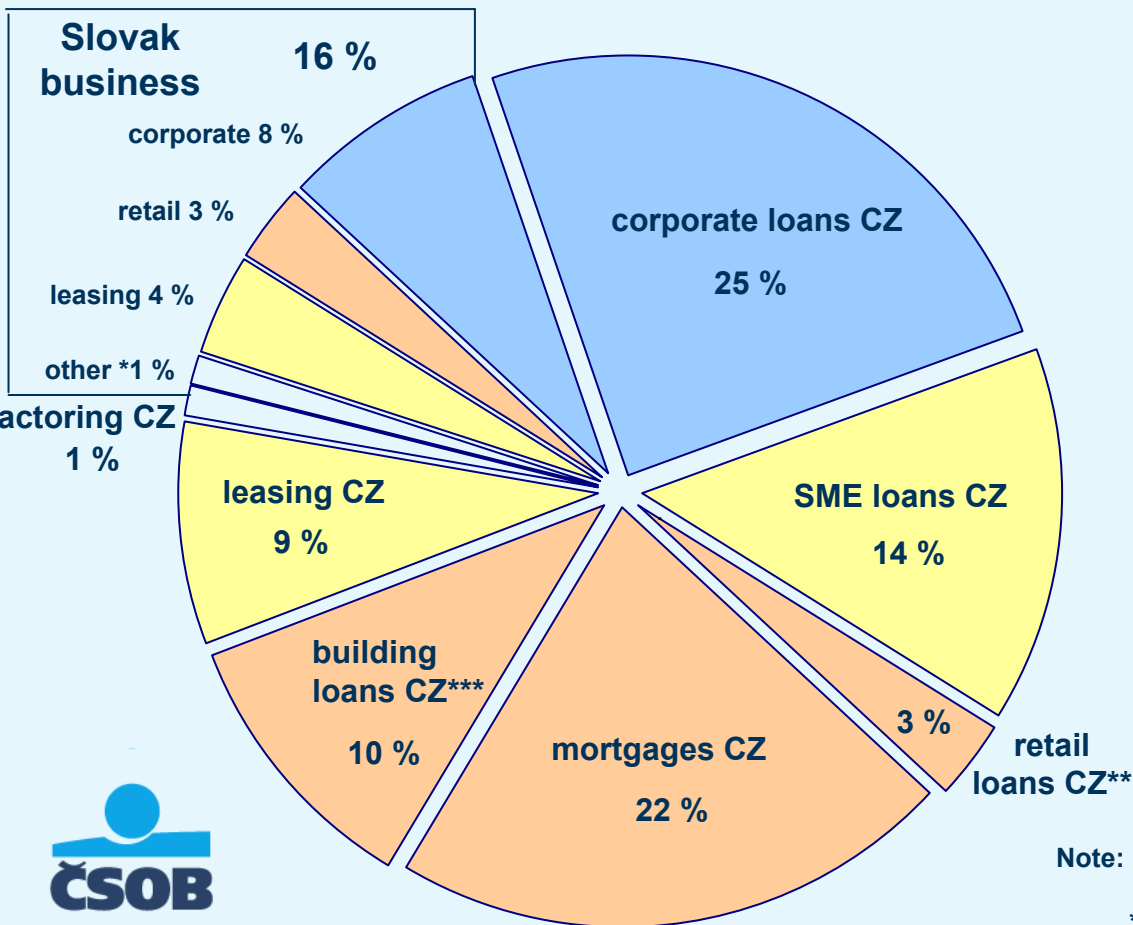
Quality of Credit Portfolio

Other Information



Group Business Lending

Increase of by 33 % Y/Y and of 9 % Q/Q



Total Group Business Lending rose by 33 % Y/Y and reached CZK 362 bn. This strong Y/Y rise was supported by the growth of all segments, especially by SME loans CZ (+47 %), mortgages CZ (+41 %), and ČSOB SK (total business lending +41% in SKK).

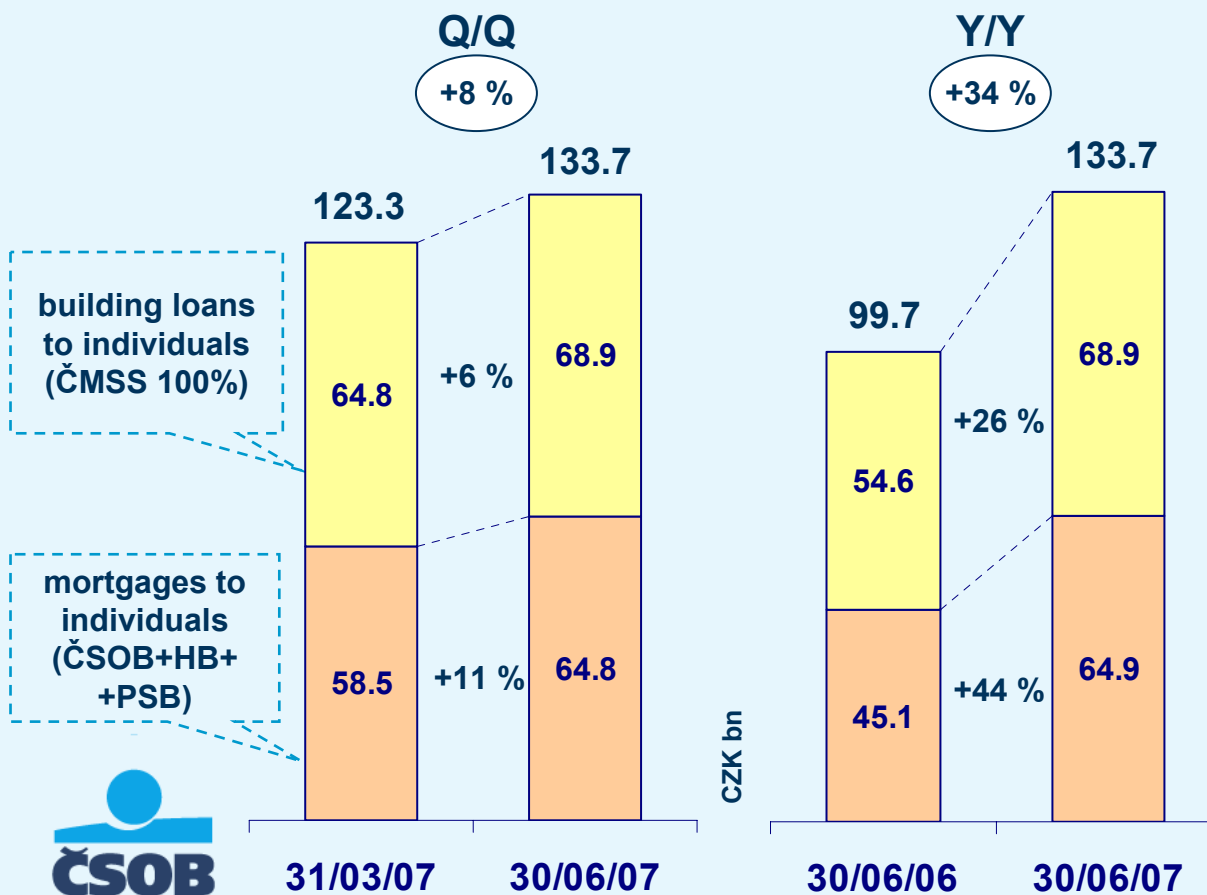
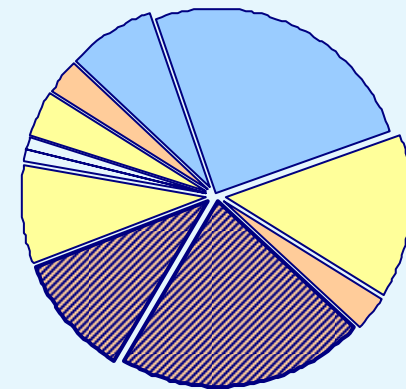
During March-June 2007, total Group business lending grew by 9 %. The main contributors were mortgages CZ (+13 %), SME loans (+11 %) and total business lending in Slovakia (+8 % in SKK).

Note: * incl. factoring, SME loans, and building loans
 ** excl. mortgages and building loans
 *** ČMSS consolidated proportionally by 55 %



Housing Loans (CZ)

Leading the market



The outstanding volume of housing loans topped CZK 133 bn and increased Y/Y by 34 %.

New sales of mortgages in 1H increased by 66 % and amounted to CZK 21.3 bn. Thus ČSOB is on the 2nd place with market share of 25.1 % (June 2007).

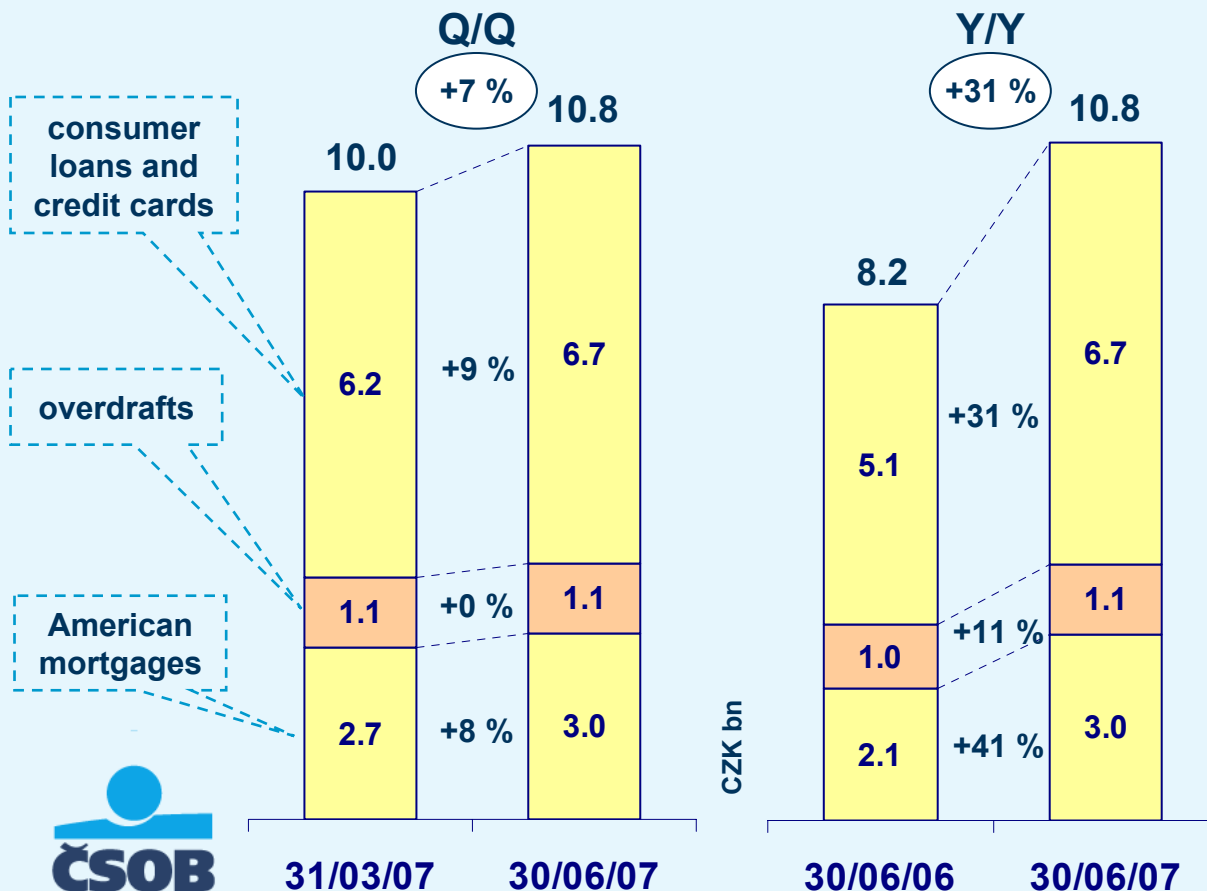
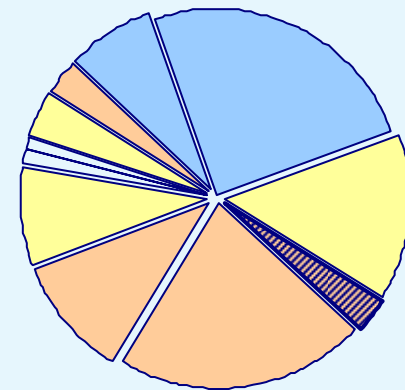
In 2Q, HB started to offer a remote access to the property evidence for free and ČMSS launched its new Liška plus+ building savings.

ČSOB Group keeps its first position in providing loans for housing purchase.



Consumer Lending (CZ)

Interest in ČSOB's consumer lending continues



Total consumer lending rose by 31 % Y/Y and reached the amount of CZK 10.8 bn. In 2Q, American mortgages rose by 41 % and the outstanding volume of consumer loans and credit cards increased by 31 %.

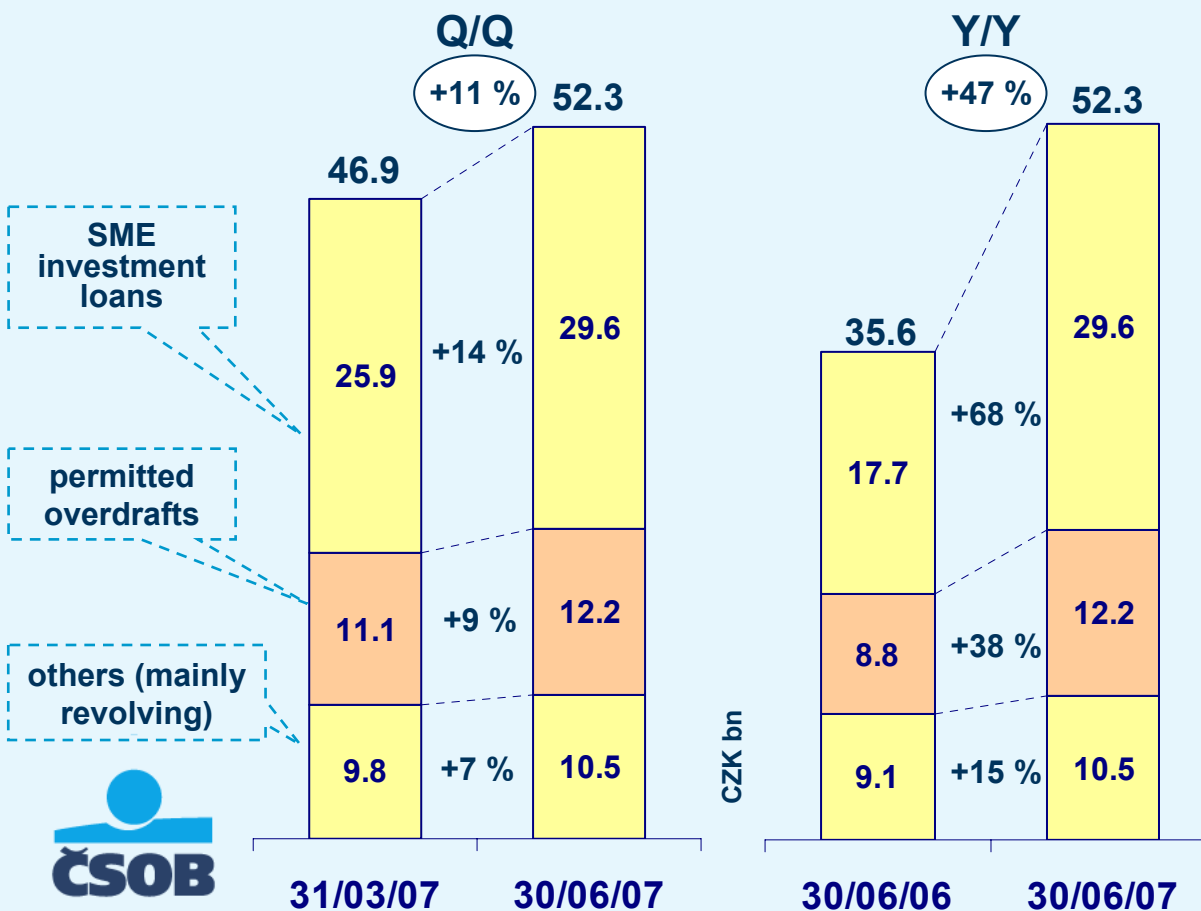
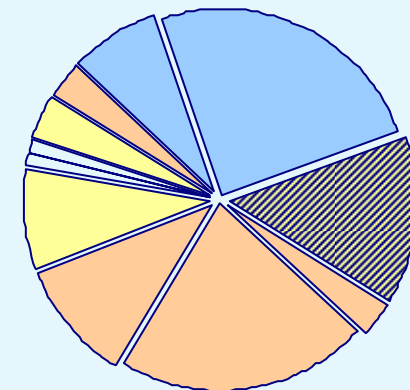
Consumer lending showed in May market share of 12,6%.

One of the ČSOB's most successful product, Loan for better living, recorded significant growth of 33 % since the beginning of the year.



SME Lending (CZ)

Remarkable growth via innovations



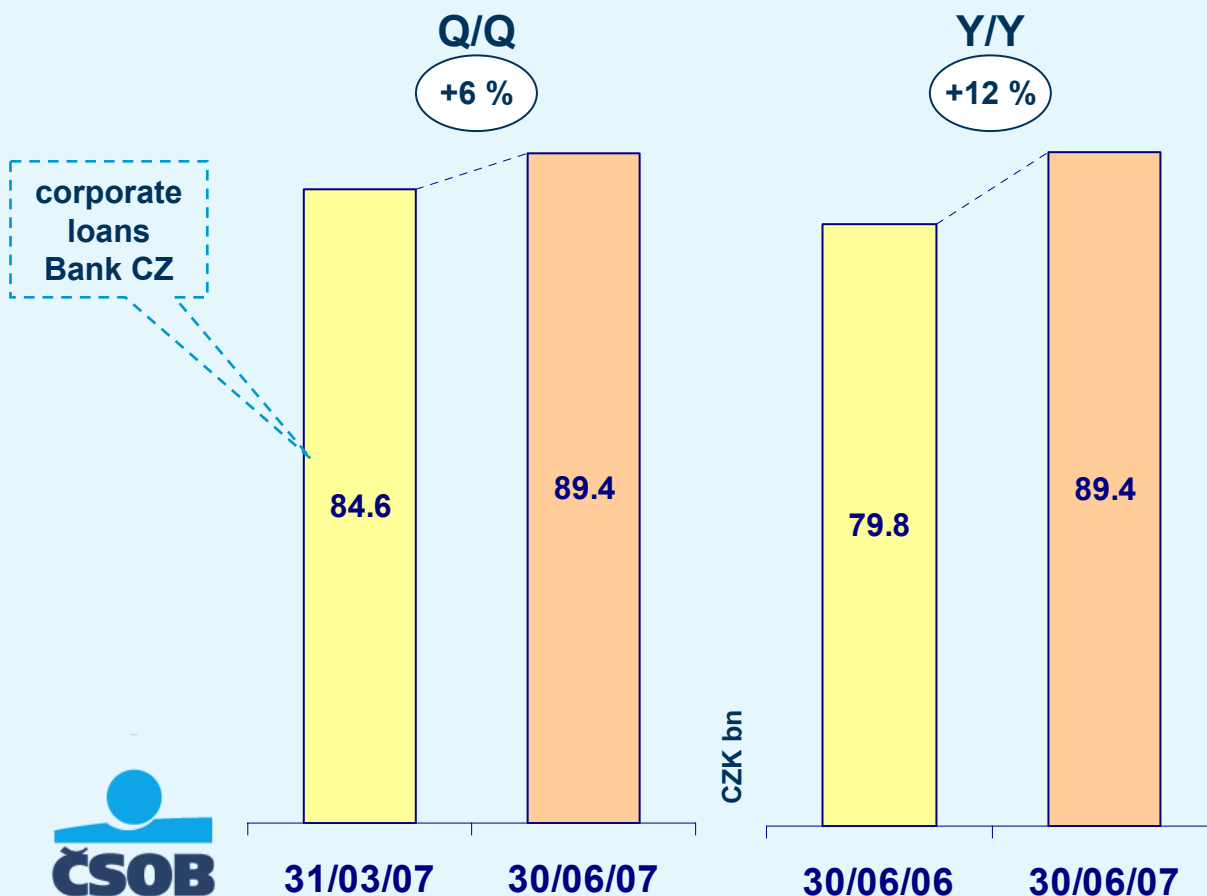
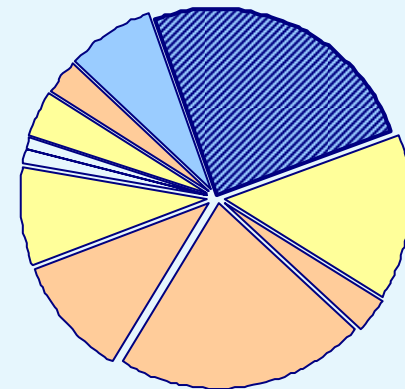
SME lending topped CZK 52.3 bn and improved Y/Y by 47 %. (+11 % Q/Q, respectively). The Y/Y growth was caused by growth of Investment loans (+68 %) and Permitted overdrafts (+38%).

In 2Q, ČSOB introduced new web portal with useful information for SME – ČSOB Club of Successful Businessmen.



Corporate Lending (CZ)

Significant contributor to ČSOB's lending activities



The volume of corporate loans reached CZK 89.4 bn, i.e. +12 % Y/Y.

There was a visible Q/Q increase in volume of corporate loans thanks to several large structured finance corporate deal (e.g. International Power Opatovice or Nowaco).



Large Structured Finance Deals

ČSOB concluded many reference corporate and institutional deals

ORCO - Hagibor office building

ČSOB as an Agent and Security Agent and KBC as an Arranger in financing of office space for Radio Free Europe



Nowaco

ČSOB as a Sole Arranger/ Underwriter and Agent for recap of previous buyout by JP Morgan and Bancroft

International Power Opatovice

Refinancing of existing syndicated facility with ČSOB as a Mandated Lead Arranger



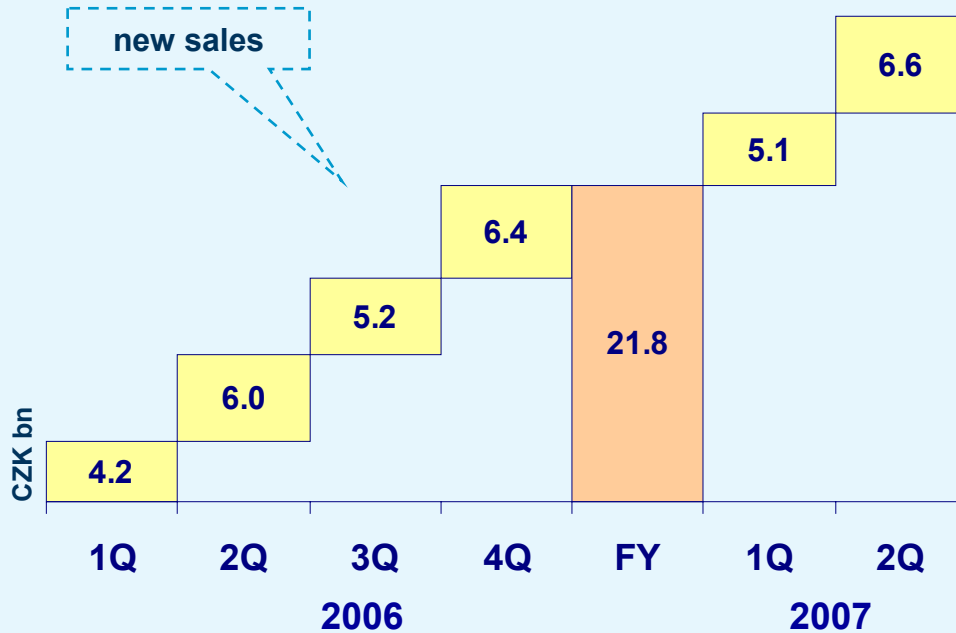
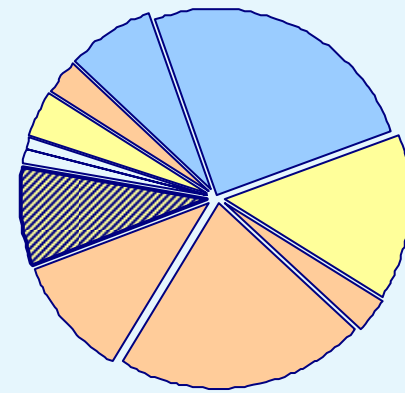
Public tender for Flood Prevention Project

ČSOB will disburse, manage, and distribute financial flows from state budget and EIB in total volume up to CZK 15.2 bn



Leasing (CZ)

ČSOB Leasing - No. 1 in the Czech Republic



As of 30 June, new turnover reached CZK 11.7 bn (+13 % Y/Y). The Y/Y growth was driven by financial leasing, full service operative leasing and consumer loans.

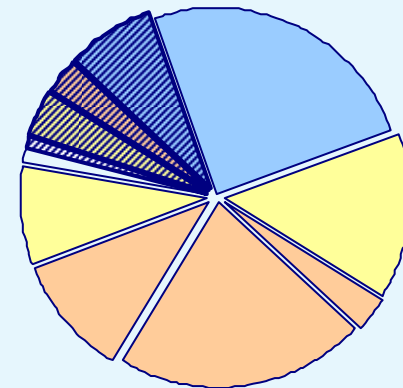
In 1H 2007, ČSOB Leasing launched eLine – on-line application for concluding of contract.

ČSOB Leasing ranked for the fifth time in a row as No. 1 among financial intermediaries and support financial institutions in the ranking of 100 most important Czech companies.



Lending in Slovakia

Ongoing growth across all segments (in SKK bn)

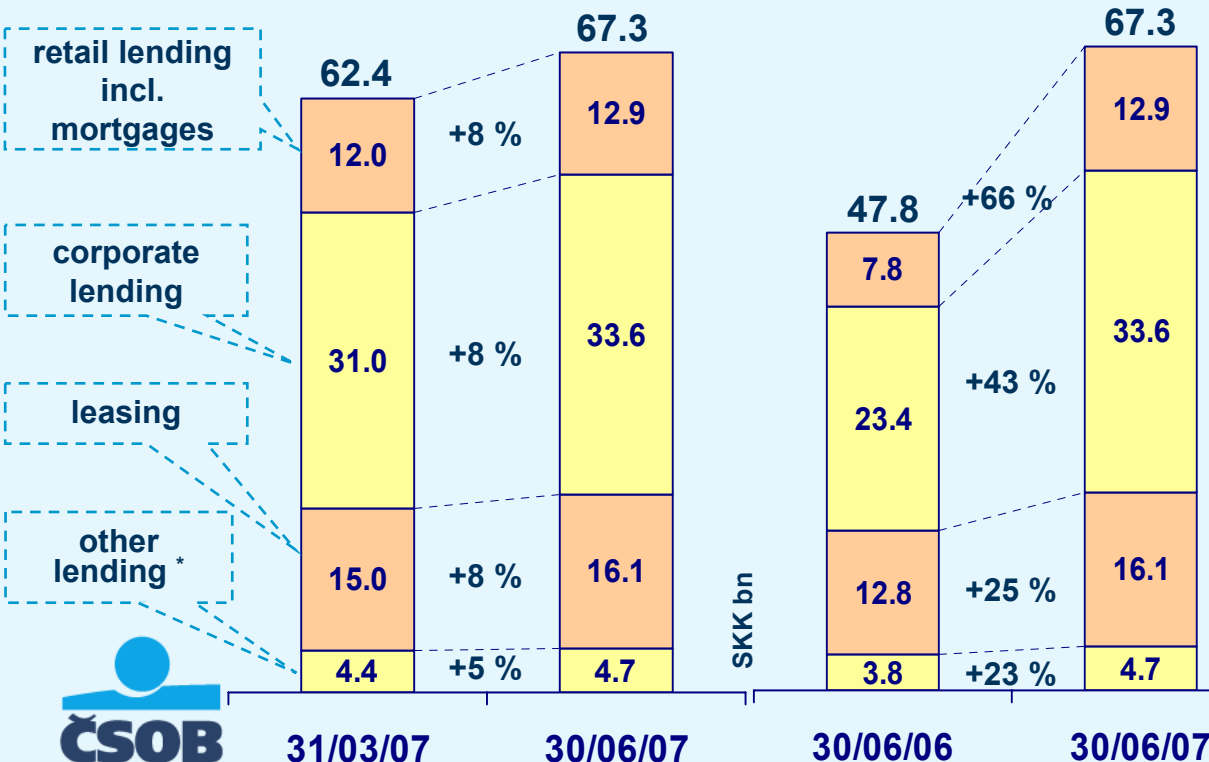


Q/Q

+8 %

Y/Y

+41 %



Business Lending in Slovakia rose by 41% Y/Y (or by 62 % in CZK terms due to strong appreciation of SKK).

Retail loans increased Y/Y by 66 %, of which mortgages growth was 85 % (to SKK 10.2 bn). Also SME loans substantially increased by 64 % (to SKK 1.7 bn).

Total loans provided by ČSOB SK keep a stable position in the market with an 8% share.

Based on an agreement with EIB, ČSOB Leasing SK launched EU Leasing for entrepreneurs in 1H 2007.



31/03/07

30/06/07

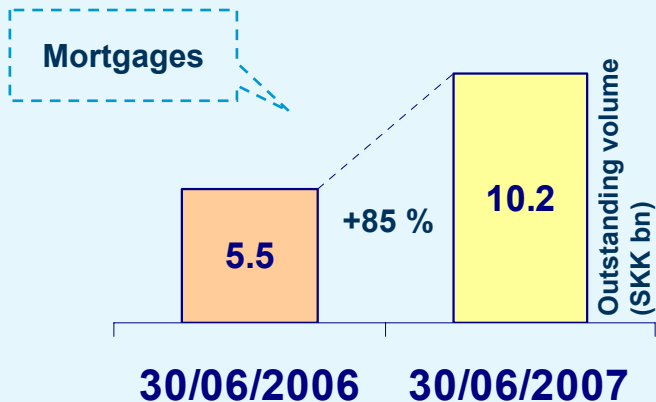
30/06/06

30/06/07

Note: * incl. factoring, SME loans, and building loans

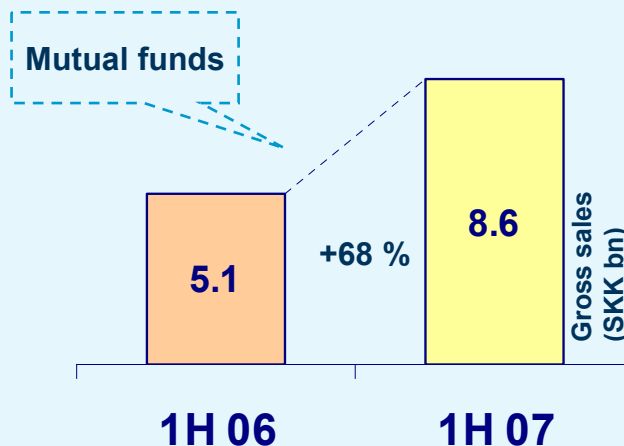
Slovak Business

Bank for Living and Investing (in SKK bn)



Outstanding volume of mortgages in SK rose by 85 % Y/Y and reached SKK 10.2 bn. In January-May 2007, gross sales exceeded SKK 2.0 bn.

Gross sales of mutual funds in 1H 2007 reached SKK 8.6 bn (+68 % Y/Y). ČSOB SK confirmed its No. 1 position in capital guaranteed funds. In 1H 2007, ČSOB SK launched first property CGF - FUND PARTNERS ČSOB Reality SKK 1.

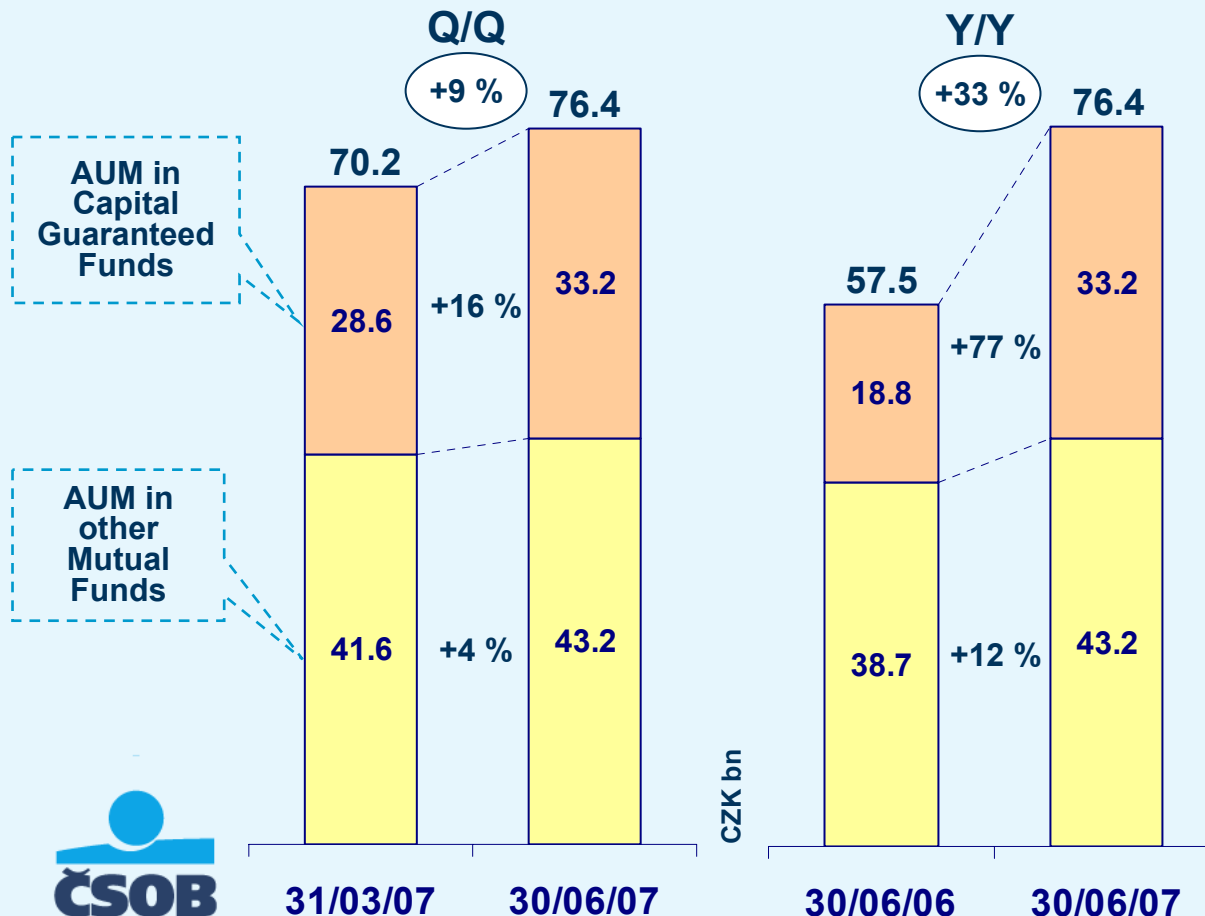


As of 01/01/2008, CSOB SK will be separated as a new legal entity.



Mutual Funds (CZ)

Remarkable Q/Q growth of mutual funds



Assets in mutual funds grew by 33 % Y/Y and exceeded CZK 76 bn.

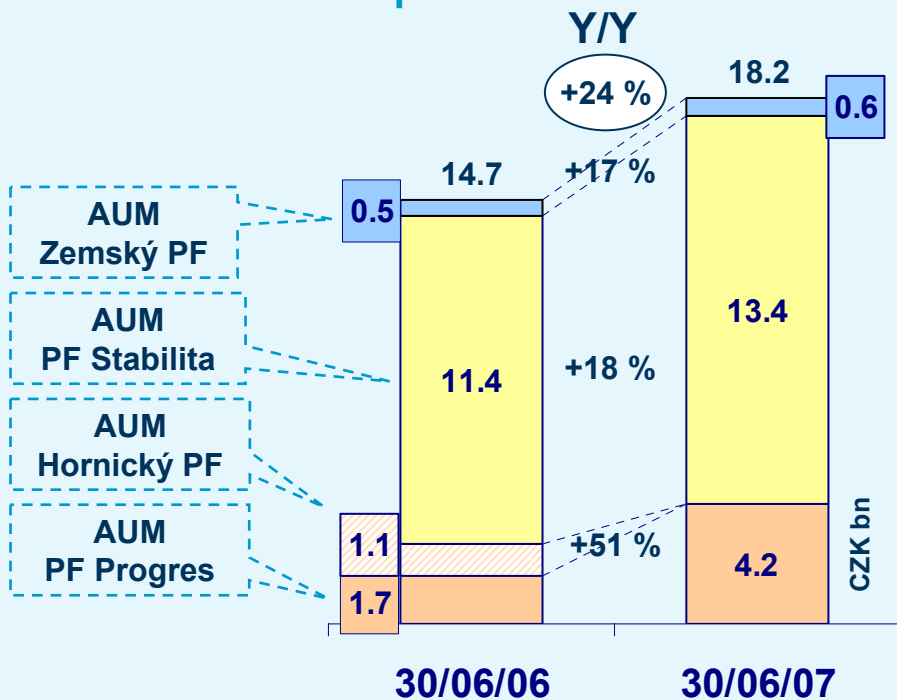
ČSOB Capital Guaranteed Funds once again confirmed No. 1 position in the market while the volume of assets under management in CGFs exceeded CZK 33 bn (+77 % Y/Y). During 2Q, CGFs rose by 16 %.

In 2Q, ČSOB continued in its CSR policy on the field of CGFs and launched ČSOB Water Health 2 and ČSOB Change of Climate 1.



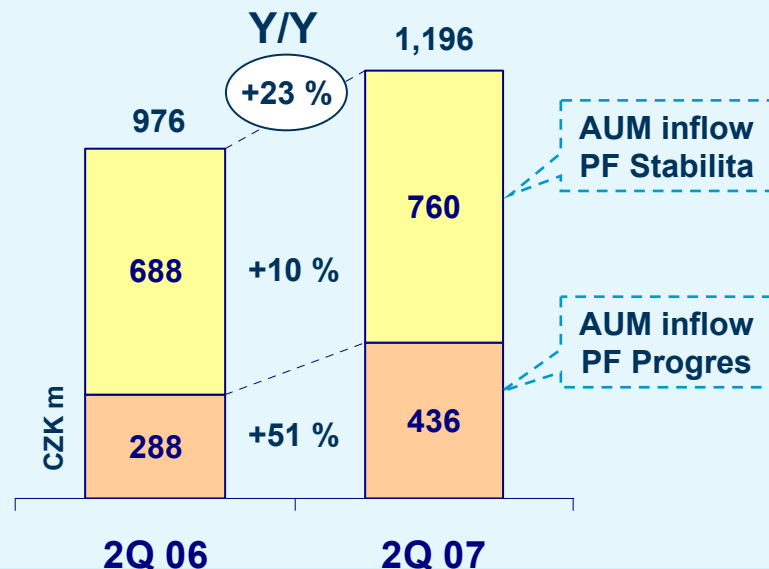
Pension Funds (CZ)

Positive development of ČSOB PFs number of clients



The volume of assets placed in ČSOB PFs rose by 24 % Y/Y and exceeded CZK 18 bn.

In 1H, ČSOB PFs showed above average rate of growth of number of clients (in 1Q 2007 22.2 % Y/Y, market 10 % Y/Y). As of 30 June 2007, number of ČSOB PFs clients counted for 580 ths.

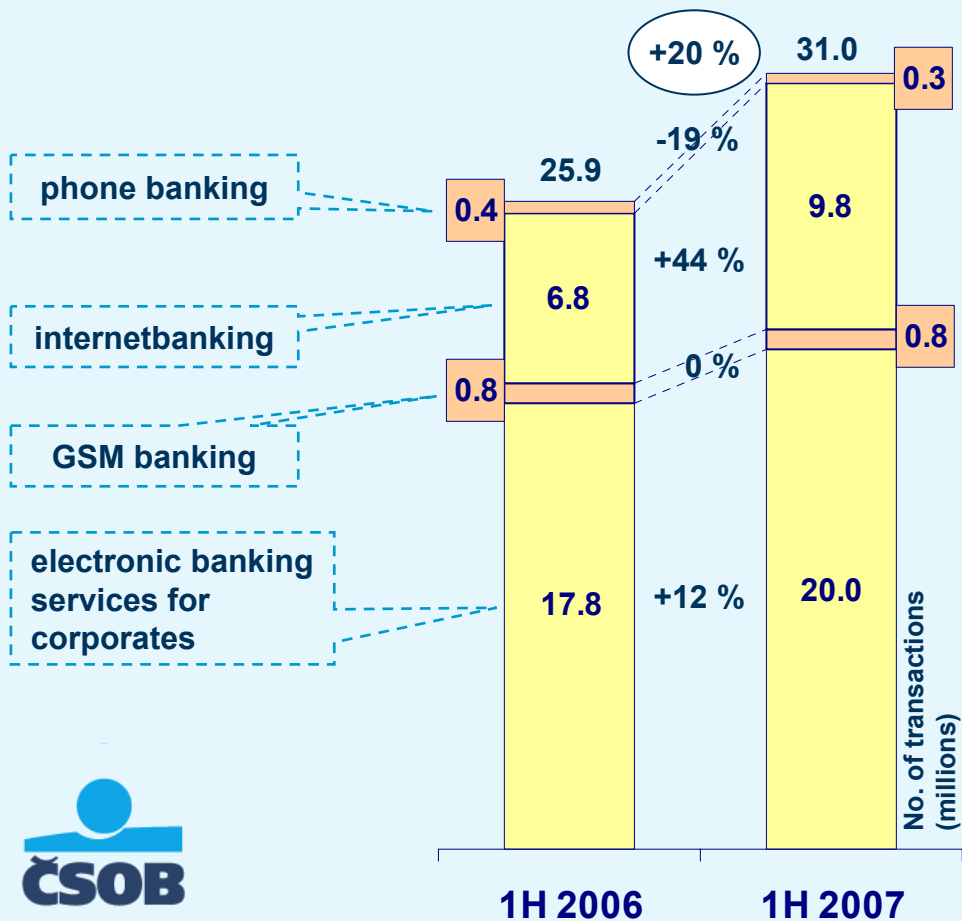


PF Progres (merged with Hornický PF) with its focus on younger clients and more dynamic investment strategy increased its assets under management as well as AUM inflow by 51 % Y/Y.



Direct Channels

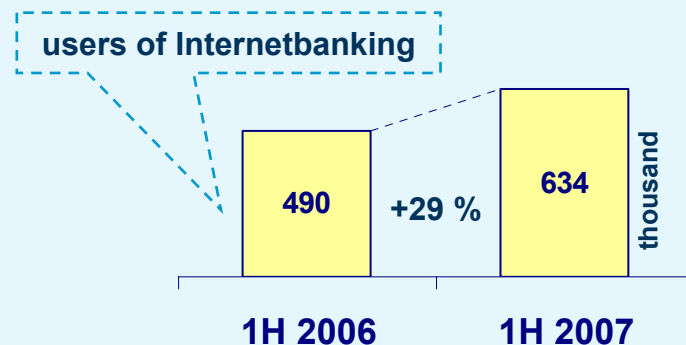
79 % of the payment orders were done via direct channels



In 1H 2007, ČSOB and PSB clients entered 31 million transactions through direct channels (+20 %).

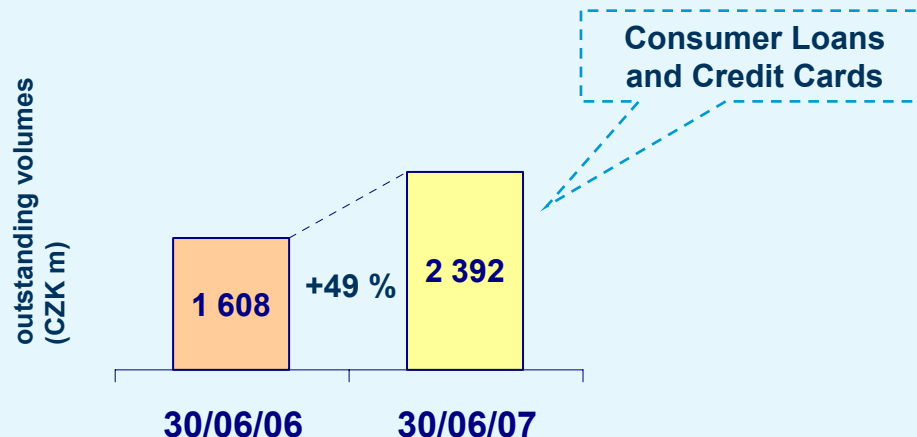
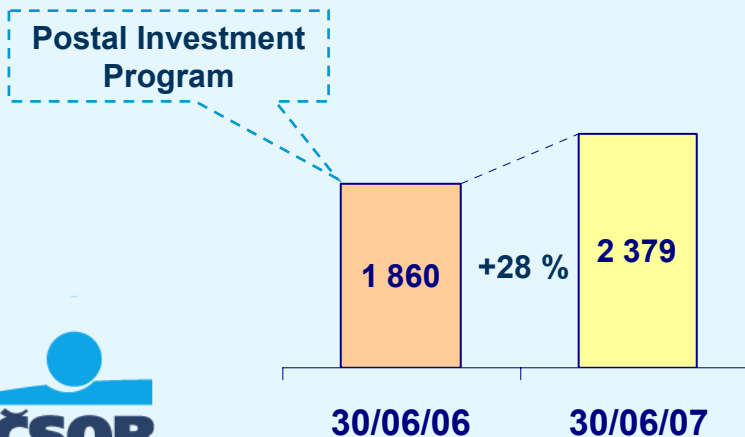
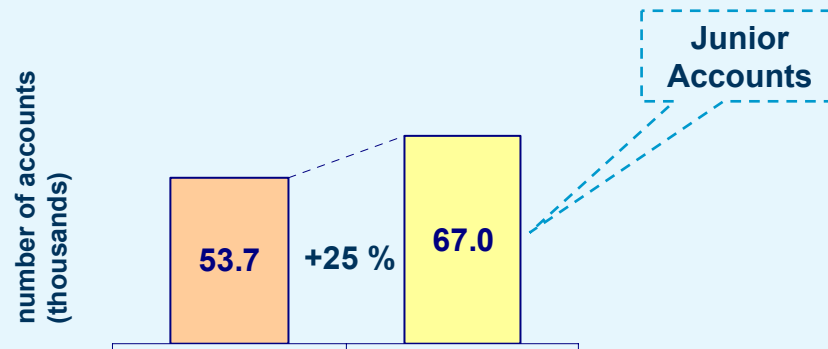
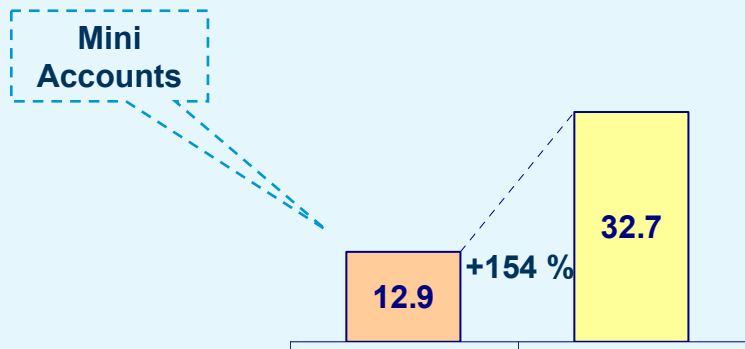
In 1H, ČSOB launched new e-products: ČSOB BusinessBanking 24 Online, Max Homebanking PS Online, and ČSOB BusinessBanking Lite (SK).

Internetbanking transactions increased by 44 % Y/Y (PSB +94 %). Number of Internetbanking users rose by 29 % Y/Y.



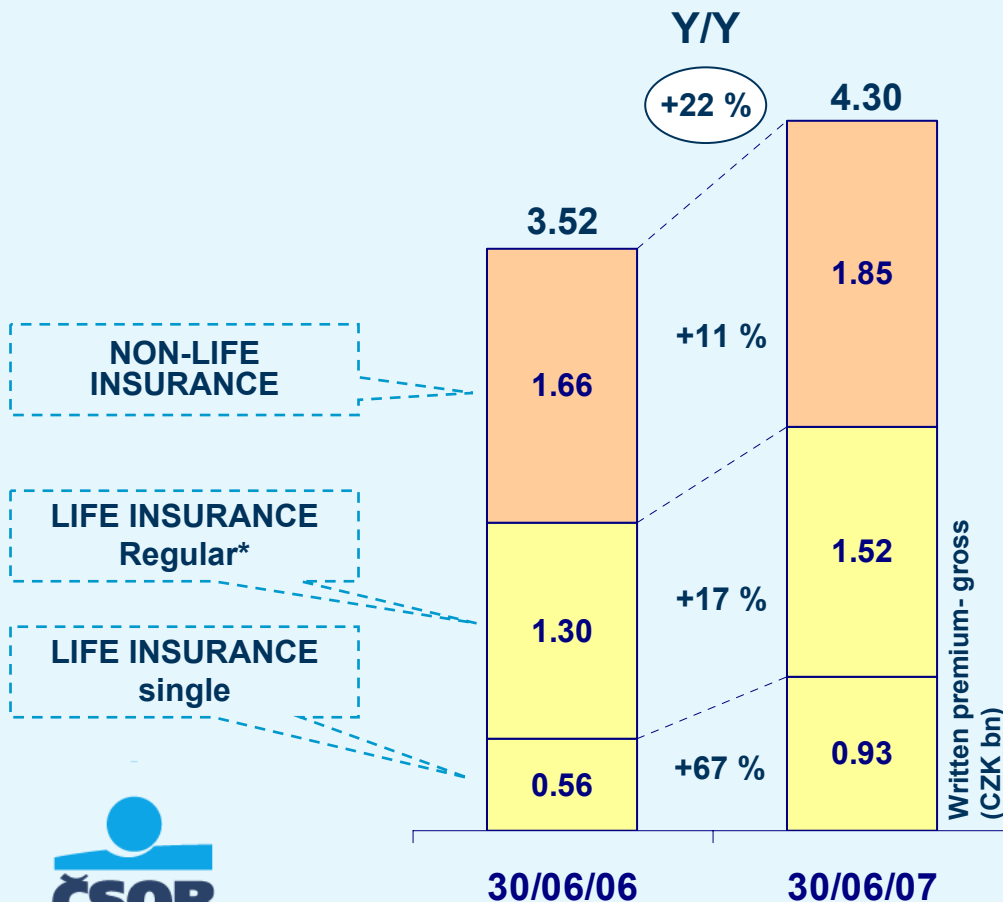
Postal Savings Bank

Success coming from deposit products



ČSOB Insurance Company (CZ)

Increasing volumes of gross written premium



Non-life gross written premium in the amount of CZK 1.846 bn grew by 11 % Y/Y across all products mainly Accident, Households, and Casco Insurance.

Life gross written premium of CZK 2.449 bn increased in 1H 2007 by 32 % Y/Y. Regular premium is 3 % above prior year and single paid insurance grew by 67 % Y/Y mainly thanks to ČSOB branch network.

ČSOB Insurance Company reported net profit CZK 470 m in 1H 2007.

Note: * Incl. CZK 154 m in 1H 2006 and CZK 336 m in 1H 2007 of one-time paid premium connected to regularly paid policy. Figures reported herein differ from those of the Czech Insurance Association which includes this item in single paid premium.





Contents

Highlights

Financial Results

Business Results

Quality of Credit Portfolio

Other Information



NPLs and Provisions

IFRS, consolidated, gross (in CZK bn)

	31/12/06	30/06/07	Ytd change
Total loans	315.57	371.08	+17.6 %
- of which, NPLs	5.34	6.33	+18.5 %
Total provisions	6.98	7.38	+5.7 %
NPLs / total loans	1.69 %	1.71 %	+0.02 pp
Coverage of NPLs by provisions	130.8 %	116.5 %	-14.3 pp

Loan-Loss Ratio (Group CZ+SK)

0.36 %

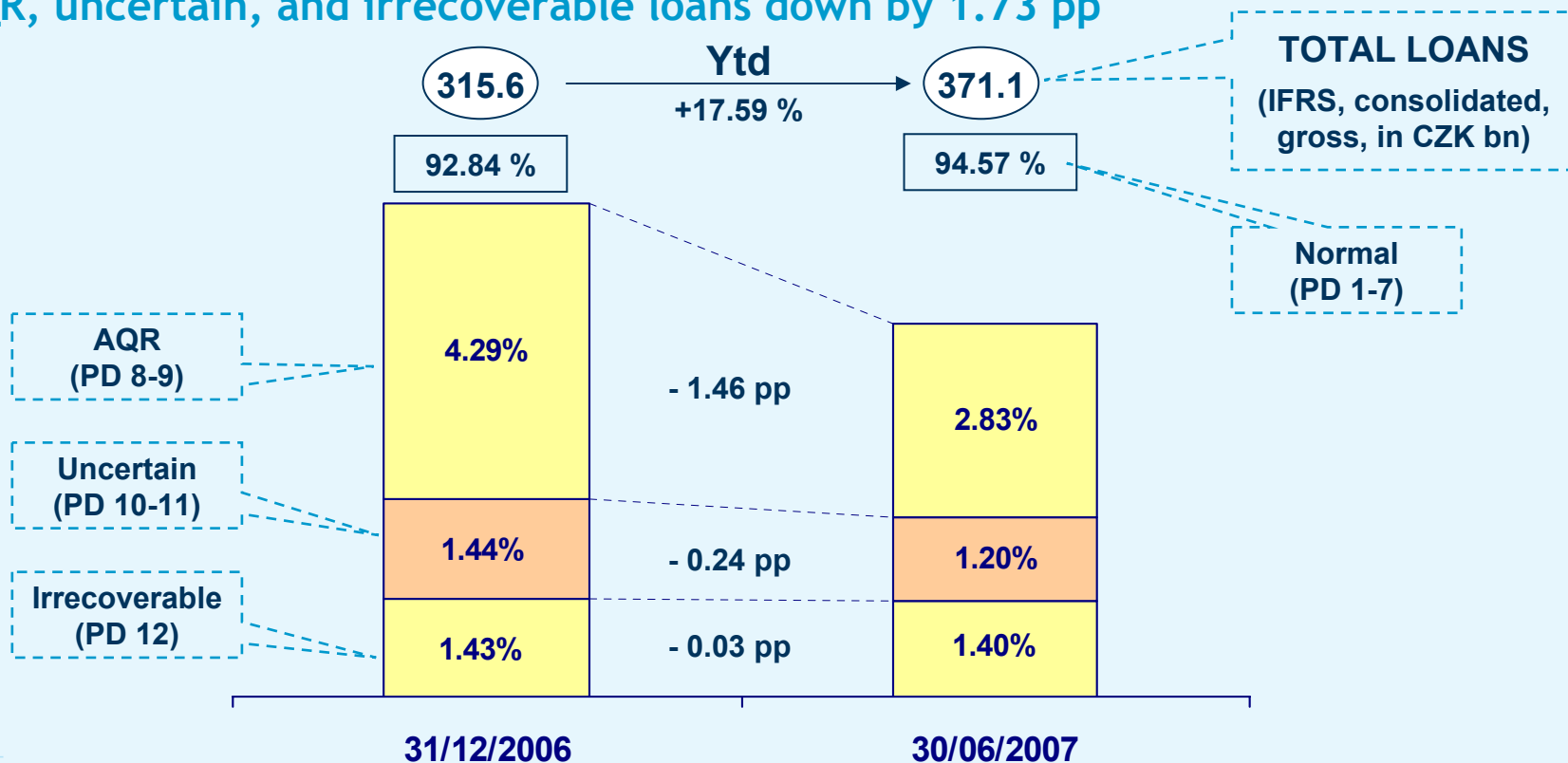
0.29 %



ČSOB applies a conservative approach to classification of NPLs. If at least one installment of principal or interest is more than 90 days overdue, all loans granted to the particular client are classified as non-performing.

Loan Portfolio Quality - IFRS Classification

AQR, uncertain, and irrecoverable loans down by 1.73 pp



Loan portfolio improved during 1H 2007, notwithstanding the strong growth of lending.

Note: ČSOB Group's internal classification (the system of 12 PD rating grades) is based on the newly implemented Basel 2 models. The PD ratings, applied in line with KBC Group policy, are in compliance with the ČNB's methodology.



Contents

Highlights

Financial Results

Business Results

Quality of Credit Portfolio

Other Information



Penetration Ratios

Substantial increase of penetration ratios

Our multi-channel distribution and cross-selling activities have provided us with further strong increase in penetration ratios.

	30/06/2006	31/12/2006	30/06/2007
Retail	4.19	4.39	4.56
SME	3.31	3.42	3.56
Retail+SME	4.02	4.21	4.37

Total number of products sold per customers increased in Retail as well as in SME segment.

The average ratio reached 4.37 products per customer and thus rose by 16 bp Q/Q and 35 bp Y/Y.



Note: There is no standard methodology in calculating penetration ratios.
Thus the figures reported above can be compared only in time, not across banks.

ČSOB's Profile

Numbers and statistics - ČSOB Bank (incl. PSB)

	31/12/06		30/06/07	
	CZ	SK	CZ	SK
Employees (FTE)	6,750	1,487	6,677	1,527
Customers (ths)	3,015	202	2,949	209
ČSOB branches*	214	105	216	113
PSB financial centers**	20	-	27	-
ATMs	585	130	611	131
Payment cards (ths)	1,723	158	1,766	168
- of which: Credit cards (ths)	70.9	7.8	69.4	11.5
Users of direct banking (ths)	1,302	176	1,412	195



Note: * In SK, number of branches includes business centers for SMEs, corporate branches, branches for institutional clientele and Private bank branches.

** In addition, PSB provides its services through Czech Post Offices, number of outlets: ca 3,350.

ČSOB's Ratings

Improved rating in 1H 2007

In February, Moody's upgraded ČSOB's Financial Strength rating from C- to C.

- ČSOB's Bank Financial Strength Rating (BFSR) is underpinned by its strong franchise in SME and retail segments, as well by strong financial fundamentals of the bank.
- Moody's: "ČSOB has a leading position in the Czech Republic and strong financial fundamentals, including a good level of recurring earnings, sound liquidity, solid capitalization and improving asset quality."

	Long-term	Short-term	Other	
Moody's	A1	Prime-1	Financial strength	C
Fitch	A+	F1	Individual	B/C
				Support 1



Macroeconomic Environment (CZ)

Dynamic growth

		2005	2006	2007e
GDP	change, %	6,5	6,4	5,5
Industrial production	change, %	6,7	11,2	8,5
Construction output	change, %	4,2	6,6	13,0
Retail sales	change, %	4,0	6,4	6,5
Inflation (CPI)	average, %	1,9	2,5	2,7
Current account	% of GDP	-1,6	-3,1	-3,2
Rate of unemployment (ILO)	average, %	8,0	7,2	6,0
Real wages	change, %	3,2	3,9	4,4
CZK/EUR	average	29,78	28,34	28,08
PRIBOR 3M	average, %	2,01	2,30	3,00
IRS 10Y	average, %	3,48	3,79	4,30
General government balance	% of GDP	-3,5	-3,0	-3,8



Note: e) ČSOB estimate

Source: Czech Statistical Office, Czech National Bank, Eurostat

Macroeconomic Environment (SK)

Dynamic growth

		2005	2006	2007e
GDP	change, %	6,0	8,3	8,9
Industrial production	change, %	3,6	9,8	11,5
Construction output	change, %	14,7	14,9	13,5
Retail sales	change, %	9,7	8,8	7,0
Inflation (CPI)	average, %	2,7	4,5	2,3
Current account	% of GDP	-8,5	-8,3	-4,4
Rate of unemployment (ILO)	average, %	16,2	13,3	11,8
Real wages	change, %	6,3	3,3	4,8
SKK/EUR	average	38,59	37,25	33,50
BRIBOR 3M	average, %	2,93	4,32	4,30
IRS 10Y	average, %	3,72	4,52	4,60
General government balance	% of GDP	-2,8	-3,4	-2,7



Note: e) ČSOB estimate

Source: Slovak Statistical Office, National Bank of Slovakia, Eurostat

Definitions

Glossary of financials ratios used

ROAC (return on allocated capital)	net profit, including minority interests, of a business unit, corrected for income on allocated instead of real equity / average allocated equity to business unit
C/I (Cost/Income Ratio)	operating expenses / operating income
Loan/Deposit Ratio	total Group lending / [bank deposits + building savings (55 % ČMSS)]
NIM (net interest margin)	net interest income / interest earning assets (lines 2-4,6,8 in slide 18)
CAD (capital adequacy ratio)	according to prudential reports of ČNB - Basel I
NPL (non-performing loans)	outstanding amount of non-performing loans (loans for which principal repayments or interest payments are more than 90 days overdue) / total outstanding loan portfolio (“Loans and receivables” – “Due from banks”)
LLR (Loan-Loss Ratio)	net changes in individual and portfolio-based impairment for credit risks / average outstanding loan portfolio





Contacts

Ondřej Vychodil

Head of Investor Relations

+420 224 114 106, onvychodil@csob.cz

Michal Nosek

Investor Relations Analyst

+420 224 114 111, minosek@csob.cz

Zuzana Klimplová

Investor Relations Analyst

+420 224 114 109, zklimplova@csob.cz

investor.relations@csob.cz

