

REPORT
OF THE SUPERVISORY BOARD OF BRE BANK SA
on the results of the evaluation of the Management Board Report for 2010 and
the Financial Statements for 2010
prepared for the Ordinary General Meeting of Shareholders
held on 30 March 2011

In the past reporting period the Supervisory Board was composed of the following members:

Chairman	Maciej Leśny
Deputy Chairman	Dr Andre Carls
Members	Dr Achim Kassow
	Sascha Klaus (since 1 April 2010)
	Teresa Mokrysz
	Michael Schmid (until 31 March 2010)
	Dr Stefan Schmittmann
	Waldemar Stawski
	Dr Jan Szomburg
	Prof. Marek Wierzbowski
	Martin Zielke

In accordance with the rules of the Code of Best Practices of WSE Listed Companies, supplemented in 2010, as adopted by the Bank, within the meaning of Article 22 of the By-Laws of BRE Bank, and in accordance with the requirements of the Act on statutory auditors and their council, entities authorised to audit financial statements, and to exercise public supervision three standing committees are convened within the Supervisory Board, namely: the Executive Committee, the Risk Committee and the Audit Committee.

In the past year, the Committees were composed of the following members:

Executive Committee:

Chairman	Maciej Leśny
Members	Dr Andre Carls
	Michael Schmid (until 31 March 2010)
	Sascha Klaus (since 1 April 2010)
	Dr Jan Szomburg

The Audit Committee:

Chairman	Martin Zielke
Members	Dr Andre Carls
	Maciej Leśny
	Dr Jan Szomburg



The Risk Committee:

Chairman	Michael Schmid (until 31 March 2010) Sascha Klaus (since 1 April 2010)
Members	Dr Andre Carls Maciej Leśny Waldemar Stawski

The Supervisory Board Committees perform their functions in accordance with the guidelines approved by the Supervisory Board. The Audit Committee deals with monitoring the financial reporting process, the effectiveness of the internal control system and cooperation with the external auditor and the activities of the Bank's internal audit. The Risk Committee exercises permanent supervision over credit risk, market risk and operational risk and recommends the approval of large exposures posing single-entity risk according to parameters defined by the Supervisory Board. The Executive Committee sets the amount of the bonus for Members of the Management Board as per the system determined by the Supervisory Board as well as approves transactions exceeding 1% of the Bank's own funds.

Under Article 22 (5) of the By-Laws of BRE Bank, all standing committees convened within the Supervisory Board make the reports on their performance in the past reporting period available to shareholders. The reports are appended hereto and are presented to the Ordinary General Meeting.

In the past reporting period, the Supervisory Board performed its statutory obligations related to exercising permanent supervision over the company's operation in accordance with the requirements of the Polish Commercial Companies Code.

In accordance with the requirements of the Commercial Companies Code the Supervisory Board analysed and assessed: the Report of the Bank's Management Board, the Financial Statements for 2010 (stand-alone and consolidated), read and evaluated the report prepared by the auditor - PricewaterhouseCoopers Sp. z o.o. - and taking advantage of that professional source, it confirmed that the Financial Statements of the Bank and BRE Bank Group as well as the Report of the Bank's Management Board, as presented by the Management Board and prepared for the Ordinary General Meeting, meet the requirements of art. 382 § 3 of the Commercial Companies Code. The Supervisory Board adopted the Report of the Bank's Management Board and the Financial Statements of the Bank for 2010, as well as the Consolidated Financial Statements of the BRE Bank SA Group for 2010 by way of resolutions. The proposal of the Management Board regarding profit distribution for 2010, approved by the Supervisory Board, and the recommendation on the appointment of the auditor for auditing financial statements in 2011 constitute separate resolutions.



The Supervisory Board is pleased with the very good financial results and congratulates the Management Board on the achieved targets.

The Supervisory Board recommends that the Ordinary General Meeting approves the Report of the Bank's Management Board for 2010, the Financial Statements of the Bank for 2010 and the Consolidated Financial Statements of BRE Bank SA Group for 2010 and adopts the draft resolutions on the profit distribution, as well as appoints PricewaterhouseCoopers Sp. z o.o. as the auditor auditing the financial statements of BRE Bank SA and the BRE Bank SA Group for 2011.

In accordance with part III point 1.1) of the Code of Best Practices of WSE Listed Companies the Supervisory Board accepted in the form of a resolution the concise evaluation of the Bank's standing, constituting an attachment to this report, which is to be presented to the Ordinary General Meeting of the Bank.

In the past reporting period, the Supervisory Board held six meetings. Forty-nine resolutions were adopted. The resolutions concerned, in particular: approval of the Financial Statements of BRE Bank S.A., the BRE Bank Group and other materials for the Ordinary General Meeting, granting consent to the capital increase at BRE Bank S.A., approval of the Financial Plan for 2011 and the Mid-term Plan for 2012-2014, personnel issues, adoption of the amendments to the Rules of the Supervisory Board and the By-Laws of BRE Bank, transfer of the funds of the BRE Bank's Foundation, granting consent to take out bilateral loans by BRE Bank with Commerzbank, adoption of the new Rules of the Audit Committee and the Plan of Internal Audit, implementation of the Employee Programme and the Incentive Programme for Members of the Management Board, making amendments to the terms of managerial contracts for Members of the Management Board. Apart from that, by way of resolutions the Supervisory Board has adopted the following: compliance risk management policy, compliance policy, capital management policy, information policy on capital adequacy, rules of managing conflicts of interest and the rules of investing. The Supervisory Board adopted an update of the internal capital adequacy assessment process (ICAAP) at the BRE Bank Group. We expect to obtain a decision of the financial supervision authority on granting consent to using statistical methods to calculate regulatory capital requirements with respect to credit risk (the A-IRB approach) by BRE Bank SA.

In accordance with part III point 1.2) of the Code of Best Practices of WSE Listed Companies the Supervisory Board accepted in the form of a resolution the evaluation of its work, constituting an attachment to this report, which is to be presented to the Ordinary General Meeting of the Bank.

Moreover, the Supervisory Board approved or acknowledged the periodic reports of the Management Board on the Bank's financial standing, as well as the current results of particular business lines and the Group's subsidiaries.

The Supervisory Board would like to thank the Management Board for the constructive and effective cooperation in the past reporting period.



The present term of office of the Supervisory Board terminates on 30 March 2011, the day the General Shareholders Meeting takes place. Due to this occasion, I would like to take this opportunity and thank all Members of the Supervisory Board for their commitment and contribution to the activities of the Supervisory Board. Thank you very much for the fruitful cooperation in the performance of all Supervisory Board activities and new tasks. I wish the new Supervisory Board to be elected all the success. I am sure that the Supervisory Board will continue the close cooperation with the Management Board in achieving the strategic goals of the Bank.

Maciej Leśny
Chairman of the Supervisory Board