

<b>40</b>				<b>1</b>	<b>EUR</b>	
NAT.	Date of the deposition	No. 0403.227.515	pp.	E.	D.	C 1

**ANNUAL ACCOUNTS AND OTHER DOCUMENTS TO BE DEPOSITED  
IN ACCORDANCE WITH THE COMPANIES CODE**

**IDENTIFICATION (on the date of deposition)**

NAME: **KBC GROEP**

Legal form: **NV**

Address: **Havenlaan**

Nr.: **2**

Postal Code: **1080**

City: **Brussel 8**

Country: **Belgium**

Register of Legal Persons (RLP) - Office of the Business Court at: **Brussel, Dutch-speaking**

Internet address : <sup>1</sup>

Company number: **0403.227.515**

DATE **23/01/2020** of the deposition of the partnership deed OR of the most recent document mentioning the date of publication of the partnership deed and the act changing the articles of association.

ANNUAL ACCOUNTS **IN EURO (2 decimals)** <sup>2</sup>

ANNUAL ACCOUNTS approved by by the General Meeting of **7/05/2020**

concerning the financial year covering the period from **1/01/2019** till **31/12/2019**

Previous period from **1/01/2018** till **31/12/2018**

The amounts of the previous financial year are / ~~are not~~ <sup>3</sup> identical to those which have been previously published.

Total number of pages deposited: **53** Number of the pages of the standard form not deposited for not being of service: 6.1, 6.2.1, 6.2.2, 6.2.5, 6.3.4, 6.5.2, 6.18.2, 6.20, 7, 8, 9, 11, 12, 13, 14, 15, 16

Signature  
(name and position)  
**THIJS Johan**  
Delegated director

Signature  
(name and position)  
**LEYSEN Thomas**  
President of the board of directors

<sup>1</sup> Optional statement.

<sup>2</sup> If necessary, adjust the unit and currency in which the amounts are expressed

<sup>3</sup> Delete where appropriate.

**This annual account concerns a company that is subject to the provisions of the new Belgian Companies and Associations Code dated 23 March 2019: Yes / ~~No~~**<sup>4</sup>

Companies required to draw up and submit their annual accounts in accordance with the provisions of the Belgian Companies and Associations Code also use this model. The following applies for these annual accounts:

- 'Belgian Companies Code' should be understood to mean 'Belgian Companies and Associations Code'.
- In the following sections, the articles of the Belgian Companies Code refer to the following articles of the Belgian Companies and Associations Code.

<u>Section</u>	<u>Belgian Companies Code</u>	<u>Belgian Companies and Associations Code</u>
C 6.7.2	art. 631, §2 and 632, §2	art. 7:225
C 6.16	art. 134	art. 3:64, §2 and §4
C 6.18.1	art. 16	art. 1:26
	art. 110	art. 3:23
	art. 113, §2 and §3	art. 3:26, §2 and §3
C 6.18.2	art. 134, §4 and §5	art. 3:65, §4 and §5
	art. 134	art. 3:64, §2 and §4
C 11	art. 100, §1, 6°/3	art. 3:12, §1, 9°
C 12	art. 261, 1st and 3rd paragraph	art. 5:77, §1
C 13	art. 646, §2, 4th paragraph	art. 7:231, 3rd paragraph
C 14	art. 938 and art. 1001	art. 15:29 and art. 16:27
C 15	art. 100, §1, 6°/1	art. 3:12, §1, 7°

- Code 11 'Share premium account' should be understood to mean 'Contributions (- Beyond capital)'.
- Code 6503 'Capitalised interests' should be understood to mean 6502 'Capitalised interests' by reason of the new minimum layout of the general chart of accounts.

**The company is a company without share capital: ~~Yes~~ / No**<sup>5</sup>

If so, the amounts included under code 11 'Share premium account' must be broken down according to 'Contributions – Available' and 'Contributions – Not available'.

<b>Contributions</b>	<b>Period</b>
Available	
Not available	

<sup>4</sup> Delete where appropriate.

<sup>5</sup> Delete where appropriate.

**LIST OF DIRECTORS, MANAGERS AND AUDITORS  
AND DECLARATION ABOUT SUPPLEMENTARY  
AUDITING OR ADJUSTMENT MISSION**

**LIST OF DIRECTORS, MANAGERS AND AUDITORS**

COMPLETE LIST WITH name, first name, profession, residence-address (address, number, postal code, municipality) and position with the enterprise

**LEYSEN Thomas**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : President of the board of directors

**VLERICK Philippe**

Ronsevaalstraat 2, 8510 Bellegem, Belgium

Title : Vice president of the board of directors

**THIJS Johan**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Delegated director

**SCHEERLINCK Hendrik**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Delegated director

**VAN RIJSSEGHEM Christine**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Delegated director

**PAPIRNIK Vladimira**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Director

**DEPICKERE Franky**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Director

**BOSTOEN Alain**

Coupure 126, 9000 Gent, Belgium

Title : Director

**ROUSSIS Theo**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Director

## LIST OF DIRECTORS, MANAGERS AND AUDITORS (Continued from previous page)

**KIRALY Julia**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Director

**WITTEMANS Marc**

Beatrijslaan 91, 3110 Rotselaar, Belgium

Title : Director

**DONCK Frank**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Director

**CALLEWAERT Katelijn**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Director

**DE BECKER Sonja**

Meerbeekstraat 20, 3071 Erps-Kwerps, Belgium

Title : Director

**VAN HOVE Matthieu**

Havenlaan 2, 1080 Brussel 8, Belgium

Title : Director

**NONNEMAN Walter**

Molenstraat 245, 9150 Kruibeke, Belgium

Title : Director

Mandate : - 2/05/2019

**DEBACKERE Koenraad**

A. Stesselstraat 8, 3012 Wilsele, Belgium

Title : Director

Mandate : 2/05/2019

**PwC Bedrijfsrevisoren BV 0429.501.944**

Woluwedal 18, 1932 Sint-Stevens-Woluwe, Belgium

Title : Auditor, Membership number : B00009

## Represented by:

1. ROLAND Jeanquart  
Woluwedal 18 , 1932 Sint-Stevens-Woluwe, Belgium  
, Membership number : A01313
2. MEULEMAN Tom  
Woluwedal 18 , 1932 Sint-Stevens-Woluwe, Belgium  
, Membership number : A01894

**DECLARATION ABOUT SUPPLEMENTARY AUDITING OR ADJUSTMENT MISSION**

The managing board declares that the assignment neither regarding auditing nor adjusting has been given to a person who was not authorised by law pursuant to art. 34 and 37 of the Law of 22nd April 1999 concerning the auditing and tax professions.

Have the annual accounts been audited or adjusted by an external accountant or auditor who is not an statutory auditor ? ~~Yes~~ / No

If YES, mention here after: name, first names, profession, residence-address of each external accountant or auditor, the number of membership with the professional Institute ad hoc and the nature of this engagement:

- A. Bookkeeping of the undertaking \*\*,
- B. Preparing the annual accounts \*\*,
- C. Auditing the annual accounts and/or
- D. Adjusting the annual accounts.

If the assignment mentioned either under A or B is performed by authorised accountants or authorised accountants-tax consultants, information will be given on: name, first names, profession and residence-address of each authorised accountant or accountant-tax consultant, his number of membership with the Professional Institute of Accountants and Tax consultants and the nature of this engagement.

Name, first name, profession, residence-address	Number of membership	Nature of the engagement (A, B, C and/or D)

\* Delete where appropriate.

\*\* Optional disclosure.

<b>ANNUAL ACCOUNTS</b>
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**BALANCE SHEET AFTER APPROPRIATION**

	Notes	Codes	Period	Previous period
<b>ASSETS</b>				
<b>FORMATION EXPENSES</b> .....	6.1	20		
<b>FIXED ASSETS</b> .....		21/28	25.563.486.877,63	23.029.406.209,14
<b>Intangible fixed assets</b> .....	6.2	21	348.529.821,43	293.478.822,93
<b>Tangible fixed assets</b> .....	6.3	22/27	109.387.131,39	94.734.524,80
Land and buildings .....		22	24.423.709,29	25.965.312,24
Plant, machinery and equipment .....		23	73.401.992,76	56.473.499,89
Furniture and vehicles .....		24	10.015.729,56	10.649.221,39
Leasing and other rights .....		25		
Other tangible fixed assets .....		26	555.760,92	656.876,21
Tangible assets under construction and advance payments made .....		27	989.938,86	989.615,07
<b>Financial fixed assets</b> .....	6.4 / 6.5.1	28	25.105.569.924,81	22.641.192.861,41
Affiliated enterprises .....	6.15	280/1	25.104.431.731,27	22.640.054.667,87
Participating interests .....		280	15.900.569.058,91	14.037.370.043,47
Amounts receivable .....		281	9.203.862.672,36	8.602.684.624,40
Other enterprises linked by participating interests .....	6.15	282/3	914.657,54	914.657,54
Participating interests .....		282	914.657,54	914.657,54
Amounts receivable .....		283		
Other financial assets .....		284/8	223.536,00	223.536,00
Shares .....		284	223.536,00	223.536,00
Amounts receivable and cash guarantees .....		285/8		

	Notes	Codes	Period	Previous period
<b>CURRENT ASSETS</b> .....		29/58	<u>305.548.597,04</u>	<u>318.983.235,24</u>
<b>Amounts receivable after more than one year</b> .....		29	447.585,89	509.934,17
Trade debtors .....		290		
Other amounts receivable .....		291	447.585,89	509.934,17
<b>Stocks and contracts in progress</b> .....		3	431.615,75	481.489,72
Stocks .....		30/36	431.615,75	481.489,72
Raw materials and consumables .....		30/31		
Work in progress .....		32		
Finished goods .....		33		
Goods purchased for resale .....		34	431.615,75	481.489,72
Immovable property intended for sale .....		35		
Advance payments .....		36		
Contracts in progress .....		37		
<b>Amounts receivable within one year</b> .....		40/41	28.654.370,05	52.944.127,02
Trade debtors .....		40	16.751.618,13	38.984.225,27
Other amounts receivable .....		41	11.902.751,92	13.959.901,75
<b>Current investments</b> .....	6.5.1 / 6.6	50/53	100.000.000,00	
Own shares .....		50		
Other investments and deposits .....		51/53	100.000.000,00	
<b>Cash at bank and in hand</b> .....		54/58	14.742.243,93	121.469.960,69
<b>Deferred charges and accrued income</b> .....	6.6	490/1	161.272.781,42	143.577.723,64
<b>TOTAL ASSETS</b> .....		20/58	25.869.035.474,67	23.348.389.444,38

	Notes	Codes	Period	Previous period
<b>EQUITY AND LIABILITIES</b>				
<b>EQUITY</b> .....		10/15	<u>16.408.917.394,23</u>	<u>13.410.833.316,52</u>
<b>Capital</b> .....	6.7.1	10	1.457.819.318,92	1.456.980.548,26
Issued capital .....		100	1.457.819.318,92	1.456.980.548,26
Uncalled capital <sup>4</sup> .....		101		
<b>Share premium account</b> .....		11	5.473.166.631,78	5.460.663.930,66
<b>Revaluation surpluses</b> .....		12	283,00	283,00
<b>Reserves</b> .....		13	1.286.364.602,88	1.286.185.852,65
Legal reserve .....		130	145.781.931,89	145.698.054,83
Reserves not available .....		131	1.338.625,03	1.338.625,03
In respect of own shares held .....		1310		
Others .....		1311	1.338.625,03	1.338.625,03
Untaxed reserves .....		132	190.493.634,31	190.398.761,14
Available reserves .....		133	948.750.411,65	948.750.411,65
<b>Accumulated profits (losses)</b> .....(+)/(-)		14	8.191.566.557,65	5.207.002.701,95
<b>Investment grants</b> .....		15		
<b>Advance to associates on the sharing out of the assets</b> <sup>5</sup> .....		19		
<b>PROVISIONS AND DEFERRED TAXES</b> .....		16	<u>9.982.145,56</u>	<u>12.855.408,49</u>
<b>Provisions for liabilities and charges</b> .....		160/5	9.982.145,56	12.855.408,49
Pensions and similar obligations .....		160	9.741.673,58	12.599.751,48
Taxation .....		161		
Major repairs and maintenance .....		162		
Environmental liabilities .....		163		
Other risks and costs .....	6.8	164/5	240.471,98	255.657,01
<b>Deferred taxes</b> .....		168		

<sup>4</sup> Amount to be deducted from the issued capital.

<sup>5</sup> Amount to be deducted from the other components of equity.



	Notes	Codes	Period	Previous period
<b>AMOUNTS PAYABLE</b> .....		17/49	9.450.135.934,88	9.924.700.719,37
<b>Amounts payable after more than one year</b> .....	6.9	17	9.202.728.189,16	7.201.333.586,50
Financial debts .....		170/4	9.202.728.189,16	7.201.330.336,50
Subordinated loans .....		170	3.678.055.033,93	3.181.269.666,91
Unsubordinated debentures .....		171	5.524.673.155,23	4.020.060.669,59
Leasing and other similar obligations .....		172		
Credit institutions .....		173		
Other loans .....		174		
Trade debts .....		175		
Suppliers .....		1750		
Bills of exchange payable .....		1751		
Advances received on contracts in progress .....		176		
Other amounts payable .....		178/9		3.250,00
<b>Amounts payable within one year</b> .....	6.9	42/48	144.354.415,00	2.616.617.988,13
Current portion of amounts payable after more than one year falling due within one year .....		42		1.400.000.000,00
Financial debts .....		43		
Credit institutions .....		430/8		
Other loans .....		439		
Trade debts .....		44	43.098.922,60	68.936.970,23
Suppliers .....		440/4	43.098.922,60	68.936.970,23
Bills of exchange payable .....		441		
Advances received on contracts in progress .....		46		
Taxes, remuneration and social security .....	6.9	45	68.965.255,78	69.472.060,45
Taxes .....		450/3	11.728.655,14	15.226.248,43
Remuneration and social security .....		454/9	57.236.600,64	54.245.812,02
Other amounts payable .....		47/48	32.290.236,62	1.078.208.957,45
<b>Accrued charges and deferred income</b> .....	6.9	492/3	103.053.330,72	106.749.144,74
<b>TOTAL LIABILITIES</b> .....		10/49	25.869.035.474,67	23.348.389.444,38

**INCOME STATEMENT**

	Notes	Codes	Period	Previous period
<b>Operating income and charges</b> .....		70/76A	1.009.347.011,49	962.018.842,10
Turnover .....	6.10	70	907.689.510,85	861.917.317,69
Increase (decrease) in stocks of finished goods, work and contracts in progress .....		71		
Own construction capitalised .....		72	81.604.405,15	83.302.438,95
Other operating income .....	6.10	74	20.053.077,51	16.799.083,44
Non-recurring operating income .....	6.12	76A	17,98	2,02
<b>Operating charges</b> .....		60/66A	1.028.094.795,37	1.017.184.664,88
Raw materials, consumables .....		60	49.873,97	71.652,65
Purchases .....		600/8		
Decrease (increase) in stocks .....		609	49.873,97	71.652,65
Services and other goods .....		61	551.707.782,62	537.389.612,41
Remuneration, social security costs and pensions ..	6.10	62	363.685.395,15	346.511.199,11
Depreciation of and amounts written off formation expenses, intangible and tangible fixed assets .....		630	112.262.932,60	97.487.788,70
Increase, Decrease in amounts written off stocks contracts in progress and trade debtors: Appropriations (write-backs) .....		631/4		
Provisions for risks and charges - Appropriations (uses and write-backs) .....	6.10	635/8	-2.873.262,93	-3.659.252,12
Other operating charges .....	6.10	640/8	1.159.592,79	1.617.908,46
Operation charges carried to assets as restructuring costs .....		649		
Non-recurring operating charges .....	6.12	66A	2.102.481,17	37.765.755,67
<b>Operating profit (loss)</b> .....		9901	-18.747.783,88	-55.165.822,78

	Notes	Codes	Period	Previous period
<b>Financial income</b> .....		75/76B	3.607.927.577,43	1.823.125.942,88
Recurring financial income .....		75	1.494.728.550,92	1.811.698.042,59
Income from financial fixed assets .....		750	1.313.653.810,60	1.615.455.420,49
Income from current assets .....		751	3.557.003,40	3.447.826,99
Other financial income .....	6.11	752/9	177.517.736,92	192.794.795,11
Non-recurring financial income .....	6.12	76B	2.113.199.026,51	11.427.900,29
<b>Financial charges</b> .....	6.11	65/66B	174.205.845,14	189.258.457,58
Recurring financial charges		65	174.205.845,14	189.258.457,58
Debt charges .....		650	172.465.663,08	185.835.704,17
Amounts written down on current assets except stocks, contracts in progress and trade debtors .....(+)/(-)		651		
Other financial charges .....		652/9	1.740.182,06	3.422.753,41
Non recurring financial charges .....	6.12	66B		
<b>Profit (loss) for the period before taxes</b> .....(+)/(-)		9903	3.414.973.948,41	1.578.701.662,52
<b>Transfer from postponed taxes</b> .....		780		78.144,28
<b>Transfer to postponed taxes</b> .....		680	71.041,18	1.275,60
<b>Income taxes</b> .....(+)/(-)	6.13	67/77	3.715.410,08	2.792.440,56
Income taxes .....		670/3	3.978.771,74	4.214.632,40
Adjustment of income taxes and write-back of tax provisions .....		77	263.361,66	1.422.191,84
<b>Profit (loss) for the period</b> .....(+)/(-)		9904	3.411.187.497,15	1.575.986.090,64
<b>Transfer from untaxed reserves</b> .....		789		
<b>Transfer to untaxed reserves</b> .....		689	94.873,17	91.198,94
<b>Profit (loss) for the period available for appropriation</b> .....(+)/(-)		9905	3.411.092.623,98	1.575.894.891,70

**APPROPRIATION ACCOUNT**

	Codes	Period	Previous period
<b>Profit (loss) to be appropriated</b> .....(+)/(-)	9906	8.618.095.325,93	6.673.450.886,92
Gain (loss) to be appropriated .....(+)/(-)	(9905)	3.411.092.623,98	1.575.894.891,70
Profit (loss) to be carried forward .....(+)/(-)	14P	5.207.002.701,95	5.097.555.995,22
<b>Transfers from capital and reserves</b> .....	791/2		
from capital and share premium account .....	791		
from reserves .....	792		
<b>Transfers to capital and reserves</b> .....	691/2	83.877,06	90.596,26
to capital and share premium account .....	691		
to the legal reserve .....	6920	83.877,06	90.596,26
to other reserves .....	6921		
<b>Profit (loss) to be carried forward</b> .....(+)/(-)	(14)	8.191.566.557,65	5.207.002.701,95
<b>Owner's contribution in respect of losses</b>	794		
<b>Profit to be distributed</b> .....	694/7	426.444.891,22	1.466.357.588,71
Dividends .....	694	416.155.676,00	1.456.286.757,00
Director's or managers' entitlements .....	695		
Workers .....	696	10.289.215,22	10.070.831,71
Other beneficiaries .....	697		

	Codes	Period	Previous period
<b>CONCESSIONS, PATENTS, LICENCES, KNOWHOW, BRANDS AND SIMILAR RIGHTS</b>			
<b>Acquisition value at the end of the period</b> .....	8052P	xxxxxxxxxxxxxxx	946.768.847,00
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8022	130.863.624,46	
Sales and disposals .....	8032		
Transfers from one heading to another .....(+)/(-)	8042		
<b>Acquisition value at the end of the period</b> .....	8052	1.077.632.471,46	
<b>Depreciation and amounts written down at the end of the period</b> .....	8122P	xxxxxxxxxxxxxxx	653.290.024,07
<b>Movements during the period</b>			
Recorded .....	8072	78.444.593,53	
Written back .....	8082		
Acquisitions from third parties .....	8092		
Cancelled owing to sales and disposals .....	8102	2.631.967,57	
Transfers from one heading to another .....(+)/(-)	8112		
<b>Depreciation and amounts written down at the end of the period</b> .....	8122	729.102.650,03	
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	211	<u>348.529.821,43</u>	

	Codes	Period	Previous period
<b>GOODWILL</b>			
<b>Acquisition value at the end of the period</b> .....	8053P	xxxxxxxxxxxxxxx	101.259,73
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8023		
Sales and disposals .....	8033		
Transfers from one heading to another .....	8043		
<b>Acquisition value at the end of the period</b> .....	8053	101.259,73	
<b>Depreciation and amounts written down at the end of the period</b> .....	8123P	xxxxxxxxxxxxxxx	101.259,73
<b>Movements during the period</b>			
Recorded .....	8073		
Written back .....	8083		
Acquisitions from third parties .....	8093		
Cancelled owing to sales and disposals .....	8103		
Transfers from one heading to another .....	8113		
<b>Depreciation and amounts written down at the end of the period</b> .....	8123	101.259,73	
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	212	_____	

## STATEMENT OF TANGIBLE FIXED ASSETS

	Codes	Period	Previous period
<b>LAND AND BUILDINGS</b>			
<b>Acquisition value at the end of the period</b> .....	8191P	xxxxxxxxxxxxxxx	37.691.650,78
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8161	89.911,86	
Sales and disposals .....	8171		
Transfers from one heading to another .....(+)/(-)	8181		
<b>Acquisition value at the end of the period</b> .....	8191	37.781.562,64	
<b>Revaluation surpluses at the end of the period</b> .....	8251P	xxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8211		
Acquisitions from third parties .....	8221		
Cancelled .....	8231		
Transfers from one heading to another .....(+)/(-)	8241		
<b>Revaluation surpluses at the end of the period</b> .....	8251		
<b>Depreciation and amounts written down at the end of the period</b> .....	8321P	xxxxxxxxxxxxxxx	11.726.338,54
<b>Movements during the period</b>			
Recorded .....	8271	1.631.514,81	
Written back .....	8281		
Acquisitions from third parties .....	8291		
Cancelled owing to sales and disposals .....	8301		
Transfers from one heading to another .....(+)/(-)	8311		
<b>Depreciation and amounts written down at the end of the period</b> .....	8321	13.357.853,35	
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(22)	24.423.709,29	

	Codes	Period	Previous period
<b>PLANT, MACHINERY AND EQUIPMENT</b>			
<b>Acquisition value at the end of the period</b> .....	8192P	xxxxxxxxxxxxxxxx	320.189.007,92
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8162	42.497.027,00	
Sales and disposals .....	8172		
Transfers from one heading to another .....(+)/(-)	8182		
<b>Acquisition value at the end of the period</b> .....	8192	362.686.034,92	
<b>Revaluation surpluses at the end of the period</b> .....	8252P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8212		
Acquisitions from third parties .....	8222		
Cancelled .....	8232		
Transfers from one heading to another .....(+)/(-)	8242		
<b>Revaluation surpluses at the end of the period</b> .....	8252		
<b>Depreciation and amounts written down at the end of the period</b> .....	8322P	xxxxxxxxxxxxxxxx	263.715.508,03
<b>Movements during the period</b>			
Recorded .....	8272	32.017.081,39	
Written back .....	8282		
Acquisitions from third parties .....	8292		
Cancelled owing to sales and disposals .....	8302	6.448.547,26	
Transfers from one heading to another .....(+)/(-)	8312		
<b>Depreciation and amounts written down at the end of the period</b> .....	8322	289.284.042,16	
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(23)	<u>73.401.992,76</u>	



	Codes	Period	Previous period
<b>FURNITURE AND VEHICLES</b>			
<b>Acquisition value at the end of the period</b> .....	8193P	xxxxxxxxxxxxxxxx	28.972.674,03
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8163	1.514.191,83	
Sales and disposals .....	8173		
Transfers from one heading to another .....(+)/(-)	8183		
<b>Acquisition value at the end of the period</b> .....	8193	30.486.865,86	
<b>Revaluation surpluses at the end of the period</b> .....	8253P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8213		
Acquisitions from third parties .....	8223		
Cancelled .....	8233		
Transfers from one heading to another .....(+)/(-)	8243		
<b>Revaluation surpluses at the end of the period</b> .....	8253		
<b>Depreciation and amounts written down at the end of the period</b> .....	8323P	xxxxxxxxxxxxxxxx	18.323.452,64
<b>Movements during the period</b>			
Recorded .....	8273	2.147.683,66	
Written back .....	8283		
Acquisitions from third parties .....	8293		
Cancelled owing to sales and disposals .....	8303		
Transfers from one heading to another .....(+)/(-)	8313		
<b>Depreciation and amounts written down at the end of the period</b> .....	8323	20.471.136,30	
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(24)	<u>10.015.729,56</u>	

	Codes	Period	Previous period
<b>OTHER TANGIBLE FIXED ASSETS</b>			
<b>Acquisition value at the end of the period</b> .....	8195P	xxxxxxxxxxxxxxxx	1.241.984,19
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8165	23.425,09	
Sales and disposals .....	8175		
Transfers from one heading to another .....(+)/(-)	8185		
<b>Acquisition value at the end of the period</b> .....	8195	1.265.409,28	
<b>Revaluation surpluses at the end of the period</b> .....	8255P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8215		
Acquisitions from third parties .....	8225		
Cancelled .....	8235		
Transfers from one heading to another .....(+)/(-)	8245		
<b>Revaluation surpluses at the end of the period</b> .....	8255		
<b>Depreciation and amounts written down at the end of the period</b> .....	8325P	xxxxxxxxxxxxxxxx	585.107,98
<b>Movements during the period</b>			
Recorded .....	8275	124.540,38	
Written back .....	8285		
Acquisitions from third parties .....	8295		
Cancelled owing to sales and disposals .....	8305		
Transfers from one heading to another .....(+)/(-)	8315		
<b>Depreciation and amounts written down at the end of the period</b> .....	8325	709.648,36	
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(26)	<u>555.760,92</u>	

	Codes	Period	Previous period
<b>ASSETS UNDER CONSTRUCTION AND ADVANCED PAYMENTS</b>			
<b>Acquisition value at the end of the period</b> .....	8196P	xxxxxxxxxxxxxxxx	10.611.025,59
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8166	323,79	
Sales and disposals .....	8176		
Transfers from one heading to another .....(+)/(-)	8186		
<b>Acquisition value at the end of the period</b> .....	8196	10.611.349,38	
<b>Revaluation surpluses at the end of the period</b> .....	8256P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8216		
Acquisitions from third parties .....	8226		
Cancelled .....	8236		
Transfers from one heading to another .....(+)/(-)	8246		
<b>Revaluation surpluses at the end of the period</b> .....	8256		
<b>Depreciation and amounts written down at the end of the period</b> .....	8326P	xxxxxxxxxxxxxxxx	9.621.410,52
<b>Movements during the period</b>			
Recorded .....	8276		
Written back .....	8286		
Acquisitions from third parties .....	8296		
Cancelled owing to sales and disposals .....	8306		
Transfers from one heading to another .....(+)/(-)	8316		
<b>Depreciation and amounts written down at the end of the period</b> .....	8326	9.621.410,52	
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(27)	<u>989.938,86</u>	

## STATEMENT OF FINANCIAL FIXED ASSETS

	Codes	Period	Previous period
<b>AFFILIATED ENTERPRISES - PARTICIPATING INTERESTS AND SHARES</b>			
<b>Acquisition value at the end of the period</b> .....	8391P	xxxxxxxxxxxxxxx	14.030.842.208,40
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8361	1.954.687.452,93	
Sales and disposals .....	8371	91.488.437,49	
Transfers from one heading to another .....	8381		
Transfers from one heading to another .....	(+)/(-)		
<b>Acquisition value at the end of the period</b> .....	8391	15.894.041.223,84	
<b>Revaluation surpluses at the end of the period</b> .....	8451P	xxxxxxxxxxxxxxx	6.527.835,07
<b>Movements during the period</b>			
Recorded .....	8411		
Acquisitions from third parties .....	8421		
Cancelled .....	8431		
Transfers from one heading to another .....	8441		
Transfers from one heading to another .....	(+)/(-)		
<b>Revaluation surpluses at the end of the period</b> .....	8451	6.527.835,07	
<b>Amounts written down at the end of the period</b> .....	8521P	xxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8471		
Written back .....	8481		
Acquisitions from third parties .....	8491		
Cancelled owing to sales and disposals .....	8501		
Transfers from one heading to another .....	8511		
Transfers from one heading to another .....	(+)/(-)		
<b>Amounts written down at the end of the period</b> .....	8521		
<b>Uncalled amounts at the end of the period</b> .....	8551P	xxxxxxxxxxxxxxx	
<b>Movements during the period</b> .....	8541		
<b>Uncalled amounts at the end of the period</b> .....	8551		
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(280)	15.900.569.058,91	
<b>AFFILIATED ENTERPRISES - AMOUNTS RECEIVABLE</b>			
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	281P	xxxxxxxxxxxxxxx	8.602.684.624,40
<b>Movements during the period</b>			
Additions .....	8581	2.750.000.000,00	
Repayments .....	8591	2.150.000.000,00	
Amounts written down .....	8601		
Amounts written back .....	8611		
Exchange differences .....	8621		
Exchange differences .....	(+)/(-)		
Other .....	8631	1.178.047,96	
Other .....	(+)/(-)		
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(281)	9.203.862.672,36	
<b>ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD</b> .....	8651		

	Codes	Period	Previous period
<b>ENTERPRISES LINKED BY A PARTICIPATING INTEREST - PARTICIPATING INTERESTS AND SHARES</b>			
Acquisition value at the end of the period .....	8392P	xxxxxxxxxxxxxxxx	914.657,54
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8362		
Sales and disposals .....	8372		
Transfers from one heading to another .....(+)/(-)	8382		
Acquisition value at the end of the period .....	8392	914.657,54	
Revaluation surpluses at the end of the period .....	8452P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8412		
Acquisitions from third parties .....	8422		
Cancelled .....	8432		
Transfers from one heading to another .....(+)/(-)	8442		
Revaluation surpluses at the end of the period .....	8452		
Amounts written down at the end of the period .....	8522P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8472		
Written back .....	8482		
Acquisitions from third parties .....	8492		
Cancelled owing to sales and disposals .....	8502		
Transfers from one heading to another .....(+)/(-)	8512		
Amounts written down at the end of the period .....	8522		
Uncalled amounts at the end of the period .....	8552P	xxxxxxxxxxxxxxxx	
Movements during the period .....(+)/(-)	8542		
Uncalled amounts at the end of the period .....	8552		
<b>NET BOOK VALUE AT THE END OF THE PERIOD .....</b>	(282)	<u>914.657,54</u>	
<b>ENTERPRISES LINKED BY A PARTICIPATING INTEREST - AMOUNTS RECEIVABLE</b>			
<b>NET BOOK VALUE AT THE END OF THE PERIOD .....</b>	283P	<u>xxxxxxxxxxxxxxxx</u>	
<b>Movements during the period</b>			
Additions .....	8582		
Repayments .....	8592		
Amounts written down .....	8602		
Amounts written back .....	8612		
Exchange differences .....(+)/(-)	8622		
Other .....(+)/(-)	8632		
<b>NET BOOK VALUE AT THE END OF THE PERIOD .....</b>	(283)	<u>                    </u>	
<b>ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD .....</b>	8652	<u>                    </u>	

	Codes	Period	Previous period
<b>OTHER ENTERPRISES - PARTICIPATING INTERESTS AND SHARES</b>			
<b>Acquisition value at the end of the period</b> .....	8393P	xxxxxxxxxxxxxxxx	223.536,00
<b>Movements during the period</b>			
Acquisitions, including produced fixed assets .....	8363		
Sales and disposals .....	8373		
Transfers from one heading to another .....(+)/(-)	8383		
<b>Acquisition value at the end of the period</b> .....	8393	223.536,00	
<b>Revaluation surpluses at the end of the period</b> .....	8453P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8413		
Acquisitions from third parties .....	8423		
Cancelled .....	8433		
Transfers from one heading to another .....(+)/(-)	8443		
<b>Revaluation surpluses at the end of the period</b> .....	8453		
<b>Amounts written down at the end of the period</b> .....	8523P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b>			
Recorded .....	8473		
Written back .....	8483		
Acquisitions from third parties .....	8493		
Cancelled owing to sales and disposals .....	8503		
Transfers from one heading to another .....(+)/(-)	8513		
<b>Amounts written down at the end of the period</b> .....	8523		
<b>Uncalled amounts at the end of the period</b> .....	8553P	xxxxxxxxxxxxxxxx	
<b>Movements during the period</b> .....(+)/(-)	8543		
<b>Uncalled amounts at the end of the period</b> .....	8553		
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(284)	<u>223.536,00</u>	
<b>OTHER ENTERPRISES - AMOUNTS RECEIVABLE</b>			
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	285/8P	<u>xxxxxxxxxxxxxxxx</u>	
<b>Movements during the period</b>			
Additions .....	8583		
Repayments .....	8593		
Amounts written down .....	8603		
Amounts written back .....	8613		
Exchange differences .....(+)/(-)	8623		
Other .....(+)/(-)	8633		
<b>NET BOOK VALUE AT THE END OF THE PERIOD</b> .....	(285/8)	<u>                    </u>	
<b>ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD</b> .....	8653	<u>                    </u>	

## INFORMATION RELATING TO THE SHARE IN THE CAPITAL

### SHARE IN THE CAPITAL AND OTHER RIGHTS IN OTHER COMPANIES

List of both enterprises in which the enterprise holds a participating interest (recorded in the headings 280 and 282 of assets) and other enterprises in which the enterprise holds rights (recorded in the headings 284 and 51/53 of assets) in the amount of at least 10% of the capital issued.

NAME, full address of the REGISTERED OFFICE and for the enterprise governed by Belgian law, the COMPANY NUMBER	Shares held by			Information from the most recent period for which annual accounts are available				
	Nature	directly		subsidiaries	Primary financial statement	Monetary unit	Capital and reserves	Net result
		Number	%				%	(+) of (-) (in units)
<b>KBC BANK NV</b> Havenlaan 2 1080 Brussel 8 Belgium 0462.920.226	Ordinary shares	995.371.468	99,99	0,01	31/12/2018	EUR	12.295.934.000	1.698.395.000
<b>KBC VERZEKERINGEN NV</b> Professor Roger Van Overstraetenplein 2 3000 Leuven Belgium 0403.552.563	Ordinary shares	1.002.016	99,99	0,01	31/12/2018	EUR	1.368.474.176	370.618.325
<b>KBC Credit Investments NV</b> Havenlaan 12 1080 Brussel 8 Belgium 0887.849.512	Ordinary shares	1	0,01	99,99	31/12/2018	EUR	5.581.181.146	146.985.989
<b>OMNIA NV</b> Mgr. Ladeuzeplein 15 3000 Leuven Belgium 0413.646.305	Ordinary shares	1	0,01	99,99	31/12/2018	EUR	4.792.159	808.816
<b>KB CONSULT NV</b> Havenlaan 2 1080 Brussel 8 Belgium 0437.623.220	Ordinary shares	174	0,05	99,95	31/12/2018	EUR	798.344	-17.829
<b>ARDA-IMMO NV</b> Interleuvenlaan 16 3001 Heverlee Belgium 0474.415.914	Ordinary shares	61.713	19,06	0,00	31/12/2018	EUR	3.818.096	364.572
<b>24+ NV</b> Roderveldlaan 4 2600 Berchem (Antwerpen) Belgium 0895.810.836	Ordinary shares	3.075	50,00	50,00	31/12/2018	EUR	1.971.757	2.269.379

**INFORMATION RELATING TO THE SHARE IN THE CAPITAL****SHARE IN THE CAPITAL AND OTHER RIGHTS IN OTHER COMPANIES**

NAME, full address of the REGISTERED OFFICE and for the enterprise governed by Belgian law, the COMPANY NUMBER	Shares held by				Information from the most recent period for which annual accounts are available			
	Nature	directly		subsidiaries	Primary financial statement	Monetary unit	Capital and reserves	Net result
		Number	%				%	(+) of (-) (in units)
<b>Experience@Work CV</b> Minderbroedersgang 12 2800 Mechelen Belgium 0627.819.632	Ordinary shares	33	33,33	0,00	31/12/2018	EUR	203.664	57.679



**OTHER INVESTMENTS AND DEPOSIT, DEFERRED CHARGES AND ACCRUED INCOME (ASSETS)**

**INVESTMENTS: OTHER INVESTMENTS AND DEPOSITS**

**Shares and current investments other than fixed income investments ..**  
 Shares - Book value increased with the uncalled amount .....  
 Shares - Uncalled amount .....  
 Precious metals and works of art .....

**Fixed income securities .....**  
 Fixed income securities issued by credit institutions .....

**Fixed term accounts with credit institutions .....**  
 With residual term or notice of withdrawal  
 up to one month .....  
 between one month and one year .....  
 over one year .....

**Other investments not mentioned above .....**

Codes	Period	Previous period
51		
8681		
8682		
8683		
52	100.000.000,00	
8684	100.000.000,00	
53		
8686		
8687		
8688		
8689		

**DEFERRED CHARGES AND ACCRUED INCOME**

**Allocation of heading 490/1 of assets if the amount is significant.**

Deferred charges  
 Accrued income  
 Suspence account

Period
98.418.491,59
60.959.642,21
1.894.647,62

**STATEMENT OF CAPITAL AND SHAREHOLDING STRUCTURE**

**STATEMENT OF CAPITAL**

**Social capital**

Issued capital at the end of the period .....  
 Issued capital at the end of the period .....

Codes	Period	Previous period
100P	XXXXXXXXXXXXXX	1.456.980.548,26
(100)	1.457.819.318,92	

Changes during the period

Capital increase staff

Structure of the capital  
 Different categories of shares

No-par shares

Registered shares .....

Shares dematerialized .....

Codes	Amounts	Number of shares
	838.770,66	238.966
	1.457.819.318,92	416.394.642
8702	XXXXXXXXXXXXXX	144.293.633
8703	XXXXXXXXXXXXXX	272.101.009

**Capital not paid**

Uncalled capital .....  
 Capital called, but not paid .....  
 Shareholders having yet to pay up in full

Codes	Uncalled capital	Capital called, but not paid
(101)		XXXXXXXXXXXXXX
8712	XXXXXXXXXXXXXX	

**OWN SHARES**

Held by the company itself

Amount of capital held .....

Number of shares held .....

Held by the subsidiaries

Amount of capital held .....

Number of shares held .....

**Commitments to issue shares**

Owing to the exercise of conversion rights

Amount of outstanding convertible loans .....

Amount of capital to be subscribed .....

Corresponding maximum number of shares to be issued .....

Owing to the exercise of subscription rights

Number of outstanding subscription rights .....

Amount of capital to be subscribed .....

Corresponding maximum number of shares to be issued .....

**Authorized capital, not issued** .....

Codes	Period
8721	
8722	
8731	
8732	
8740	
8741	
8742	
8745	
8746	
8747	
8751	698.255.266,75

**Shared issued, not representing capital**

Distribution

Number of shares held .....

Number of voting rights attached thereto .....

Allocation by shareholder

Number of shares held by the company itself .....

Number of shares held by its subsidiaries .....

Codes	Period
8761	
8762	
8771	
8781	

## STRUCTURE OF SHAREHOLDINGS OF THE ENTERPRISE AT YEAR-END CLOSING DATE

as shown by the notifications received by the company in accordance with the Companies Code, Article 631 §2 and Article 632 §2; the act of 2 May 2007 on the disclosure of major holdings, Article 14, paragraph four; and the Royal Decree of 21 August 2008 comprising further rules on certain multilateral trading facilities, Article 5.

NAME of the persons who own the registered rights of the company, stating the ADRES (of the registered office, if it concerns a legal person) and the COMPANY NUMBER, if it concerns a company under Belgian law	Nature	Holdings of social rights		%
		Number of Voting Rights		
		Related to securities	Not linked to securities	
KBC Ancora Comm. Va Muntstraat 1, 3000 Leuven 464965639	Ordinary	77.516.380		18,62%
MRBB cvba Diestsevest 32 / 5b, 3000 Leuven 403552959	Ordinary	47.889.864		11,50%
CERA cvba Muntstraat 1, 3000 Leuven 403581960	Ordinary	11.127.166		2,67%
Blackrock Inc. 55 East 52nd Street, New York, NY 10055, Verenigde Staten	Ordinary	16.471.105		3,96%
other permanent shareholders	Ordinary	32.020.498		7,69%
FMR LLC 1209 Orange Street, Wilmington, New Castle County, Delaware 19801, Verenigde Staten	Ordinary	12.531.817		3,01%

The notifications mentioned (CBN 2013/5) are based on a strict interpretation of higher law. For additional information on the shareholder structure, please refer to the annual report.

**PROVISIONS FOR OTHER LIABILITIES AND CHARGES**

**ANALYSIS OF THE HEADING 164/5 OF LIABILITIES IF THE AMOUNT IS SIGNIFICANT**

Provision for disability benefits

185.931,59

Provision for future commitments

54.540,39

Period
185.931,59
54.540,39

**STATEMENT OF AMOUNTS PAYABLE, ACCRUED CHARGES AND DEFERRED INCOME**
**BREAKDOWN OF AMOUNTS PAYABLE WITH AN ORIGINAL PERIOD TO MATURITY OF MORE THAN ONE YEAR, ACCORDING TO THEIR RESIDUAL TERM**
**Current portion of amounts payable after more than one year falling due within one year**

	Codes	Period
Financial debts .....	8801	
Subordinated loans .....	8811	
Unsubordinated debentures .....	8821	
Leasing and other similar obligations .....	8831	
Credit institutions .....	8841	
Other loans .....	8851	
Trade debts .....	8861	
Suppliers .....	8871	
Bills of exchange payable .....	8881	
Advance payments received on contracts in progress .....	8891	
Other amounts payable .....	8901	

**Total amounts payable after more than one year, not more than one year** ..... (42)

**Amounts payable after more than one year, between one and five years**

Financial debts .....	8802	5.502.599.572,00
Subordinated loans .....	8812	500.000.000,00
Unsubordinated debentures .....	8822	5.002.599.572,00
Leasing and other similar obligations .....	8832	
Credit institutions .....	8842	
Other loans .....	8852	
Trade debts .....	8862	
Suppliers .....	8872	
Bills of exchange payable .....	8882	
Advance payments received on contracts in progress .....	8892	
Other amounts payable .....	8902	

**Total amounts payable after more than one year, between one and five years** ..... 8912 5.502.599.572,00

**Amounts payable after more than one year, over five years**

Financial debts .....	8803	3.700.128.617,16
Subordinated loans .....	8813	3.178.055.033,93
Unsubordinated debentures .....	8823	522.073.583,23
Leasing and other similar obligations .....	8833	
Credit institutions .....	8843	
Other loans .....	8853	
Trade debts .....	8863	
Suppliers .....	8873	
Bills of exchange payable .....	8883	
Advance payments received on contracts in progress .....	8893	
Other amounts payable .....	8903	

**Total amounts payable after more than one year, over five years** ..... 8913 3.700.128.617,16

**AMOUNTS PAYABLE GUARANTEED** (headings 17 and 42/48 of liabilities)

**Amounts payable guaranteed by Belgian public authorities**

	Codes	Period
Financial debts .....	8921	
Subordinated loans .....	8931	
Unsubordinated debentures .....	8941	
Leasing and other similar obligations .....	8951	
Credit institutions .....	8961	
Other loans .....	8971	
Trade debts .....	8981	
Suppliers .....	8991	
Bills of exchange payable .....	9001	
Advance payments received on contracts in progress .....	9011	
Remuneration and social security .....	9021	
Other amounts payable .....	9051	
<b>Total amounts payable guaranteed by Belgian public authorities .....</b>	<b>9061</b>	

**Amounts payable guaranteed by real guarantees given or irrevocably promised by the enterprise on its own assets**

Financial debts .....	8922	
Subordinated loans .....	8932	
Unsubordinated debentures .....	8942	
Leasing and other similar obligations .....	8952	
Credit institutions .....	8962	
Other loans .....	8972	
Trade debts .....	8982	
Suppliers .....	8992	
Bills of exchange payable .....	9002	
Advance payments received on contracts in progress .....	9012	
Taxes, remuneration and social security .....	9022	
Taxes .....	9032	
Remuneration and social security .....	9042	
Other amounts payable .....	9052	
<b>Total amounts payable guaranteed by real guarantees given or irrevocably promised by the enterprise on its own assets .....</b>	<b>9062</b>	

**AMOUNTS PAYABLE FOR TAXES, REMUNERATION AND SOCIAL SECURITY**

**Taxes** (headings 450/3 and 178/9 of the liabilities)

Expired taxes payable .....	9072	
Non expired taxes payable .....	9073	11.075.718,66
Estimated taxes payable .....	450	652.936,48

**Remuneration and social security** (headings 454/9 and 178/9 of the liabilities)

Amount due to the National Office of Social Security .....	9076	
Other amounts payable relating to remuneration and social security .....	9077	57.236.600,64

**ACCRUED CHARGES AND DEFERRED INCOME**

**Allocation of heading 492/3 of liabilities if the amount is significant**

Accrued charges  
Deferred income

Period
93.143.574,37
9.909.756,35



**OPERATING RESULTS****OPERATING INCOME****Net turnover**

Broken down by categories of activity

Services

Allocation into geographical markets

Belgian customers

Customers E.U.

**Other operating income**

Operating subsidies and compensatory amounts received from public authorities .....

**OPERATING COSTS****Employees for whom the company has submitted a DIMONA declaration or are recorded in the general personnel register**

Total number at the closing date .....

Average number of employees calculated in full-time equivalents .....

Number of actual worked hours .....

**Personnel costs**

Remuneration and direct social benefits .....

Employers' social security contributions .....

Employers' premiums for extra statutory insurances .....

Other personnel costs .....

Old-age and widows' pensions .....

Codes	Period	Previous period
	907.689.510,85	861.917.317,69
	857.633.670,55	815.775.641,71
	50.055.840,30	46.141.675,98
740		
9086	4.440	4.259
9087	4.103,5	3.925,9
9088	6.011.438	5.760.158
620	259.495.994,12	246.059.974,80
621	68.147.470,79	67.130.415,38
622	18.625.970,92	15.321.700,55
623	17.415.959,32	17.999.108,38
624		

	Codes	Period	Previous period
<b>Provisions for pensions</b>			
Additions (uses and write-back) ..... (+)/(-)	635	-2.858.077,90	-3.640.502,27
<b>Amounts written off</b>			
Stocks and contracts in progress			
Recorded .....	9110		
Written back .....	9111		
Trade debtors			
Recorded .....	9112		
Written back .....	9113		
<b>Provisions for risks and charges</b>			
Additions .....	9115	2.287.311,33	2.340.882,51
Uses and write-back .....	9116	5.160.574,26	6.000.134,63
<b>Other operating charges</b>			
Taxes related to operation .....	640	491.119,97	1.051.858,29
Other charges .....	641/8	668.472,82	566.050,17
<b>Hired temporary staff and persons placed at the enterprise's disposal</b>			
Total number at the closing date .....	9096	1	8
Average number calculated as full-time equivalents .....	9097	9,4	5,4
Number of actual worked hours .....	9098	18.161	10.640
Charges to the enterprise .....	617	596.131,00	425.270,00

**FINANCIAL RESULTS**

	Codes	Period	Previous period
<b>RECURRING FINANCIAL INCOME</b>			
<b>Other financial income</b>			
Subsidies granted by public authorities and recorded as income for the period			
Capital subsidies .....	9125		
Interest subsidies .....	9126		
Allocation of other financial income			
Additional Tier 1 Capital		82.337.397,26	112.151.369,86
Tier 2 Capital		40.156.265,10	40.245.372,13
Conversion Differences			208.057,60
Holdco		46.845.867,66	30.515.239,66
Subordinated Loan KBC Verzekeringen		8.152.013,87	8.242.443,82
Valuation FX swap		20.467,08	
Other financial income		5.725,95	1.432.312,04
<b>RECURRING FINANCIAL CHARGES</b>			
Depreciation of loan issue expenses .....	6501		
Capitalized Interests .....	6503		
<b>Amounts written off current assets</b>			
Recorded .....	6510		
Written back .....	6511		
<b>Other financial charges</b>			
Amount of the discount borne by the enterprise, as a result of negotiating amounts receivable .....	653		
<b>Provisions of a financial nature</b>			
Appropriations .....	6560		
Uses and write-backs .....	6561		
<b>Allocation of other financial charges</b>			
Other financial charges		1.101.335,16	1.046.848,81
Purchase costs own shares			180.549,11
Valuation FX swap			2.195.355,49
Conversion Differences		638.846,90	

**INCOME AND CHARGE OF EXCEPTIONAL SIZE OR INCIDENCE**

	Codes	Period	Previous period
<b>NON-RECURRING INCOME</b> .....	76	2.113.199.044,49	11.427.902,31
<b>Non-recurring operating income</b> .....	(76A)	17,98	2,02
Write-back of depreciation and of amounts written off intangible and tangible fixed assets .....	760		
Write-back of provisions for extraordinary operating liabilities and charges .....	7620		
Capital gains on disposal of intangible and tangible fixed asset .....	7630		
Other non-recurring operating income .....	764/8	17,98	2,02
<b>Non-recurring financial income</b> .....	(76B)	2.113.199.026,51	11.427.900,29
Write-back of amounts written down financial fixed assets .....	761		
Write-back of provisions for extraordinary financial liabilities and charges .....	7621		
Capital gains on disposal of financial fixed assets .....	7631	2.113.199.026,51	11.427.900,29
Other non-recurring financial income .....	769		
<b>NON-RECURRING EXPENSES</b> .....	66	2.102.481,17	37.765.755,67
<b>Non-recurring operating charges</b> .....	(66A)	2.102.481,17	37.765.755,67
Non-recurring depreciation of and amounts written off formation expenses, intangible and tangible fixed assets .....	660	2.102.481,17	263.278,48
Provisions for extraordinary operating liabilities and charges: Appropriations (uses) .....	6620		
Capital losses on disposal of intangible and tangible fixed assets .....	6630		
Other non-recurring operating charges .....	664/7		37.502.477,19
Non-recurring operating charges carried to assets as restructuring costs .....	6690		
<b>Non-recurring financial charges</b> .....	(66B)		
Amounts written off financial fixed assets .....	661		
Provisions for extraordinary financial liabilities and charges - Appropriations (uses) .....	6621		
Capital losses on disposal of financial fixed assets .....	6631		
Other non-recurring financial charges .....	668		
Non-recurring financial charges carried to assets as restructuring costs .....	6691		

**INCOME TAXES AND OTHER TAXES**

**INCOME TAXES**

**Income taxes on the result of the period** .....

Income taxes paid and withholding taxes due or paid .....

Excess of income tax prepayments and withholding taxes paid recorded under assets .....

Estimated additional taxes .....

**Income taxes on the result of prior periods** .....

Additional income taxes due or paid .....

Additional income taxes estimated or provided for .....

Codes	Period
9134	3.978.771,74
9135	3.861.182,75
9136	508.201,99
9137	625.790,98
9138	
9139	
9140	
	-938.104,66
	-2.113.199.026,51
	-1.296.944.668,49
	10.603.417,79

**In so far as taxes of the period are materially affected by differences between the profit before taxes as stated in annual accounts and the estimated taxable profit**

changes in tax reserves and provisions

added value and losses on shares

application of the participation exemption regime for dividend received

disallowed expenses

Period
2.113.199.026,51

**Impact of non recurring results on the amount of the income taxes relating to the current period**

non-taxable capital gains on realized financial fixed assets (shares)

Codes	Period
9141	40.913.880,73
9142	
9144	

**Status of deferred taxes**

Deferred taxes representing assets .....

Accumulated tax losses deductible from future taxable profits .....

Deferred taxes representing liabilities .....

Allocation of deferred taxes representing liabilities

**VALUE ADDED TAXES AND OTHER TAXES BORNE BY THIRD PARTIES**

**Value added taxes charged**

To the enterprise (deductible) .....

By the enterprise .....

**Amounts withheld on behalf of third party**

For payroll withholding taxes .....

For withholding taxes on investment income .....

Codes	Period	Previous period
9145	49.027.769,81	31.456.471,24
9146	41.345.211,52	41.559.469,46
9147	72.272.176,93	74.463.295,84
9148	261.333.389,14	200.909.767,97

**RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET**

	Codes	Period
<b>PERSONAL GUARANTEES PROVIDED OR IRREVOCABLY PROMISED BY THE ENTERPRISE AS SECURITY FOR DEBTS AND COMMITMENTS OF THIRD PARTIES</b> .....	9149	<u>46.963.956,00</u>
<b>Of which</b>		
Bills of exchange in circulation endorsed by the enterprise .....	9150	
Bills of exchange in circulation drawn or guaranteed by the enterprise .....	9151	
Maximum amount for which other debts or commitments of third parties are guaranteed by the enterprise .....	9153	
 <b>REAL GUARANTEES</b>		
<b>Real guarantees provided or irrevocably promised by the enterprise on its own assets as security of debts and commitments of the enterprise</b>		
Mortgages		
Book value of the immovable properties mortgaged .....	9161	
Amount of registration .....	9171	
Pledging of goodwill - Amount of the registration .....	9181	
Pledging of other assets - Book value of other assets pledged .....	9191	
Guarantees provided on future assets - Amount of assets involved .....	9201	
 <b>Real guarantees provided or irrevocably promised by the enterprise on its own assets as security of debts and commitments of third parties</b>		
Mortgages		
Book value of the immovable properties mortgaged .....	9162	
Amount of registration .....	9172	
Pledging of goodwill - Amount of the registration .....	9182	
Pledging of other assets - Book value of other assets pledged .....	9192	
Guarantees provided on future assets - Amount of assets involved .....	9202	
 <b>GOODS AND VALUES, NOT DISCLOSED IN THE BALANCE SHEET, HELD BY THIRD PARTIES IN THEIR OWN NAME BUT AT RISK TO AND FOR THE BENEFIT OF THE ENTERPRISE</b>		
 <b>SUBSTANTIAL COMMITMENTS TO ACQUIRE FIXED ASSETS</b>		
 <b>SUBSTANTIAL COMMITMENTS TO DISPOSE OF FIXED ASSETS</b>		
 <b>FORWARD TRANSACTIONS</b>		
<b>Goods purchased (to be received)</b> .....	9213	500.000.000,00
<b>Goods sold (to be delivered)</b> .....	9214	
<b>Currencies purchased (to be received)</b> .....	9215	
<b>Currencies sold (to be delivered)</b> .....	9216	

**RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET**

**COMMITMENTS RELATING TO TECHNICAL GUARANTEES IN RESPECT OF SALES OR SERVICES**

Period

**AMOUNT, NATURE AND FORM CONCERNING LITIGATION AND OTHER IMPORTANT COMMITMENTS**

Period

**SUPPLEMENT RETIREMENTS OR SURVIVORS PENSION PLANS IN FAVOUR OF THE PERSONNEL OR THE EXECUTIVES OF THE ENTERPRISE**

**Brief description**

A system of additional pension provisions, a supplementary death capital, orphan's interest and invalidity allowances is provided for all staff members. For all staff who have been employed since 2014, this is organised via the KBC Pension Fund in a "fixed contribution" plan. This means that the amount of these provisions depends on the employee's remuneration over the course of his career. For staff who were already in service before 2014, these provisions are organised within the framework of a "defined benefit" plan, which means that the amount of these provisions depends on the final remuneration, the number of years of service and the age at the time of retirement. Since 2015, the target plan to be achieved is therefore a closed plan (no more new accessions).

These pension provisions are fully financed by the employer by means of annual allowances that are charged to the result. These allowances in the defined benefit plan are calculated on an actuarial basis using the aggregate cost method. The allowances in the "defined contribution" plan are calculated as a percentage of the individual, actual remuneration; for contribution plans, a statutory minimum return guarantee is applicable, which currently amounts to 1.75%. The allowances are paid to the KBC Pension Fund, which is responsible for the management of the reserves thus formed, their payment and the administration.

In addition, a supplementary pension plan (fixed contribution plan) is provided, based exclusively on the personal contributions of the employees through deductions from salary payments. The legal return guarantee currently amounts to 1.75%. This plan was discontinued on 1 January 2019. In other words, no new accessions will take place and it only exists for those staff who were already members of this plan before 1/1/2019 and who have opted to continue the plan beyond 1/1/2019. Here too, the management, payment and administration of this plan has been entrusted to the KBC pension fund.

**Measures taken by the enterprise to cover the resulting charges**

**PENSIONS FUNDED BY THE ENTERPRISE**

**Estimated amount of the commitments resulting from past services .....**

Methods of estimation

Code	Period
9220	

**NATURE AND FINANCIAL IMPACT OF SIGNIFICANT EVENTS AFTER THE CLOSING DATE NOT INCLUDED IN THE BALANCE SHEET OR THE INCOME STATEMENT**

The outbreak and global spread of the coronavirus will exert downward pressure on our results in 2020 (but not have any impact on our financial position at year-end 2019). Given that new government, regulatory and/or sector-related measures are being taken every day, it is impossible at this stage to make a reliable estimate of what the consequences will be for the global economy and, more specifically, for our group. We are, of course, closely monitoring the situation. As always, we are adopting a cautious and conservative approach, even though our solid capital and liquidity positions are such

Period

**RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET****NATURE AND FINANCIAL IMPACT OF SIGNIFICANT EVENTS AFTER THE CLOSING DATE NOT INCLUDED IN THE BALANCE SHEET OR THE INCOME STATEMENT**

that we are able to withstand extreme scenarios. For more information, please also refer to 'In what environment do we operate?' in the 'Our business model' section and to 'Non-financial risks' in the 'How do we manage our risks?' section.

Period

**COMMITMENTS TO PURCHASE OR SALE AVAILABLE TO THE COMPANY AS ISSUER OF OPTIONS FOR SALE OR PURCHASE**

Period

**NATURE AND COMMERCIAL OBJECTIVE OF TRANSACTIONS NOT REFLECTED IN THE BALANCE SHEET**

**Provided that the risks or advantages coming from these transactions are significant and if the disclosure of the risks or advantages is necessary to appreciate the financial situation of the company**

KBC Group NV is the representative of a VAT unit.

KBC Group NV irrevocably and unconditionally guarantees all of the liabilities - referred to in Section 5 (c) of the Irish Companies (Amendment) Act 1986 - of the following Irish companies in respect of the financial year ending on 31 December 2019 allowing these companies to be eligible for exemption from certain disclosure requirements, pursuant to Section 17

of the Irish Companies (Amendment) Act 1986 :

- KBC Fund Management Limited (Cf. 9149)

Period

46.963.956,00

**OTHER RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET (including those which can not be quantified)**

Period



**RELATIONSHIPS WITH AFFILIATED ENTERPRISES, ASSOCIATED ENTERPRISES AND OTHERS  
ENTERPRISES LINKED BY PARTICIPATING INTERESTS**

	Codes	Period	Previous period
<b>AFFILIATED ENTERPRISES</b>			
<b>Financial fixed assets</b> .....	(280/1)	25.104.431.731,27	22.640.054.667,87
Participating interests .....	(280)	15.900.569.058,91	14.037.370.043,47
Subordinated amounts receivable .....	9271	9.203.862.672,36	8.602.684.624,40
Other amounts receivable .....	9281		
<b>Amounts receivable</b> .....	9291	14.566.775,28	10.225.021,35
Over one year .....	9301		
Within one year .....	9311	14.566.775,28	10.225.021,35
<b>Current investments</b> .....	9321	100.000.000,00	
Shares .....	9331		
Amounts receivable .....	9341	100.000.000,00	
<b>Amounts payable</b> .....	9351	10.816.142,97	33.819.130,11
Over one year .....	9361		
Within one year .....	9371	10.816.142,97	33.819.130,11
<b>Personal and real guarantees</b>			
Provided or irrevocably promised by the enterprise as security for debts or commitments of affiliated enterprises .....	9381	46.963.956,00	96.439.490,00
Provided or irrevocably promised by affiliated enterprises as security for debts or commitments of the enterprise .....	9391		
<b>Other significant financial commitments</b> .....	9401		
<b>Financial results</b>			
Income from financial fixed assets .....	9421	1.313.653.810,60	1.615.455.420,49
Income from current assets .....	9431	3.555.142,83	369,50
Other financial income .....	9441	177.493.404,46	192.098.404,41
Debt charges .....	9461	880.898,90	756.930,39
Other financial charges .....	9471	1.055.545,92	1.187.909,59
<b>Disposal of fixed assets</b>			
Capital gains obtained .....	9481	2.113.199.026,51	11.427.900,29
Capital losses suffered .....	9491		

**RELATIONSHIPS WITH AFFILIATED ENTERPRISES, ASSOCIATED ENTERPRISES AND OTHERS  
ENTERPRISES LINKED BY PARTICIPATING INTERESTS**

	Codes	Period	Previous period
<b>ASSOCIATED ENTERPRISES</b>			
<b>Financial fixed assets</b> .....	9253		
Participating interests .....	9263		
Subordinated amounts receivable .....	9273		
Other amounts receivable .....	9283		
<b>Amounts receivable</b> .....	9293		
Over one year .....	9303		
Within one year .....	9313		
<b>Amounts payable</b> .....	9353		
Over one year .....	9363		
Within one year .....	9373		
<b>Personal and real guarantees</b>			
Provided or irrevocably promised by the enterprise as security for debts or commitments of associated enterprises .....	9383		
Provided or irrevocably promised by associated enterprises as security for debts or commitments of the enterprise .....	9393		
<b>Other significant financial commitments</b> .....	9403		
<b>OTHER ENTERPRISES LINKED BY PARTICIPATING INTERESTS</b>			
<b>Financial fixed assets</b> .....	9252	914.657,54	914.657,54
Participating interests .....	9262	914.657,54	914.657,54
Subordinated amounts receivable .....	9272		
Other amounts receivable .....	9282		
<b>Amounts receivable</b> .....	9292		
Over one year .....	9302		
Within one year .....	9312		
<b>Amounts payable</b> .....	9352		
Over one year .....	9362		
Within one year .....	9372		

**TRANSACTIONS WITH ENTERPRISES LINKED BY PARTICIPATING INTERESTS OUT OF MARKET  
CONDITIONS**

**Mention of these transactions if they are significant, including the amount of the transactions, the nature of the link, and all information about the transactions which should be necessary to get a better understanding of the situation of the company**

Null

Period

**FINANCIAL RELATIONSHIPS WITH****DIRECTORS, MANAGERS, INDIVIDUALS OR BODIES CORPORATE WHO CONTROL THE ENTERPRISE WITHOUT BEING ASSOCIATED THEREWITH OR OTHER ENTERPRISES CONTROLLED BY THESE PERSONS**

**Amounts receivable from these persons** .....

Conditions on amounts receivable, rate, duration, possibly reimbursed amounts, canceled amounts or renounced amounts

**Guarantees provided in their favour** .....

**Other significant commitments undertaken in their favour** .....

**Amount of direct and indirect remunerations and pensions, included in the income statement, as long as this disclosure does not concern exclusively or mainly, the situation of a single identifiable person**

To directors and managers .....

To former directors and former managers .....

Codes	Period
9500	
9501	
9502	
9503	6.171.823,23
9504	

**AUDITORS OR PEOPLE THEY ARE LINKED TO**

**Auditor's fees** .....

**Fees for exceptional services or special missions executed in the company by the auditor**

Other attestation missions .....

Tax consultancy .....

Other missions external to the audit .....

**Fees for exceptional services or special missions executed in the company by people they are linked to**

Other attestation missions .....

Tax consultancy .....

Other missions external to the audit .....

Codes	Period
9505	252.134,00
95061	169.611,00
95062	
95063	14.625,00
95081	
95082	
95083	

**Mentions related to article 134 from the Companies Code**

**DERIVATIVES NOT MEASURED AT FAIR VALUE**

**FOR EACH CATEGORY OF FINANCIAL DERIVATIVES NOT MEASURED AT FAIR VALUE**

Category of financial derivatives	Hedge risk	Speculation/hedging	Volume	Period		Previous period	
				Book value	Fair value	Book Value	Fair value
intrest rate swap	intrest risk	Hedging	500.000.000	1.234.402,78	14.671.931,71	1.029.736,00	4.528.417,00

**FINANCIAL FIXED ASSETS CARRIED AT AN AMOUNT IN EXCESS OF FAIR VALUE**

**Amount of individual assets or appropriate groupings of those assets**

**Reasons for not reducing the book value**

**Informations that suggest than the book value will be recovered**

Book value	Fair value

**INFORMATION RELATING TO CONSOLIDATED ACCOUNTS****INFORMATION TO DISCLOSE BY EACH ENTERPRISE THAT IS SUBJECT TO COMPANY LAW ON THE CONSOLIDATED ACCOUNTS OF ENTERPRISES**

The enterprise has drawn up published a consolidated annual statement of accounts and a management report\*

~~The enterprise has not published a consolidated annual statement of accounts and a management report, since it is exempt for this obligation for the following reason\*~~

~~The enterprise and its subsidiaries on consolidated basis exceed not more than one of limits mentioned in art. 16 of Company Law\*~~

~~The enterprise only has subsidiaries which, considering the assessment of the consolidated assets, consolidated financial position or consolidated results, individual or together, are of a negligible size\* (Art. 110 of Company Law)~~

~~The enterprise itself is a subsidiary of an enterprise which does prepare and publish consolidated accounts in which annual accounts of the enterprise are included\*~~

Name, full address of the registered office and, for an enterprise governed by Belgian Law, the company number of the parent company(ies) and the specification whether the parent company(ies) prepare(s) and publish(es) consolidated annual accounts in which the annual accounts of the enterprise are included\*\*

If the parent company(ies) is (are) (an) enterprise(s) governed by foreign law disclose where the consolidated accounts can be obtained\*\*

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\* Delete where no appropriate.

\*\* Where the accounts of the enterprise are consolidated at different levels, the information should be given for the consolidated aggregate at the highest level on the one hand and the lowest level on the other hand of which the enterprise is a subsidiary and for which consolidated accounts are prepared and published.

## VALUATION RULES

### I. GENERAL VALUATION RULES

In accordance with Article 28(1) of the Royal Decree of 30 January 2001 for implementing the Companies Code, the directors resolve as follows.

#### GENERAL

As regards all matters subject to binding law, the general principles laid down in that royal decree shall apply, especially those contained in Chapter II ('Valuation Rules').

As regards those matters for which the law lays down suppletive rules and provided the law confers a choice on the company, the directors resolve that the specific accounting policies should be implemented as set out below.

In conformity with article 24 of the Royal Decree of 30 January 2001 for implementing the Companies Code, the annual accounts are drawn up according to the principle of a true and fair view. A transparent, clear en consistent financial reporting is important for KBC Bank as a financial institution. As such, KBC aims to align as much as possible, within the possibilities of the Belgian accounting law and the systems, with the international accounting standards IFRS, as applied for the consolidated annual accounts.

Insofar as the directors should be of the view that any cases are insufficiently material to warrant a suppletive or derogative ruling and no explicit valuation principle is provided for them in these rules, they shall be dealt with according to the same method types as are contained in the following, and no specific remark will be added in this regard.

The financial year runs from 1 January through 31 December.

The balance sheet and the profit and loss account are prepared annually in euros.

### II. ASSETS

#### 1. FORMATION EXPENSES

Capital increase expenses are directly recognised in full in the result of the financial year in which the capital increase takes place.

#### 2. INTANGIBLE FIXED ASSETS

##### 2.1 General

All intangible fixed assets are recorded at acquisition cost, less accumulated amortisation.

Intangible fixed assets are amortised on a straight-line, daily basis.

Supplementary or extraordinary amortisation charges are applied if, due to changes in economic or technological circumstances, the relevant carrying value exceeds the value in use.

When intangible fixed assets are sold, realised gains or losses are taken immediately to the income statement.

If these assets are permanently withdrawn from use, the remaining amount to be written off is charged directly to profit or loss.

##### 2.2 Goodwill

'Goodwill' means:

"The positive difference between the acquisition price and the net value of the company (or branch of activity) acquired.

"The positive difference between the contract value of a contribution in kind and its net worth.

Capitalised goodwill is amortised according to the straight-line method over a period of five years, unless the Board of Directors decides otherwise.

##### 2.3 Software

In order to optimise the synergy effect of the KBC merger in Belgium, in principle (and apart from possible exceptions), all software is centralized in KBC Group NV, with the costs of using the software being charged on to users according to actual use and on a 'cost-sharing' basis.

From financial year 2004, the entire cost of all acquisitions of software will be capitalised provided the conditions for capitalisation have been satisfied. Other expenditure relating to the acquisition of software is also capitalised and amortised over the software's economic life. The following distinctions are made as regards software:

#### System software

'System software' is the initial software linked to the acquisition of hardware, whose installation is needed for the hardware to function. It is software that governs internal operation of the computer and ensures communication with the configuration or the network, and thus includes operating systems, support software and compilers. By purchasing the hardware, KBC generally acquires a lifetime user's licence.

System software is amortised at the same rate as hardware, i.e. over three years from the time it is available for use, according to the straight-line method.

#### Standard software

'Standard software' means software purchased from third parties, more particularly the 'applications software' referred to by the Belgian Commission for Accounting Standards (CAS), which includes product-linked software, management software, database software, communications software, infrastructure software, security software and development software, in other words, all software that is not operating software and that has a useful life of several years.

Standard software is capitalised and amortised using the straight-line method over five years from the time it is available for use.

Core systems with a longer life are amortised straight line over an eight-year period. 'Core systems' are standard types of software including back-end data applications for processing operations during the day and updates of general ledger balances on the mainframe computer. Examples of such core systems include the applications used for processing deposits, loans and credit, interfaces with the general ledger and reporting tools.

#### Customised and tailor-made software

Some purchased software programs and/or software models are customised before being delivered or put into use. This type of software, developed on a bespoke basis as an addition to existing standard software, is referred to in its entirety as 'customised software'.

'Tailor-made software' means customised software that has been developed from scratch at the request of the bank/insurance to the bank's/insurance's specifications, and not added to existing software.

Recourse is often had to both external and internal information technology experts for this sort of development.

All charges relating to continuity projects, as well as research expenses for investments, are recorded directly in the income statement. However, development expenses (both internal and external) for investments are capitalised as an intangible fixed asset and amortised over a period of five years where the following conditions are met:

"To contribute to the business activities of the company;

"To be of future utility

"The price must be identifiable separately;

"the software will be used in a durable manner for the business.

## VALUATION RULES

An investment project is a project that:

- is an introduction of or a replacement for a major business activity;
- is large in scope.

Core systems with a longer life are amortised straight line over an eight-year period. 'Core systems' are standard types of software including back-end data applications for processing operations during the day and updates of general ledger balances on the mainframe computer. Examples of such core systems include the applications used for processing deposits, loans and credit, interfaces with the general ledger and reporting tools.

Expenses incurred subsequently relative to customised and tailor-made software are recorded as expenses unless it is probable that the outlay has a future additional utility for the company compared to the initial assessment of the future utility or return. The expense must also be capable of being separately and reliably allocated to the already capitalised software. Where these conditions are met, the additional expense can then be capitalised and amortised over the asset's residual life.

Amortisation is not recognised until such time as the asset is available for use.

### 3.TANGIBLE FIXED ASSETS

#### 3.1General

All tangible fixed assets are recorded at acquisition cost, less accumulated depreciation. Tangible fixed assets are depreciated straight line on a daily basis.

All tangible fixed assets are recorded at acquisition cost, including ancillary, directly attributable costs (acquisition costs, non-deductible VAT, demolition expenses, etc.). These additional costs are also written off over the life of the asset.

Supplementary or extraordinary depreciation charges are applied if, due to changes in economic or technological circumstances, the carrying value exceeds the value in use.

When tangible fixed assets are sold, realised gains or losses are recognized immediately in the income statement.

When the asset is permanently withdrawn from use, the remaining amount to be written off is charged directly to profit or loss.

Tangible fixed assets that demonstrate a long-lasting and sustainable capital gain compared to their carrying value may be revalued. This capital gain is written off over the average residual useful life of the asset in question.

#### 3.2Movable property

##### 3.2.1Difference between charges and investments

The acquisition cost of tangible assets is determined by individualization of the cost of each component. Each asset listed on an internal summary is capitalised regardless of acquisition cost. The criteria for including an asset on this list include the unit price, the relative materiality of the type of article and the need for individual follow-up.

For works of art, the limit is 2 500 euros (excluding VAT). If the cost is between 250 and 2 500 euros, however, the item is considered as 'decoration' and capitalised and written off over ten years according to the straight-line method as in the case of furniture. Decorative items costing less than 250 euros are recorded as charges.

##### 3.2.2Furniture and vehicles

Since financial year 2006, moveable property (mainly furniture) used on administrative premises of KBC Bank and KBC Insurance has been centrally purchased, capitalised and managed.

Furniture is depreciated at 10% over ten years according to the straight-line method.

Since financial year 2007, vehicles have also been capitalised. Vehicles are depreciated at 25%, including non-deductible VAT, on a straight-line basis over four years.

##### 3.2.3Plant, machinery and equipment in buildings owned by the company

Distinctions are made among various types of plant, each being depreciated at a specific rate (in line with customary practice).

It is standard practice to depreciate plant, machinery and equipment designated as hardware according to the straight-line method over a period of three years, such as in the case of personal computers, printers and servers.

Machines that are leased are also written off over three years.

Other movable property taken up in this header:

- Alarm installations:10 years
- Strongbox:10 years
- Kitchen installations:10 years
- Industrial plant:10 years
- Telephone switchboards: 5 years
- Cabling: 5 years
- ATMs and deposit machines: 5 years

### 4.FINANCIAL FIXED ASSETS AND CURRENT INVESTMENTS

#### 4.1 Participating interests and other portfolio securities

Participating interests and shares are valued at acquisition cost, per set identified. The securities sold are valued using the method of individualisation. Additional costs incurred on acquisition of securities are charged immediately to the results for the financial year.

When the securities are valued at the end of the financial year and a decline in value is notified and that this decline is considered as long-lasting and sustainable, an impairment equal to the decline in value will be recorded for the securities in question.

To establish the sustainable nature of the decline in value, the Board of Directors may use:

"for listed securities:

oThe trend in the share price;

oChanges in net worth according to the annual accounts;

oThe fair value based on the performance of and outlook with regard to profitability

"for unlisted securities:

oChanges in net worth according to the annual accounts;

oThe fair value based on the performance of and outlook with regard to profitability

If a security on which such an impairment had already been recorded demonstrate a lasting increase in value, the impairment will be reversed in whole or in part.

Participating interests, shares and profit-sharing certificates classified as financial fixed assets may be revalued if, in light of their usefulness to the company, they demonstrate an incontestable and lasting increase in value.

Listed shares and other variable-yield securities are valued at the lower of their acquisition cost or market value at balance sheet date.

Other securities are valued at least once a year, based on the annual accounts for the past year. File administrators are responsible for ensuring that any significant negative changes during the course of the year are also dealt with.

#### 4.2Own shares (Treasury shares)

## VALUATION RULES

The treasury shares the KBC group has or may have in portfolio are made up of two types of shares that must be valued and monitored separately:

"Treasury shares held for the purpose of employee stock option plans are valued at their acquisition cost. If the options are not exercised on the expiry date (because the share price is too low), the shares in question will be cancelled, without having any impact on the result. If there is a legal obstacle blocking cancellation of the shares in question, these shares will be valued as shares that were purchased under the KBC share buyback programme (see below).

When the share options are exercised (the first time was in 2004), the treasury shares repurchased for this purpose are sold. They are removed from the accounts according to the First In, First Out (FIFO) method (at the acquisition cost of the first shares repurchased).

"Treasury shares that are purchased under the KBC share buyback programme are valued per set identified at the lower of their acquisition value and market value at balance sheet date. When they are sold, they are valued (just like shares in the investment portfolio) according to the method of individualization. As long as both types of treasury share are recorded as on-balance-sheet assets, a reserve not available for distribution has to be set aside. When the shares are cancelled, the reserve not available for distribution is reversed. If amounts are written down on the type 2 treasury shares, this amount is transferred directly from the reserve not available for distribution to the reserve available for distribution.

### 4.3 AMOUNTS RECEIVABLE AT MORE THAN ONE YEAR AND AMOUNTS RECEIVABLE WITHIN ONE YEAR

These are recognised at nominal value. However, amounts receivable represented by fixed-income securities are valued at acquisition cost. The difference between the acquisition costs and the redemption value is reflected as an interest item in the profit and loss account on an accruals basis over the remaining term to maturity of the securities. It is included in the profit and loss account on a discounted basis, based on the internal rate of return at the time of purchase.

The accounting treatment of subordinated loans granted to affiliated companies is similar to fixed income securities as described above. Amounts receivable in foreign currency are recognised at their equivalent euro value using the fixed exchange rate applying at the end of the preceding month. For the purposes of valuation at the end of the financial year, the carrying value is adjusted according to the fixed exchange rate on 31 December.

The positive and negative translation differences are recognised in profit or loss.

If, at the close of the financial year, the realisation value of a receivable is lower than its carrying value, and if this decline in value can be considered real and lasting in nature, an impairment is applied.

Security paid in cash by way of guarantee to public authorities or utilities is recorded in its nominal amount.

## 5. OTHER ASSETS

### 5.1. Stocks of warehoused items

Warehoused items comprise requisites for Print and Post-processing assignments.

All items recognised under 'stocks of warehoused items' are valued there for accounting purposes at the moving average price, calculated on the basis of the items' purchase price.

### 5.2. Orders in progress

Specific software developed by KBC for third parties is recognised under 'orders in progress'. This concerns the marketing of tailor-made software (i.e. software developed on a contractual basis and built entirely to the client's specifications). This software may have been developed from scratch by KBC or using purchased basic software.

The manufacturing price includes all costs that can be allocated directly to the project (e.g., third-party development costs, infrastructure, implementation of software). Maintenance and after-sales service is considered as a period expense.

### 5.3. Sundry other assets

All other asset items are recorded at nominal value. Amounts receivable in foreign currency are recognised at their equivalent euro value using the fixed exchange rate applying at the end of the preceding month. For the purposes of valuation at the end of the financial year, the carrying value is adjusted according to the fixed exchange rate on 31 December.

The positive and negative translation differences are recognised in profit or loss.

### 5.4. Transitory accounts

These items allow income and expenditure to be allocated to the proper accounting period. The option premiums received with regard to the issued stock option plans are recognised in the profit and loss account as and when, and to the extent that, the stock options expire or are exercised.

The option premiums set aside by the employer are recognised pro rata in the income statement as personnel expenses during the performance period (period between subscription and opportunity to exercise).

If employees who hold options transfer between KBC-group entities, the option premium paid (the part that has not yet been taken to the income statement) is charged to the company the employee is transferring to.

## III. LIABILITIES

### 1. AMOUNTS PAYABLE

#### 1.1. Debts represented by securities

Debts represented by securities are recognised in the balance sheet in the amount made available, plus or minus the difference between this amount and the redemption price for the portion that has already matured, calculated on the basis of the yield to maturity on recognition. Differences between the amount made available and the redemption value of the debt are recorded as interest on an accruals basis in the profit and loss account.

The costs incurred on issue of the debt securities are recognised as paid commission on a straight-line basis over the term of the instrument. The capitalised costs are recorded under 'Accrued charges and deferred income'.

With regard to commercial paper, the difference between the amount made available and the nominal value is entered pro rata temporis in the profit and loss account as an interest charge.

#### 1.2. Subordinated liabilities

Subordinated liabilities are measured in the same way as other liabilities, irrespective of whether they are represented by securities.

##### 1.1. Other liabilities

These are recognised at nominal value. With regard to commercial paper, the difference between the amount made available and the nominal value is entered pro rata temporis in the income statement as an interest charge.

All amounts payable (i.e. amounts payable in respect of tax, remuneration and social security charges, dividends payable on own shares and invoices payable) of a fixed amount or that can be estimated accurately are required to be recorded at nominal value, even if not yet represented by an instrument.

Amounts payable in foreign currency are recognised at their equivalent euro value using the fixed exchange rate applying at the end of the



## VALUATION RULES

preceding month. For the purposes of valuation at the end of the financial year, the carrying value is adjusted according to the fixed exchange rate on 31 December.

The positive and negative translation differences are recognised in profit or loss.

### 2. PROVISIONS

#### 2.1 General

Provisions for liabilities and charges are intended to cover losses or charges whose nature is clearly defined and which, at the balance sheet date, are likely to be incurred and whose amount can be estimated with sufficient certainty.

#### 2.2 Provisions for taxes

In anticipation of additional tax charges (not yet assessed) for past financial years, a provision may be set aside for the disputed portion of taxes. The undisputed portion of taxes yet to be assessed is recorded under the estimated tax liabilities on the liabilities side of the balance sheet.

The additional tax charges already assessed for past financial years are recognised in full under the tax liabilities on the liabilities side of the balance sheet. For the disputed portion of taxes that have been assessed, a claim (i.e. income) is recognised if an appeal has been/will be lodged and if it is sufficiently certain that the claim will stand. The claims recorded for disputed taxes are periodically subjected to an impairment test.

Deferred taxes are recognised for all taxable temporary differences between the carrying value of an asset or liability and its tax base, except for deferred tax assets on tax losses or notional interest deductions carried forward, which are not recognised due to the principle of prudence.

**SOCIAL BALANCE SHEET**

Number of joint industrial committee:

**STATEMENT OF THE PERSONS EMPLOYED****EMPLOYEES FOR WHOM THE ENTERPRISE SUBMITTED A DIMONA DECLARATION OR WHO ARE RECORDED IN THE GENERAL PERSONNEL REGISTER****During the current period****Average number of employees**

	Codes	Total	1. Men	2. Women
Full-time .....	1001	2.409,0	1.796,0	613,0
Part-time .....	1002	1.010,0	363,0	647,0
Total in full-time equivalents .....	1003	3.165,0	2.060,0	1.105,0

**Number of hours actually worked**

Full-time .....	1011	3.531.448	2.676.187	855.261
Part-time .....	1012	977.474	337.423	640.051
Total .....	1013	4.508.922	3.013.610	1.495.312

**Personnel costs**

Full-time .....	1021	258.008.870,00	199.104.825,00	58.904.045,00
Part-time .....	1022	71.300.975,00	26.333.840,00	44.967.135,00
Total .....	1023	329.309.845,00	225.438.665,00	103.871.180,00

**Advantages in addition to wages .....**

1033	6.559.335,00	4.490.384,00	2.068.951,00
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**During the preceding period**

	Codes	P. Total	1P. Men	2P. Women
Average number of employees in FTE .....	1003	3.177,9	2.060,2	1.117,7
Number of hours actually worked .....	1013	4.499.637	2.965.172	1.534.465
Personnel costs .....	1023	319.629.675,00	216.305.581,00	103.324.094,00
Advantages in addition to wages .....	1033	6.399.827,00	4.331.007,00	2.068.820,00

**EMPLOYEES FOR WHOM THE ENTERPRISE SUBMITTED A DIMONA DECLARATION OR WHO ARE RECORDED IN THE GENERAL PERSONNEL REGISTER (continuation)**

	Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
<b>At the closing date of the period</b>				
<b>Number of employees</b> .....	105	2.415	996	3.163,1
<b>By nature of the employment contract</b>				
Contract for an indefinite period .....	110	2.412	996	3.160,1
Contract for a definite period .....	111	3		3,0
Contract for the execution of a specifically assigned work .....	112			
Replacement contract .....	113			
<b>According to gender and study level</b>				
<b>Men</b> .....	120	1.792	361	2.056,7
primary education .....	1200			
secondary education .....	1201	141	55	178,8
higher non-university education .....	1202	730	184	865,9
university education .....	1203	921	122	1.012,0
<b>Women</b> .....	121	623	635	1.106,4
primary education .....	1210			
secondary education .....	1211	54	103	125,8
higher non-university education .....	1212	228	291	452,7
university education .....	1213	341	241	527,9
<b>By professional category</b>				
Management staff .....	130	55	1	55,5
Employees .....	134	2.360	995	3.107,6
Workers .....	132			
Others .....	133			

**HIRED TEMPORARY STAFF AND PERSONNEL PLACED AT THE ENTERPRISE'S DISPOSAL**

	Codes	1. Hired temporary staff	2. Persons placed at the enterprise's disposal
<b>During the period</b>			
Average number of persons employed .....	150	9,4	
Number of hours actually worked .....	151	18.161	
Costs for the enterprise .....	152	596.131,00	

**LIST OF PERSONNEL MOVEMENTS DURING THE PERIOD****ENTRIES**

	Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
<b>Number of employees for whom the enterprise submitted a DIMONA declaration or who have been recorded in the general personnel register during the financial year .....</b>	205	193	33	218,8
<b>By nature of employment contract</b>				
Contract for an indefinite period .....	210	190	32	215,3
Contract for a definite period .....	211	3	1	3,5
Contract for the execution of a specifically assigned work	212			
Replacement contract .....	213			

**DEPARTURES**

	Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
<b>Number of employees whose contract-termination date has been entered in DIMONA declaration or in the general personnel register during the financial year .....</b>	305	165	95	228,0
<b>By nature of employment contract</b>				
Contract for an indefinite period .....	310	162	94	224,5
Contract for a definite period .....	311	3	1	3,5
Contract for the execution of a specifically assigned work	312			
Replacement contract .....	313			
<b>By reason of termination of contract</b>				
Retirement .....	340	17	45	41,4
Unemployment with extra allowance from enterprise .....	341			
Dismissal .....	342	18	4	20,7
Other reason .....	343	130	46	165,9
Of which the number of persons who continue to render services to the enterprise at least half-time on a self-employed basis .....	350			

**INFORMATION ON TRAININGS PROVIDED TO EMPLOYEES DURING THE PERIOD**

	Codes	Men	Codes	Women
<b>Total of initiatives of formal professional training at the expense of the employer</b>				
Number of employees involved .....	5801	1.867	5811	1.077
Number of actual training hours .....	5802	30.876	5812	16.933
Net costs for the enterprise .....	5803	4.213.424,00	5813	2.430.561,00
of which gross costs directly linked to training .....	58031	4.213.424,00	58131	2.430.561,00
of which fees paid and payments to collective funds .....	58032		58132	
of which grants and other financial advantages received (to deduct).. ..	58033		58133	
<b>Total of initiatives of less formal or informal professional training at the expense of the employer</b>				
Number of employees involved .....	5821	1.944	5831	1.129
Number of actual training hours .....	5822	6.321	5832	4.038
Net costs for the enterprise .....	5823	493.812,00	5833	286.787,00
<b>Total of initiatives of initial professional training at the expense of the employer</b>				
Number of employees involved .....	5841		5851	
Number of actual training hours .....	5842		5852	
Net costs for the enterprise .....	5843		5853	