

FIRST INVESTMENT BANK AD**Consolidated balance-sheet as at 31 December 2008**

Unaudited

	in BGN '000	
	31 December 2008	31 December 2007
ASSETS		
Cash and balances with central banks	751 864	611 262
Financial assets held for trading	9 681	13 529
Investments available for sale	286 623	374 203
Financial assets held to maturity	62 395	106 084
Loans and advances to banks and other financial instii	10 244	189 575
Loans and advances to customers	2 969 857	2 778 123
Property and equipment	153 358	115 010
Intangible assets	5 632	848
Other assets	20 977	12 743
TOTAL ASSETS	4 270 631	4 201 377
LIABILITIES AND CAPITAL		
Due to banks	53 035	3 195
Due to other customers	2 855 232	2 475 139
Liabilities evidenced by paper	832 620	1 238 113
Subordinated term debt	53 852	51 005
Perpetual debt	98 658	98 386
Deferred tax liability	1 732	1 417
Other liabilities	6 881	8 143
TOTAL LIABILITIES	3 902 010	3 875 398
Issued share capital	110 000	110 000
Share premium	97 000	97 000
Statutory reserve	39 861	39 861
Revaluation reserve on available for sale investments	(6 467)	(350)
Reserve from translation of foreign operations	(813)	(515)
Retained earnings	128 998	79 858
SHAREHOLDERS' EQUITY	368 579	325 854
Minority interests	42	125
TOTAL GROUP EQUITY	368 621	325 979
TOTAL LIABLITIES AND EQUITY	4 270 631	4 201 377

J. Skortchev
EXECUTIVE DIRECTOR

(signed)

E. Lukanov
EXECUTIVE DIRECTOR

(signed)

FIRST INVESTMENT BANK AD

Consolidated statement of shareholders' equity for the year ended 31 December 2008

unaudited

in BGN '000

	Share capital	Share premium	Retained earnings	Revaluation reserve on available for sale investments	Reserve from translation of foreign operations	Законови резерви	Minority interests	Total
Balance as at 1 January 2007	100 000	-	28 960	(258)	-	39 861	(170)	168 393
Increase of shareholders' equity, fully paid-up	10 000	97 000	-	-	-	-	-	107 000
Revaluation reserve on available for sale investments, net	-	-	-	(92)	-	-	-	(92)
Capital increase of subsidiary	-	-	-	-	-	-	180	180
Movement related to changes in minority interest's shareholding	-	-	(215)	-	-	-	215	-
Reserve from translation of foreign operations	-	-	-	-	(515)	-	-	(515)
Net profit for 2007.	-	-	51 113	-	-	-	(100)	51 013
Balance as at 31 December 2007	110 000	97 000	79 858	(350)	(515)	39 861	125	325 979
Revaluation reserve on available for sale investments, net	-	-	-	(6 117)	-	-	-	(6 117)
Reserve from translation of foreign operations	-	-	-	-	(298)	-	-	(298)
Net profit for 2008	-	-	49 140	-	-	-	(83)	49 057
Balance as at 31 December 2008	110 000	97 000	128 998	(6 467)	(813)	39 861	42	368 621

J. Skortchev
EXECUTIVE DIRECTOR

(signed)

E. Lukanov
EXECUTIVE DIRECTOR

(signed)

FIRST INVESTMENT BANK AD**Consolidated income statement for the year ended on 31 December 2008**

Unaudited

	in BGN '000	
	2008	2007
Interest and similar income	335 937	270 045
Interest expense and similar charges	(188 428)	(137 436)
Net interest income	147 509	132 609
Fee and commission income	72 825	60 799
Fee and commission expense	(9 409)	(9 837)
Net fee and commission income	63 416	50 962
Net trading income	4 258	11 827
Other net operating income	(1 519)	(201)
TOTAL INCOME FROM BANKING OPERATIONS	213 664	195 197
General administrative expenses	(156 145)	(107 325)
Impairment losses	979	(26 958)
Other expenses, net	(4 268)	(4 261)
PROFIT BEFORE TAX	54 230	56 653
Income tax expense	(5 173)	(5 640)
GROUP PROFIT AFTER TAX	49 057	51 013
Minority interests	83	100
NET PROFIT	49 140	51 113
Basic and diluted earnings per share (in BGN)	0.45	0.48

J. Skortchev (signed)
EXECUTIVE DIRECTOR

E. Lukanov (signed)
EXECUTIVE DIRECTOR

FIRST INVESTMENT BANK AD**Consolidated statement of cash flows for the year ended 31 December 2008**

unaudited

	in BGN '000	
	2008	2007
Net cash flow from operating activities		
Net profit	49 140	51 113
Adjustment for non-cash items		
Impairment losses	(979)	26 958
Depreciation and amortization	17 477	11 668
Income tax expense	5 173	5 640
	70 811	95 379
Change in operating assets		
(Increase)/decrease in financial instruments held for trading	3 848	(290)
Decrease in available for sale investments	81 463	133 711
(Increase)/decrease in loans and advances to banks and financial institutions	(22)	19 087
(Increase) in loans to customers	(190 755)	(1 095 308)
(Increase) in other assets	(8 234)	2 121
	(113 700)	(940 679)
Change in operating liabilities		
Increase/(decrease) in deposits from banks	49 840	(7 241)
Increase in amounts owed to other depositors	380 093	782 942
Net increase in other liabilities	922	1 455
	430 855	777 156
Income tax paid	(7 423)	(5 232)
NET CASH FLOW FROM OPERATING ACTIVITIES	380 543	(73 376)
Cash flow from investing activities		
(Purchase) of tangible and intangible fixed assets	(60 609)	(45 933)
(Acquisition)/decrease of investments	43 689	(35 863)
NET CASH FLOW FROM INVESTING ACTIVITIES	(16 920)	(81 796)
Financing activities		
Increase of shareholders' equity, fully paid-up	-	10 000
Increase of share premium	-	97 000
Capital increase of subsidiary	-	180
Increase/(decrease) in borrowings	(402 374)	117 846
NET CASH FLOW FROM FINANCING ACTIVITIES	(402 374)	225 026
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(38 751)	69 854
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	800 665	730 811
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	761 914	800 665

J. Skortchev

EXECUTIVE DIRECTOR

E. Lukanov

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