

**FIRST INVESTMENT BANK AD**

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

Unaudited

in BGN '000

	Share capital	Share premium	Retained earnings	Revaluation reserve	Statutory reserve	Total
<b>Balance as at 1 January 2007</b>	<b>100 000</b>	<b>0</b>	<b>28 738</b>	<b>(258)</b>	<b>39 861</b>	<b>168 341</b>
Increase of shareholders' equity, fully paid-up	10 000	97 000	0	0	0	107 000
Revaluation reserve on available for sale investments, net	0	0	0	(93)	0	(93)
Net profit for the nine months ended 30 September 2007	0	0	34 346	0	0	34 346
<b>Balance as at 30 September 2007</b>	<b>110 000</b>	<b>97 000</b>	<b>63 084</b>	<b>(351)</b>	<b>39 861</b>	<b>309 594</b>
<b>Balance as at 1 January 2008</b>	<b>110 000</b>	<b>97 000</b>	<b>79 145</b>	<b>(350)</b>	<b>39 861</b>	<b>325 656</b>
Revaluation reserve on available for sale investments, net	0	0	0	706	0	706
Net profit for the nine months ended 30 September 2008	0	0	35 030	0	0	35 030
<b>Balance as at 30 September 2008</b>	<b>110 000</b>	<b>97 000</b>	<b>114 175</b>	<b>356</b>	<b>39 861</b>	<b>361 392</b>

**M. Mateev**  
EXECUTIVE DIRECTOR

(signed)

**E. Lukanov**  
EXECUTIVE DIRECTOR

(signed)

FIRST INVESTMENT BANK AD

Unconsolidated 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	248 717	193 767
Interest expense and similar charges	(135 456)	(97 668)
<b>Net interest income</b>	<b>113 261</b>	<b>96 099</b>
Fee and commission income	53 415	41 356
Fee and commission expense	(6 636)	(6 742)
<b>Net fee and commission income</b>	<b>46 779</b>	<b>34 614</b>
<b>Net trading income</b>	<b>1 155</b>	<b>9 586</b>
<b>Other net operating income</b>	<b>(1 884)</b>	<b>(237)</b>
<b>TOTAL INCOME FROM BANKING OPERATIONS</b>	<b>159 311</b>	<b>140 062</b>
General administrative expenses	(106 776)	(72 400)
Impairment losses	(10 153)	(25 256)
Other expenses, net	(3 222)	(4 202)
<b>PROFIT BEFORE TAX</b>	<b>39 160</b>	<b>38 204</b>
<b>Income tax expense</b>	<b>(4 130)</b>	<b>(3 858)</b>
<b>NET PROFIT</b>	<b>35 030</b>	<b>34 346</b>
<b>Basic and diluted earnings per share (in BGN)</b>	<b>0.32</b>	<b>0.33</b>
<b>M. Mateev</b> EXECUTIVE DIRECTOR	(signed)	
<b>E. Lukanov</b> EXECUTIVE DIRECTOR	(signed)	

**FIRST INVESTMENT BANK AD**

**Unconsolidated 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
<b>Net cash flow from operating activities</b>		
Net profit	35 030	34 346
<b>Adjustment for non-cash items</b>		
Impairment losses	10 153	25 256
Depreciation and amortization	12 070	8 354
Income tax expense	4 130	3 858
	<b>61 383</b>	<b>71 814</b>
<b>Change in operating assets</b>		
Decrease in financial instruments held for trading	3 293	1 664
(Increase)/decrease in available for sale investments	(23 636)	302 956
(Increase)/decrease in loans and advances to banks and financial institutions	(12)	19 678
(Increase) in loans to customers	(132 412)	(1 001 911)
(Increase) in other assets	(13 266)	(5 035)
	<b>(166 033)</b>	<b>(682 648)</b>
<b>Change in operating liabilities</b>		
Increase in deposits from banks	15 610	19 717
Increase/(decrease) in amounts owed to other depositors	(194 793)	364 206
Net increase/(decrease) in other liabilities	(847)	1 780
	<b>(180 030)</b>	<b>385 703</b>
Income tax paid	(6 029)	(3 231)
<b>NET CASH FLOW FROM OPERATING ACTIVITIES</b>	<b>(290 709)</b>	<b>(228 362)</b>
<b>Cash flow from investing activities</b>		
(Purchase) of tangible and intangible fixed assets	(44 656)	(27 663)
(Acquisition)/decrease of investments	43 453	(34 686)
<b>NET CASH FLOW FROM INVESTING ACTIVITIES</b>	<b>(1 203)</b>	<b>(62 349)</b>
<b>Financing activities</b>		
Increase of shareholders' equity, fully paid-up	-	10 000
Increase of share premium	-	97 000
Increase in borrowings	164 498	23 198
<b>NET CASH FLOW FROM FINANCING ACTIVITIES</b>	<b>164 498</b>	<b>130 198</b>
<b>NET (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>(127 414)</b>	<b>(160 513)</b>
<b>CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD</b>	<b>797 667</b>	<b>728 559</b>
<b>CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD</b>	<b>670 253</b>	<b>568 046</b>

**M. Mateev**

EXECUTIVE DIRECTOR

(signed)

**E. Lukanov**

EXECUTIVE DIRECTOR

(signed)

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

Unaudited

	in BGN '000	
	30 September 2008	31 December 2007
<b>ASSETS</b>		
Cash and balances with central banks	659 913	608 685
Financial assets held for trading	10 236	13 529
Investments available for sale	421 510	397 168
Financial assets held to maturity	61 253	104 706
Loans and advances to banks and other financial instii	10 524	189 154
Loans and advances to customers	2 890 021	2 767 762
Property and equipment	138 895	111 282
Intangible assets	5 402	429
Other assets	25 606	12 340
<b>TOTAL ASSETS</b>	<b>4 223 360</b>	<b>4 205 055</b>
<b>LIABILITIES AND CAPITAL</b>		
Due to banks	32 844	17 234
Due to other customers	3 062 977	3 257 770
Liabilities evidenced by paper	610 099	444 443
Subordinated term debt	52 287	51 005
Perpetual debt	97 434	99 874
Deferred tax liability	1 628	1 368
Other liabilities	4 699	7 705
<b>TOTAL LIABILITIES</b>	<b>3 861 968</b>	<b>3 879 399</b>
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)
Retained earnings	114 175	79 145
<b>SHAREHOLDERS' EQUITY</b>	<b>361 392</b>	<b>325 656</b>
<b>TOTAL LIABLITIES AND EQUITY</b>	<b>4 223 360</b>	<b>4 205 055</b>

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