

FIRST INVESTMENT BANK AD**Consolidated balance-sheet as at 30 September 2008**

Unaudited

	in BGN '000	
	30 September 2008	31 December 2007
ASSETS		
Cash and balances with central banks	664 829	611 262
Financial assets held for trading	10 236	13 529
Investments available for sale	396 590	374 203
Financial assets held to maturity	63 401	106 084
Loans and advances to banks and other financial insti	9 050	189 575
Loans and advances to customers	2 909 680	2 778 123
Property and equipment	142 862	115 010
Intangible assets	5 876	848
Other assets	26 825	12 743
TOTAL ASSETS	4 229 349	4 201 377
LIABILITIES AND CAPITAL		
Due to banks	13 904	3 195
Due to other customers	2 590 864	2 475 139
Liabilities evidenced by paper	1 108 980	1 238 113
Subordinated term debt	52 287	51 005
Perpetual debt	95 710	98 386
Deferred tax liability	1 628	1 417
Other liabilities	5 270	8 143
TOTAL LIABILITIES	3 868 643	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	356	(350)
Reserve from translation of foreign operations	(831)	(515)
Retained earnings	114 208	79 858
SHAREHOLDERS' EQUITY	360 594	325 854
Minority interests	112	125
TOTAL GROUP EQUITY	360 706	325 979
TOTAL LIABILITIES AND EQUITY	4 229 349	4 201 377

M. Mateev
EXECUTIVE DIRECTOR

(signed)

E. Lukanov
EXECUTIVE DIRECTOR

(signed)

FIRST INVESTMENT BANK AD

Consolidated statement of shareholders' equity for the nine months ended 30 September 2008

Unaudited

	in BGN '000							
	Share capital	Share premium	Retained earnings	Revaluation reserve on available for sale investments	Reserve from translation of foreign operations	Statutory reserve	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	-	-	-	(93)	-	-	-	(93)
Capital increase of subsidiary	-	-	-	-	-	-	180	180
Movement related to changes in minority interest's shareholding	-	-	(214)	-	-	-	214	-
Net profit for the nine months ended 30 September 2007	-	-	34 210	-	-	-	(84)	34 126
Balance as at 30 September 2007	110 000	97 000	62 956	(351)	-	39 861	140	309 606
Balance as at 1 January 2008	110 000	97 000	79 858	(350)	(515)	39 861	125	325 979
Revaluation reserve on available for sale investments, net	-	-	-	706	-	-	-	706
Reserve from translation of foreign operations	-	-	-	-	(316)	-	-	(316)
Net profit for the nine months ended 30 September 2008	-	-	34 350	-	-	-	(13)	34 337
Balance as at 30 September 2008	110 000	97 000	114 208	356	(831)	39 861	112	360 706

M. Mateev
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FIRST INVESTMENT BANK AD

Consolidated income statement for the nine months ended on 30 September 2008

Unaudited

	in BGN '000	
	nine months ended 30.09.2008	nine months ended 30.09.2007
Interest and similar income	250 513	193 952
Interest expense and similar charges	(134 941)	(96 721)
Net interest income	115 572	97 231
Fee and commission income	55 880	42 298
Fee and commission expense	(6 947)	(6 851)
Net fee and commission income	48 933	35 447
Net trading income	3 595	9 485
Other net operating income	(1 823)	(237)
TOTAL INCOME FROM BANKING OPERATIONS	166 277	141 926
General administrative expenses	(112 903)	(73 794)
Impairment losses	(11 676)	(25 659)
Other expenses, net	(3 236)	(4 179)
PROFIT BEFORE TAX	38 462	38 294
Income tax expense	(4 125)	(4 168)
GROUP PROFIT AFTER TAX	34 337	34 126
Minority interests	13	84
NET PROFIT	34 350	34 210
Basic and diluted earnings per share (in BGN)	0.31	0.33

M. Matev (signed)
EXECUTIVE DIRECTOR

E. Lukanov (signed)
EXECUTIVE DIRECTOR

FIRST INVESTMENT BANK AD

Consolidated statement of cash flows for the nine months ended 30 September 2008

unaudited

	in BGN '000	
	nine months ended on 30.09.2008	nine months ended on 30.09.2007
Net cash flow from operating activities		
Net profit	34 350	34 210
Adjustment for non-cash items		
Impairment losses	11 676	25 659
Depreciation and amortization	12 534	8 431
Income tax expense	4 125	4 168
	62 685	72 468
Change in operating assets		
Decrease in financial instruments held for trading	3 293	1 664
(Increase)/decrease in available for sale investments	(21 681)	317 605
(Increase)/decrease in loans and advances to banks and financial institutions	(12)	19 090
(Increase) in loans to customers	(143 233)	(1 010 595)
(Increase) in other assets	(14 082)	(3 617)
	(175 715)	(675 853)
Change in operating liabilities		
Increase in deposits from banks	10 709	2 360
Increase in amounts owed to other depositors	115 725	382 674
Net increase/(decrease) in other liabilities	(919)	2 373
	125 515	387 407
Income tax paid	(6 197)	(3 749)
NET CASH FLOW FROM OPERATING ACTIVITIES	6 288	(219 727)
Cash flow from investing activities		
(Purchase) of tangible and intangible fixed assets	(45 414)	(29 126)
(Acquisition)/decrease of investments	42 683	(36 087)
NET CASH FLOW FROM INVESTING ACTIVITIES	(2 731)	(65 213)
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	(130 527)	21 162
NET CASH FLOW FROM FINANCING ACTIVITIES	(130 527)	128 342
NET (DECREASE) IN CASH AND CASH EQUIVALENTS	(126 970)	(156 598)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	800 665	730 811
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	673 695	574 213

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