Consolidated quarterly report

Alior Bank Spółka Akcyjna Group

for the first quarter of 2013

Selected financial data from the consolidated financial statements

	in PLN'000					
	1.01.2013 - 31.03.2013	1.10.2012 - 31.12.2012	%% (A-B)/B	1.01.2012 - 31.03.2012	%% (A-D)/D	1.01.2012- 31.12.2012
	A	B	C	D	E	F
Net interest income	**200 181**	192 756	3.85%	152 148	31.57%	710 565
Fee and commission expense	**137 850**	135 793	1.51%	111 534	23.59%	469 367
Trading result & other	**56 202**	80 474	-30.16%	34 407	63.34%	253 809
Operating income	**394 233**	409 023	-3.62%	298 089	32.25%	1 433 741
General administrative expenses before IPO expenses*	**-201 609**	-191 117	5.49%	-181 718	10.95%	-762 610
Impairment losses	**-78 784**	-89 640	-12.11%	-49 284	59.86%	-282 252
Gross profit before IPO expenses*	**113 840**	129 531	-12.11%	67 087	69.69%	390 144
Net profit before IPO expenses*	**90 507**	109 560	-17.39%	53 729	68.45%	332 454
General administrative expenses	**-201 609**	-350 241	-42.44%	-181 718	10.95%	-921 734
Gross profit	**113 840**	-30 858	-	67 087	69.69%	229 755
Net profit	**90 507**	-48 831	-	53 729	68.45%	174 063
Total net cash flow	**-572 943**	n/a	-	-19 104	-	568 258
Loans and advances to customers	**15 887 393**	14 535 432	9.30%	11 266 889	41.01%	14 535 432
Customer deposits	**17 236 278**	17 463 353	-1.30%	12 471 517	38.21%	17 463 353
Total equity	**2 331 245**	2 246 352	3.78%	1 182 913	97.08%	2 246 352
Total assets	**21 067 769**	21 352 348	-1.33%	15 007 801	40.38%	21 352 348
Ratios based pre-IPO*						
Earnings/losses per share (in PLN)*	**1.42**	1.72	-17.39%	1.07	32.47%	5.23
ROE*	**15.82%**	23.71%	-33.27%	18.73%	-15.54%	19.80%
ROA*	**1.71%**	2.24%	-23.60%	1.41%	21.28%	1.81%
C/I*	**51.14%**	46.73%	9.45%	60.96%	-16.11%	53.1%
CoR	**2.06%**	2.55%	-19.22%	1.84%	11.96%	2.27%
L/D	**0.92**	0.83	10.74%	0.90	2.03%	0.83
NPL ratio	**5.89%**	5.62%	4.80%	4.03%	46.15%	5.62%
NPL coverage ratio	**59.60%**	58.83%	1.31%	72.94%	-18.29%	58.83%
Capital adequacy ratio	**15.08%**	17.00%	-11.29%	12.11%	24.53%	17.00%
Tier 1	**12.93%**	14.54%	-11.07%	8.93%	44.84%	14.54%
Book value per ordinary share (in PLN)	**36.66**	35.33	3.78%	23.66	54.98%	35.33
Other data						
Number of shares (in thousand)	***63 583***	*63 583*	*0.00%*	*50 000*	*27.17%*	*63 583*
Number of employees	***5 189***	*4 873*	*6.48%*	*4 217*	*23.05%*	*4 873*

**)for 4Q 2012 & 1.01.2012-31.12.2012*

	in EUR'000					
	1.01.2013 - 31.03.2013	1.10.2012 - 31.12.2012	%% (A-B)/B	1.01.2012 - 31.03.2012	%% (A-D)/D	1.01.2012- 31.12.2012
	A	B	C	D	E	F
Net interest income	**47 961**	46 900	2.26%	36 443	31.61%	170 252
Fee and commission expense	**33 027**	33 040	-0.04%	26 715	23.63%	112 461
Trading result & other	**13 465**	19 581	-31.23%	8 241	63.39%	60 813
Operating income	**94 454**	99 521	-5.09%	71 399	32.29%	343 526
General administrative expenses before IPO expenses*	**-48 303**	-46 502	3.87%	-43 525	10.98%	-182 722
Impairment losses	**-18 876**	-21 811	-13.46%	-11 805	59.90%	-67 628
Gross profit before IPO expenses*	**27 275**	31 517	-13.46%	16 069	69.74%	93 479
Net profit before IPO expenses*	**21 685**	26 658	-18.65%	12 869	68.51%	79 656
General administrative expenses	**-48 303**	-85 219	-43.32%	-43 525	10.98%	-220 849
Gross profit	**27 275**	-7 508	-	16 069	69.74%	55 050
Net profit	**21 685**	-11 881	-	12 869	68.51%	41 706
Total net cash flow	**-137 271**	n/a	-	-4 576	-	136 155
Loans and advances to customers	**3 803 177**	3 555 460	6.97%	2 707 345	40.48%	3 555 460
Customer deposits	**4 126 078**	4 271 648	-3.41%	2 996 808	37.68%	4 271 648
Total equity	**558 061**	549 472	1.56%	284 245	96.33%	549 472
Total assets	**5 043 273**	5 222 922	-3.44%	3 606 257	39.85%	5 222 922
Ratios based pre-IPO*						
Earnings/losses per share (in EUR)*	**0.34**	0.42	-18.65%	0.26	32.51%	1.25
ROE*	**15.82%**	23.71%	-33.27%	18.73%	-15.54%	19.80%
ROA*	**1.71%**	2.24%	-23.60%	1.41%	21.28%	1.81%
C/I*	**51.14%**	46.73%	9.45%	60.96%	-16.11%	53.1%
CoR	**2.06%**	2.55%	-19.22%	1.84%	11.96%	2.27%
L/D	**0.92**	0.83	10.74%	0.90	2.03%	0.83
NPL ratio	**5.89%**	5.62%	4.80%	4.03%	46.15%	5.62%
NPL coverage ratio	**59.60%**	58.83%	1.31%	72.94%	-18.29%	58.83%
Capital adequacy ratio	**15.08%**	17.00%	-11.29%	12.11%	24.53%	17.00%
Tier 1	**12.93%**	14.54%	-11.07%	8.93%	44.84%	14.54%
Book value per ordinary share (in EUR)	**8.78**	8.64	1.56%	5.68	54.39%	8.64
Other data						
Number of shares (in thousand)	***63 583***	*63 583*	*0.00%*	*50 000*	*27.17%*	*63 583*
Number of employees	***5 189***	*4 873*	*6.48%*	*4 217*	*23.05%*	*4 873*

**)for 4Q 2012 & 1.01.2012-31.12.2012*

The selected items of the Financial Statements have been converted into EUR at the following rates:

a) as at 31.03.2013

- balance sheet items – at the average EUR exchange rate expressed in PLN, announced by the NBP as at 31.03.2013 – 4.1774;

- income statement and the cash flow statement items – at the average EUR exchange rate expressed in PLN, constituting the arithmetic mean of the average exchange rates announced by the NBP, valid at the end of each month – 4.1738.

b) as at 31.03.2012

- balance sheet items – at the average EUR exchange rate expressed in PLN, announced by the NBP as at 31.03.2012 – 4,1616; - income statement and the cash flow statement items – at the average EUR exchange rate expressed in PLN, constituting the arithmetic mean of the average exchange rates announced by the NBP, valid at the end of each month – 4.1750;

c) as at 31.12.2012

- balance sheet items – at the average EUR exchange rate expressed in PLN, announced by the NBP as at 31.12.2012 – 4.0882.

- income statement and the cash flow statement items – at the average EUR exchange rate expressed in PLN, constituting the arithmetic mean of the average exchange rates announced by the NBP, valid at the end of each month – 4.1736.

d) 4Q 2012

- balance sheet items – at the average EUR exchange rate expressed in PLN, announced by the NBP as at 31.12.2012 – 4.0882.

- income statement and the cash flow statement items – at the average EUR exchange rate expressed in PLN, constituting the arithmetic mean of the average exchange rates announced by the NBP, valid at the end of each month – 4.1099.

Contents

(in PLN'000)

Consolidated income statement

	Note	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Interest income		354 800	270 206
Interest expense		-154 619	-118 058
Net interest income	**4**	**200 181**	**152 148**
Fee and commission income		192 945	149 039
Fee and commission expense		-55 095	-37 505
Net fee and commission income	**5**	**137 850**	**111 534**
Trading result	**6**	**48 913**	**33 128**
Net gain (realized) on other financial instruments	**7**	**1 372**	**334**
Other operating income		20 632	5 267
Other operating costs		-14 715	-4 322
Net other operating income	**8**	**5 917**	**945**
General administrative expenses	**9**	**-201 609**	**-181 718**
share-based payments – equity component		*-3 150*	*-1 050*
Impairment losses	**10**	**-78 784**	**-49 284**
Gross profit		**113 840**	**67 087**
Income tax	11	-23 333	-13 358
Net profit		**90 507**	**53 729**
Net profit attributable to equity holders of the parent		*90 507*	*53 729*
Net profit		**90 507**	**53 729**
Weighted average number of ordinary shares		**63 582 965**	**50 000 000**
Net profit per share (in PLN)	**12**	**1,42**	**1,07**
Diluted earnings per share (in PLN)	**12**	**1,35**	**1,07**

Consolidated statement of comprehensive income

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Net profit	**90 507**	**53 729**
Other taxable comprehensive income	-8 764	15 653
Net gains/losses on financial assets available for sale	-8 764	15 653
Profit/loss on valuation of financial assets available for sale	-10 820	19 325
Deferred tax	2 056	-3 672
Total comprehensive income, net	**81 743**	**69 382**
holders of the parent	81 743	69 382
non-controlling shareholders	0	0

(in PLN'000)

Consolidated statement of financial position

ASSETS	Note	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Cash and balances with the Central Bank		728 540	1 029 968	579 237
Financial assets held for trading	20	214 952	173 706	186 981
Financial assets available for sale	13	3 259 304	4 320 747	2 112 577
Amounts due from banks	15	137 511	413 528	246 809
Loans and advances to customers	14	15 887 393	14 535 432	11 266 889
Property, plant and equipment		207 915	214 887	213 890
Intangible assets		157 627	157 940	138 706
Non-current asset held for sale		62 298	62 298	0
Income tax asset		62 698	78 755	54 928
Current		4 120	0	0
Deferred		58 578	78 755	54 928
Other assets	16	349 531	365 087	207 784
TOTAL ASSETS		**21 067 769**	**21 352 348**	**15 007 801**

LIABILITIES AND EQUITY	Note	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Financial liabilities held for trading	20	146 274	129 107	141 178
Financial liabilities measured at amortized cost	17	17 642 932	18 092 194	12 857 863
Provisions	18	9 229	12 549	38 867
Other liabilities	19	593 883	490 105	442 702
Income tax liabilities		269	31 463	0
Current		269	31 463	0
Subordinated loans	21	343 937	350 578	344 278
Total liabilities		**18 736 524**	**19 105 996**	**13 824 888**
Equity	22	**2 331 245**	**2 246 352**	**1 182 913**
Share capital		635 830	635 830	500 000
Supplementary capital		1 276 611	1 276 611	627 205
Revaluation reserve		2 012	10 776	2 634
Other capital		166 527	163 377	13 650
Share-based payments – equity component		166 527	163 377	13 650
Undistributed result from previous years		159 758	-14 305	-14 305
Current year profit/loss		90 507	174 063	53 729
TOTAL LIABILITIES AND EQUITY		**21 067 769**	**21 352 348**	**15 007 801**

(in PLN'000)

Statement of changes in consolidated equity

1.01.2013- 31.03.2013	Share capital	Supplementary capital	Other capital - Share-based payments	Revaluation reserve	Retained earnings/ accumulated losses	Net profit/loss for the year	Total equity
As at 1 January 2013	635 830	1 276 611	163 377	10 776	159 758	-	2 246 352
Increase in equity	-	-	-	-	-	-	0
Comprehensive income	-	-	-	-8 764	-	90 507	81 743
Share-based payments	-	-	3 150	-	-	-	3 150
As at 31 March 2013	635 830	1 276 611	166 527	2 012	159 758	90 507	2 331 245

1.01.2012- 31.12.2012	Share capital	Supplementary capital	Other capital - Share-based payments	Revaluation reserve	Retained earnings/ accumulated losses	Net profit/loss for the year	Total equity
As at 1 January 2012	500 000	502 569	12 600	-13 019	110 331	-	1 112 481
Increase in equity	135 830	664 096	-	-	-	-	799 926
Comprehensive income	-	-	-	23 795	-	174 063	197 858
Share-based payments	-	-	150 777	-	-	-	150 777
IPO costs		-14 690	-	-	-		-14 690
Distribution of prior year result	-	124 636	-	-	-124 636	-	0
As at 31 December 2012	635 830	1 276 611	163 377	10 776	-14 305	174 063	2 246 352

1.01.2012- 31.03.2012	Share capital	Supplementary capital	Other capital - Share-based payments	Revaluation reserve	Retained earnings/ accumulated losses	Net profit/loss for the year	Total equity
As at 1 January 2012	500 000	502 569	12 600	-13 019	110 331	-	1 112 481
Comprehensive income	-	-	-	15 653	-	53 729	69 382
Share-based payments	-	-	1 050	-	-	-	1 050
Coverage of previous years' losses	-	124 636	-	-	-124 636	-	0
As at 31 March 2012	500 000	627 205	13 650	2 634	-14 305	53 729	1 182 913

(in PLN'000)

Consolidated cash flow statement

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Operating activities		
Net profit	**90 507**	**53 729**
Adjustments:	**-632 681**	**-342 670**
Unrealized foreign exchange gains/losses	2 646	-6 688
Change in income tax assets	-13 082	13 357
Amortization/depreciation of tangible and intangible assets	17 836	15 071
Change in tangible and intangible assets impairment write-down	8	32
Change in provisions	-3 320	6 216
Profit/loss on investment net sale	0	-6
Interest (financial activity)	7 459	4 926
Share-based payments and IPO costs	3 150	1 050
Change in loans and receivables	-1 347 459	-424 378
Change in financial assets available for sale	1 061 443	794 398
Change in financial assets held for trading	-41 246	125 043
Change in other assets	15 556	-38 019
Change in deposits	-245 052	-1 066 065
Change in issued debt	-5 902	74 343
Change in financial liabilities held for trading	17 167	-102 552
Change in other liabilities	-101 885	260 602
Net cash flow from operating activities	**-542 174**	**-288 941**
Investing activities		
Outflows:	**-15 362**	**-28 025**
Purchase of property, plant and equipment	-7 574	-7 337
Disposal of property, plant and equipment		
Purchase of intangible assets	-7 788	-20 688
Inflows:	**0**	**0**
Net cash flow from investing activities	**-15 362**	**-28 025**
Financing activities		
Outflows:	**-15 408**	**-1 159**
Repayment of long-term liabilities	-15 408	-1 159
Inflows:	**0**	**299 021**
Subordinated liabilities incurred	0	299 021
Net cash flow from financing activities	**-15 408**	**297 862**
Total net cash flow	**-572 943**	**-19 104**
Balance sheet change in cash and cash equivalents	**-572 943**	**-19 104**
Cash and cash equivalents, opening balance	**1 352 685**	**784 427**
Cash and cash equivalents, closing balance	**779 742**	**765 323**
Additional disclosures on operating cash flows		
Interest income received	**281 429**	**232 754**
Interest expense paid	**-195 260**	**-114 047**

Notes to the consolidated financial statements

1. Information on the Bank and the Group

1.1 General Information

Alior Bank Spółka Akcyjna ("the Bank", "the parent company") is the parent company of Alior Bank Spółka Akcyjna Group ("the Group"). The Bank, with its seat in Warsaw, Al. Jerozolimskie 94, was entered in the register of businesses maintained by the District Court for the Capital City of Warsaw, 12th Business Department of the National Court Register under the number KRS 0000305178. The parent company was assigned a tax identification number, NIP: 107-001-07-31, and a statistical number, REGON: 141387142.

Since 14 December 2012, the Bank has been listed on the Warsaw Stock Exchange.

1.2 Duration and scope of business activities

On 18 April 2008, the Polish Financial Supervision Authority (the "PFSA") granted permission for the incorporation of a bank under the name Alior Bank S.A. On 1 September 2008, the PFSA issued a license for the Bank to commence its business activities. On 5 September 2008, the PFSA granted the Bank permission to conduct brokerage activities. The duration of the Bank's and the Group companies' operations is indefinite.

Alior Bank S.A. is a universal lending and deposit-taking bank which renders services to individuals, legal persons and other entities which are Polish and foreign persons. The Bank's core activities include maintaining bank accounts, granting loans and borrowings, issuing banking securities and the purchase and sale of foreign currency. The Group also conducts brokerage activities, consulting and financial agency services and renders other financial services. The information on companies belonging to the Group is presented in point 1.4. of this Note. The Bank operates in the territory of the Republic of Poland and the European Economic Area.

1.3 Shareholders of Alior Bank Spółka Akcyjna

Alior Bank's shareholders with more than 5% interest in the share capital as at 9.05.2013 were as follows:

- Alior Lux S.a r. l. & Co S.C.A.;
- European Bank for Reconstruction and Development;
- Genesis AssetManagers, LLP.

(in PLN'000)

The Bank's shareholders as at 7.03.2013

Shareholder	Number of shares/ number of votes	Nominal value of the shares [PLN]	Share in the capital	Total number of voting rights
Alior Lux S.a r.l. & Co. S.C.A. (including Alior Polska sp. z o.o.)	22 918 382	229 183 820	36,045%	36,045%
European Bank for Reconstruction and Development	5 614 035	56 140 350	8,829%	8,829%
Genesis Asset Managers, LLP	3 874 561	38 745 610	6,094%	6,094%
Other	31 175 987	311 759 870	49,032%	49,032%
Total	63 582 965	635 829 650	100%	100%

The Bank's shareholders as at 9.05.2013

Shareholder	Number of shares/ number of votes	Nominal value of the shares [PLN]	Share in the capital	Total number of voting rights
Alior Lux S.a r.l. & Co. S.C.A. (including Alior Polska sp. z o.o.)	22 918 382	229 183 820	36,045%	36,045%
European Bank for Reconstruction and Development	5 614 035	56 140 350	8,829%	8,829%
Genesis Asset Managers, LLP	3 874 561	38 745 610	6,094%	6,094%
Other	31 175 987	311 759 870	49,032%	49,032%
Total	63 582 965	635 829 650	100%	100%

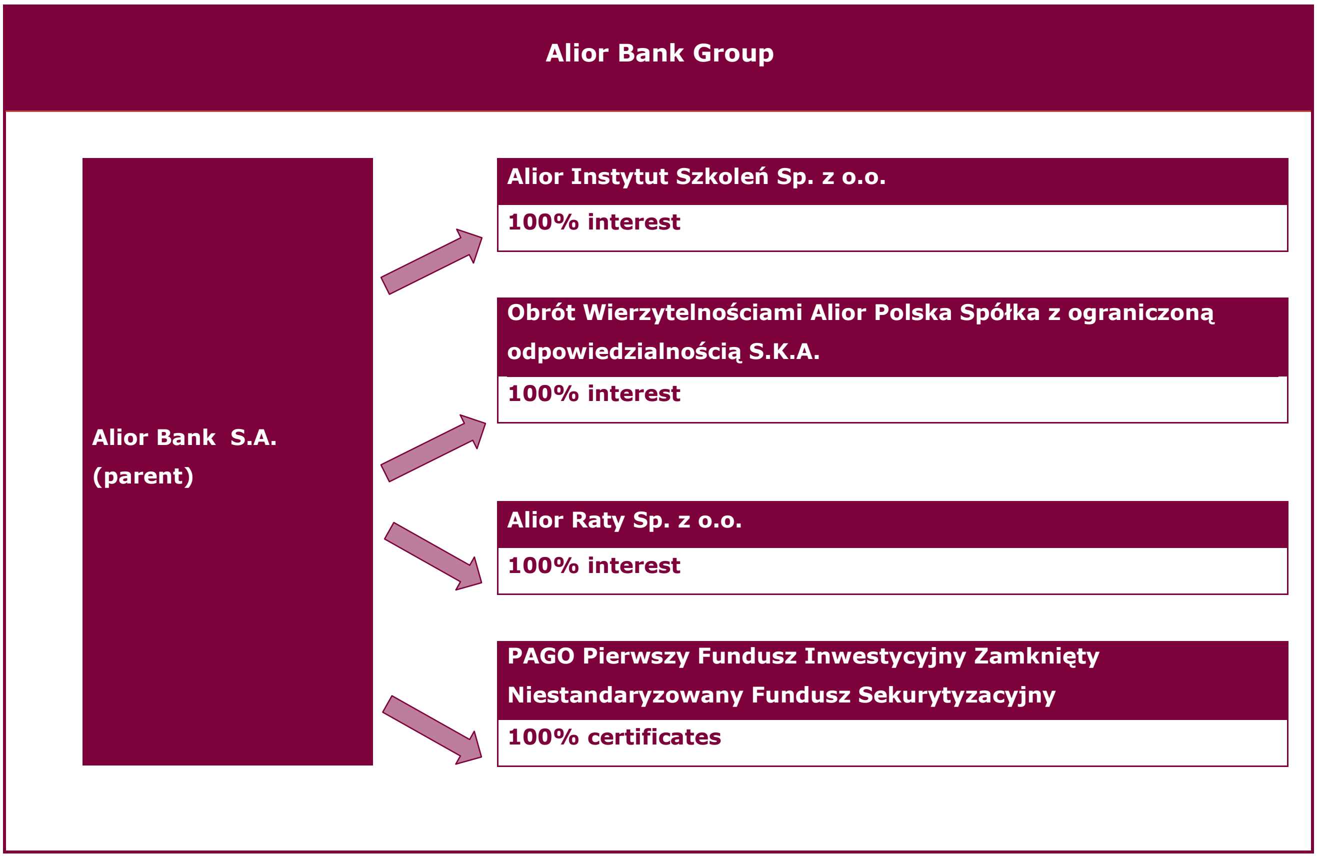
On 6 February 2013 the Company's Management Board received a notification from Wellington Management Company LLP ("Wellington Management") on the sale of the Bank's 50 061 shares by Wellington Management on 4 February 2013. The sale resulted in a decrease in Wellington Management's interests in the Bank below the 5% threshold in the total number of shares and voting rights at the Bank's General Shareholders' Meeting.

Before the transaction Wellington Management held 3 186 065 of the Bank's shares, comprising 5.01% of its share capital and entitling it to 3 186 065, i.e. 5.01% voting rights at the General Shareholders' Meeting.

As a result of the sale of shares, Wellington Management now holds 3 143 220 of the Issuer's shares, which represents 4.94% of the Bank's share capital and entitles it to 3 143 220 voting rights at the Bank's General Shareholders' Meeting, which represents 4.94% of the total number of votes.

The Management Board of Alior Bank S.A. gave information about this event in its current report No. 10/2013 dated 6 February 2013.

1.4 Alior Bank S.A. Group



1.4.1 Operation of companies belonging to Alior Bank S.A. Group

Alior Bank S.A. Group is made up of: Alior Bank, the parent, and three subsidiaries in which Alior Bank holds a majority interest. Alior Bank also consolidates the results of the fund PAGO Pierwszy Fundusz Inwestycyjny Zamknięty Niestandaryzowany Fundusz Sekurytyzacyjny, in which it holds 100% certificates.
During the reporting period, Alior Bank S.A. Group's structure did not change. The consolidated financial statements cover the financial statements of the Bank and the financial statements of the companies listed below.

1. Alior Instytut Szkoleń sp. z o.o. is a company engaged in the organization of dedicated training courses (tailored to the customer's requirements) and open training. Alior Instytut Szkoleń is the strategic partner in the organization of conferences with celebrities from the business world.
2. Obrót Wierzytelnościami Alior Polska spółka z ograniczoną odpowiedzialnością S.K.A. is a company whose main aim is to trade in receivables purchased from the Bank. The Company was established to optimize the process of selling the Bank's receivables.
3. Alior Raty Sp. z o.o. was established to provide intermediation services in respect of extending borrowings in the Consumer Finance segment.

   Scope of the Company's operations:

- acquiring Trade Partners offering purchases with an instalment borrowings option in the following segments:
  - internet sales;
  - direct and mobile sales;
  - POS sales;
- providing financial intermediation services to Credit Partners (lenders);
- maintaining and operating the IT system which supports the loan application process;
- conducting settlements with Trade Partners, credit Partners, the Insurer, Service Providers;
- acquiring customers who wish to purchase Alior Bank products (in a cross-selling process).

4. The scope of the PAGO Pierwszy Fundusz Inwestycyjny Zamknięty Niestandaryzowany Fundusz Sekurytyzacyjny activity are operations comprise purchasing non-banking receivables on the Polish market. The Bank took up 100% of the Fund's certificates. As at 31 March 2013, the value of the Fund's certificates held by Alior Bank S.A. was PLN 471 thousand.

As at 31 March 2013, Alior Bank S.A. is the Company's sole shareholder engaged in retail sales - POLBITA – Spółka z ograniczoną odpowiedzialnością (limited liability company). The shares held by the Bank – due to their classification as held-for-sale assets – are eliminated from consolidation and recognized in accordance with IFRS 5 "Non-current assets held for sale and discontinued activities".

(in PLN'000)

1.5 Information on the composition of the Bank's Management and Supervisory Boards

As at 1 January 2013, the composition of the Bank's Management Board was as follows:

• Wojciech Sobieraj	Chairman of the Management Board
• Krzysztof Czuba	Deputy Chairman of the Board
• Niels Lundorff	Deputy Chairman of the Board
• Artur Maliszewski	Deputy Chairman of the Board
• Witold Skrok	Deputy Chairman of the Board
• Cezary Smorszczewski	Deputy Chairman of the Board
• Katarzyna Sułkowska	Deputy Chairman of the Board

On 10 February 2013 Mr Cezary Smorszczewski resigned as Member and Deputy Chairman of the Bank's Management Board.
The Bank's Supervisory Board appointed Mr Michał Hucał as a Member and Deputy Chairman of the Management Board as of 10 February 2013.

As at 31 March 2013, the following people were on the Bank's Management Board:

• Wojciech Sobieraj	Chairman of the Management Board
• Krzysztof Czuba	Deputy Chairman of the Board
• Michał Hucał	Deputy Chairman of the Board
• Niels Lundorff	Deputy Chairman of the Board
• Artur Maliszewski	Deputy Chairman of the Board
• Witold Skrok	Deputy Chairman of the Board
• Katarzyna Sułkowska	Deputy Chairman of the Board

As at 1 January 2013, the composition of the Bank's Supervisory Board was as follows:

• Helene Zaleski	Chairperson of the Supervisory Board
• Józef Wancer	Deputy Chairman of the Supervisory Board
• Małgorzata Iwanicz-Drozdowska	Member of the Supervisory Board
• Marek Michalski	Member of the Supervisory Board
• Krzysztof Obłój	Member of the Supervisory Board

Until 31 March 2013, the composition of the Bank's Supervisory Board did not change.

1.6 Approval of the consolidated financial statements

The consolidated financial statements of Alior Bank Spółka Akcyjna Group as at and for the year ended 31 December 2012 were approved for publication by the Bank's Management Board on 6 March 2013.

These interim condensed consolidated financial statements of Alior Bank Spółka Akcyjna Group were approved by the Bank's Management Board on 8 May 2013.

2. Accounting policy

2.1 Basis of preparation

Entities and comparative data

The interim condensed consolidated financial statements of Alior Bank S.A. Group include data relating to the Bank and its subsidiaries, and covers the three-month period ended 31 March 2013 and includes comparative data for the three months ended 31 March 2012 (in respect of the consolidated income statement, the consolidated statement of financial position, the consolidated of comprehensive income, the statement of changes in consolidated equity and the consolidated cash flow statement) and comparative data as at 31 December 2012 (in respect of the consolidated statement of financial position and the statement of changes in consolidated equity). The consolidated financial statements were prepared in Polish zloties (PLN), and all amounts are shown in PLN thousands, unless specified otherwise.

Statement of compliance

These interim condensed consolidated financial statements of Alior Bank Spółka Akcyjna Group for the 1st quarter of 2013 have been prepared in accordance with the International Financial Reporting Standards (IFRS) as adopted by the European Union as of 31 March 2013, and in accordance with the requirements of the Ordinance of the Minister of Finance dated 19 February 2009 on current and periodic information published by issuers of securities and the conditions for recognizing as equivalent the information required by the laws of a non-member state (Journal of Laws of 2009, No. 33, item 259) as amended.

The presented interim condensed consolidated financial statements meet the requirements of International Accounting Standard (IAS) 34 relating to interim financial reporting. These financial statements have been prepared in a condensed version and do not cover all disclosures required in the annual financial statements.

The interim condensed consolidated income statement, interim condensed consolidated statement of comprehensive income, interim condensed statement of changes in consolidated equity and interim condensed consolidated cash flow statement for the period from 01.01.2013 to 31.03.2013 and the interim condensed consolidated statement of financial position as at 31.03.2013 with respective comparative data have been prepared using the same accounting policies for each of the periods.

Going concern

The consolidated financial statements of Alior Bank Spółka Akcyjna Group were prepared on the assumption that the Group would continue as a going concern in the 12-month period after the balance sheet date, i.e. after 31 March 2013.
On the date of approval of these financial statements, the Bank's Management Board is not aware of any circumstances which for any reason would have a negative impact on the Group's operations.

2.2 Accounting policies

Detailed accounting policies were presented in the annual consolidated financial statements of Alior Bank S.A. Group for the period from 1 January 2012 to 31 December 2012, published on 7 March 2013 and available on Alior Bank S.A.'s website.

Changes in accounting standards

The accounting policies applied in the preparation of these interim condensed consolidated financial statements are consistent with those used in preparing the financial statements as at and for the year ended 31 December 2012, with the exception of applying the following changes to the standards and new interpretations binding for the annual periods beginning on or after 1 January 2013:

- Amendments to IAS 19 *Employee Benefits* – applicable to annual periods beginning on or after 1 January 2013;
- Amendments to IAS 1 *Presentation of Financial Statements: Presentation of items of other comprehensive* - applicable to the annual periods starting on or after 1 July 2012;
- amendments to IFRS 1 *First-time Adoption of International Financial Reporting Standards: severe hyperinflation and removal of fixed dates for entities first-time adopters* - binding for annual periods beginning on or after 1 July 2011 – applicable in the EU for annual periods beginning on or after 1 January 2013;
- Amendments to IAS 12 *Income taxes*: *Deferred income tax: Deferred tax recovery of underlying assets* – binding for annual periods beginning on or after 1 January 2012 – applicable in the EU for annual periods beginning on or after 1 January 2013;
- Amendments to IFRS 13 *Fair Value Measurement* - applicable to annual periods starting on or after 1 January 2013;
- IFRIC 20 *Stripping Costs in the Production Phase of a Surface Mine* – applicable to the annual periods starting on or after 1 January 2013;
- Amendments to IFRS 7 *Financial Instruments*: *Disclosures: Offsetting Financial Assets and Financial Liabilities* – applicable to the annual periods starting on or after 1 January 2013.

Applying the above-mentioned changes did not have a material impact on the financial position or results of the Bank.

New standards and interpretations, which have been published but are not yet effective

The following standards and interpretations were issued by the International Accounting Standards Board or the International Financial Reporting Interpretations Committee, but are not yet effective:

- First phase of IFRS 9 *Financial Instruments*: *Classification and measurement* – applicable to annual periods beginning on or after 1 January 2015 – not adopted by the EU until the date of these financial statements;
- IFRS 10 *Consolidated Financial Statements* – applicable to annual periods beginning on or after 1 January 2014 – the Company intends to apply the standard as of 1 January 2014;
- IFRS 11 *Joint undertakings* - binding for annual periods beginning on or after 1 January 2013 – applicable in the EU for annual periods beginning on or after 1 January 2014 – the Company intends to apply the standard as of 1 January 2014;
- IFRS 12 *Disclosure of Interests in Other Entities* – binding for annual periods beginning on or after 1 January 2014 – the Company intends to apply the standard as of 1 January 2014;
- Amendments to IFRS 10, IFRS 11 and IFRS 12 *Transition guidance* – applicable to annual periods beginning on or after 1 January 2014 – the Company intends to apply the standards as of 1 January 2014;
- IAS 27 *Separate Financial Statements* – applicable to annual periods beginning on or after 1 January 2014 – the Company intends to apply the standard as of 1 January 2014;
- IAS 28 *Investments in Associates and Joint Ventures* – applicable to annual periods beginning on or after 1 January 2014 – the Company intends to apply the standard as of 1 January 2014;
- Revisions to IAS 32, *Financial Instruments: Presentation: Offsetting Financial Assets and Financial Liabilities* – applicable to annual periods beginning on or after 1 January 2014;
- Amendments to IFRS 10, IFRS 12 and IAS 27 *Investment entities* (published in October 2012) – applicable to annual periods beginning on or after 1 January 2014 – until the date of approval of these financial statements not adopted by the EU.

The Bank does not expect the adoption of the above-mentioned standards and interpretations to have a material impact on the Bank's accounting policies, with the exception of changes which will be the effect of implementing IFRS 9.

3. Operating segments

For the purpose of management accounts, the Group divides its operations into the following business segments:

- retail segment;
- business segment;
- treasury activities;
- other.

The Group services individual customers and business clients offering them the full scope of banking services.

The basic products for individual customers cover:

- credit products: cash loans, credit cards, overdraft facilities, real estate loans;
- deposit products: term deposits, savings accounts;
- brokerage products and investment funds;
- personal accounts;
- transaction services: cash deposits and withdrawals, transfers;
- foreign exchange transactions.

Basic products for business customers include:

- credit products: loan products: overdraft facilities, working capital loans, investment loans, credit cards;
- deposit products: term deposits;
- current and auxiliary accounts;
- transaction services: cash deposits and withdrawals, transfers;
- treasury products: foreign exchange transactions (also forward forex transactions), derivative products.

The retail and business segments are analyzed basically by their profitability: Profitability covers:

- margin revenue decreased by financing costs (the rate at which a branch makes settlements with the Interbank Transactions Office);
- commission income;
- income from treasury transactions and foreign exchange transactions made by customers;
- other operating income and expenses.

Revenues of the retail segment also include revenues from the sale of brokerage products (such as revenues from maintaining brokerage accounts, agency services in trading in securities and revenue from distribution of units in investment funds).

Revenues of the business segment also include revenues from the sale of car loans.

The Treasury Activity segment covers the results from managing the global position – the liquidity and currency positions – arising from the activities of the Bank's units.

The segment Other includes:

- internal net interest income accrued on the balance of allowances for loans;

(in PLN'000)

- reconciliation of the presentation of incremental costs for management reporting purposes by deducting the amount relating to incremental costs from the commission income presented in business segments;
- commission costs not allocated to business units (including cash management fees, ATM sharing commission, domestic and foreign transfers);
- other operating income and expenses not related directly to operating segments.

Results and volumes by segments for the quarter ended 31 March 2013

Segment report	Retail customers	Corporate customers	Treasury	Other	Total Bank
External interest income	**71 602**	**92 844**	**35 735**	**0**	**200 181**
external income	185 332	127 474	41 994	0	354 800
external expense	-113 730	-34 630	-6 259	0	-154 619
Internal interest income	**52 547**	**-27 019**	**-29 027**	**3 499**	**0**
internal income	131 114	62 355	269 881	3 611	466 961
internal expense	-78 567	-89 374	-298 908	-112	-466 961
Net interest income	**124 149**	**65 825**	**6 708**	**3 499**	**200 181**
Fee and commission income	129 934	42 300	0	20 711	192 945
Fee and commission expense	-18 241	-839	-78	-35 937	-55 095
Net fee and commission income	**111 693**	**41 461**	**-78**	**-15 226**	**137 850**
Trading result	**203**	**6 276**	**42 424**	**10**	**48 913**
Net gain (realized) on other financial instruments	**12 231**	**26 183**	**-37 049**	**7**	**1 372**
Other operating income	18 272	39	0	2 321	20 632
Other operating expenses	-7 412	-63	-2	-7 238	-14 715
Net other operating income	**10 860**	**-24**	**-2**	**-4 917**	**5 917**
Total result before impairment losses	**259 136**	**139 721**	**12 003**	**-16 627**	**394 233**
Impairment losses	**-48 221**	**-30 072**	**0**	**-491**	**-78 784**
Total result after impairment losses	**210 915**	**109 649**	**12 003**	**-17 118**	**315 449**
General administrative expenses	**-148 899**	**-52 223**	**-487**	**0**	**-201 609**
Gross profit (loss)	**62 016**	**57 426**	**11 516**	**-17 118**	**113 840**
Income tax	0	0	0	-23 333	-23 333
Net profit (loss)	**62 016**	**57 426**	**11 516**	**-40 451**	**90 507**

Investment expenditure (asset purchase costs)				10 293	10 293
Amortization/ depreciation				-17 836	-17 836
Assets	8 525 402	7 361 987	5 179 427		21 066 816
Liabilities and equity	11 985 848	5 261 720	3 819 248		21 066 816

Product	Retail customers	Corporate customers
Term deposits and current accounts	48 356	32 432
Loan products	188 201	65 643
Brokerage products, investment funds, structured products	16 189	186
Treasury products	12 286	32 699
Other	1 817	8 761
Total	**266 849**	**139 721**

(in PLN'000)

Results and volumes by segments for the quarter ended 31 March 2012

Segment report	Retail customers	Corporate customers	Treasury	Other	Total Bank
External interest income	**45 506**	**92 382**	**14 248**	**12**	**152 148**
external income	127 140	109 508	33 544	14	270 206
external expense	-81 634	-17 126	-19 296	-2	-118 058
Internal interest income	**49 840**	**-35 362**	**-17 120**	**2 642**	**0**
internal income	120 498	30 955	128 603	2 650	282 706
internal expense	-70 658	-66 317	-145 723	-8	-282 706
Net interest income	**95 346**	**57 020**	**-2 872**	**2 654**	**152 148**
Fee and commission income	112 183	31 803	0	5 053	149 039
Fee and commission expense	-10 876	-789	-78	-25 762	-37 505
Net fee and commission income	**101 307**	**31 014**	**-78**	**-20 709**	**111 534**
Trading result	**7 402**	**23 163**	**2 501**	**62**	**33 128**
Net gain (realized) on other financial instruments	**82**	**5 176**	**-4 924**	**0**	**334**
Other operating income	6 428	-26	-461	-674	5 267
Other operating expenses	-1 813	-56	0	-2 453	-4 322
Net other operating income	**4 615**	**-82**	**-461**	**-3 127**	**945**
Total result before impairment losses	**208 752**	**116 291**	**-5 834**	**-21 120**	**298 089**
Impairment losses	**-30 501**	**-18 765**	**0**	**-18**	**-49 284**
Total result after impairment losses	**178 251**	**97 526**	**-5 834**	**-21 138**	**248 805**
General administrative expenses	**-123 646**	**-57 465**	**-607**	**0**	**-181 718**
Gross profit (loss)	**54 605**	**40 061**	**-6 441**	**-21 138**	**67 087**
Income tax	0	0	0	-13 358	-13 358
Net profit (loss)	**54 605**	**40 061**	**-6 441**	**-34 496**	**53 729**

Investment expenditure (asset purchase costs)				-7 337	-7 337
Amortization/ depreciation				-15 071	-15 071
Assets	5 647 749	5 619 140	3 740 912		15 007 801
Liabilities and equity	9 080 306	3 391 211	2 536 284		15 007 801

Product	Retail customers	Corporate customers
Term deposits and current accounts	43 934	28 700
Loan products	133 993	56 176
Brokerage products, investment funds, structured products	18 731	0
Treasury products	7 443	28 982
Other	4 651	2 433
Total	**208 752**	**116 291**

(in PLN'000)

Additional notes and explanations to the income statement

4. Net interest income

4.1 Net interest income by entity	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Interest income	**354 800**	**270 206**
financial sector	26 589	24 273
non-financial sector	305 160	227 545
central and local government institutions	23 051	18 388
Interest expense	**-154 619**	**-118 058**
financial sector	-24 905	-19 249
non-financial sector	-129 348	-98 441
central and local government institutions	-366	-368
Net interest income	**200 181**	**152 148**

4.2 Net interest income by product	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Interest income	**354 800**	**270 206**
current accounts	5 483	3 278
overnight deposits	259	329
term deposits	944	2 069
loans	303 157	223 366
debt instruments	35 212	28 427
receivables acquired	9 466	8 290
other	279	4 447
Interest expense	**-154 619**	**-118 058**
current deposits	-14 302	-7 488
term deposits	-117 931	-89 873
repo transactions in securities	-5 251	-6 578
cash deposits	-1 836	-1 790
own issue	-14 471	-11 165
other	-828	-1 164
Net interest income	**200 181**	**152 148**

Interest income comprises mainly interest on loans and interest and discount on bonds. Interest expense relates mainly to term deposit for retail banking customers.

5. Net fee and commission income

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Fee and commission income	**192 945**	**149 039**
granted loans	16 482	6 997
revenue form bankassurance activity	113 321	84 877
settlements	17 820	18 290
guarantee liabilities	2 150	3 035
other banking activities	30 921	20 397
brokerage commissions	9 046	11 365
other commissions	3 205	4 078
Fee and commission expense	**-55 095**	**-37 505**
commissions paid to agents	-12 504	-8 648
custody services	-21	-19
settlements	-11 226	-8 746

(in PLN'000)

compensation and awards to customers	-6 700	-2 103
payment card issue	-2 282	-1 773
costs of customers acquisition	-146	-192
commissions for ATM sharing	-4 918	-4 090
fees for reports (BIK, KRS, KRD)	-280	-591
assistance services	-3 117	-809
fees paid under service agreements	-7 085	-4 880
brokerage commissions	-1 234	-1 888
other commissions	-5 582	-3 766
Net fee and commission income	**137 850**	**111 534**

6. Trading result

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Foreign exchange transactions result	31 978	22 264
Interest rate transactions result	15 171	10 149
Other financial instruments result	1 764	715
Trading result	**48 913**	**33 128**

The result on foreign exchange transactions includes the results on: forex, swap (FX swap and CIRS with capital exchange), FX forward, currency options and revaluation of assets and liabilities denominated in foreign currencies.
The result on interest rate transactions includes the results on: interest rate swaps, FRA and net interest income on CIRS transactions and the result of interest rate options (cap / floor).
Net income from other financial instruments is the result from trading equity securities, the result of commodity derivatives (including forward contracts, futures), the result of the options on stock indices, baskets of indices and commodities.

7. Net gain realized on other financial instruments

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Financial assets available for sale	1 434	170
Own issue	-62	164
income from re-purchase	23	169
losses on repurchase	-85	-5
Net gain realized on other financial instruments	**1 372**	**334**

8. Other net operating income

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Other operating income from:	**20 632**	**5 267**
management of third party assets	2 470	2 186
received compensations, fines and penalties	28	59
fees paid by counterparts	1 217	1 133
acquisition of receivables	1 230	334
reimbursement of litigation costs	3 777	1 089
income from sales of services	10 306	32

(in PLN'000)

other	1 604	434
Other operating expenses due to:	**-14 715**	**-4 322**
management of third party assets	-627	-968
paid compensations, fines and penalties	-206	-3
awards given to customers	-377	-127
operating risk	-338	-1 172
litigation costs	-2 252	-551
lump sum reimbursement of costs incurred by the insurer in connection with the Bank exercising insurance actions	-887	-1 131
acquisition of receivables	-2 825	0
expenses due from sales of services	-6 164	0
other	-1 039	-370
Net other operating income and expense	**5 917**	**945**

9. General administrative expenses

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Payroll costs	**-106 942**	**-101 235**
remuneration due to employment contracts	-86 524	-82 858
remuneration surcharges	-16 307	-15 878
share-based payments	-3 150	-1 050
other	-961	-1 449
General and administrative costs	**-74 465**	**-64 219**
Amortization and depreciation	**-17 836**	**-15 071**
Taxes and fees	**-2 366**	**-1 193**
Total general administrative expenses	**-201 609**	**-181 718**

10. Net impairment losses

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Impairment losses on impaired loans and advances to customers	-79 455	-39 320
financial sector	-250	43
non-financial sector	-79 205	-39 363
retail customers	-51 080	-23 451
business customers	-28 125	-15 912
Debt securities	0	-19
IBNR for customers without impairment losses	1 238	-9 913
financial sector	9	-194
non-financial sector	1 229	-9 719
retail customers	2 545	-7 018
business customers	-1 316	-2 701
Off-balance reserve	-559	0
Property, plant and equipment and intangible assets	-8	-32
Net impairment losses	**-78 784**	**-49 284**

(in PLN'000)

11. Income tax

11.1 Presented in the income statement	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Current tax	1 100	0
current year	1 100	0
Deferred tax	22 233	13 358
origination and reversal of temporary differences	22 233	13 358
Accounting tax recognized in the income statement	**23 333**	**13 358**

11.2 Effective tax rate calculation	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Profit before tax	**113 840**	**67 087**
Income tax at 19%	**21 630**	**12 744**
Non-tax deductible expenses	**1 523**	**856**
Representation costs	211	146
State Fund for Rehabilitation of Persons with Disabilities	199	154
Impairment losses on loans in the part not covered with deferred tax	0	0
Costs of write off of loan and non-loan receivables	0	0
Costs of provisions for management options	598	200
Donations	0	0
Other	515	353
Non-taxable revenues	**-47**	**-2 141**
Release of loan impairment allowances in the part not covered with the deferred tax	-45	-2 141
Other	-2	0
Tax deductible expenses not being accounting expenses	**-298**	**0**
Amortization of goodwill for tax purposes	-298	0
Recognition of tax loss	**8**	**1 899**
Recognition of assets related to contribution of receivables to Obrót Wierzytelnościami Alior Polska sp. z o.o. S.K.A.	**0**	**0**
Relief for new technologies	**0**	**0**
Other	**517**	**0**
Accounting tax recognized in the income statement	**23 333**	**13 358**
Effective tax rate	**20,50%**	**19,91%**

12. Earnings per share

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Net profit	90 507	53 729
Weighted average number of ordinary shares	63 582 965	50 000 000
Share options	3 331 250	0
Adjusted weighted average number of shares	66 914 215	50 000 000
Net earnings per ordinary share (PLN)	**1,42**	**1,07**
Dilluted earnings per one share	**1,35**	**1,07**

(in PLN'000)

Notes to the statement of financial position

13. Available-for-sale financial assets

13.1 By type	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Debt instruments	**3 259 056**	**4 320 504**	**2 112 577**
issued by the State Treasury	2 378 182	2 592 591	1 434 596
T-bills	0	93 762	96 840
T-bonds	2 378 182	2 416 889	1 256 452
Eurobonds	0	81 940	81 304
issued by other governmental institutions	0	0	28 753
bonds	0	0	28 753
issued by monetary institutions	755 683	1 584 555	510 983
bonds	165 991	185 256	79 621
deposit certificates	9 982	149 889	231 526
money bills	579 710	1 249 410	199 836
issued by other financial institutions	115 950	138 361	130 200
bonds	94 678	118 310	93 159
Eurobonds	21 272	20 051	37 041
issued by companies	9 241	4 997	8 045
bonds	9 241	4 997	8 045
Equity instruments	**248**	**243**	**0**
Available-for-sale financial assets	**3 259 304**	**4 320 747**	**2 112 577**

13.2 By maturity	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
without set maturity date	248	243	0
≤ 1M	639 520	1 374 227	239 829
> 1M ≤ 3M	32 999	248 467	222 591
≤ 6M> 3M ≤ 6M	279	180 744	46 436
> 6M ≤ 1Y	127 219	62 664	121 852
> 1Y ≤ 2Y	554 836	580 925	609 539
> 2Y ≤ 5Y	1 412 784	774 674	505 797
> 5Y ≤ 10Y	491 419	1 098 803	366 533
Available-for-sale financial assets	**3 259 304**	**4 320 747**	**2 112 577**

13.3 Impairment allowance on debt instruments	As at 31.03.2013		As at 31.12.2012		As at 31.03.2012	
	Carrying amount	Impairmant allowance	Carrying amount	Impairmant allowance	Carrying amount	Impairmant allowance
Bonds issued by companies	181	4 135	181	4 135	2 190	2 032

The schedules below show the prioritization of the measurement methods of **available-for-sale financial assets** measured at fair value as at 31 March 2013 and comparative data as at 31 December 2012 and 31 March 2012.

In accordance with IFRS 7, the Group classified:

- to level 1 – all securities for which quotations are available from active financial markets;

  This group includes mainly debt securities. The fair value is determined based on the purchase price from quotations on the interbank market, brokerage quotations and BondSpot quotations.

(in PLN'000)

- to level 2 – instruments for which prices are not directly observable, but the prices used for measurement are based on quotations from active transaction markets;

  This group includes NBP bills and debt commercial securities.
  The fair value is determined based on the discounted future cash flows method which assumes that the profitability curves will be based on quotations of profitability of securities on the interbank market.
  Debt commercial securities are measured based on profitability curves adjusted by the credit spread. The spread is determined based on the prices on the primary market or as at the moment of concluding the transaction. The spread is periodically updated in periods when reliable market quotations are available or when prices from similar volume transactions are acquired. The amount of the spread also changes on the basis of information on changes in the financial standing of the security issuer. Moreover, credit spread is assessed based on quotations of credit swap transactions, if reliable quotations are available.

- to level 3 – instruments for which at least one of the factors which impact its price is not observable on the market.

13.4 Fair value	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Level 1	**2 399 454**	**2 656 157**	**1 868 868**
T-bills	0	93 762	96 840
T-bonds	2 378 182	2 416 889	1 256 452
Other bonds	21 272	145 506	284 050
Deposit certificates	0	0	231 526
Level 2	**859 602**	**1 664 347**	**243 709**
T-bills	0	0	0
Money bills	579 710	1 249 410	199 836
T-bonds	0	0	0
Other bonds	269 910	265 048	43 873
Deposit certificates	9 982	149 889	0
Level 3	**0**	**0**	**0**
T-bills	0	0	0
T-bonds	0	0	0
Other bonds	0	0	0
Deposit certificates	0	0	0
Equity instruments	**248**	**243**	**0**
Valuation of available for sale financial assets by level	**3 259 304**	**4 320 747**	**2 112 577**

14. Amounts due from customers

14.1 By type	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Retail segment	**8 525 406**	**7 775 733**	**5 647 749**
Working capital facility	90 517	82 849	75 052
Consumer loans	4 665 919	4 146 067	2 644 722
Loans for purchase of securities	213 737	226 932	222 407
Credit card borrowings loans	167 194	166 716	138 056
Loans for residential real estate	2 596 094	2 374 997	1 894 600
Other mortgage loans	761 882	729 950	649 607
Other receivables	30 063	48 222	23 305

(in PLN'000)

Corporate segment	**7 361 987**	**6 759 699**	**5 619 140**
Working capital facility	4 347 710	4 087 867	3 523 759
Car loans	344 070	379 571	346 453
Investment loans	2 012 744	1 625 968	1 096 724
Credit card borrowings loans	19 998	17 112	18 382
Other mortgage loans	25 487	25 473	302
Acquired receivables	610 880	623 095	509 389
Other receivables	1 098	613	124 131
Amounts due from customers	**15 887 393**	**14 535 432**	**11 266 889**

14.2 By gross amounts and carrying amounts	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Retail segment	**8 525 402**	**7 775 733**	**5 647 749**
Loans for residential real estate	2 596 094	2 374 997	1 894 600
unimpaired	2 576 976	2 361 802	1 890 372
impaired	30 096	22 853	10 613
IBNR	-5 018	-5 019	-3 339
Impairment allowance	-5 960	-4 639	-3 045
Other retail loans	5 929 308	5 400 736	3 753 149
unimpaired	5 821 846	5 333 222	3 736 907
impaired	463 017	375 905	259 884
IBNR	-42 426	-44 979	-35 159
Impairment allowance	-313 129	-263 412	-208 483
Corporate segment	**7 361 991**	**6 759 699**	**5 619 140**
unimpaired	7 165 630	6 562 864	5 574 430
impaired	480 840	450 540	199 961
IBNR	-23 116	-22 108	-23 636
Impairment allowance	-261 363	-231 597	-131 615
Amounts due from customers	**15 887 393**	**14 535 432**	**11 266 889**

14.3 Receivables from customers impaired	Stan 31.03.2013	Stan 31.12.2012	Stan 31.03.2012
Receivables from customers individually assessed	**338 193**	**299 716**	**110 271**
Retail segment	**132 848**	**94 045**	**46 331**
Amounts due from customers	274 869	211 906	121 318
Impairment allowance	-142 021	-117 861	-74 987
Corporate segment	**205 345**	**205 671**	**63 940**
Amounts due from customers	410 972	386 807	165 393
Impairment allowance	-205 627	-181 136	-101 453
Receivables from customers collectively assessed	**55 308**	**49 933**	**17 043**
Retail segment	**41 176**	**36 661**	**12 637**
Amounts due from customers	218 244	186 851	149 179
Impairment allowance	-177 068	-150 190	-136 542
Corporate segment	**14 132**	**13 272**	**4 406**
Amounts due from customers	69 868	63 858	34 568
Impairment allowance	-55 736	-50 586	-30 162
Receivables from customers impaired	**393 501**	**349 649**	**127 314**

14.4 Change in the balance of receivables impairment allowances (net of IBNR)	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Opening balance	499 648	299 009	299 009
Changes during the year:	80 804	200 639	38 993
Increases	130 182	479 358	82 769

(in PLN'000)

Retail segment	84 388	282 180	50 406
Loans for residential real estate	2 861	10 466	1 822
Other loans	81 527	271 714	48 584
Corporate segment	45 794	197 178	32 363
Other loans	44 925	180 717	29 922
Acquired receivables	530	9 664	82
Other receivables	339	6 797	2 359
Decreases	-50 727	-221 247	-43 449
Retail segment	-33 308	-146 892	-26 956
Loans for residential real estate	-1 566	-7 758	-753
Other loans	-31 742	-139 134	-26 203
Corporate segment	-17 419	-74 355	-16 493
Other loans	-14 629	-70 961	-16 383
Acquired receivables	-1 927	-963	-92
Other receivables	-863	-2 431	-18
Other changes	1 515	-19 229	0
Transfer to costs	-124	-37 760	0
Foreign exchange differences	-42	-483	-327
Impairment allowances at the end of the period	**580 452**	**499 648**	**338 002**

The provision for losses incurred but not reported (IBNR) amounted to: PLN 70 560 thousand as at 31 March 2013, PLN 72 106 thousand as at 31 December 2012 and PLN 62 134 thousand as at 31 March 2012.

14.5 By maturity (as at the balance sheet date)	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Retail segment	**8 525 402**	**7 775 733**	**5 647 749**
≤ 1M	1 037 591	1 192 005	713 234
> 1M ≤ 3M	113 756	101 558	55 482
> 3M ≤ 6M	314 036	158 692	188 876
> 6M ≤ 1Y	390 037	411 169	331 042
>1Y ≤ 2Y	657 677	523 229	413 971
>2Y ≤ 5Y	1 729 579	1 473 313	958 484
>5Y ≤ 10Y	1 809 242	1 620 061	1 159 223
>10Y ≤ 20Y	1 161 887	1 040 088	812 668
>20Y	1 311 597	1 255 618	1 014 769
Corporate segment	**7 361 991**	**6 759 699**	**5 619 140**
≤ 1M	2 820 405	3 049 023	2 141 269
> 1M ≤ 3M	577 818	424 395	645 477
> 3M ≤ 6M	604 107	485 292	359 247
> 6M ≤ 1Y	823 192	771 722	477 525
>1Y ≤ 2Y	679 267	675 123	592 561
>2Y ≤ 5Y	973 028	800 213	826 346
>5Y ≤ 10Y	708 562	445 150	500 778
>10Y ≤ 20Y	175 612	108 781	75 937
Amounts due from customers	**15 887 393**	**14 535 432**	**11 266 889**

14.6 By currency	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Retail segment	**8 525 402**	**7 775 733**	**5 647 749**
PLN	7 434 848	6 696 255	4 553 879
Other	1 090 554	1 079 478	1 093 870

(in PLN'000)

Corporate segment	**7 361 991**	**6 759 699**	**5 619 140**
PLN	6 457 307	5 990 931	4 831 831
Other	904 684	768 768	787 309
Total receivables	**15 887 393**	**14 535 432**	**11 266 889**

14.7 Ten largest credit exposures (all loans are performing)	Currency	As at 31.03.2013
Company 1	PLN	152 890
Company 2	PLN,EUR	149 901
Company 3	PLN	131 244
Company 4	PLN	121 268
Company 5	PLN	113 335
Company 6	PLN	110 464
Company 7	PLN,EUR	80 414
Company 8	PLN,EUR	80 370
Company 9	PLN	65 801
Company 10	PLN	65 528

14.8 Ten largest credit exposures (all loans are performing)	Currency	As at 31.12.2012
Company 1	PLN,EUR	155 756
Company 2	PLN,EUR	152 978
Company 3	PLN	119 150
Company 4	PLN	99 775
Company 5	PLN,EUR	84 188
Company 6	PLN	73 521
Natural person 1	PLN,EUR	66 546
Company 7	PLN,EUR	62 994
Company 8	PLN	57 098
Company 9	PLN	56 993

14.9 Ten largest credit exposures (all loans are performing)	Currency	As at 31.03.2012
Company 1	PLN	120 093
Company 2	PLN,EUR	100 702
Company 3	PLN,EUR	91 817
Company 4	PLN	74 569
Company 5	PLN	71 940
Company 6	PLN	60 312
Company 7	PLN	59 045
Company 8	PLN	55 332
Company 9	PLN	52 806
Company 10	PLN	49 472

The three tables above present the loan balance at its nominal value.

(in PLN'000)

15. Amounts due from banks

15.1 By type	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Current accounts	36 891	82 861	11 365
Overnight deposits (O/N)	14 312	154 624	25 732
Term deposits	0	85 131	152 041
Reverse Repo	0	0	0
Security deposits granted	59 863	77 367	47 843
Other	26 445	13 545	9 828
Amounts due from banks	**137 511**	**413 528**	**246 809**

15.2 By maturity (as at the balance sheet date)	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
≤ 1M	137 511	333 528	146 819
> 1M ≤ 3M	0	80 000	99 990
> 3M ≤ 6M	0	0	0
Amounts due from banks	**137 511**	**413 528**	**246 809**

15.3 By currency	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
PLN	2 408	125 244	158 422
EUR	17 270	74 680	9 253
GBP	1 097	34 445	13 011
USD	93 401	133 759	53 732
CHF	2 171	16 421	5 390
Other currencies	21 164	28 979	7 001
Amounts due from banks	**137 511**	**413 528**	**246 809**

Forward repo/reverse repo transactions are concluded by the Group to optimize current liquidity management; therefore, they are classified exclusively to the banking portfolio. Sporadic transactions appearing in the trading book result from risk-free arbitrage. Repo and reverse repo transactions are short-term and mature no later than within one month, they are concluded mainly in PLN, decidedly less frequently in EUR and USD. Net balances of repo and reverse repo transactions which mature within one month are included in the Group's liquidity buffer (liquid assets). At the end of 2012, the Group did not have any reverse repo transactions.

16. Other assets

	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Sundry debtors	**299 686**	**344 535**	**179 324**
Other settlements	60 121	57 143	58 107
Receivables related to the sale of goods and services (including insurance)	164 923	165 164	65 026
Settlemets from investment certificates' transactions	0	41 717	0
Guarantee deposits	13 723	17 409	17 367

(in PLN'000)

Settlements of payment cards	60 919	63 102	38 824
Deferred costs	**49 845**	**20 552**	**28 460**
Settlements of rental charges and utilities	1 885	2 669	5 130
Reimbursement of lump sum costs incurred by the insurer in connection with the Bank's insurance activities	1 062	1 949	5 141
Maintenance and support of systems, servicing of plant and equipment	6 678	6 885	6 382
Mandatory costs of Banking Guarantee Fund	10 711	0	7 281
Accrued income on PCC settlements with the Tax Office	5 557	2 500	0
Other deferred costs	23 951	6 549	4 525
Other assets	**349 531**	**365 087**	**207 784**

17. Financial liabilities measured at amortized cost

17.1 By type	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Due to banks	**406 654**	**628 841**	**386 346**
Overnights	18 004	0	50 094
Credit received	62 680	61 342	62 448
Other liabilities	15 350	19 980	35 284
Repo	310 620	547 519	238 520
Due to customers	**17 236 278**	**17 463 353**	**12 471 517**
Current deposits	5 380 799	4 794 146	3 321 651
Term deposits	10 945 469	11 777 174	8 321 749
Own issue of Banking Securities	650 153	656 055	625 953
Other liabilities	259 857	235 978	202 164
Total liabilities	**17 642 932**	**18 092 194**	**12 857 863**

17.2 By customer type and segment	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Retail segment	**11 985 858**	**12 649 730**	**9 080 306**
Current deposits	3 848 283	3 101 359	2 130 786
Term deposits	7 946 985	9 349 927	6 720 676
Banking securities issued	89 919	113 464	149 928
Other liabilities	100 671	84 980	78 916
Corporate segment	**5 250 420**	**4 813 623**	**3 391 211**
Current deposits	1 532 516	1 692 787	1 190 865
Term deposits	2 998 484	2 427 247	1 601 073
Banking securities issued	560 234	542 591	476 025
Other liabilities	159 186	150 998	123 248
Total amounts due to customers	**17 236 278**	**17 463 353**	**12 471 517**

17.3 By maturity (as at the balance sheet date)	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Retail segment	**11 985 858**	**12 649 730**	**9 080 306**
≤ 1M	7 450 741	6 800 971	6 013 640
> 1M ≤ 3M	1 295 754	3 337 211	1 039 173
> 3M ≤ 1Y	3 130 793	2 388 378	1 832 820
> 1Y ≤ 5Y	105 876	121 036	193 843
>5Y	2 694	2 134	830
Corporate segment	**5 250 420**	**4 813 623**	**3 391 211**
≤ 1M	3 373 625	3 385 794	2 300 550
> 1M ≤ 3M	1 045 628	546 218	322 628
> 3M ≤ 1Y	252 854	316 291	290 278
> 1Y ≤ 5Y	576 214	563 200	390 448
>5Y	2 099	2 120	87 307

(in PLN'000)

Total amounts due to customers	**17 236 278**	**17 463 353**	**12 471 517**

17.4 By currency	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Retail segment	**11 985 858**	**12 649 730**	**9 080 306**
PLN	10 442 043	11 076 226	7 813 859
Other	1 543 815	1 573 504	1 266 447
Corporate segment	**5 250 420**	**4 813 623**	**3 391 211**
PLN	4 162 560	3 669 886	2 673 716
Other	1 087 860	1 143 737	717 495
Total amounts due to customers	**17 236 278**	**17 463 353**	**12 471 517**

17.5 Ten largest depositors (without banks)	Currency	As at 31.03.2013
Company 1	PLN, EUR, USD	373 348
Company 2	PLN, EUR, USD	164 312
Company 3	PLN	127 818
Company 4	PLN	102 131
Natural person 1	PLN	57 285
Company 5	PLN, EUR	55 253
Company 6	PLN	53 250
Company 7	PLN	50 983
Natural person 2	PLN, EUR	38 811
Company 8	PLN, EUR, GBP	35 531

17.6 Ten largest depositors (without banks)	Currency	As at 31.12.2012
Company 1	USD	355 443
Company 2	PLN	222 346
Company 3	PLN	85 903
Company 4	PLN	56 772
Natural person 1	PLN	56 301
Company 5	EUR	53 824
Company 6	PLN	50 308
Company 7	PLN	40 930
Company 8	PLN	39 191
Company 9	PLN	32 728

17.7 Ten largest depositors (without banks)	Currency	As at 31.03.2012
Company 1	PLN, USD	96 975
Company 2	PLN	64 240
Company 3	PLN	60 859
Natural person 1	PLN	55 073
Company 4	PLN	47 139
Company 5	PLN	36 913
Company 6	PLN	30 924
Company 7	PLN, EUR	30 011
Company 8	PLN, EUR, USD	28 685
Company 9	PLN, EUR, USD	26 217

In 2009, the Group started issuing banking securities. This activity was also continued in 2011, 2012 and 2013. The following note presents basic information concerning each issue of those securities.

(in PLN'000)

17.8 Own issues /type of security (nominal value)	Currency	Maturity date	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
PLN100AUTO20120621	PLN	21.06.2012	0	0	11 583
PFIX2Y120622	PLN	22.06.2012	0	0	870
PLN100AUTO20120720	PLN	20.07.2012	0	0	9 107
P90WIG120830	PLN	30.08.2012	0	0	2 733
P10WIG120830	PLN	30.08.2012	0	0	12 956
PAURUM121005	PLN	05.10.2012	0	0	20 033
PW20TV121221	PLN	21.12.2012	0	0	17 915
EMIXPB130924	EUR	24.09.2013	4 132	4 044	4 306
FIX3M7K130322	PLN	22.03.2013	0	27 930	28 140
EP425F130821	EUR	21.08.2013	835	0	0
P4EQIN130131	PLN	31.01.2013	0	23 493	24 292
P4EQUP130131	PLN	31.01.2013	0	1 417	1 457
P5EQIN130621	PLN	21.06.2013	21 163	23 382	29 904
P5EQUP130621	PLN	21.06.2013	1 820	1 820	1 989
PAGRUP130828	PLN	28.08.2013	37 100	37 536	38 410
PAGRUP130924	PLN	24.09.2013	33 592	33 902	34 753
PAUTIN140725	PLN	25.07.2014	33 246	33 815	36 009
PAUTUP140725	PLN	25.07.2014	291	301	366
PCOMIN140618	PLN	18.06.2014	25 453	25 638	26 857
PCOMUP140618	PLN	18.06.2014	499	499	499
PF3M51130322	PLN	22.03.2013	0	1 100	26 250
PF3M65130624	PLN	24.06.2013	7 660	7 660	7 760
PGLDIN140407	PLN	07.04.2014	57 039	57 336	59 619
PGLDTV130425	PLN	25.04.2013	21 298	22 664	25 716
PGLDTV130612	PLN	12.06.2013	22 329	23 149	26 319
PGLDTV140407	PLN	07.04.2014	227	227	279
PLN100FIX6M675K20130624	PLN	24.06.2013	9 710	13 510	16 210
PU6MWB130624	PLN	24.06.2013	15 580	15 580	15 690
PUP3MK130924	PLN	24.09.2013	480	510	540
PUPK3M130924	PLN	24.09.2013	1 750	1 750	1 750
EMIXPB140922	EUR	22.09.2014	1 044	1 022	0
P4EQIN130605	PLN	05.06.2013	48 305	49 489	0
P4EQIN130703	PLN	03.07.2013	29 336	30 206	0
P4EQUP130605	PLN	05.06.2013	425	425	0
P4EQUP130703	PLN	03.07.2013	293	293	0
PBWEIN141008	PLN	08.10.2014	26 700	27 131	27 636
PBWEIN141105	PLN	05.11.2014	17 875	18 116	0
PBWEUP141008	PLN	08.10.2014	301	313	313
PBWEUP141105	PLN	05.11.2014	407	407	0
PF6M60140322	PLN	22.03.2014	15 864	15 864	15 864
PPLAIN140915	PLN	15.09.2014	24 706	25 020	25 974
PPLAUP140915	PLN	15.09.2014	285	285	285
PSILIN140825	PLN	25.08.2014	18 773	19 152	20 072
PSILUP140825	PLN	25.08.2014	118	118	118
EP43UP130923	EUR	23.09.2013	9 636	9 430	0
PCRUIN140203	PLN	03.02.2014	13 340	13 611	0
PCRUIN140310	PLN	10.03.2014	25 464	25 726	0
PCRUUP140203	PLN	03.02.2014	43	43	0
PCRUUP140310	PLN	10.03.2014	138	138	0
PEURDD130108	PLN	08.01.2013	0	542	0
PEURDU130108	PLN	08.01.2013	0	1 132	0
PPEQIN140402	PLN	02.04.2014	22 562	23 933	0
PPEQUP140402	PLN	02.04.2014	152	222	0
UP35UP130927	USD	27.09.2013	5 622	5 347	0
PPEQIN140430	PLN	30.04.2014	20 034	21 463	0
PPEQUP140430	PLN	30.04.2014	30	30	0
PGOLIN141205	PLN	05.12.2014	16 394	16 431	0

(in PLN'000)

PGOLIN141219	PLN	19.12.2014	14 820	14 879	0
PGOLUP141205	PLN	05.12.2014	75	75	0
PGOLUP141219	PLN	19.12.2014	305	305	0
PWEQIN141205	PLN	05.12.2014	5 400	5 403	0
PWEQUP141205	PLN	05.12.2014	10	10	0
UP345U130517	USD	17.05.2013	2 076	1 974	0
PMIX3M160622	PLN	22.06.2016	3 280	0	0
PSMAIN150225	PLN	25.02.2015	56 100	0	0
PSMAUP150225	PLN	25.02.2015	283	0	0
UP340U140123A	USD	23.01.2014	1 630	0	0
UP330F130516	USD	16.05.2013	1 112	0	0
ALIOR191220	EUR	20.12.2019	0	0	83 232
Total own issues (nominal value)			**677 142**	**685 798**	**655 806**

18. Provisions

	Provisions for disputed claims	Provisions for employee benefits	Total provisions
As at 1 January 2013	840	11 709	12 549
Provisions recorded	81	12 240	12 321
Provisions released	-379	-3	-382
Provisions utilized	-193	-15 143	-15 336
Inne zmiany	0	77	77
As at 31 March 2013	**349**	**8 880**	**9 229**

	Provisions for disputed claims	Provisions for employee benefits	Total provisions
As at 1 January 2012	1 583	31 068	32 651
Provisions recorded	388	73 544	73 932
Provisions released	-487	-488	-975
Provisions utilized	-644	-92 415	-93 059
As at 31 December 2012	**840**	**11 709**	**12 549**

	Provisions for disputed claims	Provisions for employee benefits	Total provisions
As at 1 January 2012	1 583	31 068	32 651
Provisions recorded	62	23 450	23 512
Provisions released	-93	-40	-133
Provisions utilized	0	-17 163	-17 163
As at 31 March 2012	**1 552**	**37 315**	**38 867**

The provision for old age and disability allowance is recognized for each employee based on an actuarial valuation prepared by an independent actuarial company. The basis for determining the value of the provision is the expected value of the old age or disability allowance which the Group commits to paying based on the Remuneration Regulations. The provision for unused holiday is created individually for each employee based on the number of days of unused leave attributable to the employee.

In accordance with IAS 19, the financial discount rate to calculate the provision was determined based on the market rate of return on Treasury bonds, whose currency and maturity dates are similar to those prevailing for the Bank's liabilities under employee benefits.

(in PLN'000)

19. Other liabilities

	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Interbank settlements	257 426	176 975	218 603
Taxation, customs duty, social and health insurance payables and other public settlements	27 569	19 561	16 855
Liabilities in respect of payment card settlements	42 580	7 296	26 238
Other settlements	223 754	205 965	122 685
including settlements with insurers	141 336	191 926	108 123
Accruals	31 981	73 891	41 372
Other liabilities	10 573	6 417	16 949
Total other liabilities	**593 883**	**490 105**	**442 702**

As at 31 March 2013, 31 December 2012 and 31 March 2012, the Group had no unpaid liabilities arising from the contracts concluded.

20. Financial assets and financial liabilities held for trading

The Group classified derivative instruments and equity instruments to financial assets and financial liabilities held for trading as at 31 December 2012 and 31 March 2013. Derivative transactions are concluded for trading purposes and for the purpose of managing market risk. The Group concludes the following types of derivative transactions: FX-Forward, FX-Swap, IRS, CIRS, FRA, Commodity Futures, Commodity Forwards and Forward security transactions. Derivative financial instruments are measured on a daily basis using the discounted cash flow method. The Group also enters into option transactions. In accordance with the binding laws, in concluding option transactions, the Group executes them in a manner ensuring the simultaneous (each time and immediate) conclusion of an opposite option transaction with the same transaction parameters (back to back).

20.1 Derivative financial instruments (nominal value)	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Interest rate transactions	14 383 161	7 174 763	2 062 251
SWAP	12 795 211	4 745 386	1 438 485
Cap Floor Options	1 587 950	2 429 377	623 766
Foreign exchange transactions	4 322 736	3 898 412	5 111 406
FX swap	938 445	810 518	813 411
FX forward	1 505 186	1 449 566	1 622 853
CIRS	1 152 159	1 274 979	1 530 793
FX options	726 946	363 349	1 144 349
Other options	1 459 490	1 374 746	1 074 173
Other instruments	526 768	450 969	625 329
Derivative financial instruments (nominal value)	**20 692 155**	**12 898 890**	**8 873 159**

(in PLN'000)

20.2 Financial assets held for trading	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Shares	1 378	1 393	1 120
Bonds	279	116	380
Interest rate transactions	81 015	67 021	6 841
SWAP	76 773	66 406	6 782
Cap Floor Options	4 242	615	59
Foreign exchange transactions	66 668	61 486	114 419
FX swap	14 979	4 505	15 089
FX forward	24 414	21 763	35 743
CIRS	25 032	34 000	47 638
FX options	2 243	1 218	15 949
Other options	35 759	26 669	45 012
Other instruments	29 853	17 021	19 209
Financial assets held for trading	**214 952**	**173 706**	**186 981**

20.3 By maturity	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Without specified maturity date	1 378	1 393	1 120
≤ 1W	5 870	9 456	11 054
> 1W ≤ 1M	41 197	41 697	38 419
> 1M ≤ 3M	42 812	9 921	20 517
> 3M ≤ 6M	20 780	26 934	20 795
> 6M ≤ 1Y	21 314	20 980	35 219
> 1Y ≤ 2Y	19 007	17 258	34 596
> 2Y ≤ 5Y	50 271	39 884	25 261
> 5Y ≤ 10Y	12 323	6 183	0
Financial assets held for trading	**214 952**	**173 706**	**186 981**

20.4 Financial liabilities held for trading	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Interest rate transactions	57 355	47 654	11 485
SWAP	53 114	47 039	11 426
Cap Floor Options	4 241	615	59
Foreign exchange transactions	33 603	44 238	68 714
FX swap	2 558	13 791	5 968
FX forward	11 203	11 932	19 225
CIRS	17 600	17 297	27 968
FX options	2 242	1 218	15 553
Other options	35 759	26 669	45 011
Other instruments	19 557	10 546	15 968
Financial liabilities held for trading	**146 274**	**129 107**	**141 178**

20.5 By maturity	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Without specified maturity date	0	0	0
≤ 1W	4 623	7 330	3 976
> 1W ≤ 1M	15 719	15 556	23 566
> 1M ≤ 3M	33 730	5 212	15 137

(in PLN'000)

> 3M ≤ 6M	8 861	22 548	20 141
> 6M ≤ 1Y	4 441	9 656	18 576
> 1Y ≤ 2Y	20 973	15 456	30 446
> 2Y ≤ 5Y	52 354	52 639	29 336
> 5Y ≤ 10Y	5 573	710	0
Financial liabilities held for trading	**146 274**	**129 107**	**141 178**

The listing below shows the hierarchy of valuation methods of financial instruments held for trading measured to fair value as at 31 March 2013, and comparative data as at 31 December 2012 and as at 31 March 2012.

In accordance with IFRS 7, the Group classified:

- to level 1 – all instruments for which price quotations on active financial markets are available;

- to level 2 – instruments whose prices cannot be observed directly, but valuation is based on market quotations;

  The discounted cash flows method is used for instruments of this level, on the assumption that profitability curves are based on interbank market quotations (including: deposit rates, rates from FRA, OIS, IRS, basis swap, fx swap; forex transactions).

- to level 3 – instruments for which at least one factor affecting the price is not based on observable market data.

  Instruments of this level include options embedded in deposit certificates issued by the Group and options concluded on the interbank market to hedge embedded option positions. The fair value is determined on the basis of an internal model in consideration of both observable parameters (e.g. price of the base instrument, quotations from the secondary option market), and non-observable parameters (e.g. fluctuations, correlations between base instruments in options based on baskets). Model parameters are set on the basis of statistical analysis. As the market risk position in respect of the specified options is in exact opposition, changes in the adopted model assumptions have no impact on changes in the fair value of the Bank's position in respect of level 3 option transactions.

20.6 Valuation of financial assets	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Level 1	1 657	1 393	1 500
Shares	1 378	1 393	1 120
Bonds	279	0	380
SWAP	0	0	0
Cap Floor Options	0	0	0
FX swap	0	0	0
FX forward	0	0	0

(in PLN'000)

CIRS	0	0	0
FX options	0	0	0
Other options	0	0	0
Other instruments	0	0	0
Level 2	177 536	148 936	181 717
SWAP	76 773	66 406	6 782
Cap Floor Options	4 242	615	59
FX swap	14 979	4 505	15 089
FX forward	24 414	21 763	35 743
CIRS	25 032	34 000	47 638
FX options	2 243	1 218	15 949
Other options	0	3 408	41 248
Other instruments	29 853	17 021	19 209
Level 3	35 759	23 261	3 764
Bonds	0	116	0
SWAP	0	0	0
Cap Floor Options	0	0	0
FX swap	0	0	0
FX forward	0	0	0
CIRS	0	0	0
FX options	0	0	0
Other options	35 759	23 261	3 764
Other instruments	0	0	0
Total financial assets	**214 952**	**173 590**	**186 981**

20.7 Valuation of financial liabilities	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Level 1	0	0	0
SWAP	0	0	0
Cap Floor Options	0	0	0
FX swap	0	0	0
FX forward	0	0	0
CIRS	0	0	0
FX options	0	0	0
Other options	0	0	0
Other instruments	0	0	0
Level 2	110 515	125 629	141 178
SWAP	53 114	47 039	11 426
FRA	0	0	0
Cap Floor Options	4 241	615	59
FX swap	2 558	13 791	5 968
FX forward	11 203	11 932	19 225
CIRS	17 600	17 297	27 968
FX options	2 242	1 218	15 553
Other options	0	23 191	45 012
Other instruments	19 557	10 546	15 968
Level 3	35 759	3 478	0
SWAP	0	0	0
Cap Floor Options	0	0	0
FX swap	0	0	0
FX forward	0	0	0
CIRS	0	0	0

(in PLN'000)

FX options	0	0	0
Other options	35 759	3 478	0
Other instruments	0	0	0
Total financial liabilities	**146 274**	**129 107**	**141 178**

21. Subordinated liabilities

On 15 November 2011, the Polish Financial Supervision Authority granted its permission to include the subordinated loan of EUR 10 million, concluded on 12 October 2011 by and between Alior Bank S.A. and Erste Group Bank AG in the supplementary funds of Alior Bank S.A. The borrowing was taken out for a period of 8 years, and the interest rate is based on 3M EURIBOR. The loan may be repaid early if written notification is submitted 30 days before the planned payment date. As at 31 March 2013, 31 December 2012 and 31 March 2012, the carrying amounts of the borrowing were PLN 41 949 thousand, PLN 41 058 thousand and PLN 41 819 thousand respectively.

On 3 February 2012 the subscription period for C-series bonds issued by Alior Bank S.A. ended. The total nominal value of the bonds is PLN 280 million. The bonds were purchased by open pension funds (OFE), investment fund management companies (TFI) and insurance companies. The bonds were issued for a period of 8 years (the date of redemption is 14 February 2020), and they bear an interest rate based on WIBOR 6M. On 20 March 2012, the Bank obtained the consent of PFSA to include the bonds in its own supplementary funds. From 14 February 2015 the Issuer has the right to early redemption of Series C bonds, provided the Polish Financial Supervision Authority approves. The carrying amount of the bonds as at 31 March 2013 was PLN 282 996 tousand, 31 December 2012 was PLN 290 612 thousand and 31 March 2012 was PLN 283 500 thousand.

On 28 March 2012, PFSA gave its consent to include the subordinated bonds issued for a period of 8 years (to be redeemed on 31 January 2020), in the amount of EUR 4 500 000, bearing an interest rate of 6M LIBOR for 6-month EUR deposits, in the Bank's own subordinated funds. From 31 January 2015, the Issuer has the right to early redemption of Series B bonds, if the Polish Financial Supervision Authority approves. The carrying amount of the bonds as at 31 March 2013 was PLN 18 992 tousand, 31 December 2012 was PLN 18 908 thousand and 31 March 2012 was PLN 18 959 thousand.

22. Equity

22.1 Equity	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Share capital	635 830	635 830	500 000
Supplementary capital	1 276 611	1 276 611	627 205
Other capital	166 527	163 377	13 650
Share-based payments – equity component	166 527	163 377	13 650
Retained earnings / (accumulated losses)	159 758	-14 305	-14 305
Revaluation reserve	2 012	10 776	2 634
On measurement of available for sale assets	2 012	10 776	2 634
Profit/(loss) for the year	90 507	174 063	53 729
Non-controlling interests	0	0	0

(in PLN'000)

Total equity	**2 331 245**	**2 246 352**	**1 182 913**

22.2 Revaluation reserve	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Valuation of financial assets available for sale	2 012	10 776	2 634
treasury bills	0	6	24
treasury bonds	-255	10 355	-2 113
other bonds	2 739	2 943	5 341
Deferred tax	-472	-2 528	-618
Revaluation reserve	**2 012**	**10 776**	**2 634**

23. The solvency ratio and Tier1 ratio

The capital adequacy (solvency) ratio is calculated in accordance with Resolution No. 76/2010 of the Polish Financial Supervision Authority of 10 March 2010 on the scope of capital requirements for particular risks and the detailed principles to be applied in determining those requirements.
The minimum level of capital adequacy required under the Banking Law is 8%.

Calculation of funds and capital adequacy ratio	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Total own funds for the capital adequacy ratio	**2 423 241**	**2 427 487**	**1 316 397**
Share paid	635 830	635 830	500 000
Share premium	0	649 405	0
Supplementary capital components	1 276 610	627 206	627 205
Other capital	166 528	163 377	0
Current year's reviewed by auditor	172 358	174 063	0
Accumulated losses, net loss for the current period and loss being approved	-12 600	-14 305	-14 305
Revaluation reserve – unrealized losses	-2 091	-354	-3 710
Intangible assets at carrying amount	-157 625	-157 940	-138 706
Revaluation reserve – unrealized gains	3 659	10 926	5 570
Subordinated liabilities	340 572	339 279	340 343
Capital requirements	**1 285 915**	**1 142 600**	**869 685**
Capital requirements for the following risks: credit, counterparty, dilution and delivery of instruments to be settled at a later date	1 141 829	1 050 738	787 707
Capital requirement against settlement/delivery risk	0	0	0
Total capital requirements for the following risks: equity instrument price risk, debt instrument price risk, commodity prices and FX risk	1 406	1 543	1 807
Capital requirement for general interest rate risks	13 802	14 842	4 694
Capital requirements for operating risk	128 878	75 477	75 477
Tier 1	**12,93%**	**14,54%**	**8,93%**
Capital adequacy ratio	**15,08%**	**17,00%**	**12,11%**

Balance sheet and off-balance sheet exposure in credit risk by category

Exposure class in the standard method	As at 31.03.2013		As at 31.12.2012		As at 31.03.2012	
	Exposure value	Risk weighted exposure value	Exposure value	Risk weighted exposure value	Exposure value	Risk weighted exposure value
Governments and central banks	3 568 815	17 092	4 798 474	16 669	2 128 092	7 379

(in PLN'000)

Institutions – banks	642 949	270 507	1 047 389	384 279	855 107	230 911
Enterprises	2 852 238	2 852 238	2 704 249	2 684 367	2 496 692	2 496 692
Retail	6 647 095	5 046 343	6 138 591	4 666 362	5 007 040	3 755 280
Secured on real estates	6 249 960	5 019 439	5 644 137	4 380 631	3 846 681	2 810 858
Exposures in the high risk supervisory category	62 298	93 447	62 885	94 328	0	0
Other	1 507 989	973 799	1 389 824	907 596	1 038 419	545 215
Total	**21 531 344**	**14 272 865**	**21 785 549**	**13 134 232**	**15 372 031**	**9 846 335**

Initial balance sheet exposure in credit risk by type of exposure

Exposure type	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Cash in hand and equivalent items	180 316	152 386	170 950
Securities	3 259 056	4 320 504	2 184 334
Loans	16 978 804	16 201 407	11 907 597
Property, plant and equipment	207 915	214 887	213 890
Intangible assets	157 627	157 940	138 706
Other	282 386	303 714	390 820
Total	**21 066 104**	**21 350 838**	**15 006 297**

24. Off-balance sheet items

24.1 Off-balance sheet contingent liabilities granted to customers	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Off-balance sheet liabilities granted	6 319 071	5 608 201	3 763 904
Relating to financing	5 146 748	4 398 412	2 913 349
Guarantees	1 172 323	1 209 789	850 555

24.2 By maturity	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
≤ 1W	11 989	2 537	1 808
> 1W ≤ 1M	50 267	88 561	24 717
> 1M ≤ 3M	128 695	185 502	64 754
> 3M ≤ 6M	135 306	146 214	73 292
> 6M ≤ 1Y	194 753	197 706	233 775
> 1Y ≤ 2Y	213 107	198 609	84 310
> 2Y ≤ 5Y	170 880	178 648	130 694
> 5Y ≤ 10Y	266 910	198 046	115 350
> 10Y ≤ 20Y	416	13 966	121 855
Off-balance sheet liabilities granted in respect of guarantees	**1 172 323**	**1 209 789**	**850 555**

The Group offers its individual customers renewable checking account overdraft limits, which are granted for an indefinite period; at the same time, cash inflows to the account are closely monitored.
Contingent liabilities in respect of credit cards are granted to individual customers for a period of three years.
The Group grants contingent liabilities to business customers in respect of:
- current account limits for a period of 12 months;
- guarantees, for a maximum period of 6 years;
- credit cards for a period of up to 3 years;
- tranche loans for a period of up to 2 years.

(in PLN'000)

The guarantee amounts shown in the table above reflect the maximum possible loss which would be disclosed as at the reporting date had all customers defaulted.

25. Assets pledged as collateral

On 31 March 2013, 31 December 2012 and 31 March 2012 assets in the form of T-bonds with a value of PLN 85 570 thousand, PLN 74 040 thousand and PLN 71 320 thousand respectively were pledged as collateral for the Bank's liabilities to the guaranteed funds' fund in the Banking Guarantee Fund.

26. Related-party transactions

The following three tables present the type and value of transactions with related entities and subsidiaries.

As at 31 March 2013, 31 December 2012 and 31 March 2012 listed below related parties had active transactions:

- Alior Polska sp. z o.o.;
- Alior Lux Sarl & Co S.C.A.;
- Alior Lux Sarl Sp. z o.o. (company with equity affiliation);
- Z. Zaleski STICHTING (personal affiliation);
- Algora Societe Anonyme (personal affiliation).

	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Assets			
Loans and advances to customers	0	0	0
Other assets	0	0	0
Total assets	**0**	**0**	**0**
Liabilities and equity			
Financial liabilities held for trading	0	294	0
Financial liabilities measured at amortized cost	62 354	55 065	112 602
Other liabilities	1	2	
Total liabilties and equity	**62 355**	**55 361**	**112 602**

	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Off-balance sheet liabilities granted to customers	1 676	1 668	1 675
Relating to financing	0	0	0
Guarantees	1 676	1 668	1 675
Derivatives(nominal value)	0	89 940	0
Currency transactions	0	89 940	0
FX forward	0	89 940	0

(in PLN'000)

	1.01.2013 - 31.03.2013	1.01.2012 - 31.03.2012
Interest expense	-426	-1 965
Fee and commission income	6	3
Fee and commission expense	0	0
Trading result	0	0
Other operating income	16	0
General administrative expenses	-14 878	-15 748
Total	**-15 282**	**-17 710**

Nature of related party transactions

All transactions with related entities are conducted in accordance with the regulations relating to banking products, on an arm's length basis.

In the reporting period, agreements between the Group and Alior Polska Sp. z o.o. relating to the sublease of office space were in force.
On 28 June 2011, Alior Polska Sp. z o.o. and Alior Bank S.A. signed an agreement on the transfer of cash under a lease payment security arrangement in the amount of PLN 103 thousand.

Ms. Helene Zaleski, Chairperson of Alior Bank S.A.'s Supervisory Board, also holds the position of Chairman of the Management Board of Alior Polska Sp. z o.o.

27. Shares held by supervisory and management board members

Shareholders who were members of the Bank's Management Board as at 7.03.2013 (before the publication of the annual report for 2012)

Shareholder	Number of shares/ number of votes	Nominal value of the shares	Share in the capital	Total number of voting rights
Niels Lundorff	80 021	800 210	0.13%	0.13%
Wojciech Sobieraj	70 865	708 650	0.11%	0.11%
Artur Maliszewski	3 042	30 420	0.00%	0.00%
Katarzyna Sułkowska	2 851	28 510	0.00%	0.00%
Krzysztof Czuba	168	1 680	0.00%	0.00%
Witold Skrok	168	1 680	0.00%	0.00%
Michał Hucał	70	700	0.00%	0.00%

Shareholders who were members of the Bank's Management Board as at 9.05.2013

Shareholder	Number of shares/ number of votes	Nominal value of the shares	Share in the capital	Total number of voting rights
Niels Lundorff	83 021	830 210	0.13%	0.13%
Wojciech Sobieraj	70 865	708 650	0.11%	0.11%
Artur Maliszewski	3 042	30 420	0.00%	0.00%

(in PLN'000)

Katarzyna Sułkowska	2 851	28 510	0.00%	0.00%
Krzysztof Czuba	168	1 680	0.00%	0.00%
Witold Skrok	168	1 680	0.00%	0.00%
Michał Hucał	70	700	0.00%	0.00%

Shareholders who were members of the Bank's Supervisory Board as at 7.03.2013 (before the publication of the annual report for 2012)

Shareholder	Number of shares/ number of votes	Nominal value of the shares	Share in the capital	Total number of voting rights
Helene Zaleski	123 665	1 236 650	0.19%	0.19%
Małgorzata Iwanicz - Drozdowska	1 465	14 650	0.00%	0.00%
Józef Wancer	53	530	0.00%	0.00%

Shareholders who were members of the Bank's Supervisory Board as at 9.05.2013

Shareholder	Number of shares/ number of votes	Nominal value of the shares	Share in the capital	Total number of voting rights
Helene Zaleski	139 665	1 396 650	0.22%	0.22%
Małgorzata Iwanicz - Drozdowska	1 465	14 650	0.00%	0.00%
Józef Wancer	53	530	0.00%	0.00%

On 7 March 2013, Mr Niels Lundorff, who is Deputy Chairman of the Bank's Management Board, acquired 3 000 of the Bank's shares at PLN 68 per share.
On 7 March 2013, Ms Helene Zaleski, who is Chairperson of the Bank's Supervisory Board, acquired 16 000 of the Bank's shares at PLN 68.11 per share.
The above transactions were concluded during a session on the Warsaw Stock Exchange.
The Management Board of Alior Bank S.A. provided information about these transactions in its current report No. 14/2013 dated 8 March 2013, in accordance with art. 160 of the Act on trading in financial instruments of 29 July 2005.

The original management incentive plan

As a result of the implementation of the original management incentive plan (established on the basis of the agreement concluded on August 25, 2008) 105 managers of Alior Bank including Management Board Members received on December 14, 2012 (held via LuxCo 82 S.a. r.l.) 2.414.118 shares of Alior Bank. The remaining 1.299.909 shares are to be received by LuxCo 82 S.a.r.l. on the date of sale of the Bank's other shares constituting at least 30% of the Bank's total number of shares by Carlo Tassara Group companies or on 30 June 2014, whichever occurs earlier. LuxCo 82 S.a.r.l. is a company operating under the Luxembourg law, controlled by Alior Bank's management and representing the interests of participants of the incentive plan.

Management Board Members has contractual lock-up in respect of up to 30% of the incentive shares over a period of 9 months, and in respect of up to 70% of the incentive shares – contractual lock-up over a period of 24 months counted from the date of December 14, 2012. Participants who are not members of the Management Board, were subject to contractual lock-up, in respect of up to 30% of the incentive shares, until the end of January 2013, and to contractual lock-up over a period of 12 months (counted from the date of December 14, 2012) in respect of up to 70% of the incentive shares.

(in PLN'000)

28. Disputed claims

With reference to retail customers, in Q1 2013, the Bank issued 3 539 bank enforcement orders for a total of PLN 106 424 thousand.
In cases relating to business customers, the number of enforcement orders issued by the Bank in Q1 2013 amounted to 246 and related to debt with a total value of PLN 41 648 thousand.

The value of proceedings relating to liabilities or receivables of Alior Bank in progress in the reporting period did not exceed 10% of Alior Bank's equity.
In the Bank's opinion, no single court, arbitration court or public administration body proceeding in progress in Q1 2013, and no proceedings jointly could threaten the Bank's financial liquidity.

29. Notes relating to the Brokerage Office

In accordance with the Decree of the Minister of Finance dated 1 October 2010 on the detailed principles of reporting for banks, the notes below relate to the operations of the Brokerage Office of Alior Bank S.A.

Cash and cash equivalents	31.03.2013	31.12.2012	31.03.2012
Cash and cash equivalents of customers of the brokerage office invested in debt securities issued by the State Treasury	0	0	0
Cash and cash equivalents deposited in cash accounts with the brokerage office and paid in for purchasing securities in Initial Public Offerings or in public trading in the primary market	106 986	111 156	109 163
Cash and cash equivalents transferred from the settlement fund	0	0	0
Total	**106 986**	**111 156**	**109 163**

Amounts due from banks conducting brokerage activities, brokerage houses and commodity brokerage houses	31.03.2013	31.12.2012	31.03.2012
Receivables in respect of transactions concluded on the securities exchange:	718	7 094	1 486
WSE	718	7 094	1 486
Receivables in respect of transactions concluded outside the securities exchange	0	0	0
Receivables in respect of representing other banks conducting brokerage activities and brokerage houses on regulated securities markets	0	0	0
Receivables in respect of affiliation	0	0	0
Receivables in respect of automatic borrowings via the National Deposit	0	0	0
Total	**718**	**7 094**	**1 486**

(in PLN'000)

Amounts due from the National Deposit and securities exchange clearing houses	31.03.2013	31.12.2012	31.03.2012
Amounts due from the settlement fund	26 512	38 666	17 878
Amounts due from the compensation fund	25	21	7
Total	**26 537**	**38 687**	**17 885**

Amounts due to the National Deposit and securities exchange clearing houses	31.03.2013	31.12.2012	31.03.2012
Amounts due to the settlement fund	408	0	0
Amounts due to the compensation fund	0	0	0
Total	**408**	**0**	**0**

Amounts due to banks conducting brokerage activities, brokerage houses and commodity brokerage houses	31.03.2013	31.12.2012	31.03.2012
Liabilities in respect of transactions concluded on the securities exchange:	3 369	231	4 418
WSE	3 369	231	4 418
Liabilities in respect of transactions concluded outside the securities exchange	0	0	0
Liabilities in respect of representing other banks conducting brokerage activities and brokerage houses on regulated securities markets	0	0	0
Liabilities in respect of affiliation	0	0	0
Liabilities in respect of automatic borrowings via the National Deposit	0	0	0
Total	**3 369**	**231**	**4 418**

Customers' financial instruments recorded in securities accounts	31.03.2013	31.12.2012	31.03.2012
Dematerialized financial instruments:	5 147 839	4 893 481	3 060 539
including those admitted to trading on the regulated market	4 464 979	4 193 389	2 056 010
Financial instruments other than dematerialized	56 370	9 065	6 029
Total	**5 204 209**	**4 902 546**	**3 066 568**

30. Financing the construction sector

As at 31 March 2013 the Bank's credit exposure to the construction sector represented 23% of the Business Clients credit portfolio and amounted to PLN 3 125.1 million.
With reference to the construction industry the Bank finances, among other things, construction of buildings (and the respective plans), roads and railroads, pipelines, telecommunication and power lines, construction installations.

Exposure to the construction sector:

NACE	Total exposure (million PLN)	Balance sheet exposure (million PLN)	Share of total exposure (%)	Off-balance sheet exposure[1] (million PLN)	Share of off-balance sheet exposure (%)
41. Construction of buildings	1 801.59	792.37	43.98%	1 009.22	56.02%
As of 41.1 Development of building projects	*791.91*	*299.29*	*37.79%*	*492.62*	*62.21%*
42. Civil engineering	893.77	334.79	37.46%	558.98	62.54%
43. Specialised construction activities	429.74	155.29	36.14%	274.45	63.86%

The Bank finances the construction sector using the following product structure and types of security:

Construction industry exposure by product.

The type of financing	Balance sheet exposure (million PLN	Off-balance sheet exposure (million PLN)	Share in exposure. Profiles	% Balance sheet	% Off-balance sheet
Non-renewable financing of current activity	512.4	371.4	29.8%	58.0%	42.0%
Renewable financing of current activity	492.9	224.2	24.2%	68.7%	31.3%
Investment financing	243.2	392.5	21.5%	38.3%	61.7%
Car loan	23.6	0	0.8%	100.0%	0.0%
Lines (guarantees, factoring, debt limit)	0	403.5	13.6%	0.0%	100.0%
Guarantees	2.3	289.0	9.8%	0.8%	99.2%
Factoring	8.1	0	0.3%	100.0%	0.0%
TOTAL	**1 282.5**	**1 680.6**	**100%**	**43.3%**	**56.7%**

[1] The off-balance sheet exposure includes: unused limits, not disbursed loans, off-balance sheet products (including guarantees, treasury limits and collateral in the form of surety when a company from one sector guarantees the financing of another company from a different sector).

Structure of security accepted in respect of the construction industry portfolio of exposures.

	Balance sheet exposure (million PLN)	Transfer of receivables (million PLN)	Mortgage on the property (million PLN)	Security deposits/blocked accounts (million PLN)	Assignment /pledge (million PLN)	The coverage of balance sheet exposure (secured)
CONSTRUCTION INDUSTRY	1 282.5	1 741.0	2 004.1	29.3	332.1	320.22%

Ageing of overdue balance sheet exposures broken down into 30+ and 90+ brackets, including the structure of security and impairment losses are presented in the table below.

The loss ratio on the construction industry portfolio, net of unauthorized overdrafts and the car loan portfolio.

NACE	Balance sheet exposure				Total exposure			
	DPD30 +	DPD60 +	DPD90 +	Default Rate	Default Rate	For customers in default (PLN mln)	Collaterals for default (million)	Impairment IAS (million)
41. Construction of buildings	6.1%	5.5%	5.5%	5.6%	2.9%	49.1	115.0	11.3
As of 41.1 Development of building projects	*0.3%*	*0.0%*	*0.0%*	*0.1%*	*0.2%*	*1.5*	*3.4*	*0.1*
42. Civil engineering	4.3%	3.4%	3.4%	3.6%	2.0%	16.7	56.3	7.1
43. Specialised construction activities	38.4%	38.2%	38.1%	38.5%	13.9%	56.6	24.4	39.8
CONSTRUCTION SECTOR	**9.2%**	**8.6%**	**8.6%**	**8.7%**	**4.2%**	**122.4**	**195.7**	**58.2**

31. Information on waiving the payment of dividend

After receiving a positive opinion from the Supervisory Board on 18 March 2013, the Management Board of Alior Bank S.A. decided to recommend to the General Shareholders' Meeting to appropriate the profit for 2012 to offset prior years' losses and to transfer the remainder to the Bank's supplementary capital.

32. Significant post balance sheet events

Liquidation of the Bank's subsidiary

On 18 April 2013, The General Meeting of Investors in the Fund called "PAGO Pierwszy Fundusz Inwestycyjny Zamknięty Niestandaryzowany Fundusz Sekurytyzacyjny" with its registered office in Wrocław ("the Fund") passed a resolution on dissolving the Fund according to the procedures and on the terms and conditions specified by the Fund's

Memorandum of Association, the Act of 27 May 2004 on investment funds and the Decree of the Council of Ministers dated 21 June 2005 on procedures for liquidating investment funds.

The decision of the European Commission
On 16 April 2013 the European Commission adopted a decision authorizing the acquisition of joint control Alior Bank S.A. and Erste Group Bank AG, the company Polbita Sp. z o.o.

33. Financial forecasts

Alior Bank S.A. did not publish forecasts relating to its financial results.

34. Conclusion of significant contracts

1. On 15 January 2013, in current report No. 8/2013, the Management Board of Alior Bank S.A. informed that in the past 12 months it concluded contracts with Echo Investment S.A. and subsidiaries of Echo Investment S.A. totalling PLN 187.4 million, which meets the terms of a significant contract as it exceeds 10% of the Bank's equity. On 6 June 2012 the Bank and Customer signed an investment loan contract (the largest in terms of value of all the contracts with that entity). The value of the said contract as at 6 June 2012 was PLN 134 million. The contract is binding until 30 June 2014. The terms and conditions of the contracts referred to above, and specifically their financial terms and conditions, were standard for this type of contract.

2. On 22 February 2013, Alior Bank concluded a transfer and accession contract with Bank Polska Kasa Opieki S.A. with its registered office in Warsaw. The subject matter of the contract was the transfer and accession to a loan contract in respect of a commercial company and transfer of collateral and pledges in the portion securing the acquired loan. The value of the said contract was EUR 57.3 million (PLN 238.7 million). The terms and conditions of the contract, and specifically its financial terms and conditions, were standard for this type of contract.
   On 27 February 2013, the Management Board of Alior Bank S.A. informed about these transactions in its current report No. 12/2013 (amended on1 March 2013) on obtaining information on the subject matter of the said contract.

3. On 28 March 2013 an annex to a loan contract dated 19 October 2012 was signed with one of the Bank's customers, of a value of PLN 130 000 000 ("Annex"). As a result of signing the Annex, the value of the Bank's total exposure to the customer in respect of the loan increased to PLN 395 000 000. In accordance with the contract, the investment loan will be repaid in 12 equal quarterly instalments, after a 2-year grace period. Particular tranches of the loan bear an interest rate based on 3M WIBOR plus the Bank's margin. The amount due in respect of the financing granted was secured, among other things, by setting up registered pledges, mortgages, bank account and asset pledges. The remaining terms and conditions of the contract were standard for this type of contract.

On 29 March 2013, the Management Board of Alior Bank S.A. informed of signing the said annex in its current report No. 18/2013.

As at 31 March 2013, Alior Bank S.A. did not have any significant borrowing, guarantee or pledge contracts which did not relate to its operating activities.
In Q1 2013 there were no other events relating to granting loan, borrowing pledges or guarantees by Alior Bank or its subsidiaries which would exceed 10% of the Bank's equity.
In the reporting period, Alior Bank had contractual commitments following from debt securities issued, or from financial instruments following from the issuance of Banking Securities and subordinated debt.
In the 1st quarter of 2013, Alior Bank did not conclude or terminate any loan or borrowing contracts outside the normal scope of its business activities.
In the reporting period no material transactions with related entities were concluded within Alior Bank Group other than on an arm's length. The Bank did not grant any borrowings or guarantees to related entities.

35. Establishing the Bond Issue Scheme

On 18 March 2013 the Supervisory Board of Alior Bank S.A. gave its consent to the Management Board to establish the Issue Scheme of Alior Bank S.A. bonds denominated in PLN ("Issue Scheme") and to incur multiple financial liabilities by way of issuing under the Issue Scheme unsecured bearer bonds ("Bonds") with the following key parameters:

1. the amount of the Issue Scheme will not exceed: PLN 2 000 000 000 (two billion zloties);
2. maximum maturities of debt securities issued under the Issue Scheme: 10 years;
3. the debt securities issued under the Issue Scheme will not be secured;
4. the bonds will be issued on the basis of art. 9.1 (public offering) or art. 9.2 (public offering) or art. 9.3 (private offering) of the Act on bonds;
5. In accordance with art. 5a of the Act on bonds, the Bonds will not have the form of a document;
6. the terms and conditions of issuance of each series of the Bonds may include provisions relating to introducing the Bonds to the CATALYST market run as an alternative trading system by Giełda Papierów Wartościowych S.A. or BondSpot S.A.

At the same time, the Supervisory Board of Alior Bank S.A. authorized the Management Board of Alior Bank S.A. to determine the detailed terms and conditions for issuing particular Bond series issued under the Issue Scheme, allotting the bonds to investors and taking all other necessary actions aimed at carrying out the Issue Scheme. The Management Board will inform of the terms and conditions of the issue in reports.
The Management Board of Alior Bank S.A. does not intend to acquire funds for financing the further organic development of the Bank by issuing bonds. To pursue the adopted strategy aimed at doubling the Bank's share in the market, the Bank's organic development will be financed with customer deposits.
Establishing an Issue Scheme secures the possibility of effective issuance of particular bond series and guarantees raising long-term financing for the Bank quickly if the Management Board of Alior Bank S.A. decides to make use of the possibilities to invest in financial services companies in Poland, which could supplement Alior Bank's offer of

products and services, should the opportunity arise. Currently the Bank has not selected concrete acquisition targets, and the potential portfolio or company acquisition transactions will be carefully considered by the Bank in the context of their positive impact on revenue increases, diversification of the offer and increase in shareholder value.

36. Plan to sell a significant portion of shares

The start-up meeting on the potential sale of 34% of the Bank's shares held by the Carlo Tassara Group was held in the second half of March 2013.
Carlo Tassara is endeavoring to sell the block of shares it holds to a regulated entity (a bank or insurance company) which meets the criteria specified in art. 25h of the Banking Law. Carlo Tassara was informed by PFSA that PFSA will evaluate such an entity, among other things, in terms of its financial standing and stability, as well as long-term credit rating, both of the investor and its country of origin.
Ultimately, Carlo Tassara's exit from investment in the Bank will take into consideration the timeframe necessary to find a new investor and gain its approval by PFSA. Carlo Tassara will make every effort to sell the shares to an appropriate investor before the end of 2013.
However, should the sale of the Bank's shares before the end of 2013 require that Carlo Tassara take action which is not compliant with the statutory obligation of members of Carlo Tassara authorities to act in the interests of the company, or if concluding such a transaction before the end of 2013 proves impossible for other objective reasons (e.g. non-completion of the procedure before PFSA related to the intention to purchase a significant block of shares and exceeding the threshold specified at the General Meeting), Carlo Tassara will immediately take action to develop, in consultation with PFSA, an alternative solution and the time schedule for its completion. Also, Carlo Tassara will resume actions aimed at selling the remaining block of shares immediately after such obstacles are resolved, and PFSA may make the solution conditional on the assessed financial position of Carlo Tassara, including Carlo Tassara's ability to support the Bank financially if necessary. The Carlo Tassara Group is aware of the fact that if the sale is not concluded before the end of 2013, PFSA may take supervisory measures as specified in art. 25n of the Banking Law.

37. Rating

As part of preparing the Initial Public Offering, Alior Bank S.A. committed itself, vis-à-vis the Polish Financial Supervision Authority, to immediately take actions aimed at acquiring a rating from a renowned international rating agency at the beginning of 2013.
In the 1st quarter of 2013, the Bank took action to obtain such rating. On 27 March 2013 a contract was concluded between Alior Bank S.A. and Fitch Polska S.A.

38. Factors which have an impact on the Bank's results in the perspective of the following quarter

As at the date of preparing the quarterly report, the Bank is not aware of any factors which could have a significant negative impact on its results in the second and consecutive quarters of the current year.

Undoubtedly, macroeconomic conditions are one of the factors impacting the whole banking sector. In planning and exercising its operations, Alior Bank takes the impact of these factors into consideration by simulating various scenarios. The current economic developments do not exceed the levels adopted for the black case scenarios. As at the date of preparing the report, no symptoms were noted which would indicate dramatic changes in the macroeconomic environment over the next 6-8 months. Therefore, the impact of this factor cannot be considered significant for achieving the assumed results as at the date of the report.

Another factor which could potentially have a material impact on the financial condition of Alior Bank is its regulatory environment. In this respect, in the first quarter of 2013 the amendments to Recommendation T which introduced a more flexible manner of verification of customer credit cards had a positive impact on the execution of the Bank's plans. Implementing these regulations supposedly will enable reducing the pace of increase in advances granted by para-bank institutions vis-à-vis those which have to obey the Banking Law. On 7 March PFSA sent a letter to the Chairmen of Banks on recognizing bancassurance income in accounts. The letter shows that institutions which operate as insurants and which provide financial services are obliged to recognize revenues in accordance with par. 14 of IAS 18. In accordance with this paragraph, banks are obliged to divide revenues from insurance offered jointly with a loan contract into the deferred portion (over the product life cycle) and the portion accounted for on a one-off basis as at the date of signing the insurance contract. Since2011, the Bank applied directions of IAS 18. Reasonable piece of information realting to the changed approach to accounting for commissions for insurance intermediation activities, i.e. by changing the opening balances for 2010 which until that moment had been treated fully as other operating income and recognized on a one-off basis in the income statement was published in the financial statement for 2011. Based on an analysis of the historical data, and inflows of returns from an instrument – part of the fee is currently treated as an integral part of the effective interest rate and deferred over the period to maturity of the instruments. The remaining portion of the fee which relates to activities connected with the customers' accession to the group insurance concluded by the Bank with the insurers is accounted for on a one-off basis in the income statement and presented in commission income.

As at the date of the report the Bank has not identified other factors which could have an impact on the results it achieves over at least the following quarter.

(in PLN'000)

Condensed Separate Interim Financial Statements

Separate income statement

	1.01.2013-31.03.2013	1.01.2012-31.03.2012
Interest income	354 748	270 206
Interest expense	-154 673	-118 064
Net interest income	**200 075**	**152 142**
Dividend income	**0**	**0**
Fee and commission income	192 945	149 039
Fee and commission expense	-55 094	-37 505
Net fee and commission income	**137 851**	**111 534**
Trading result	**48 879**	**33 128**
Net gain (realized) on other financial instruments	**1 372**	**334**
Other operating income	10 326	5 235
Other operating costs	-8 551	-4 322
Net other operating income	**1 775**	**913**
General administrative expenses	**-199 456**	**-181 648**
share-based payments – equity component	-3 150	*-1 050*
Impairment losses	**-78 784**	**-49 284**
Gross profit	**111 712**	**67 119**
Income tax	-22 891	-13 358
Net profit	**88 821**	**53 761**
Net profit	**88 821**	**53 761**
Weighted average number of ordinary shares	**63 582 965**	**50 000 000**
Net profit per share (in PLN)	**1,40**	**1,08**
Diluted earnings per share (in PLN)	**1,33**	**1,08**

Separate statement of comprehensive income

	1.01.2013-31.03.2013	1.01.2012-31.03.2012
Net profit	**88 821**	**53 761**
Other taxable comprehensive income	-8 764	15 653
Net gains/losses on financial assets available for sale	-8 764	15 653
Profit/loss on valuation of financial assets available for sale	-10 820	19 325
Deferred tax	2 056	-3 672
Total comprehensive income, net	**80 057**	**69 414**

(in PLN'000)

Separate statement of financial position

ASSETS	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Cash and balances with the Central Bank	728 540	1 029 968	579 237
Financial assets held for trading	214 952	173 706	186 981
Financial assets available for sale	3 259 304	4 320 747	2 112 577
Amounts due from banks	136 999	371 275	246 809
Loans and advances to customers	15 887 393	14 535 432	11 266 889
Property, plant and equipment	207 915	214 887	213 890
Intangible assets	157 625	157 938	138 706
Investments in subsidiaries	6 224	6 257	1 250
Non-current assets held for sale	62 298	62 298	0
Income tax asset	61 953	78 668	54 928
Current	*4 120*	0	0
Deferred	*57 833*	*78 668*	*54 928*
Other assets	344 705	404 744	207 754
TOTAL ASSETS	**21 067 908**	**21 355 920**	**15 009 021**

LIABILITIES AND EQUITY	As at 31.03.2013	As at 31.12.2012	As at 31.03.2012
Financial liabilities held for trading	146 274	129 107	141 178
Financial liabilities measured at amortized cost	17 654 222	18 101 036	12 859 061
Provisions	9 140	12 549	38 867
Other liabilities	586 433	486 821	442 678
Income tax liabilities	0	31 134	0
Current	0	31 134	0
Subordinated loans	343 937	350 578	344 278
Total liabilities	**18 740 006**	**19 111 225**	**13 826 062**
Equity	**2 327 902**	**2 244 695**	**1 182 959**
Share capital	635 830	635 830	500 000
Supplementary capital	1 276 610	1 276 610	627 205
Revaluation reserve	2 012	10 776	2 634
Other capital	166 527	163 377	13 650
Share-based payments – equity component	166 527	163 377	13 650
Accumulated losses	158 102	-14 291	-14 291
Current year profit/loss	88 821	172 393	53 761
TOTAL LIABILITIES AND EQUITY	**21 067 908**	**21 355 920**	**15 009 021**

(in PLN'000)

Separate Statement of Changes in Equity

1.01.2013- 31.03.2013	Share capital	Supplementary capital	Other capital - Share-based payments	Revaluation reserve	Retained earnings/ accumulated losses	Net profit/loss for the year	Total equity
As at 1 January 2013	635 830	1 276 610	163 377	10 776	158 102	0	2 244 695
Increase in equity	-	-	-	-	-	-	0
Comprehensive income	-	-	-	-8 764	-	88 821	80 057
Share-based payments	-	-	3 150	-	-	-	3 150
As at 31 March 2013	635 830	1 276 610	166 527	2 012	158 102	88 821	2 327 902

1.01.2012- 31.12.2012	Share capital	Supplementary capital	Other capital - Share-based payments	Revaluation reserve	Retained earnings/ accumulated losses	Net profit/loss for the year	Total equity
As at 1 January 2012	500 000	502 569	12 600	-13 019	110 345	-	1 112 495
Increase in equity	135 830	664 095	-	-	-	-	799 925
Comprehensive income	-	-	-	23 795	-	172 393	196 188
Share-based payments	-		150 777	-	-	-	150 777
IPO costs		-14 690	-		-	-	-14 690
Distribution of prior year result	-	124 636	-	-	-124 636	-	0
As at 31 December 2012	635 830	1 276 610	163 377	10 776	-14 291	172 393	2 244 695

1.01.2012- 31.03.2012	Share capital	Supplementary capital	Other capital - Share-based payments	Revaluation reserve	Retained earnings/ accumulated losses	Net profit/loss for the year	Total equity
As at 1 January 2012	500 000	502 569	12 600	-13 019	110 345	-	1 112 495
Comprehensive income	-	-	-	15 653	-	53 761	69 414
Share-based payments	-	-	1 050	-	-	-	1 050
Coverage of previous years' losses from supplementary capital	-	124 636	-	-	-124 636	-	0
As at 31 March 2012	500 000	627 205	13 650	2 634	-14 291	53 761	1 182 959

(in PLN'000)

Separate cash flow statement

	1.01.2013-31.03.2013	1.01.2012-31.03.2012
Operating activities		
Net profit	**88 821**	**53 761**
Adjustments:	**-589 287**	**-341 702**
Unrealized foreign exchange gains/losses	2 646	-6 688
Change in income tax assets	-12 364	13 357
Amortization/depreciation of tangible and intangible assets	17 836	15 071
Change in tangible and intangible assets impairment write-down	8	32
Change in provisions	-3 409	6 216
Profit/loss on investments sale	0	-6
Interest (financial activity)	7 459	4 926
Share-based payments and IPO costs	3 150	1 050
Change in loans and receivables	-1 347 459	-424 378
Change in financial assets available for sale	1 061 443	794 398
Change in financial assets held for trading	-41 246	49 613
Change in other assets	60 039	-37 989
Change in deposits	-242 603	-1 083 754
Change in issued debt	-5 902	74 343
Change in financial liabilities held for trading	17 167	-27 122
Change in other liabilities	-106 052	279 229
Net cash flow from operating activities	**-500 466**	**-287 941**
Investing activities		
Outflows:	**-15 329**	**-29 025**
Purchase of property, plant and equipment	-7 574	-7 337
Purchase of intangible assets	-7 788	-20 688
Purchase of shares in subordinated companies	33	-1 000
Inflows:	**0**	**0**
Net cash flow from investing activities	**-15 329**	**-29 025**
Financing activities		
Outflows:	**-15 408**	**-1 159**
Repayment of long-term liabilities	-15 408	-1 159
Inflows:	**0**	**299 021**
Subordinated liabilities incurred	0	299 021
Net cash flow from financing activities	**-15 408**	**297 862**
Total net cash flow	**-531 202**	**-19 104**
Balance sheet change in cash and cash equivalents	**-531 202**	**-19 104**
Cash and cash equivalents, opening balance	**1 310 432**	**784 427**
Cash and cash equivalents, closing balance	**779 230**	**765 323**
Additional disclosures on operating cash flows		
Interest income received	**281 429**	**232 754**
Interest expense paid	**-195 260**	**-114 047**

39. Basis of preparation

Entities and comparative data presented in the consolidated financial statements

The interim condensed separate financial statements of Alior Bank S.A. cover the three month period ended 31 March 2013 and include comparative data for the three months ended 31 March 2012 (in respect of the separate income statement, separate statement of comprehensive income, the separate statement of changes in equity and the separate cash flow statement) and comparative data as at 31 December 2012 (in respect of the separate statement of financial position). The separate financial statements were prepared in Polish zloties (PLN), and all amounts are shown in PLN thousands, unless otherwise specified.

Statement of compliance

These interim condensed separate financial statements of Alior Bank Spółka Akcyjna for the 1st quarter of 2013 have been prepared in accordance with the International Financial Reporting Standards (IFRS) as adopted by the European Union as of 31 March 2013, and in accordance with the requirements of the Ordinance of the Minister of Finance dated 19 February 2009 on current and periodic information published by issuers of securities and the conditions for recognizing as equivalent the information required by the laws of a non-member state (Journal of Laws of 2009, No. 33, item 259) as amended.

The presented interim condensed separate financial statements meet the requirements of International Accounting Standard (IAS) 34 relating to interim financial reporting. These financial statements have been prepared in a condensed version and do not cover all disclosures required in the annual financial statements.

The interim condensed separate income statement, interim condensed separate statement of comprehensive income, interim condensed statement of changes in equity and interim condensed separate cash flow statement for the period from 01.01.2013 to 31.03.2013 and the interim condensed separate statement of financial position as at 31.03.2013 with respective comparative data have been prepared using the same accounting policies for each of the periods.

Going concern

The separate financial statements of Alior Bank S.A. have been prepared on the assumption that the Bank will continue as a going concern for no less than 12 months after the balance sheet date of 31 March 2013.
On the date of approval of these financial statements, the Bank's Management Board is not aware of any circumstances which for any reason would have a negative impact on the Bank's operations.

40. Accounting policies

Detailed accounting policies were presented in the annual consolidated financial statements of Alior Bank S.A. Group for the period from 1 January 2012 to 31 December 2012, published on 7 March 2013 and available on Alior Bank S.A.'s website.
All new accounting policies used were described in the interim condensed consolidated financial statements of Alior Bank S.A. Group, in Note 2.2.

Changes in accounting standards
The accounting policies applied in the preparation of these interim condensed separate financial statements are consistent with those used in preparing the financial statements as at and for the year ended 31 December 2012, with the exception of applying the following changes to the standards and new interpretations binding for annual periods beginning on or after 1 January 2013, described in the interim condensed consolidated financial statements of Alior Bank S.A. in Note 2.2.

41. Off-balance sheet items

Off-balance sheet items were described in the interim condensed consolidated financial statements, in Note 24.

42. Related-party transactions

Related party transactions were described in the interim condensed consolidated financial statements, in Note 26.

43. Significant post balance sheet events

Significant post-balance sheet events were described in the interim condensed consolidated financial statements, in Note 32.

Signatures of all Management Board Members

8.05.2013	Wojciech Sobieraj Chairman of the Management Board	.... Signature
8.05.2013	Krzysztof Czuba Deputy Chairman of the Management Board	.... Signature
8.05.2013	Michał Hucał Deputy Chairman of the Management Board	.... Signature
8.05.2013	Niels Lundorff Deputy Chairman of the Management Board	.... Signature
8.05.2013	Artur Maliszewski Deputy Chairman of the Management Board	.... Signature
8.05.2013	Witold Skrok Deputy Chairman of the Management Board	.... Signature
8.05.2013	Katarzyna Sułkowska Deputy Chairman of the Management Board	.... Signature