

**ERSTE BANK
HUNGARY NYRT.**

ANNUAL REPORT 2006

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Key figures of Erste Bank Hungary

FOR THE ANNUAL REPORT OF 31ST DECEMBER, 2006 ON THE BASIS OF AUDITED, CONSOLIDATED ANNUAL FIGURES

In million HUF

Profit and loss account:	31.12.2005	31.12.2006.
Operating income	223,795	296,228
Operating cost	198,917	269,452
Operating profit	24,878	26,776
Pre-tax profit	24,844	26,635
After-tax profit	19,236	20,336
Net income	14,012	9,494

Balance sheet:

Total assets	1,452,904	1,780,460
Loans to clients	959,598	1,263,902
Amounts owed to clients	705,069	792,734
Equity	75,622	101,235

Cost/Income ratio 61.12% 60.68%

Return on Assets (ROA)

Pre-tax profit/ Asset worth	1.71%	1.5%
After-tax profit/ Asset worth	1.32%	1.14%

Return on Equity (ROE)

After-tax profit/
Equity 24.35% 20.09 %

Number of employees	2,499	2,785
Number of corporate trade centres	25	27
Number of retail branches	160	182

Ratings of Erste Bank Hungary:

Moody's: Long-term A2
Short-term P-1
Financial strength D+

FITCH: Support 1

To clients, partners and shareholders

DEAR CLIENTS, PARTNERS AND SHAREHOLDERS,

Erste Bank Hungary has had a successful 2006: it maintained its respectable position among Hungary's top banks, and remained one of the most profitable Hungarian financial groups.

In 2006 Erste Bank's aim was steadily to increase its share of the market, and to improve the quality of services provided to clients. In terms of lending the bank grew faster than the market average, especially in the area of home loans, where its stock of HUF 310bn gave it a market share in excess of 11.5 per cent by the end of the year. In terms of deposits growth was slower than planned, but this was partly offset by the rapid increase in the stock of investment units.

Last year Erste Bank developed its sales network intensively. The retail division rationalised the branch network, and opened over twenty branches in Budapest and elsewhere in the country, bringing the number of its branches to a total of 182. Lending agents played a crucial role in the success of the Group's sales activity. By the end of 2006 over 2,000 retail lending agents were working with the bank. We continued to develop our strategic cooperation with Magyar Posta, and as a part of the cooperation over 320 post offices were fitted with direct connection to the bank. Post offices currently provide account management services, arrange personal loans and sell investment units.

Erste Bank's total assets rose faster than the market average, by 22 per cent to reach HUF 1,764bn by the end of 2006. Consolidated total assets amounted to HUF 1,780bn. According to the consolidated balance sheet, and the profit and loss account, the net interest income rose 21.3 per cent from HUF 58.3bn to HUF 70.7bn. Fees and commissions earned exceeded HUF 27bn by the end of the year, up 17 per cent from a year before. Operating profit rose 7.6 per cent to HUF 26.8bn, while general administrative costs rose barely faster than the inflation rate. The Erste Group's pre-tax profit was in line with the plan in 2006: the pre-tax profit of HUF 26.6bn (after-tax profit was HUF 20.3bn) was up 7.2 per cent from HUF 24.8bn (after-tax profit was HUF 19.2bn) a year before.

Due to the good performance of its subsidiaries, Erste Bank's relative weight in terms of consolidated profits fell compared to a year before. In 2006 Erste Befektetési and the Erste Leasing



Group, which boosted its profits substantially, contributed to this shift. Erste Befektetési controlled 17.1 per cent of the market at the end of 2006, and its share turnover of HUF 2,225bn made it Hungary's largest brokerage. Erste Leasing's share of the whole financing market was 10.8 per cent at the end of 2006, while its 12.6 per cent share of the market for vehicle financing made it the third largest company on that market. Erste Alapkezelő managed assets worth HUF 478.9bn, giving it a 13.6 per cent share of the market at the end of 2006.

Based on the 2006 results, Erste Bank will continue to pursue a strategy of expansion in 2007 – while maintaining high profitability and a good quality of services. The bank has focused, and will continue to focus on the retail and SME markets. As a matter of course the bank will implement some fine tuning, because it must adapt to the slowdown in economic growth. Retail clients, however, have shown continued demand for financial services. In order to cater for this demand, we are planning to extend our branch network further, and the nationwide network, which currently consists of 188 branches (making it the second largest in the country), will include 200 branches by the end of 2007. Emphasis will be placed on property-based lending

and credit cards on the retail market; on the corporate market focus will be on the SME and local council sectors, and EU development projects.

Over the past ten years Erste has become a financial group of some weight in European terms. As a result, the parent bank will go through organisational changes, which will impact on the activities of the Hungarian group. We hope that our clients will only experience the positive aspects of the organisational changes; the changes will allow us to provide our clients with the best products and solutions of the region at the local level. Our goal is to develop a cooperation based on mutual advantage with our clients, which will help us both become more successful. I believe that our client's success is our success! Let me express my thanks for your confidence in us, and your continued use of our services.

A handwritten signature in black ink, appearing to read 'Papp Edit', with a stylized, looped initial 'P'.

Edit Papp
Chairman-CEO

CSR Activity

An important part of Erste Bank Hungary's strategy is to take an active interest in issues of importance in public life, to help communities, and sponsor interesting and worthy initiatives that it feels justify its attention.

CHARITY

Erste Bank's charitable activities focus on young people, the improvement of living conditions of disadvantaged members of society, the promotion of a healthy lifestyle and the prevention of illnesses. Furthermore, the bank feels it has a responsibility to get involved in the restoration of communities hit by floods and other natural disasters in order to help those in trouble.

Major charitable projects of 2006:

SOS Children's village

Erste Bank has supported the foundation for years. The bank has provided financial support, as well as material contributions (furniture, PCs) to ensure that children raised by the foundation should not want. Each year the bank selects its Christmas card illustration from drawings made by the children at the annual Christmas drawing competition, and the remaining works are bought by the bank's staff. The money thus raised is used to fulfil the Christmas wishes of participating children.

Hungarian Red Cross

Erste Bank's financial contributions have allowed the organisation to purchase its first Hungarian mobile blood donation unit, which ensures that all willing donors have access to the facility in the country.

Foundation for Healthy Communities

Erste Bank was one of the sponsors of the foundation's campaign for healthy eating. As a part of the campaign, the foundation published a book on healthy Hungarian cooking.

International Children's Safety Service

The service provides support and healthcare to tens of thousands of children each year. For years the bank has helped the service through financial and material contributions.

CULTURAL SPONSORSHIP

A crucial element of Erste Bank's principles of corporate social responsibility is providing support for cultural endeavours. The bank takes part in its Austrian parent, Erste Bank AG's 'transit' programme, aimed at providing sponsorship for contemporary arts. Contemporary arts projects are selected for sponsorship with the help of a group of independent curators. The bank also provides support for modern, high-quality, valuable cultural projects. As a part of the latter, the bank was one of the main sponsors of the festival Veszprém Ünnepi Játékok 2006, it has been one of the chief sponsors of contemporary Hungarian film-making, and has provided help to young musicians seeking to release their first albums. As well as national events, the bank pays special attention to various regional events (theatre productions outside the capital, village fetes, festivals and concerts outside Budapest).

SPORT SPONSORSHIP

Erste Bank has contributed to the emergence of a new vigour in Hungarian sporting life by sponsoring national and international sporting events, and some popular domestic sports clubs. The bank sponsors the men's handball team of Békés, as well as various sailing teams. The bank is proud that young, talented tennis players were given the chance to earn their first ATP ranking points at the Erste Women's Open.

EDUCATION

Erste Bank pays special attention to the training of a new generation of experts, and thus to the sponsorship and development of economic training programmes, and efforts to hone the entrepreneurial and financial skills of young people. Erste Bank offers contributions to some fifty schools for their vocational training programmes, and sponsors various professional and student conferences and competitions at various universities across the country.

Economic environment and the bank sector in 2006

After the general government and current account deficits ballooned to unsustainable levels in 2006 – primarily as a result of the excessively lax fiscal governance of the past years – fiscal reforms were launched following the spring general elections, and the re-election of Government. The bulk of the immediate austerity measures aimed to boost budget revenues. The hiking of the discount VAT rate and healthcare contributions paid by employees, and the introduction of the interest and exchange rate gains tax from 1st September were the most notable measures. The extraordinary bank tax was left in place, and then replaced in 2007 by a 5 per cent extraordinary tax on the interest revenues achieved on state-subsidised loans. The measures will result in a slower growth rate in 2007 and 2008, primarily as a result of the expected downturn in domestic consumption.

In spite of the turbulences surrounding economic policies, the 2006 growth rate was a reasonably healthy 3.9 per cent, as against the previous year's GDP growth of 4.2 per cent. The main driver of growth was net export in 2006; exports rose an annual 18 per cent, as against a 12.6 per cent rise in imports over the same period. Household spending rose more slowly in 2006 – by 1.5 per cent, as against 3.7 per cent in 2005 –, and continued to lag behind GDP growth. Investments fell 1.8 per cent during the year.

The slowdown in inflation – which was reinforced in early 2006 by the move to cut the normal VAT rate from 25 per cent to 20 per cent in January – turned into rapid inflation in September. This was primarily due to the above mentioned VAT hike (the discount VAT rate was raised from the earlier 15 per cent to 20 per cent in September), and to the start of the process of bringing energy prices in line with market prices. In terms of developments unrelated to the fiscal adjustments, the fall in petrol prices in autumn and the firming forint from Q4 on have slightly held back the inflation rate, which, in spite of these factors, rose to 6.5 per cent by December. The annual average inflation rate was 3.9 per cent in 2006.

Between June and October 2006 the central bank hiked the base rate by a total 200 basis points from 6 per cent to 8 per cent, citing the increasingly negative inflation outlook and the rising risk premium demanded of Hungarian assets. The forint was rather volatile during the year. In May-June domestic fiscal

imbalances dominated investors' thinking, and the austerity measures were not welcomed warmly at first. The forint thus came under increasing pressure, and the unfavourable trend did not turn around until the end of the year, as global risk taking and Government's credibility began to improve.

Banks' combined total assets rose 19.9 per cent in 2006 compared to the end of 2005. The penetration of the bank sector (ratio of total assets to GDP) rose to 105 per cent in 2006, from 93.5 per cent at the end of 2005.

Lending once more emerged as the main motor of growth in the bank sector. The stock of household loans rose 25.5 per cent in 2006, and accounted for 20.2 per cent of the GDP (up from 17.2 per cent in 2005). While housing loans dominated in earlier years, demand for retail loans shifted towards higher-risk products. This is illustrated by the 44 per cent rise in the stock of consumer loans, which now account for 36.5 per cent of the whole retail market, as against 31.8 per cent at the end of 2005. At the same time there was a slight slowdown on the market for housing loans: the stock of housing loans rose 18.2 per cent last year, as against 2005's 19.5 per cent. Forex-denominated and especially Swiss franc-denominated loans continued to dominate. Although the forint moved with some not inconsiderable volatility during the year, this did not scare borrowers away from forex loans, as the substantial gap between forint and forex rates continued to widen as a result of the central bank's regime of rate hikes. Corporate loans rose 13.7 per cent in 2006, bringing the ratio of corporate loans to GDP to 27.6 per cent.

The interest rate gains tax, introduced in September, played a crucial part in changes to the stock and structure of deposits. During August retail deposits dropped HUF 243.5bn. The process of withdrawal of deposits was accompanied by a shift towards longer term constructions. In other words, retail clients restructured their deposits from current accounts and short-term deposits to long-term deposits. Overall, household deposits rose 4.6 per cent in the year, as against the 10.7 per cent rise in 2005. Corporate deposits, however, rose a substantial 27.3 per cent during the year.

Reports of divisions

I. RETAIL DIVISION

The retail division's strategy in 2006 was to focus on mortgage financing, as well as boosting turnover on households' and micro-businesses' bank accounts.

Household and micro-business accounts, deposits

The bank launched several savings offers on the market in the course of 2006. The 'Futam Betét', for instance, combined the advantages of open and fixed deposits in a single product, while the division targeted less conservatively-minded clients with structured deposit products and guaranteed-yield investment funds. Several special offers and deposits with extraordinary interest rates aided the drive to raise more funds.

Household and micro-business loans

The stock of household loans continued to rise rapidly in 2006. Rather than state-subsidised loans, market priced products, especially forex-denominated loans, provided the motor of growth. Swiss franc-denominated loans accounted for the bulk of new forex loans.

The bank's share of the market for retail loans rose steadily through the year to 10.6 per cent by the end of 2006.

The bank's share of the market for housing loans was 11.5 per cent at the end of 2006, a 2.4 percentage point rise from the end of 2005.

New mortgage constructions in 2006 included the high financing loan, mortgage combined with life insurance, and bridging loans.

The range of consumer loans was also extended: in June the bank introduced its 'Előrelátó' Loan, and in October a current account Lombard loan.

The bank has introduced state-subsidised loan programmes (Successful Hungary Business Development Programmes), and an EU-subsidised refinanced loan construction, UNIÓ Plusz Beruházási Hitel, for micro-businesses.

Sales channels

The bank's network included 182 branches on 31st December, 2006, which provided the bank with a nationwide coverage. The bank's branch network is the second largest in the country. Twenty-two new branches were opened during the year, including 18 in Budapest and its surrounding area, and four elsewhere in the country.

In keeping with Erste Bank's strategy on the quality and look of its branches, 2006 saw further reconstruction and renovation works throughout the network.

Alternative sales channels

The bank's extensive network of agents accounted for 61 per cent of new loans in 2006.

Under the strategic cooperation with Magyar Posta, 325 post offices were fitted with direct connection to the bank by the end of 2006.

The [origo] *klikkbank* online banking package, developed jointly with the ISP T-Online Magyarország, attracted over 2,000 clients by the end of 2006.

The use of electronic channels has grown steadily since 2005. The number of Erste TeleBank clients rose to 467,000 by the end of the year, while 89,000 clients had access to Erste NetBank services.

II. CORPORATE DIVISION

Erste Bank's corporate division attracted over 600 new clients in 2006, bringing the overall number of its clients close to 8,000 by the end of the year.

Partly as a result, in spite of the increasing competition on the corporate market, Erste Bank achieved dynamic growth in corporate lending and deposits.

In 2006 Erste Bank served its SME clients outside the capital through its regional Corporate Trade Centres. Budapest and Pest County SMEs were served through three sector-specialist Corporate Trade Centres and one small business-oriented Corporate Trade Centre. Austrian and other foreign corporate clients were served centrally in Budapest.

Large corporations and local councils, and companies seeking trade, property or project financing services, were catered centrally by the corporate division in Budapest.

Lending

In the course of 2006 corporate lending rose 13.1 per cent. The most notable increase was achieved by the Large Corporations and Property Financing segment, where a 48.3 per cent increase was recorded.

The bank's share of the market for lending to non-financial businesses rose to 9 per cent by the end of 2006. Its market share puts Erste Bank's corporate division in sixth place on the corporate lending market.

Erste Bank controlled 12.5 per cent of the market for loans to SMEs, making it the third largest bank on the market. SME clients sought re-financed and subsidised loan constructions primarily.

While the market for financing large corporations stagnated last year, the project financing and property financing markets were buoyant throughout the year, with the Project and Property Financing segment increasing outlays by over HUF 60bn in the year. The bank crossed the 4 per cent mark for the first time in 2006 in terms of its share of the market for local councils. The increased market share was due to systematic planning and construction, and the unique and innovative solutions put in place by the bank over the years.

Deposits

Corporate deposits grew by a substantial 58.3 per cent by the end of 2006, exceeding the plan by 10 per cent.

The rapid increase in corporate deposits helped Erste Bank to maintain its 5.4 per cent share of the market for corporate deposits. Its market share puts Erste Bank in seventh place on the market for deposits by non-financial businesses.

Deposits by SMEs rose 23 per cent in 2006, while the Large Corporations and Property Financing segment rose by a massive 198 per cent.

In 2006 the corporate division focused on boosting deposits, which was underpinned by marketing campaigns in the second and third quarters.

New products and services

- In 2006 Erste Bank set up a second EUR 20m credit line refinanced by Kreditanstalt für Wiederaufbau (KfW), which was used to offer Unio Plusz Beruházási Hitel (Union Plus Development Loan) to SMEs, with attractive conditions and low costs.
- In 2006 the Local Councils segment led the way in terms of organising and developing the new business opportunity presented by local council bond issues. As a result Erste Bank carved out a market leading share of the market for local council bonds.
- Erste Bank developed and introduced its cash-pooling services aimed typically at large corporations and company groups.
- In 2006 Erste Bank introduced its small business freely used mortgage, tailored for the requirements of small business clients.
- The bank also introduced small business account packages, tailored for the specific needs of its small business clients.

III. TREASURY

Similarly to earlier years, 2006 was a successful year for the Treasury division, both in terms of revenues and market share. In five years the division tripled its revenues, including a five-fold increase in sales revenues, while staff numbers rose by no more than 30 per cent. The Treasury division continues to occupy outstandingly strong positions on the market in terms of interest-products, and, within forex trading, in terms of leading currencies and exotic currencies.

As in earlier years, a main goal of the division was to further strengthen its sales activities, and to sustain the growth rate of earlier years. The efforts were met with success: sales turnover rose 72 per cent compared to 2005, and more than doubled in two years. Sales of high value-added products continued to rise. The volume of option product sales rose 170 per cent, while interest swaps doubled in 2006. The Treasury division sells option products to both corporate clients and financial investors. A novelty in 2006 was that traditional hedge products for corporate clients were joined by option-based structured products to cut the interest costs of financing. In its sales strategy the division places special emphasis on offering tailor-made solutions to its clients: in other words the division's main task is not to sell products, but to develop solutions for problems, bearing in mind clients' demands and the opportunities and limitations of the market. The development of investment products and the sale of these products both individually to large investors, and through the branch network to retail clients will be given greater importance in the future.

The Treasury division's client base has expanded steadily as a result of new medium-sized business clients, while the number of direct business partners has exceeded 1,000. The division has an outstanding market position in terms of professional forex market investors, who often undertake large-volume transactions.

The division maintained its leading role on the market for derivative products, and remains one of the dominant players of the interbank credit-deposit market. The division has built outstanding relations with leading institutional investors, domestic and foreign financial institutions. While the strategic cooperation with the parent forms the solid base of the division's trading

activities, the division has wide-ranging contractual relationships with major foreign investment houses. This is especially important in the areas of product development and liquidity management (raising funds, and trade-oriented liquidity). The active use of derivative products ensures that the available resources – the available capital – can be used with the greatest possible efficiency.

Forex market activities focus on leading currencies, regional currencies, and certain exotic currencies, which generate much demand (e.g. TRY, BRL, ISK). HUF-trading accounts for close to 33 per cent of all the Treasury's trading. The division is aiming to develop a diversified portfolio and to prevent overdependence on individual markets in order to be able to offer its clients a wide range of services in a competitive way, and to ensure a greater consistency of profit levels. The division's partners appreciate its sales strategies and competitive pricing. Both speculative, position-oriented trading and trading related to Erste Bank's steady increase in lending grew substantially. In five years the profit achieved on forex trading has increased five-fold.

Comprehensive analysis of the financial situation

In 2006 Erste Bank Hungary confirmed its position among Hungary's largest banks. Its profits, return on equity, the number of branches and the number of its clients made Erste Bank the country's second largest bank in 2006.

Assets

The asset portfolio's structure changed slightly: net loans to clients rose from 66.3 per cent of total assets to 71.5 per cent in a year, while loans to financial institutions fell from 6.5 per cent of total assets to 4.3 per cent in the period. The proportion of government securities rose slightly in the period.

Changes to major stocks of assets in 2005-2006: (in million HUF)

	2005	2006	Change 2006/2005	Ratio %	
				2005	2006
Government securities	176,526	228,231	29.3%	12.2%	12.8%
Loans to credit institutions	95,120	76,114	-20.0%	6.5%	4.3%
Loans to customers	962,577	1,273,455	32.3%	66.3%	71.5%
Financial assets	138,157	59,247	-57.1%	9.5%	3.3%
Non-interest bearing assets	80,524	143,413	78.1%	5.5%	8.1%
ASSETS IN TOTAL	1,452,904	1,780,460	22.5%	100.0%	100.0%

Outlays continued to rise rapidly in 2006. Loans to customers rose HUF 311bn (32.3 per cent) compared to 2005. Retail and corporate lending both increased in 2006, with development loans providing the driver of growth in terms of corporate lending, and increased demand for forex-denominated products driving retail lending in the period. There was a marked increase in long-term constructions (of a run of over one year), which reflected the increase in housing loans and forex-denominated personal loans. The structure of the stock of loans shifted towards long-term loans.

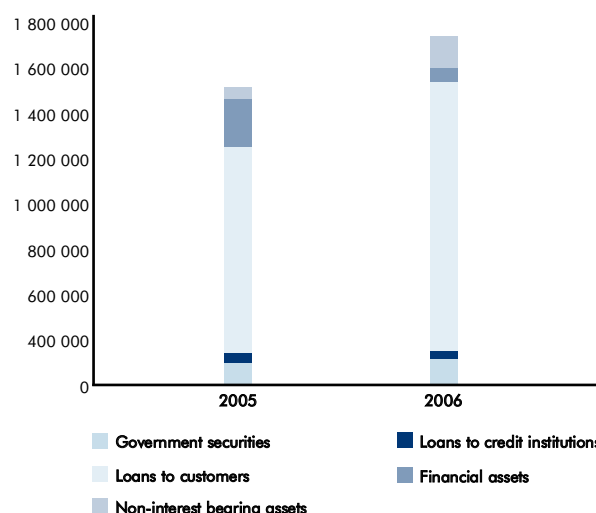
Liabilities

In 2006 the structure of liabilities changed little compared to the end of 2005. Liabilities to clients fell slightly in terms of overall liabilities, while liabilities to financial institutions rose by a similar measure. At the end of the year liabilities to clients corresponded to 44.9 per cent of total assets, as against liabilities to financial institutions, which corresponded to 40.7 per cent of total assets.

The increase in lending was not mirrored by a similar increase in client deposits; the group needed to rely on interbank deposits

to satisfy its increased demand: under an agreement with Erste Bank AG the Hungarian Erste Bank took out subordinated capital loans (of EUR 22.3m and EUR 33.65m), bringing its stock of subordinated capital loans to HUF 42bn by the end of 2006. Under the contract, the subordinated capital is available until the end of 2012. Erste Bank der oesterreichischen Sparkassen AG has provided a shareholder's cash injection of HUF 14bn, bringing Erste Bank Hungary's registered capital to HUF 53.4bn. The capital raise was registered by the Court of Registration on 27th September, 2007.

Changes to stocks of assets



Changes to major stocks of liabilities in:
(in million HUF)

	2005	2006	Change %s 2006/2005	Ratio %	
				2005	2006
Amounts owed to credit institutions	533,999	724,182	35.6%	36.8%	40.7%
Amounts owed to customers	731,709	800,193	9.4%	50.4%	44.9%
Equity	75,622	101,235	33.9%	5.2%	5.7%
Other liabilities and provisions	111,574	154,850	38.8%	7.6%	8.7%
LIABILITIES IN TOTAL	1,452,904	1,780,460	22.5%	100.0%	100.0%

Profit and loss account

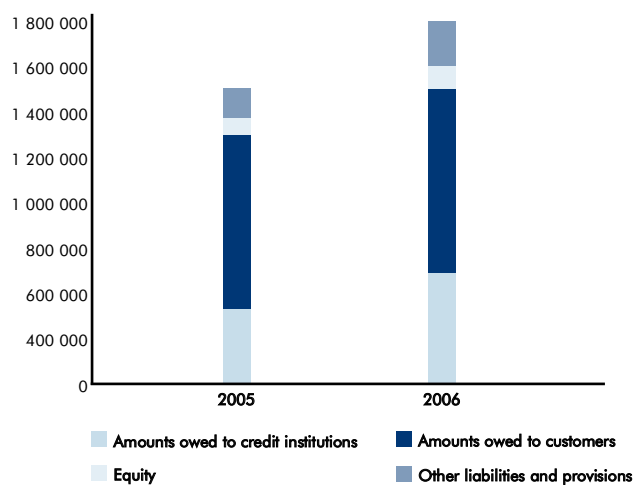
The Group's consolidated net income was greater than in the previous year. Consolidated operating profits rose 17.4 per cent in 2006, while operating costs rose slower, by 16.5 per cent.

Interest income rose faster than interest spending in 2006, with net interest income growing 21.3 per cent in the year, continuing the previous year's steady growth rate. The parent bank's campaigns to attract new clients meant that the increase in commission income did not offset the increase in commission spending. In the end net commission income was slightly down from 2005.

Depreciation was little changed in 2006, with the apparent increase due to a larger than usual writing off of depreciation in 2006, but accounted in 2005.

Administrative costs rose 17.6 per cent in 2006 compared to the previous year, due to higher than expected HR costs, amongst others. This was partly a result of new hirings prompted by an increase in volumes, and partly to the hike of the tax base on in kind contributions from 44 per cent to 54 per cent in September. Costs related to the new head offices also boosted administrative spending.

Changes to stocks of liabilities

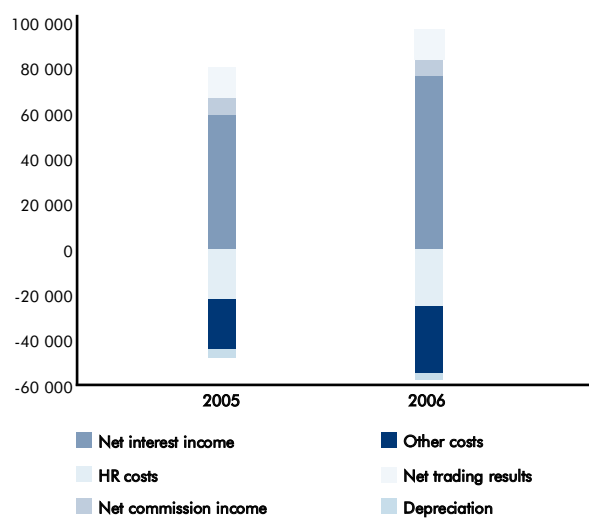


Operating revenues and costs in 2005-2006:
(in million HUF)

	2005	2006	Change % 2006/2005
Net interest income	58,284	70,722	21.3%
Net commission income	13,851	13,649	-1.5%
Net trading results	478	811	69.7%
Income from financial assets	6,876	8,126	18.2%
Operating income	79,489	93,303	17.4%
Administrative costs	44,169	51,926	17.6%
HR	21,183	25,952	22.5%
other	22,986	25,974	13.0%
Depreciation	4,415	4,695	6.3%
Operating cost	48,584	56,621	16.5%
Other profits and losses	-6,324	-7,891	24.8%
Net depreciation	263	-2,161	-921.7%
Pre-tax profit	24,844	26,635	7.2%
After-tax profit	19,236	20,336	5.7%
Net profit after minorities	*14,012	*9,494	-32.2%

* Net profit includes dividend paid to shareholders.

Change to profit items



Non-consolidated report

I. BALANCE SHEET: Assets

		HUF million	
Items	31.12.2005	31.12.2006	
1	Cash and balances	138,144	59,234
2	Government securities (issued by Hungarian State)	168,961	209,120
	a. for trading purposes	13,932	43,996
	b. for investment purposes	154,321	164,575
2/A	Valuation difference of government securities	708	549
3	Loans and advances to credit institutions	93,962	72,845
	a. sight	5,582	11,423
	b. other loans from financial services	88,380	61,422
	ba. with a maturity within one year	85,450	56,555
	of which: from affiliated companies	3,538	14,336
	from other participations		
	from National Bank of Hungary	74,920	38,160
	from clearing house		
	bb. with a maturity more than one year	2,930	4,867
	of which: from affiliated companies		
	from other participations		
	from National Bank of Hungary		
	from clearing house		
	c. from investment services		
	of which: from affiliated companies		
	from other participations		
	from clearing house		
4	Loans to customer	971,915	1,304,070
	a. from financial services	971,874	1,303,125
	aa. with a maturity within one year	160,208	382,125
	of which: from affiliated companies	136,850	174,864
	from other participations		
	ab. with a maturity more than one year	811,666	921,000
	of which: from affiliated companies	3,649	11,297
	from other participations	478	458
	b. from investment services	41	945
	of which: from affiliated companies	0	3
	from other participations		
	ba. receivables from services on stock exchange		
	bb. receivables from services outside of stock exchange		
	bc. receivables from customers deriving from investment services	41	945
	bd. receivables from clearing houses		
	be. receivables from other investments services		

Items	HUF million	
	31.12.2005	31.12.2006
4/A Valuation difference of loans to customers		
5 Securities representing debt claim, including fixed income securities	8,024	17,580
a. securities issued by local authorities or other state-organizations (government securities are excluded)	0	11,195
aa. for trading purposes		
ab. for investment purposes		11,195
b. securities issued by other issuer	7,895	6,532
ba. for trading purposes	7,445	6,532
of which: issued by affiliated companies		
issued by other participations		
repurchased own-issued securities		
bb. for investment purposes	450	0
of which: issued by affiliated companies		
issued by other participations		
5/A Valuation difference of securities representing debt claim	129	-147
6 Shares and other non-fixed income securities	0	0
a. shares, participations for trading purposes		
of which: issued by affiliated companies		
issued by other participations		
b. variable-income securities		
ba. for trading purposes		
bb. for investment purposes		
6/A Valuation difference of shares and non-fixed income securities		
7 Shares and participations for investment purposes	306	306
a. shares, participations for investment purposes	306	306
of which: participation in credit institutions		
b. value adjustments of shares and participations for investment purposes		
of which: participation in credit institutions		
8 Shares and participations in affiliated companies	9,392	11,230
a. shares, participations for investment purposes	9,392	11,230
of which: shares in credit institutions		
b. value adjustments of shares and participations for investment purposes		
of which: shares in credit institutions		
9 Intangible assets	3,811	4,838
Intangible assets	3,811	4,838
Value adjustments of intangible assets		
10 Tangible assets	7,726	12,223
a. tangible assets for financial and investment purposes	7,553	8,870
aa. real estates	4,524	4,087

Items	HUF million	
	31.12.2005	31.12.2006
ab. technical equipments, machinery, appliances, vehicles	2,846	4,031
ac. investments	183	752
ad. advances paid for investments		
b. tangible assets not directly for financial and investment purposes	173	3,353
ba. real estates	116	3,352
bb. technical equipments, machinery, appliances, vehicles	57	0
bc. investments		
bd. advances paid for investments	0	1
c. value adjustments of tangible assets		
11 Own shares	0	0
12 Other assets	16,401	32,902
a. inventories	991	2,028
b. other receivables	4,496	7,298
of which: from affiliated companies	158	1,123
from other participations		
12/A Valuation difference of other receivables		
12/B Positive valuation difference of derivative instruments	10,914	23,576
13 Deferred expenses and accrued income	24,992	39,761
a. accrued income	21,374	25,559
b. accrued expense	3,571	14,202
c. deferred expense	47	0
TOTAL ASSETS	1,443,634	1,764,109
of which: Current assets	428,040	594,114
Invested assets	990,602	1,130,234

Liabilities

Items	HUF million	
	31.12.2005	31.12.2006
1 Amounts owed to credit institutions	532,643	719,771
a. sight	192	1,899
b. liabilities from fixed term financial services	532,451	717,872
ba. with a maturity within one year	197,455	201,733
of which: from affiliated companies	141,143	189,018
from other participations		
from National Bank of Hungary		
from clearing house		
bb. with a maturity more than one year	334,996	516,139
of which: from affiliated companies	246,209	384,194
from other participations		
from National Bank of Hungary	5	0
from clearing house		
c. from investment services		
of which: from affiliated companies		
from other participations		
1/A Valuation difference of amounts owed to credit institutions		
2 Amounts owed to customers	729,044	795,106
a. saving deposits	3,954	2,950
aa. sight	3,924	2,950
ab. with a maturity within one year	25	0
ac. with a maturity more than one year	5	0
b. other liabilities from financial services	705,960	791,821
ba. sight	240,363	356,339
of which: from affiliated companies	5,679	11,535
from other participations	396	149
bb. with a maturity within one year	444,405	375,470
of which: from affiliated companies		
from other participations	371	869
bc. with a maturity more than one year	21,192	60,012
of which: from affiliated companies		
from other participations		
c. from investment services	19,130	335
of which: from affiliated companies		124
from other participations		
ca. liabilities from services on stock exchange		
cb. liabilities from services outside of stock exchange		
cc. liabilities against customers deriving from investment services	19,130	335
cd. liabilities against clearing houses		

HUF million

Items	31.12.2005	31.12.2006
ce. liabilities from other investments services		
2/A Valuation difference of amounts owed to customers		
3 Trading liabilities	28,345	18,750
a. bonds issued	28,345	18,750
aa. with a maturity within one year		
of which: from affiliated companies		
from other participations		
ab. with a maturity more than one year	28,345	18,750
of which: from affiliated companies	5,849	0
from other participations	400	0
b. securities issued representing other debt claim		
ba. with a maturity within one year		
of which: from affiliated companies		
from other participations		
bb. with a maturity more than one year		
of which: from affiliated companies		
from other participations		
c. debt instruments treated as securities from an accounting aspect but not classified as securities under the Securities Act		
ca. with a maturity within one year		
of which: from affiliated companies		
from other participations		
cb. with a maturity more than one year		
of which: from affiliated companies		
from other participations		
4 Other liabilities	29,897	48,053
a. with a maturity within one year	20,075	27,153
of which: from affiliated companies	3,642	527
from other participations		
b. with a maturity more than one year	27	0
of which: from affiliated companies		
from other participations		
4A Negative valuation difference of derivative instruments	9,795	20,900
5 Accrued expenses and deferred income	17,630	36,675
a. accrual of income	5,564	14,444
b. accrual of expenses	11,895	22,157
c. deferred income	171	74
6 Provisions	3,441	3,505
a. provision for pension and for severance payments	142	0

Items	HUF million	
	31.12.2005	31.12.2006
b. risk provision for pending and future liabilities	1,877	2,083
c. general risk provision	1,422	1,422
d. other provision		
7 Subordinated liabilities	28,039	42,122
a. subordinated capital	28,039	42,122
of which: from affiliated companies	26,739	40,822
from other participations		
b. other contribution by members of credit institutions operating as cooperatives		
c. other subordinated liabilities		
of which: from affiliated companies		
from other participations		
8 Subscribed capital	39,410	53,410
of which: nominal value of repurchased ownership shares		
9 Subscribed but yet unpaid capital	0	0
10 Capital reserve	10,417	10,417
a. agio	10,417	10,417
b. other		
11 General reserve	3,015	5,037
12 Profit reserve (Retained earnings)	7,601	21,055
13 Fixed reserve	0	0
14 Valuation reserve	698	559
a. Reserve for value adjustment on fixed assets and inventories		
b. Reserve for valuation at fair value	698	559
15 Balance-sheet profit	13,454	9,649
TOTAL LIABILITIES:	1,443,634	1,764,109
of which: Short-term liabilities	935,364	986,779
Long-term liabilities	412,604	637,023
Shareholders' equity	74,595	100,127

OFF-BALANCE ITEM:

Items	millió Ft	
	31.12.2005	31.12.2006
Pending liabilities	209,212	197,071
Future liabilities	575,110	746,546
Total pending and future liabilities	784,322	943,617

II. PROFIT AND LOSS ACCOUNT

Items	HUF million	
	31.12.2005	31.12.2006
1 Interest and other interest-type revenues earned	96,970	115,205
a. fixed-income securities representing debt-claim	11,778	14,595
of which: from affiliated companies		
from other participations		
b. other interest and interest-type revenues	85,192	100,610
of which: from affiliated companies	4,017	5,728
from other participations	0	23
2 Interest paid and other interest-type expenses	48,953	56,694
of which: from affiliated companies	7,158	446
from other participations	0	53
Net interest income	48,017	58,511
3 Revenues from securities	2,512	3,941
a. revenues from shares and participations held for trading purposes (dividend, participations)		
b. revenues from affiliated companies (dividend, participation)	2,378	3,766
c. revenues from other participations (dividend, participations)	134	175
4 Fees and commissions earned	20,873	24,209
a. revenues from other financial services	19,334	23,828
of which: from affiliated companies	51	2,485
from other participations	0	3
b. revenues from investment services (excluding trading activity)	1,539	381
of which: from affiliated companies	1,331	59
from other participations	0	178
5 Fees and commissions paid (due)	5,099	7,614
a. expenses of other financial services	4,902	7,208
of which: from affiliated companies	4	3
from other participation		
b. expenses of investment services (excluding trading activities)	197	406
of which: from affiliated companies	33	91
from other participation		
6 Net trading result	5,308	4,117
a. revenues from other financial services	17,249	31,197
of which: from affiliated companies	38	0
from other participation		
valuation difference of other financial services		
b. expenses of other financial services	8,924	36,527
of which: from affiliated companies	8	0
from other participation		
valuation difference of other financial services		

Items	HUF million	
	31.12.2005	31.12.2006
c. revenues of investment services (trading activities)	6,596	43,881
of which: from affiliated companies	31	2,661
from other participation		
retrieval of value-loss on securities held for trading		
valuation difference of other financial services	0	12,716
d. expenses of investment services (trading activities)	9,613	34,434
of which: from affiliated companies	103	5,105
from other participation		
value loss of securities held for trading	0	
valuation difference of other financial services	0	10,580
7 Other revenues from business activity	11,535	6,670
a. revenues from non financial and investment activities	1,238	1,414
of which: from affiliated companies	305	116
from other participation		
b. other revenues	10,297	5,256
of which: from affiliated companies	0	2
from other participation		
retrieval of value loss of inventories	247	77
8 General administrative expenses	40,019	44,239
a. personnel expenses	17,798	21,796
aa. wages	11,588	13,792
ab. other personal expenses	1,695	2,300
of which: social insurance	838	648
pensions	561	645
ac. wage contributions	4,515	5,704
of which: social insurance	2,511	4,486
pensions	0	1,843
b. other administrative expenses (material-type)	22,221	22,443
9 Depreciation	2,359	2,938
10 Other expenses from business activity	19,499	18,169
a. expenses of non financial and investment services	1,511	1,430
of which: from affiliated companies	0	3
from other participation	0	189
b. other expenses	17,988	16,739
of which: from affiliated companies	221	8
from other participation		
value loss of inventories	408	136
11 Value loss of receivables and risk provisions for future and pending liabilities	17,007	12,405
a. value loss of receivables	16,084	11,655
b. risk provisions for future and pending liabilities	923	750

Items	HUF million	
	31.12.2005	31.12.2006
12 Retrieval of value loss of receivables and use of risk provision for future and pending liabilities	18,871	12,156
a. retrieval of value loss of receivables	17,503	11,611
b. use of risk provision for future and pending liabilities	1,368	545
12/A Change in general risk provision		
13 Value loss of securities representing debt-claim, held for investments purposes and of shares in affiliated companies and other participations	0	95
14 Retrieval of value loss of securities representing debt-claim, held for investments purposes and of shares in affiliated companies and other participations	500	116
15 Ordinary result of business activities	23,633	24,260
of which: RESULT OF FINANCIAL AND INVESTMENT SERVICES (1-2+3+4-5+-6+7.b-8-9-10.b-11+12-13+14)	23,906	24,276
RESULT OF NON FINANCIAL AND INVESTMENT SERVICES (7.a-10.a)	-273	-16
16 Result of non financial and investment services	1	2,558
17 Extraordinary expense	0	1,235
18 Extraordinary profit (16-17)	1	1,323
19 Pretax profit (+-15+-18)	23,634	25,583
20 Tax on income	4,937	5,365
21 Profit/loss after taxes (+-19-20)	18,697	20,218
22 Allocation (-) or use (+) of general risk reserves (+-)	1,870	2,022
23 Transfer from profit reserve (retained earnings) for dividend payment	0	0
24 Approved dividends	3,373	8,547
of which: from affiliated companies	3,370	8,542
from other participations		
25 Balance sheet profit/loss (+-21-/ +22+23-24)	13,454	9,649

III. CASH-FLOW STATEMENT

Items	HUF million	
	2005	2006
1 Interest income	96,970	115,205
2 + Income from other financial services (excluding retrieval of provision on securities)	36,583	55,025
3 + Other income (excluding use of provision, retrieval of surplus of provision, provision of inventories, retrieval of extraordinary depreciation)	8,271	4,510
4 + Income from investment services (excluding retrieval of provision on securities)	6,293	31,546
5 + Income from non financial and non investment services	1,238	1,414
6 + Income from dividend	2,512	3,941
7 + Extraordinary income	1	2,558
8 – Interest expenses	48,953	56,694
9 – Other financial expenses (excluding provision on securities)	13,826	43,735
10 – Other expenses (excluding provision and value loss on inventories, and extraordinary depreciation)	17,711	16,194
11 – Expenses from investment services (excluding provision on securities)	8,017	24,245
12 – Expenses of non financial and non investment services	1,511	1,430
13 – General administrative expenses	40,019	47,177
14 – Extraordinary expenses (excluding the company tax liability of the current year)	0	1,235
15 – Corporate tax liability of the current year	4,937	5,365
16 – Dividend paid	3,373	8,547
17 Operating cash-flow	13,521	9,577
18 ± Change in liabilities (+ if increase, - if decrease)	329,585	264,729
19 ± Change in receivables (+ if increase, - if decrease)	-252,902	-313,883
20 ± Change in inventories (+ if increase, - if decrease)	-769	-978
21 ± Change in securities registered among current assets (+ if increase, - if decrease)	3,193	-29,151
22 ± Change in securities registered among invested assets (+ if increase, - if decrease)	-46,624	-22,837
23 ± Change in investments (including advances paid) (+ if increase, - if decrease)	-69	-570
24 ± Change in intangible assets (+ if increase, - if decrease)	-896	-1,027
25 ± Change in net value of fixed assets (excluding investments and advances paid) (+ if increase, - if decrease)	-544	-3,927
26 ± Change in active deferrals (+ if increase, - if decrease)	10,058	-5,430
27 ± Change in passiv deferrals (+ if increase, - if decrease)	-12,138	10,587
28 + Shares issued at sales price	0	14,000
29 + Financial assets received	0	0
30 – Financial assets transferred	-200	0
33 – Nominal value of own issue withdrawn	0	0
34 Net cash-flow	42,215	-78,910
35 – change in cash in hand (banknotes, cheques)	1,368	229
36 – change in cash in account (foreign exchange and Forint current accounts and other deposit accounts with a maturity within one year in NBH, and other Forint deposit accounts with a maturity within one year at other credit institutions)	40,847	-79,139



Independent Auditor's Report



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6.) We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

7.) We have audited the elements of and disclosures in the annual financial statements, along with underlying records and supporting documentation, of Erste Bank Hungary Nyrt. in accordance with Hungarian National Auditing Standards and have gained sufficient and appropriate evidence that the annual financial statements have been prepared in accordance with the Hungarian Accounting Law and with generally accepted accounting principles in Hungary. In our opinion the annual financial statements give a true and fair view of the equity and financial position of Erste Bank Hungary Nyrt. as at 31 December 2006 and of the results of its operations for the year then ended. The business report corresponds to the disclosures in the financial statements.

Budapest, 16 February 2007
except for the dividend payment of HUF 8,547 million for the year ended 31 December 2006,
as to which the date is 27 April 2007

Ernst & Young Kft.
Registration No.: 001165

Fekete Imréné
Registered Auditor
Chamber membership No.: 003201

Companies included in the consolidation

ERSTE BEFEKTETÉSI ZRT.

Erste Befektetési has consistently maintained its position as market leader, and its financial situation is stable. It controlled a 17.1 per cent share of the market at the end of 2006; its share turnover of HUF 2,225bn made it Hungary's largest brokerage. The company will pay dividend of HUF 2.1bn on its 2006 profit to its parent.

Turnover figures:

	million HUF	
	2005	2006
Share turnover on the BSE (Erste)	1,844,814	2,225,876
Overall share turnover on the BSE	9,661,045	13,003,046
Market share	19.10%	17.12%
Position	1	1
Government securities turnover	4,051,894	5,279,787
Overall primary issue on the market (nominal value)	5,273,989	6,872,316
Of this, subscribed by Erste (nominal value)	557,765	628,410
Market share	10.58%	9.14%
Position	6	6
Derivatives turnover (overall)	783,994	971,561
Derivatives turnover (BUX)	232,928	321,088
Derivatives turnover (share)	551,066	650,472
Derivatives turnover (forex)	N/A	N/A
Number of contracts (overall)	1,509,250	2,232,868
Number of contracts (BUX)	118,799	354,254
Number of contracts (share)	228,966	292,182

million HUF

	2005	2006
Number of contracts (forex)	1,161,485	1,586,432
Market share (BUX)	11.15%	10.51%
Market share (share)	17.56%	17.16%
Market share (forex)	N/A	N/A
Position (BUX)	3	3
Position (share)	4	3
Position (forex)	7	7

Erste Alapkezelő managed assets worth HUF 455bn, giving it a market share of 13.6 per cent at the end of 2006, and making it the third largest company on the market. The company achieved after-tax profit of HUF 440m.

Changes to assets managed by Erste Alapkezelő:

	(billion HUF)	
	31.12.2005	31.12.2005
Investment funds	176.84	323.72
Pension funds	93.70	104.25
Insurance companies	13.60	16.60
Economic organisations	5.04	6.37
Private investors	2.06	2.00
Other institutions	1.80	1.63
Local councils	0.38	0.35
Fund, asset and portfolio management in total	293.45	454.92

ERSTE LEASING GROUP

Members of the Erste Leasing Group:

- Erste Leasing Autófinanszírozási Zrt.
- Erste Leasing Eszközfinanszírozási Zrt.
- Erste Leasing Bérlet Kft.

The Erste Leasing Group succeeded in increasing its pro rata share of the car financing market from 12 per cent to 12.6 per cent in spite of the market downturn. The good results were partly due to the expansion of the sales network, which aided whole-

salers of the largest, most popular car makes.

Erste Leasing signed 42,026 financing contracts worth a total HUF 81.2bn in 2006.

In keeping with market demand, forex-denominated variable-rate contracts accounted for 99.6 per cent of all outlays in 2006. The Group's good results allowed it to pay dividend of HUF 1.7bn on the 2006 profits to the stakeholders.

Erste Faktor

2006 was Erste Faktor's first full business year. In the course of the year the company's factoring turnover exceeded HUF 47bn, giving it a 7 per cent share of the market, and putting it in the top 5 companies on the market.

The number of clients was close to one hundred at the end of the year. The company provides both reclaimed and secured factoring on the domestic market and abroad, and plays an important role on the market for "collection only" constructions. The company's cooperation with Erste Bank ensures that its services are available through all units (corporate trade centres and branches) of the Group.

Erste Ingatlan Kft.

Erste Ingatlan has a stable capital position. It has launched substantial property development projects, which increased its total assets, and the efficiency of its operations. Its activities include the operation of Europe Tower, the headquarter of the Hungarian Erste Group. The major projects launched in 2006 will stretch into 2007, and further property projects, with substantial potential for profit, will be launched.

ESZE Kft.

ESZE also has a stable capital position. Its net assets exceed its book value. Its business profile was unchanged in the course of the business year.

E-DAT Kft.

E-DAT operated in line with the plans, and its financial position is stable. Its activities include the provision of IT support for banking services. Its business profile was unchanged in the course of the year, and its tasks will remain the same in the future.

Erste Pénztárszervező Kft.

Erste Pénztárszervező's activities include the provision of administrative tasks for Erste Bank's Voluntary and Private Pension Funds. Its financial position is stable. It will continue fulfilling its tasks and increasing its net assets in the next business year.

Consolidated report

I. BALANCE SHEET: Assets

Items	HUF million	
	31.12.2005	31.12.2006
1 Cash and balances	138,157	59,247
2 Government securities (issued by Hungarian State)	176,526	228,231
a. for trading purposes	21,381	63,138
b. for investment purposes	154,442	164,575
Valuation difference of government securities	703	518
3 Loans and advances to credit institutions	95,120	76,114
a. sight	6,740	14,183
b. other loans from financial services	88,380	61,931
ba. with a maturity within one year	85,450	57,064
of which: from affiliated companies	3,538	14,336
from other participations		
from National Bank of Hungary	74,920	38,160
from clearing house		
bb. with a maturity more than one year	2,930	4,867
of which: from affiliated companies		
from other participations		
from National Bank of Hungary		
from clearing house		
c. from investment services		
of which: from affiliated companies		
from other participations		
from clearing house		
3/A Valuation difference of loans to credit institutions		
4 Loans and advances to customers	962,577	1,273,455
a. from financial services	959,598	1,263,902
aa. with a maturity within one year	57,416	250,470
of which: from affiliated companies	5,123	0
from other participations		
ab. with a maturity more than one year	902,182	1,013,432
of which: from affiliated companies	2,649	0
from other participations	478	458
b. from investment services	2,979	9,553
of which: from affiliated companies		
from other participations		
ba. receivables from services on stock exchange	955	3,300
bb. receivables from services outside of stock exchange		
bc. receivables from customers deriving from investment services	1,730	6,057
bd. receivables from clearing houses	294	196
be. receivables from other investments services		

Items	HUF million	
	31.12.2005	31.12.2006
4/A Valuation difference of loans to customers		
5 Securities representing debt claim, including fixed income securities	8,049	17,715
a. securities issued by local authorities or other state-organizations (government securities are excluded)	0	11,195
aa. for trading purposes		
ab. for investment purposes	0	11,195
b. securities issued by other issuer	7,920	6,666
ba. for trading purposes	7,455	6,651
of which: issued by affiliated companies		
issued by other participations		
repurchased own-issued securities		
bb. for investment purposes	465	15
of which: issued by affiliated companies		
issued by other participations		
5/A Valuation difference of securities representing debt claim	129	-146
6 Shares and other non-fixed income securities	2,619	5,719
a. shares, participations for trading purposes	2,180	5,019
of which: issued by affiliated companies		
issued by other participations		
b. variable-income securities	400	640
ba. for trading purposes	400	640
bb. for investment purposes		
6/A Valuation difference of shares and non-fixed income securities	39	60
7 Shares and participations for investment purposes	576	576
a. shares, participations for investment purposes	576	576
of which: participation in credit institutions		
b. value adjustments of shares and participations for investment purposes		
of which: participation in credit institutions		
8 Shares and participations in affiliated companies	80	0
a. shares, participations for investment purposes	80	0
of which: shares in credit institutions		
b. value adjustments of shares and participations for investment purposes		
of which: shares in credit institutions		
c. Difference of capital consolidation		
- from subsidiaries, joint ventures		
- from associated companies		
9 Intangible assets	6,635	8,741
Intangible assets	6,635	8,741
Value adjustments of intangible assets		

Items	HUF million	
	31.12.2005	31.12.2006
10 Tangible assets	13,818	19,184
a. tangible assets for financial and investment purposes	8,009	12,115
aa. real estates	4,542	5,104
ab. technical equipments, machinery, appliances, vehicles	3,284	6,258
ac. investments	183	752
ad. advances paid for investments	0	1
b. tangible assets not directly for financial and investment purposes	5,809	7,069
ba. real estates	3,087	6,387
bb. technical equipments, machinery, appliances, vehicles	2,712	676
bc. investments	10	5
bd. advances paid for investments	0	1
c. value adjustments of tangible assets		
11 Own shares	0	0
12 Other assets	18,829	46,143
a. inventories	2,160	10,106
b. other receivables	5,666	11,940
of which: from affiliated companies	39	27
from other participations		
c. corporate tax receivable (calculated) from consolidation	0	224
12/A Valuation difference of other receivables		
12/B Positive valuation difference of derivative instruments	11,003	23,873
13 Deferred expenses and accrued income	29,918	45,335
a. accrued income	19,354	22,613
b. accrued expense	10,517	22,722
c. deferred expense	47	0
TOTAL ASSETS	1,452,904	1,780,460
of which: Current assets	341,858	512,540
Invested assets	1,081,128	1,222,585

Liabilities

Items	HUF million	
	31.12.2005	31.12.2006
1 Amounts owed to credit institutions	533,999	724,182
a. sight	192	4,501
b. liabilities from fixed term financial services	533,807	717,970
ba. with a maturity within one year	198,811	201,831
of which: from affiliated companies	141,143	189,018
from other participations		
from National Bank of Hungary		
from clearing house		
bb. with a maturity more than one year	334,996	516,139
of which: from affiliated companies	246,209	384,194
from other participations		
from National Bank of Hungary	5	0
from clearing house		
c. from investment services	0	1,711
of which: from affiliated companies	0	1,600
from other participations		
1/A Valuation difference of amounts owed to credit institutions		
2 Amounts owed to customers	731,709	800,193
a. saving deposits	3,954	2,950
aa. sight	3,924	2,950
ab. with a maturity within one year	25	0
ac. with a maturity more than one year	5	0
b. other liabilities from financial services	701,115	789,784
ba. sight	235,449	344,805
of which: from affiliated companies	765	0
from other participations	396	149
bb. with a maturity within one year	444,474	384,967
of which: from affiliated companies		
from other participations	371	869
bc. with a maturity more than one year	21,192	60,012
of which: from affiliated companies		
from other participations		
c. from investment services	26,640	7,459
of which: from affiliated companies		
from other participations		
ca. liabilities from services on stock exchange	259	1,035
cb. liabilities from services outside of stock exchange		
cc. liabilities against customers deriving from investment services	26,381	6,424
cd. liabilities against clearing houses		

Items	HUF million	
	31.12.2005	31.12.2006
ce. liabilities from other investments services		
2/A Valuation difference of amounts owed to customers		
3 Trading liabilities	28,345	18,750
a. bonds issued	28,345	0
aa. with a maturity within one year		
of which: from affiliated companies		
from other participations		
ab. with a maturity more than one year	28,345	18,750
of which: from affiliated companies	5,849	0
from other participations	400	0
b. securities issued representing other debt claim		
ba. with a maturity within one year		
of which: from affiliated companies		
from other participations		
bb. with a maturity more than one year		
of which: from affiliated companies		
from other participations		
c. debt instruments treated as securities from an accounting aspect but not classified as securities under the Securities Act		
ca. with a maturity within one year		
of which: from affiliated companies		
from other participations		
cb. with a maturity more than one year		
of which: from affiliated companies		
from other participations		
4 Other liabilities	31,646	50,975
a. with a maturity within one year	21,689	29,856
of which: from affiliated companies	3,512	799
from other participations		
b. with a maturity more than one year	27	0
of which: from affiliated companies		
from other participations		
c. corporate tax payable (calculated) from consolidation	-75	0
4/A Negative valuation difference of derivative instruments	10,005	21,119
5 Accrued expenses and deferred income	19,301	38,817
a., accrual of income	5,633	14,485
b., accrual of expenses	13,665	24,329
c., deferred income	3	3

Items	HUF million	
	31.12.2005	31.12.2006
6 Provisions	3,447	3,390
a. provision for pension and for severance payments	142	0
b. risk provision for pending and future liabilities	1,882	1,968
c. general risk provision	1,422	1,422
d. other provision	1	0
7 Subordinated liabilities	28,835	42,918
a. subordinated capital	28,039	42,918
of which: from affiliated companies	26,739	40,822
from other participations	0	0
aa: Difference from capital consolidation	796	796
- from subsidiaries, joint-ventures		
b. other contribution by members of credit institutions operating as cooperatives		
c. other subordinated liabilities		
of which: from affiliated companies		
from other participations		
8 Subscribed capital	39,410	53,410
of which: nominal value of repurchased ownership shares		
9 Subscribed but yet unpaid capital (-)	0	0
10 Capital reserve	10,417	10,417
a. agio	10,417	10,417
b. other		
11 General reserve	3,503	5,764
12 Profit reserve (Retained earnings)(+-)	7,885	21,055
13 Profit reserve (Retained earnings)	0	0
14 Valuation reserve	698	559
Reserve for value adjustment on fixed assets and inventories		
Reserve for valuation at fair value	0	559
15 Balance-sheet profit (+-)	14,012	9,494
16 Changes in equity at subsidiaries and joint ventures (+-)	-323	520
17 Changes arising from the consolidation (+-)	0	0
- difference from debt-consolidation	0	0
- difference from interim profit/loss	0	0
18 Participation of other holders	20	16
TOTAL LIABILITIES	1,452,904	1,780,460
of which: Short-term liabilities	941,134	999,199
Long-term liabilities	413,400	637,819
Shareholders' equity	75,622	101,235

OFF-BALANCE ITEMS:

Items	HUF million	
	31.12.2005	31.12.2006
Pending liabilities	186,139	191,637
Future liabilities	573,153	746,584
Total pending and future liabilities	784,322	938,221

II. PROFIT AND LOSS ACCOUNT

Items	HUF million	
	31.12.2005	31.12.2006
1 Interest and other interest-type revenues earned	107,158	127,464
a. fixed-income securities representing debt-claim	11,778	15,783
of which: from affiliated companies	0	6
from other participations		
b. other interest and interest-type revenues	95,380	111,681
of which: from affiliated companies	384	40
from other participations	0	23
2 Interest paid and other interest-type expenses	48,874	56,742
of which: from affiliated companies	6,998	106
from other participations	0	53
Net interest income (1-2)	58,284	70,722
3 Revenues from securities	478	811
a. revenues from shares and participations held for trading purposes (dividend, participations)	0	498
b. revenues from affiliated companies (dividend, participation)		
c. revenues from other participations (dividend, participations)	478	313
4 Fees and commissions earned	23,253	27,289
a. revenues from other financial services	19,311	21,764
of which: from affiliated companies	4	23
from other participations	0	3
b. revenues from investment services (excluding trading activity)	3,942	5,525
of which: from affiliated companies	0	291
from other participations	0	178
5 Fees and commissions paid (due)	9,402	13,640
a. expenses of other financial services	8,244	11,756
of which: from affiliated companies	4	0
from other participations		
b. expenses of investment services (excluding trading activities)	1,158	1,884
of which: from affiliated companies	0	2
from other participations		
6 Net trading result (6.a-6.b+6.c-6.d)	6,876	8,126
a. revenues from other financial services	33,340	38,156
of which: from affiliated companies		
from other participations		
valuation difference of other financial services		
b. expenses of other financial services	24,301	41,855
of which: from affiliated companies		
from other participations		
valuation difference of other financial services		

Items	HUF million	
	31.12.2005	31.12.2006
c. revenues of investment services (trading activities)	16,565	64,740
of which: from affiliated companies	0	806
from other participations		
retrieval of value-loss on securities held for trading		
valuation difference of other financial services		
d. expenses of investment services (trading activities)	18,728	52,915
of which: from affiliated companies	0	441
from other participations		
value loss of securities held for trading		
valuation difference of other financial services		
7 Other revenues from business activity	23,873	25,111
a. revenues from non financial and investment activities	10,894	18,205
of which: from affiliated companies		
from other participations		
b. other revenues	12,979	6,906
of which: from affiliated companies	0	2
from other participations		
retrieval of value loss of inventories	0	77
ba. consolidation difference of debt consolidation - value increasing profit	247	0
8 General administrative expenses	44,169	51,926
a. personnel expenses	21,183	25,952
aa. wages	13,771	16,477
ab. other personal expenses	2,088	2,747
of which: social insurance	838	709
pensions	561	688
ac. wage contributions	5,324	6,728
of which: social insurance	2,891	5,238
pensions	173	2,091
b. other administrative expenses (material-type)	22,986	25,974
9 Depreciation	4,415	4,695
10 Other expenses from business activity	30,163	32,861
a. expenses of non financial and investment services	8,121	13,416
of which: from affiliated companies		
from other participations	0	189
b. other expenses	22,042	19,445
ba. consolidation difference of debt consolidation		
- value decreasing profit		
of which: from affiliated companies		
from other participations		
value loss of inventories	408	337

Items	HUF million	
	31.12.2005	31.12.2006
11 Value loss of receivables and risk provisions for future and pending liabilities	18,865	14,818
a. value loss of receivables	17,937	14,184
b. risk provisions for future and pending liabilities	928	634
12 Retrieval of value loss of receivables and use of risk provision for future and pending liabilities	19,128	12,657
a. retrieval of value loss of receivables	17,760	12,107
b. use of risk provision for future and pending liabilities	1,368	550
12/A Change in general risk provision		
13 Value loss of securities representing debt-claim, held for investments purposes and of shares in affiliated companies and other participations	0	0
14 Retrieval of value loss of securities representing debt-claim, held for investments purposes and of shares in affiliated companies and other participations	0	0
15 Ordinary result of business activities	24,878	26,776
of which: RESULT OF FINANCIAL AND INVESTMENT SERVICES		
(1-2+3+4-5+-6+7.b-8-9-10.b-11+12-13+14)	22,105	21,987
RESULT OF NON FINANCIAL AND INVESTMENT SERVICES (7.a-10.a)	2,773	4,789
16 Extraordinary income	105	147
17 Extraordinary expense	139	288
18 Extraordinary profit (16-17)	-34	-141
19 Pretax profit (+-15+-18)	24,844	26,635
20 Tax on income	5,694	6,609
a) Outstanding balance of corporation tax deriving (calculated) from consolidation (+-)	-86	-310
21 Profit/loss after taxes (+-19-20)	19,236	20,336
22 Allocation (-) or use (+) of general risk reserves	2,045	2,261
23 Transfer from profit reserve (retained earnings) for dividend payment	216	0
24 Approved dividends	3,395	8,581
of which: from affiliated companies	3,392	8,576
from other participations		
24b After tax profit/loss due to other holders	0	0
25 Balance sheet profit/loss (+-21-/+22+23-24)	14,012	9,494

III. CASH-FLOW STATEMENT

HUF million

Items	2005	2006
1 Interest income	107,158	127,464
2 + Income from other financial services (excluding retrieval of provision on securities)	52,651	59,920
3 + Other income (excluding use of provision, retrieval of surplus of provision, provision of inventories, retrieval of extraordinary depreciation)	10,953	6,569
4 + Income from investment services (excluding retrieval of provision on securities)	18,665	70,265
5 + Income from non financial and non investment services	10,894	18,205
6 + Income from dividend	478	811
7 + Extraordinary income	105	147
8 – Interest expenses	48,874	54,697
9 – Other financial expenses (excluding provision on securities)	32,545	53,611
10 – Other expenses (excluding provision and value loss on inventories, and extraordinary depreciation)	21,765	19,257
11 – Expenses from investment services (excluding provision on securities)	18,093	56,844
12 – Expenses of non financial and non investment services	8,121	13,416
13 – General administrative expenses	44,169	52,066
14 – Extraordinary expenses (excluding the company tax liability of the current year)	139	288
15 – Corporate tax liability of the current year	5,694	6,299
16 – Dividend paid	3,373	8,581
17 Operating cash-flow	18,131	18,322
18 ± Change in liabilities (+ if increase, - if decrease)	330,689	282,484
19 ± Change in receivables (+ if increase, - if decrease)	-261,146	-313,317
20 ± Change in inventories (+ if increase, - if decrease)	-581	-7,686
21 ± Change in securities registered among current assets (+ if increase, - if decrease)	7,535	-43,732
22 ± Change in securities registered among invested assets (+ if increase, - if decrease)	-46,680	-20,909
23 ± Change in investments (including advances paid) (+ if increase, - if decrease)	-25	-566
24 ± Change in intangible assets (+ if increase, - if decrease)	-1,382	-2,106
25 ± Change in net value of fixed assets (excluding investments and advances paid) (+ if increase, - if decrease)	86	-9,495
26 ± Change in active deferrals (+ if increase, - if decrease)	9,143	-15,417
27 ± Change in passiv deferrals (+ if increase, - if decrease)	-11,861	19,516
28 + Shares issued at sales price	0	0
29 + Consolidated net assets of the absorbed Postabank as of 1st January 2004	0	0
30 ± Modification based on consolidation of subsidiaries (+ if increase, - if decrease)	-436	0
31 + Change in profit reserve (in retained earnings)	-1,379	-843
32 - Change equity of subsidiaries	323	843
33 + Financial assets received	0	0
34 – Financial assets transferred	-200	0
35 Nominal value of own issue withdrawn		14,000
36 Change of other holders' participation		-4

Items	HUF million	
	2005	2006
37 Net cash-flow	42,217	-78,910
38 – change in cash in hand (banknotes, cheques)	1,368	229
39 – change in cash in account (foreign exchange and Forint current accounts and other deposit accounts with a maturity within one year in NBH, and other Forint deposit accounts with a maturity within one year at other credit institutions)	40,849	-79,139



Independent Auditor's Report

Branch network

BRANCHES IN BUDAPEST

Andrássy út 2. Branch	1061	Budapest	Andrássy út 2.
Andrássy út 33. Branch	1061	Budapest	Andrássy út 33.
Árkád Branch	1106	Budapest	Örs vezér tere 25.
Árpád Ház Branch	1139	Budapest	Csongor u. 5-7.
Astoria Branch	1088	Budapest	Rákóczi út 1-3.
Bajcsy-Zsilinszky út Branch	1055	Budapest	Bajcsy-Zsilinszky út 74.
Bartók-Ház Branch	1114	Budapest	Bartók Béla út 43-47.
Batthyány tér LoanCenter	1011	Budapest	Batthyány tér 5-6.
Bécsi út Branch	1036	Budapest	Bécsi út 52-54.
Boráros tér Branch	1095	Budapest	Lechner Ödön fasor 1-2.
Bosnyák tér Branch	1149	Budapest	Bosnyák tér 8.
Böszörményi út Branch	1126	Budapest	Böszörményi út 24.
Budafok Branch	1221	Budapest	Promontor udvar, Kossuth L. u. 25-29
Campona Branch	1222	Budapest	Nagytétényi út 37-43.
CBA Újhegy Branch	1103	Budapest	Gyömrői út 99.
Csepel Plaza LoanCenter	1211	Budapest	II. Rákóczi Fejedelem útja 154-170.
Csepel Branch	1211	Budapest	Kossuth Lajos utca 47-49.
Csillaghegy Branch	1038	Budapest	Vasútsor u. 1.
Danubius Ház Branch	1138	Budapest	Váci út 141.
Duna Plaza LoanCenter	1138	Budapest	Váci út 178.
Egry József utca Branch	1111	Budapest	Egry József utca 2.
Erzsébet körút 17. Branch	1073	Budapest	Erzsébet körút 17.
Erzsébet körút 8. Branch	1073	Budapest	Erzsébet körút 8.
Erzsébet Tesco Branch	1204	Budapest	Mártírok útja 281.
Eurocenter LoanCenter	1032	Budapest	Bécsi út 154. (Eurocenter)
Európa Torony Branch	1138	Budapest	Népfürdő utca 24-26.
Fehérvári út 130. Branch	1116	Budapest	Fehérvári út 130.
Fehérvári út 168. Branch	1119	Budapest	Fehérvári út 168-178.
Fehérvári út 28. Branch	1117	Budapest	Fehérvári út 28.
Ferenc körút Branch	1090	Budapest	Ferenc körút 25.
Flórián tér Branch	1033	Budapest	Flórián tér 3.
Hunyadi Üzletház Branch	1195	Budapest	Üllői út 283.
Hűvösvölgy Branch	1021	Budapest	Hűvösvölgyi út 138. (StopShop)
IP West Branch	1111	Budapest	Budafoki út 91-93.
József körút Branch	1085	Budapest	József körút 86.
József Nádor tér Branch	1051	Budapest	József nádor tér 5.
Kálvin tér Branch	1082	Budapest	Baross utca 1-3.
Károly körút Branch	1075	Budapest	Károly körút 7.
Kispest Branch	1193	Budapest	Kossuth tér 23-24.
Kossuth tér Branch	1055	Budapest	Kossuth tér 13-15.
Kőbánya Branch	1102	Budapest	Körösi Csoma sétány 9/B

Krisztina tér Branch	1013	Budapest	Krisztina tér 2.
Mammut II. Branch	1024	Budapest	Margit körút 87-89.
Margit körút Branch	1027	Budapest	Margit körút 48.
Maros utca Branch	1122	Budapest	Maros utca 19-21.
Mester utca Branch	1095	Budapest	Mester utca 1-3.
Multiplaza Branch	1119	Budapest	Fehérvári út 89-95.
Nagyvárad tér Branch	1091	Budapest	Üllői út 121. (Nagyvárad tér)
Párisi utca Branch	1052	Budapest	Párisi utca 3.
Pesterzsébet Branch	1203	Budapest	Kossuth Lajos utca 21-29.
Pólus Center Branch	1151	Budapest	Szentmihályi út 131.
Rákoskeresztúr Tesco Branch	1173	Budapest	Pesti út 5-7.
Savoya Park Branch	1117	Budapest	Hunyadi J. u. 19.
Soroksár Branch	1238	Budapest	Grassalkovich u. 150.
Soroksári út Tesco Branch	1097	Budapest	Koppány u. 2-4.
Szőcs Áron utca Branch	1152	BUDapest	Szőcs Áron u. 2-4.
Tátra utca Branch	1136	Budapest	Tátra utca 6.
Teréz körút Branch	1066	Budapest	Teréz körút 24.
Thököly út Branch	1143	Budapest	Gizella út 59.
Törökvész út Branch	1022	Budapest	Bég utca 3-5.
Újpest, Váci út Branch	1047	Budapest	Váci út 15-19.
Újpest Branch	1042	Budapest	Mártírok útja 58.
Váci 48. Branch	1132	Budapest	Váci út 48.
Vízimolnár utca Branch	1031	Budapest	Vízimolnár u. 2-4.
Westend Branch	1062	Budapest	Váci út 1-3.

BRANCHES IN THE COUNTRYSIDE

Ajka Branch	8400	Ajka	Szabadság tér 4/a.
Baja Branch	6500	Baja	Vörösmarty utca 5.
Balassagyarmat Branch	2660	Balassagyarmat	Rákóczi fejedelem utca 34-36.
Balatonfüred Branch	8230	Balatonfüred	Zsigmond utca 1.
Békés Branch	5630	Békés	Széchenyi tér 4.
Békéscsaba, Munkácsy utca Branch	5600	Békéscsaba	Munkácsy út 2.
Békéscsaba, Andrássy út Branch	5600	Békéscsaba	Andrássy út 20.
Berettyóújfalu Branch	4100	Berettyóújfalu	Bajcsy-Zsilinszky u. 1.
Budakeszi Branch	2092	Budakeszi	Fő utca 43-45.
Budaörs Tesco Branch	2040	Budaörs	Kinizsi út 1-3.
Budaörs Branch	2040	Budaörs	Szabadság u. 27.
Cegléd Branch	2700	Cegléd	Népkör u. 2.
Csorna Branch	9300	Csorna	Szent István tér 29.
Csurgó Branch	8840	Csurgó	Széchenyi tér 16.
Debrecen, Vár u. Branch	4024	Debrecen	Vár utca 4.
Debrecen, Szent Anna u. Branch	4024	Debrecen	Szent Anna utca 14/B
Debrecen, Belváros Branch	4025	Debrecen	Hatvan utca 1/B
Debrecen, Egyetem Branch	4032	Debrecen	Egyetem tér 1.
Dombóvár Branch	7200	Dombóvár	Hunyadi tér 19-21.
Dorog Branch	2510	Dorog	Bécsi út 76.
Dunaharaszti Branch	2330	Dunaharaszti	Iparos utca 2.
Dunaújváros Branch	2400	Dunaújváros	Dózsa György utca 2/a.
Eger, Kossuth utca Branch	3300	Eger	Kossuth Lajos utca 13/a.
Eger, Dobó tér Branch	3300	Eger	Szt. János u. 13.
Érd Branch	2030	Érd	Budai út 13.
Esztergom Branch	2500	Esztergom	Imaház utca 2/a
Gödöllő Branch	2100	Gödöllő	Szabadság tér 14.
Gyöngyös Branch	3200	Gyöngyös	Mikszáth Kálmán utca 4.
Győr Bajcsy-Zsilinszky út Branch	9022	Győr	Bajcsy-Zsilinszky u. 30-32.
Győr, Árpád út Branch	9021	Győr	Árpád út 42.
Gyula Branch	5700	Gyula	Városház utca 16.
Hajdúböszörmény Branch	4220	Hajdúböszörmény	Szt. István tér 2.
Hajdúdorog Branch	4087	Hajdúdorog	Nánási út 2.
Hajdúnánás Branch	4080	Hajdúnánás	Dorogi utca 10-14.
Hajdúszoboszló Branch	4200	Hajdúszoboszló	Hősök tere 9-11.
Hatvan Branch	3000	Hatvan	Kossuth tér 16.
Hódmezővásárhely Branch	6800	Hódmezővásárhely	Andrássy út 2-4.
Jászberény Branch	5100	Jászberény	Szabadság tér 20.
Kalocsa Branch	6300	Kalocsa	Szent István király utca 30.
Kaposvár Branch	7400	Kaposvár	Bajcsy-Zsilinszky út 24.
Kaposvár, Bereck S. utca Branch	7400	Kaposvár	Bereck S. utca 2.

Karcag Branch	5300	Karcag	Kossuth tér 6.
Kazincbarcika Branch	3700	Kazincbarcika	Egressy utca 44.
Kecskemét, Nagykőrösi utca Branch	6000	Kecskemét	Nagykőrösi utca 11.
Kecskemét, Dobó körút Branch	6000	Kecskemét	Dobó körút 7.
Keszthely Branch	8360	Keszthely	Kossuth utca 45.
Kiskunhalas Branch	6400	Kiskunhalas	Bethlen Gábor tér 4.
Kisvárdai Branch	4600	Kisvárdai	Szent László utca 26.
Komárom Tesco Branch	2900	Komárom	Gyár u. 2-6.
Komló Branch	7300	Komló	Pécsi út 1.
Kőszeg Branch	9730	Kőszeg	Rákóczi utca 1.
Lenti Branch	8960	Lenti	Zrínyi utca 3.
Makó Branch	6900	Makó	Csanád vezér tér 5.
Marcali Branch	8700	Marcali	Rákóczi utca 6-10.
Mátészalka Branch	4700	Mátészalka	Kölcsey utca 17/A
Mezőkövesd Branch	3400	Mezőkövesd	Mátyás Király út 129.
Mezőtúr Branch	5400	Mezőtúr	Földvári út 2.
Miskolc, Mindszent tér Branch	3519	Miskolc	Mindszent tér 3. (Rónai Műv. Ház)
Miskolc, Városház tér Branch	3525	Miskolc	Városház tér 9.
Miskolc, Egyetemváros Branch	3515	Miskolc	Egyetemváros C/1 épület
Miskolc, Bajcsy-Zsilinszky utca Branch	3527	Miskolc	Bajcsy-Zsilinszky utca 1-3.
Mohács Branch	7700	Mohács	Szabadság út 16.
Monor Branch	2200	Monor	Kossuth L. u. 88/B.
Mór Branch	8060	Mór	Köztársaság tér 1.
Mosonmagyaróvár Branch	9200	Mosonmagyaróvár	Deák Ferenc tér 3.
Nagykanizsa, Erzsébet tér Branch	8800	Nagykanizsa	Erzsébet tér 20.
Nagykanizsa, Fő utca Branch	8800	Nagykanizsa	Fő utca 24.
Nagykovács Branch	2094	Nagykovács	Kossuth L. u. 109.
Nyírbátor Branch	4300	Nyírbátor	Szabadság tér 10.
Nyíregyháza, Luther utca Branch	4401	Nyíregyháza	Luther u. 2.
Nyíregyháza, Vay Á. krt. Branch	4400	Nyíregyháza	Vay Ádám körút 12.
Orosháza Branch	5900	Orosháza	Kossuth utca 2.
Ózd Branch	3600	Ózd	Gyűjtő tér 1.
Paks Branch	7030	Paks	Barátság utca 1.
Pápa Branch	8500	Pápa	Fő tér 25-26.
Pécs, Rákóczi út Branch	7620	Pécs	Rákóczi út 62-64.
Pécs, Alkotmány utca Branch	7624	Pécs	Alkotmány utca 12.
Pécs, Uránváros Branch	7620	Pécs	Ybl M. u. 7.
Pécs, Diana tér Branch	7632	Pécs	Diana tér 20.
Salgótarján Branch	3100	Salgótarján	Erzsébet tér 5.
Sárospatak Branch	3950	Sárospatak	Rákóczi utca 40.
Sárvár Branch	9600	Sárvár	Batthyány u. 20.
Sásd Branch	7370	Sásd	Rákóczi utca 17.
Sátoraljaújhely Branch	3980	Sátoraljaújhely	Széchenyi tér 3.

Siófok Branch	8600	Siófok	Fő utca 172.
Sopron, Előkapu Branch	9400	Sopron	Előkapu 2-4.
Sopron, Teleki P. utca Branch	9400	Sopron	Teleki P. u. 24.
Szarvas Branch	5540	Szarvas	Szabadság utca 32.
Százhalombatta Branch	2440	Százhalombatta	Szent István tér 9.
Szeged, Széchenyi tér Branch	6720	Szeged	Széchenyi tér 17.
Szeged, Kölcsey utca Branch	6720	Szeged	Kölcsey utca 13.
Székesfehérvár, Palotai út Branch	8000	Székesfehérvár	Palotai út 4.
Székesfehérvár, Budai út Branch	8000	Székesfehérvár	Budai út 32.
Szekszárd Branch	7100	Szekszárd	Széchenyi utca 40.
Szentendre Branch	2000	Szentendre	Duna korzó 18.
Szentes Branch	6600	Szentes	Petőfi Sándor utca 1.
Szentgotthárd Branch	9970	Szentgotthárd	Széchenyi utca 2.
Szerencs Branch	3900	Szerencs	Rákóczi út 73-75.
Szigetszentmiklós Branch	2310	Szigetszentmiklós	Szent Miklós útja 1.
Szolnok, Baross utca Branch	5000	Szolnok	Baross utca 8.
Szolnok, Nagy Imre krt. Branch	5000	Szolnok	Nagy Imre krt. 8/A.
Szombathely, Mártírok tere Branch	9700	Szombathely	Mártírok tere 12.
Szombathely, Fő tér Branch	9700	Szombathely	Fő tér 29.
Tapolca Branch	8300	Tapolca	Deák Ferenc u. 7.
Tata Branch	2890	Tata	Országgyűlés tér 3.
Tatabánya Branch	2800	Tatabánya	Fő tér 20.
Tiszaújváros Branch	3580	Tiszaújváros	Bethlen Gábor utca 18.
Tiszavasvár Branch	4440	Tiszavasvári	Kossuth utca 22.
Törökszentmiklós Branch	5200	Törökszentmiklós	Kossuth utca 125.
Vác Branch	2600	Vác	Széchenyi u. 14.
Várpalota Fók	8100	Várpalota	Szent István út 7-9.
Veszprém, Szabadság tér Branch	8200	Veszprém	Szabadság tér 1.
Veszprém, Egyetem Branch	8200	Veszprém	Egyetem utca 19.
Veszprém, Ádám Iván utca Branch	8200	Veszprém	Ádám Iván utca 2.
Záhony Branch	4625	Záhony	Ady Endre utca 27-31.
Zalaegerszeg Branch	8900	Zalaegerszeg	Ispotály köz 2.
Zirc Branch	8420	Zirc	Petőfi utca 4.

Corporate Trade Centres

Corporate Trade Centres in Budapest

Corporate Trade Centre for Budapest and Pest County – Commercial Sector
Corporate Trade Centre for Budapest and Pest County – Services Sector
Corporate Trade Centre for Budapest and Pest County – Industrial Sector
Corporate Trade Centre for Budapest and Pest County – Small Businesses

Corporate Trade Centres in the countryside

Bács-Kiskun County Corporate Trade Centre	Kecskemét
Baranya County Corporate Trade Centre	Pécs
Békés County Corporate Trade Centre	Békéscsaba
Borsod-Abaúj-Zemplén County Corporate Trade Centre	Miskolc
Csongrád County Corporate Trade Centre	Szeged
Fejér County Corporate Trade Centre	Székesfehérvár
Győr-Moson-Sopron County Corporate Trade Centre	Győr
Hajdú-Bihar County Corporate Trade Centre	Debrecen
Heves County Corporate Trade Centre	Eger
Jász-Nagykun-Szolnok County Corporate Trade Centre	Szolnok
Komárom-Esztergom County Corporate Trade Centre	Tatabánya
Nógrád County Corporate Trade Centre	Salgótarján
Somogy County Corporate Trade Centre	Kaposvár
Szabolcs-Szatmár-Bereg County Corporate Trade Centre	Nyíregyháza
Tolna County Corporate Trade Centre	Szekszárd
Vas County Corporate Trade Centre	Szombathely
Veszprém County Corporate Trade Centre	Veszprém
Zala County Corporate Trade Centre	Zalaegerszeg

Central Business Divisions

International and Austrian Clients
Large Enterprises
Project- and Property Financing
Structured Trade Financing
Local Councils

Supervisory Board, Board of Directors

SUPERVISORY BOARD OF ERSTE BANK HUNGARY

31 December 2006

Chairman:

Mag. Reinhard Ortner Erste Bank der oesterreichischen Sparkassen AG

Members:

Mag. Andreas Treichl Erste Bank der oesterreichischen Sparkassen AG

Bernhard Spalt Erste Bank der oesterreichischen Sparkassen AG

Manfred Wimmer Erste Bank der oesterreichischen Sparkassen AG

Várady Lászlóné Erste Bank Hungary

Magyar István Erste Bank Hungary

BOARD OF DIRECTORS OF ERSTE BANK HUNGARY

31 December 2006

Chairman:

Kisbenedek Péter Erste Bank Hungary

Members:

Papp Edit Erste Bank Hungary

Pásti Zoltán Erste Bank Hungary

Megyesiné Bese Gabriella Erste Bank Hungary

Jonathan Till Erste Bank Hungary

Tátrai Bernadett Erste Bank Hungary

Frederik Silzer external member

Szivi László external member

Rudnay János external member

Erste Bank Hungary hereby declares that its parent company, Erste Bank der oesterreichischen Sparkassen AG adheres to the Austrian Corporate Governance Code and Erste Bank Hungary's corporate management practice is based on the same principles and guidelines.