

40				1	EUR	
Nr.	Date of the deposition	No. 0403.227.515	PP.	E.	D.	C 1.1

ANNUAL ACCOUNTS IN EURO (2 decimals)

NAME: **KBC GROEP**

Legal form: **PLC**

Address: **Havenlaan**

Nr.: **2**

Postal Code: **1080**

City: **Brussel 8**

Country: **Belgium**

Register of Legal Persons (RLP) - Office of the commercial court at: **Bruxelles**

Internet address *:

Company number:

0403.227.515

DATE **31/01/2013** 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 approved by the General Meeting of

2/05/2013

concerning the financial year covering the period from

1/01/2012

till

31/12/2012

Previous period from

1/01/2011

till

31/12/2011

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

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

LEYSEN Thomas

Dennenlaan 9 A, 2020 Antwerpen 2, Belgium

Title : President of the board of directors

VLERICK Philippe

Ronsevaalstraat 2, 8510 Bellegem, Belgium

Title : Vice president of the board of directors

BORHGRAEF Paul

Rozenlaan 24, 2970 Schilde, Belgium

Title : Director

Mandate : - 3/05/2012

BOSTOEN Alain

Coupure 126, 9000 Gent, Belgium

Title : Director

Enclosed to these annual accounts:

Total number of pages deposited: **35** Number of the pages of the standard form not deposited for not being of service: 5.1, 5.2.1, 5.2.2, 5.2.3, 5.2.4, 5.3.1, 5.3.2, 5.3.3, 5.3.4, 5.3.5, 5.3.6, 5.4.3, 5.5.2, 5.8, 5.17.2, 8, 9

Signature
(name and position)

THIJS Johan
Delegated director

Signature
(name and position)

LEYSEN Thomas
President of the board of directors

* Optional statement.

** Delete where appropriate.

LIST OF DIRECTORS, MANAGERS AND AUDITORS (continuation of the previous page)

CORNU Jozef

Grouwesteestraat 13, 9170 Sint-Gillis-Waas, Belgium

Title : Director

DE CEUSTER Marc

Valkenlaan 34, 2950 Kapellen (Antw.), Belgium

Title : Director

DECHAENE Tom

Danhieuxstraat 1, box 37, 3090 Overijse, Belgium

Title : Director

DEPICKERE Franky

Izegemstraat 203, 8770 Ingelmunster, Belgium

Title : Director

DISCRY Luc

Bosduifdreef 4, 2970 Schilde, Belgium

Title : Director

DONCK Frank

Floridalaan 62, 1180 Ukkel, Belgium

Title : Director

HANSEN Jean-Pierre

Gouvernementsweg 140, 1950 Kraainem, Belgium

Title : Director

Mandate : - 19/12/2012

HEREMANS Dirk

Tervuursesteenweg 93, 1820 Perk, Belgium

Title : Director

HOLLOWS John

Vlaamse Gaaienlaan 11, 3080 Tervuren, Belgium

Title : Delegated director

LIST OF DIRECTORS, MANAGERS AND AUDITORS (continuation of the previous page)

MORLION Lode

Weststraat 18, 8647 Lo-Reninge, Belgium

Title : Director

NAERT Philippe

Struikenlaan 13, 2930 Brasschaat, Belgium

Title : Director

Mandate : - 3/05/2012

PAPIRNIK Vladimira

W. 8th Place 401 Hinsdale Illinois 60521, United States of America

Title : Director

Mandate : 3/05/2012

PEPELIER Luc

Voosdonk 21, 2801 Heffen, Belgium

Title : Delegated director

ROUSSIS Theodoros

Poederstraat 51, 2370 Arendonk, Belgium

Title : Director

SOETE Hendrik

Heiken 10, 2290 Vorselaar, Belgium

Title : Director

Mandate : - 3/05/2012

STROOBANTS Eric

Zoutwerf 20, box 301, 2800 Mechelen, Belgium

Title : Director

Mandate : - 20/12/2012

THIJS Johan

Moorsemsestraat 260, 3130 Betekom, Belgium

Title : Delegated director

Mandate : 3/05/2012

TYTGADT Alain

Prinses Josephinelaan 7, 8300 Knokke-Heist, Belgium

Title : Director

LIST OF DIRECTORS, MANAGERS AND AUDITORS (continuation of the previous page)

VAN KERCKHOVE Ghislaine

Wegvoeringstraat 62, 9230 Wetteren, Belgium

Title : Director

VAN WYMEERSCH Charles

Rue Sainte-Rita 98, 5004 Bouge, Belgium

Title : Director

Mandate : - 3/05/2012

VANHEVEL Jan

Max Hermanlei 8, 2930 Brasschaat, Belgium

Title : Delegated director

Mandate : - 3/05/2012

VANTHEMSCHE Piet

Tombergstraat 57, 1750 Sint-Martens-Lennik, Belgium

Title : Director

WITTEMANS Marc

Beatrijslaan 91, 3110 Rotselaar, Belgium

Title : Director

ERNST & YOUNG Bedrijfsrevisoren BCVBA 0446.334.711

De Kleetlaan 2, 1831 Diegem, Belgium

Title : Auditor, Number of membership : B00160

Represented by:

1. VANDERBEEK Pierre
De Kleetlaan 2 , 1831 Diegem, Belgium
2. TELDERS Peter
De Kleetlaan 2 , 1831 Diegem, Belgium

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.

The annual accounts ~~have~~/ have not * been audited or adjusted by an external accountant or auditor who is not a statutory auditor.

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.

BALANCE SHEET

	Notes	Codes	Period	Previous period
ASSETS				
FIXED ASSETS		20/28	<u>15.068.398.237,32</u>	<u>16.492.634.809,54</u>
Formation expenses	5.1	20		
Intangible fixed assets	5.2	21		
Tangible fixed assets	5.3	22/27		
Land and buildings		22		
Plant, machinery and equipment		23		
Furniture and vehicles		24		
Leasing and other similar rights		25		
Other tangible fixed assets		26		
Assets under construction and advance payments		27		
	5.4/			
Financial fixed assets	5.5.1	28	15.068.398.237,32	16.492.634.809,54
Affiliated enterprises	5.14	280/1	15.067.582.579,78	16.481.819.152,00
Participating interests		280	14.817.582.558,58	16.231.819.130,80
Amounts receivable		281	250.000.021,20	250.000.021,20
Other enterprises linked by participating interests	5.14	282/3	815.657,54	10.815.657,54
Participating interests		282	815.657,54	815.657,54
Amounts receivable		283		10.000.000,00
Other financial assets		284/8		
Shares		284		
Amounts receivable and cash guarantees		285/8		
CURRENT ASSETS		29/58	<u>816.518.078,93</u>	<u>1.907.085.482,81</u>
Amounts receivable after more than one year		29		
Trade debtors		290		
Other amounts receivable		291		
Stocks and contracts in progress		3		
Stocks		30/36		
Raw materials and consumables		30/31		
Work in progress		32		
Finished goods		33		
Goods purchased for resale		34		
Immovable property intended for sale		35		
Advance payments		36		
Contracts in progress		37		
	5.5.1/			
Amounts receivable within one year	5.6	40/41	20.379.111,73	20.862.131,27
Trade debtors		40	118.348,04	454.455,07
Other amounts receivable		41	20.260.763,69	20.407.676,20
Current investments		50/53	375.001.406,27	1.849.480.791,03
Own shares		50		154.479.384,76
Other investments and deposits		51/53	375.001.406,27	1.695.001.406,27
Cash at bank and in hand		54/58	414.705.416,90	27.613.979,70
Deferred charges and accrued income	5.6	490/1	6.432.144,03	9.128.580,81
TOTAL ASSETS		20/58	15.884.916.316,25	18.399.720.292,35

EQUITY AND LIABILITIES		Notes	Codes	Period	Previous period
EQUITY			10/15	10.856.964.821,15	10.015.588.584,92
Capital	5.7		10	1.450.401.447,91	1.245.126.541,75
Issued capital			100	1.450.401.447,91	1.245.126.541,75
Uncalled capital			101		
Share premium account			11	5.384.641.464,66	4.336.827.168,24
Revaluation surpluses			12		
Reserves			13	1.447.301.925,70	1.445.019.965,37
Legal reserve			130	126.794.614,51	124.512.654,18
Reserves not available			131	1.338.625,03	155.818.009,79
In respect of own shares held			1310		154.479.384,76
Other			1311	1.338.625,03	1.338.625,03
Untaxed reserves			132	189.869.166,01	189.869.166,01
Available reserves			133	1.129.299.520,15	974.820.135,39
Accumulated profits (losses)			14	2.574.619.982,88	2.988.614.909,56
Investment grants			15		
Advance to associates on the sharing out of the assets			19		
PROVISIONS AND DEFERRED TAXES			16		
Provisions for liabilities and charges			160/5		
Pensions and similar obligations			160		
Taxation			161		
Major repairs and maintenance			162		
Other liabilities and charges	5.8		163/5		
Deferred taxes			168		
AMOUNTS PAYABLE			17/49	5.027.951.495,10	8.384.131.707,43
Amounts payable after more than one year	5.9		17	3.600.354.823,62	6.901.344.245,84
Financial debts			170/4	3.600.354.823,62	6.901.344.245,84
Subordinated loans			170	3.499.999.977,00	6.499.999.970,00
Unsubordinated debentures			171	100.354.846,62	401.344.275,84
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		
Amounts payable within one year			42/48	1.415.765.122,13	1.456.564.659,71
Current portion of amounts payable after more than one year falling due within one year	5.9		42		730.116.353,01
Financial debts			43	400.000.020,42	112.563.257,38
Credit institutions			430/8	20,42	
Other loans			439	400.000.000,00	112.563.257,38
Trade debts			44	4.698.829,31	5.967.538,40
Suppliers			440/4	4.698.829,31	5.967.538,40
Bills of exchange payable			441		
Advances received on contracts in progress			46		
Taxes, remuneration and social security	5.9		45	1.350.220,93	1.199.489,37
Taxes			450/3	349.641,93	
Remuneration and social security			454/9	1.000.579,00	1.199.489,37
Other amounts payable			47/48	1.009.716.051,47	606.718.021,55
Accrued charges and deferred income	5.9		492/3	11.831.549,35	26.222.801,88
TOTAL LIABILITIES			10/49	15.884.916.316,25	18.399.720.292,35

INCOME STATEMENT

	Notes	Codes	Period	Previous period
Operating income	5.10	70/74	6.874.553,11	1.537.654,01
Turnover		70		
Increase (decrease) in stocks of finished goods, work and contracts in progress(+)/(-)		71		
Own construction capitalised		72		
Other operating income		74	6.874.553,11	1.537.654,01
Operating charges		60/64	99.902.583,49	57.341.618,51
Raw materials, consumables		60		
Purchases		600/8		
Decrease (increase) in stocks(+)/(-)		609		
Services and other goods		61	94.071.408,70	52.080.607,51
Remuneration, social security costs and pensions(+)/(-)	5.10	62	5.641.542,05	5.090.607,38
Depreciation of and amounts written off formation expenses, intangible and tangible fixed assets		630		
Amounts written down stocks, contracts in progress and trade debtors - Appropriations (write-backs)(+)/(-)	5.10	631/4		
Provisions for risks and charges - Appropriations (uses and write-backs)(+)/(-)	5.10	635/7		-5.795,94
Other operating charges	5.10	640/8	189.632,74	176.199,56
Operation charges carried to assets as restructuring costs		649		
Operating profit (loss)(+)/(-)		9901	-93.028.030,38	-55.803.964,50
Financial income		75	1.171.269.846,07	3.225.835.133,40
Income from financial fixed assets		750	912.667.671,87	3.215.592.950,55
Income from current assets		751	9.629.598,22	7.510.817,28
Other financial income	5.11	752/9	248.972.575,98	2.731.365,57
Financial charges	5.11	65	1.120.295.042,82	921.378.511,93
Debt charges		650	1.003.726.316,83	705.654.873,31
Amounts written down on current assets except stocks, contracts in progress and trade debtors(+)/(-)		651	-119.827.474,99	214.973.599,16
Other financial charges		652/9	236.396.200,98	750.039,46
Gain (loss) on ordinary activities before taxes (+)/(-)		9902	-42.053.227,13	2.248.652.656,97

	Codes	Period	Previous period
Extraordinary income	76	91.661.389,60	6.188.017,17
Write-back of depreciation and of amounts written down intangible and tangible fixed assets	760		
Write-back of amounts written down financial fixed assets ..	761	91.661.389,50	
Write-back of provisions for extraordinary liabilities and charges	762		
Gains on disposal of fixed assets	763		6.188.017,17
Other extraordinary income	764/9	0,10	
Extraordinary charges	66	5.500.000,00	434.006.140,88
Extraordinary depreciation of and extraordinary amounts written off formation expenses, intangible and tangible fixed assets	660		
Amounts written down financial fixed assets	661		434.000.000,00
Provisions for extraordinary liabilities and charges - Appropriations (uses)	662		
Loss on disposal of fixed assets	663	5.500.000,00	6.100,00
Other extraordinary charges	5.11 664/8		40,88
Extraordinary charges carried to assets as restructuring costs	669		
Profit (loss) for the period before taxes	9903	44.108.162,47	1.820.834.533,26
Transfer from postponed taxes	780		
Transfer to postponed taxes	680		
Income taxes	5.12 67/77	-1.531.044,22	-32.479,90
Income taxes	670/3	14.425.557,34	
Adjustment of income taxes and write-back of tax provisions	77	15.956.601,56	32.479,90
Profit (loss) for the period	9904	45.639.206,69	1.820.867.013,16
Transfer from untaxed reserves	789		
Transfer to untaxed reserves	689		
Profit (loss) for the period available for appropriation (+)/(-)	9905	45.639.206,69	1.820.867.013,16

APPROPRIATION ACCOUNT

	Codes	Period	Previous period
Profit (loss) to be appropriated(+)/(-)	9906	3.034.254.116,25	2.992.082.748,35
Gain (loss) to be appropriated(+)/(-)	(9905)	45.639.206,69	1.820.867.013,16
Profit (loss) to be carried forward(+)/(-)	14P	2.988.614.909,5 [€]	1.171.215.735,19
Transfers from capital and reserves	791/2		
from capital and share premium account	791		
from reserves	792		
Transfers to capital and reserves	691/2	2.281.960,33	21.641,43
to capital and share premium account	691		
to the legal reserve	6920	2.281.960,33	21.641,43
to other reserves	6921		
Profit (loss) to be carried forward(+)/(-)	(14)	2.574.619.982,88	2.988.614.909,5 [€]
Owner's contribution in respect of losses	794		
Profit to be distributed	694/6	457.352.173,04	3.446.197,36
Dividends	694	416.967.355,00	3.446.197,36
Director's or manager's entitlements	695		
Other beneficiaries	696	40.384.818,04	

STATEMENT OF FINANCIAL FIXED ASSETS

	Codes	Period	Previous period
AFFILIATED ENTERPRISES - PARTICIPATING INTERESTS AND SHARES			
Acquisition value at the end of the period	8391P	xxxxxxxxxxxxxxx	17.098.492.769,56
Movements during the period			
Acquisitions, including produced fixed assets	8361	4.428,00	
Sales and disposals	8371	2.287.442.191,05	
Transfers from one heading to another	8381	(+)/(-)	
Acquisition value at the end of the period	8391	14.811.055.006,51	
Revaluation surpluses at the end of the period	8451P	xxxxxxxxxxxxxxx	10.326.361,24
Movements during the period			
Recorded	8411		
Acquisitions from third parties	8421		
Cancelled	8431	3.798.809,17	
Transfers from one heading to another	8441	(+)/(-)	
Revaluation surpluses at the end of the period	8451	6.527.552,07	
Amounts written down at the end of the period	8521P	xxxxxxxxxxxxxxx	877.000.000,00
Movements during the period			
Recorded	8471		
Written back	8481	91.661.389,50	
Acquisitions from third parties	8491		
Cancelled owing to sales and disposals	8501	785.338.610,50	
Transfers from one heading to another	8511	(+)/(-)	
Amounts written down at the end of the period	8521		
Uncalled amounts at the end of the period	8551P	xxxxxxxxxxxxxxx	
Movements during the period	8541	(+)/(-)	
Uncalled amounts at the end of the period	8551		
NET BOOK VALUE AT THE END OF THE PERIOD	(280)	<u>14.817.582.558,58</u>	
AFFILIATED ENTERPRISES - AMOUNTS RECEIVABLE			
NET BOOK VALUE AT THE END OF THE PERIOD	281P	xxxxxxxxxxxxxxx	250.000.021,20
Movements during the period			
Additions	8581		
Repayments	8591		
Amounts written down	8601		
Amounts written back	8611		
Exchange differences	8621	(+)/(-)	
Other	8631	(+)/(-)	
NET BOOK VALUE AT THE END OF THE PERIOD	(281)	<u>250.000.021,20</u>	
ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD	8651		

	Codes	Period	Previous period
OTHER ENTERPRISES LINKED BY PARTICIPATING INTERESTS - PARTICIPATING INTERESTS AND SHARES			
Acquisition value at the end of the period	8392P	xxxxxxxxxxxxxxxx	815.657,54
Movements during the period			
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	815.657,54	
Revaluation surpluses at the end of the period	8452P	xxxxxxxxxxxxxxxx	
Movements during the period			
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 et the end of the period	8522P	xxxxxxxxxxxxxxxx	
Movements during the period			
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		
NET BOOK VALUE AT THE END OF THE PERIOD	(282)	815.657,54	
OTHER ENTERPRISES LINKED BY PARTICIPATING INTERESTS - AMOUNTS RECEIVABLE			
NET BOOK VALUE AT THE END OF THE PERIOD	283P	xxxxxxxxxxxxxxxx	10.000.000,00
Movements during the period			
Additions	8582		
Repayments	8592		
Amounts written down	8602		
Amounts written back	8612		
Exchange differences (+)/(-)	8622		
Other (+)/(-)	8632	-10.000.000,00	
NET BOOK VALUE AT THE END OF THE PERIOD	(283)		
ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD	8652		

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 heading 28 of assets) and other enterprises in which the enterprise holds rights (recorded in the headings 28 and 50/53 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			
	directly		subsidiaries	Primary financial statement	Monetary unit	Capital and reserves	Net result
	Number	%					
KBC BANK PLC Havenlaan 2 1080 Brussel 8 Belgium 0462.920.226 Ordinary shares	915228481	99,99	0,01	31/12/2011	EUR	10.304.305.000	1.707.688.000
KBC GLOBAL SERVICES PLC Havenlaan 2 1080 Brussel 8 Belgium 0465.746.488 Ordinary shares	2266009	99,99	0,01	31/12/2011	EUR	231.835.415	19.134.510
KBC VERZEKERINGEN PLC Professor Roger Van Overstraetenplein 2 3000 Leuven Belgium 0403.552.563 Ordinary shares	1050905	99,99	0,01	31/12/2011	EUR	2.368.796.349	95.735.184
OMNIA CALL Parijsstraat 50 3000 Leuven Belgium 0413.646.305 Ordinary shares	1	0,01	99,99	31/12/2011	EUR	1.488.813	259.370
KBC ASSET MANAGEMENT PLC Havenlaan 2 1080 Brussel 8 Belgium 0469.444.267 Ordinary shares	2776160	48,14	51,86	31/12/2011	EUR	124.575.000	208.732.000
KREDIETCORP SA FC Rue Notre Dame 37 L-2955 Luxembourg Luxembourg Ordinary shares	12667	100,00	0,00	31/12/2011	EUR	57.011.284	-919.533
GEBEMA PLC Septestraat 27 2640 Mortsel Belgium 0461.454.338 Ordinary shares	992999	99,99	0,01	31/12/2011	EUR	13.178.256	105.307

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			
	directly		subsidiaries	Primary financial statement	Monetary unit	Capital and reserves	Net result
	Number	%	%			(+) or (-) (in monetary units)	
KB CONSULT PLC Havenlaan 2 1080 Brussel 8 Belgium 0437.623.220 Ordinary shares	174	0,05	99,95	31/12/2011	EUR	890.839	-6.657
ARDA-IMMO PLC Interleuvenlaan 16 3001 Heverlee Belgium 0474.415.914 Ordinary shares	61713	19,06	0,00	31/12/2011	EUR	3.069.814	344.548
24+ PLC Pastoor Coplaan 100 2070 Zwijndrecht Belgium 0895.810.836 Ordinary shares	3075	50,00	50,00	31/12/2011	EUR	395.488	203.947

OTHER INVESTMENTS AND DEPOSIT, DEFFERED CHARGES AND ACCRUED INCOME (ASSETS)

	Codes	Period	Previous period
INVESTMENTS: OTHER INVESTMENTS AND DEPOSITS			
Shares	51	1.406,27	1.406,27
Book value increased with the uncalled amount	8681	1.406,27	1.406,27
Uncalled amount	8682		
Fixed income securities	52		
Fixed income securities issued by credit institutions	8684		
Fixed term deposit with credit institutions	53	375.000.000,00	1.695.000.000,00
Falling due			
less or up to one month	8686		
between one month and one year	8687	375.000.000,00	220.000.000,00
over one year	8688		1.475.000.000,00
Other investments not yet shown seperately	8689		

DEFFERED CHARGES AND ACCRUED INCOME

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

	Period
Deferred charges	749.710,42
Accrued income	5.650.416,78

STATEMENT OF CAPITAL AND STRUCTURE OF SHAREHOLDINGS

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	1.245.126.541,75
(100)	1.450.401.447,91	

Changes during the period:

Increase of capital

Structure of the capital
 Different categories of shares

No-par share

Registered shares.....

Bearer shares and/or dematerialized shares.....

Codes	Amounts	Number of shares
	205.274.906,16	58.987.042
	1.450.401.447,91	416.967.355
8702	XXXXXXXXXXXXXX	124.468.607
8703	XXXXXXXXXXXXXX	292.498.748

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

Following the exercising of CONVERSION RIGHTS

Amount of outstanding convertible loans

Amount of capital to be subscribed

Corresponding maximum number of shares to be issued

Following the exercising 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	693.933.425,16

STATEMENT OF CAPITAL AND STRUCTURE OF SHAREHOLDINGS

Shared issued, not representing capital

Distribution

Number of shares held

8761

Number of voting rights attached thereto

8762

Allocation by shareholder

Number of shares held by the company itself

8771

Number of shares held by its subsidiaries

8781

Codes	Period
8761	
8762	
8771	
8781	

STRUCTURE OF SHAREHOLDINGS OF THE ENTERPRISE AS AT THE ANNUAL BALANCING OF THE BOOKS, AS IT APPEARS FROM THE STATEMENT RECEIVED BY THE ENTERPRISE

See annual report

STATEMENT OF AMOUNTS PAYABLE, ACCRUED CHARGES AND DEFERRED INCOME
ANALYSIS BY CURRENT PORTIONS OF AMOUNTS INITIALLY PAYABLE AFTER MORE THAN ONE YEAR
Amounts payable after more than one year, not more than 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	100.354.846,62
Subordinated loans	8812	
Unsubordinated debentures	8822	100.354.846,62
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	100.354.846,62
Amounts payable after more than one year, over five years		
Financial debts	8803	3.499.999.977,00
Subordinated loans	8813	3.499.999.977,00
Unsubordinated debentures	8823	
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	3.499.999.977,00

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	
Total amounts payable guaranteed by Belgian public authorities	9061	

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	
Total amounts payable guaranteed by real guarantees given or irrevocably promised by the enterprise on its own assets	9062	

AMOUNTS PAYABLE FOR TAXES, REMUNERATION AND SOCIAL SECURITY

Taxes (heading 450/3 of the liabilities)

Expired taxes payable	9072	
Non expired taxes payable	9073	
Estimated taxes payable	450	349.641,93

Remuneration and social security (heading 454/9 of the liabilities)

Amount due to the National Office of Social Security	9076	
Other amounts payable relating to remuneration and social security	9077	1.000.579,00

ACCRUED CHARGES AND DEFERRED INCOME

Allocation of the heading 492/3 of liabilities if the amount is considerable

Accrued charges
Deferred income
Suspense accounts

Period
9.351.923,19
1.121.917,99
1.325.691,34

INCOME TAXES AND OTHER TAXES**INCOME TAXE****Income taxes on the result of the current period**

Income taxes paid and withholding taxes due or paid	9134	14.425.557,34
Excess of income tax prepayments and withholding taxes recorded under assets	9135	14.075.915,41
Estimated additional taxes	9136	
	9137	349.641,93

Income taxes on previous periods

Taxes and withholding taxes due or paid	9138	
Estimated additional taxes estimated or provided for	9139	
	9140	

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

Dividends that benefit the participation exemption		-787.576.537,85
Interest and penalties on Yield Enhanced Securities		993.124.290,12
Reversals on write-downs on shares		-211.488.864,49

An indication of the effect of extraordinary results on the amount of income taxes relating to the current period

Extraordinary income:

- Change in taxable reserves - Write-back of amounts written pff financial fixed assets 91.661.389,50 EUR

Status of deferred taxes

Deferred taxes representing assets	9141	97.425.266,35
Accumulated tax losses deductible from future taxable profits	9142	22.272.221,94
Other deferred taxes representing assets		
Recovery of dividends that benefit the participation exemption		75.154.044,41
Deferred taxes representing liabilities	9144	
Allocation of deferred taxes representing liabilities		

THE TOTAL AMOUNT OF VALUE ADDED TAX AND TAXES BORNE BY THIRD PARTIES**The total amount of value added tax charged**

To the enterprise (deductible)	9145	14.816,81	42.304,30
By the enterprise	9146	1.885.199,56	653.942,61

Amounts retained on behalf of third parties for

Payroll withholding taxes	9147	4.492.430,84	1.567.730,07
Withholding taxes on investment income	9148	1.310.922,50	25.964.253,00

RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET**PERSONAL GUARANTEES GIVEN OR IRREVOCABLY PROMISED BY THE ENTERPRISE AS SECURITY FOR DEBTS AND COMMITMENTS OF THIRD PARTIES****Of which**

	Code	Period
Bills of exchange in circulation endorsed by the enterprise	9149	
Bills of exchange in circulation drawn or guaranteed by the enterprise	9150	
Maximum amount for which other debts or commitments of third parties are guaranteed by the enterprise	9151	
	9153	

REAL GUARANTEES**Real guarantees given or irrevocably promised by the enterprise on its own assets as a security of debts and commitments from the enterprise**

Mortgages		
Book value of the immovable properties mortgaged	9161	
Amount of registration	9171	
Pledging on goodwill - amount of registration	9181	
Pledging of other assets - Book value of other assets pledged	9191	
Guarantees provided on future assets - Amount of assets involved	9201	

Real guarantees given or irrevocably promised by the enterprise on its own assets as a security of debts and commitments from third parties

Mortgages		
Book value of the immovable properties mortgaged	9162	
Amount of registration	9172	
Pledging on goodwill - amount of registration	9182	
Pledging of other assets - Book value of other assets pledged	9192	
Guarantees provided on future assets - Amount of assets involved	9202	

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**SUBSTANCIAL COMMITMENTS TO ACQUIRE FIXED ASSETS****SUBSTANCIAL COMMITMENTS TO DISPOSE FIXED ASSETS****FORWARD TRANSACTIONS**

Goods purchased (to be received)	9213	
Goods sold (to be delivered)	9214	
Currencies purchased (to be received)	9215	
Currencies sold (to be delivered)	9216	

INFORMATION RELATING TO TECHNICAL GUARANTEES, IN RESPECT OF SALES OR SERVICES**INFORMATION CONCERNING IMPORTANT LITIGATION AND OTHER COMMITMENTS NOT MENTIONED ABOVE****IF THERE IS A SUPPLEMENTARY RETIREMENTS OR SURVIVOR'S PENSION PLAN IN FAVOUR OF THE PERSONNEL OR THE EXECUTIVES OF THE ENTERPRISE, A BRIEF DESCRIPTION OF SUCH PLAN OF THE MEASURES TAKEN BY THE ENTERPRISE TO COVER THE RESULTING CHARGES**

All members of staff are covered by a supplementary pension scheme that includes an additional death benefit, orphan's annuity and invalidity benefits. The amount covered under these schemes (which are defined benefit schemes) depends on the average final salary, number of years of service and age at the time of retirement.

These pension schemes are financed entirely by the employer through annual contributions that are recognised in the income statement.

RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET

IF THERE IS A SUPPLEMENTARY RETIREMENTS OR SURVIVOR'S PENSION PLAN IN FAVOUR OF THE PERSONNEL OR THE EXECUTIVES OF THE ENTERPRISE, A BRIEF DESCRIPTION OF SUCH PLAN OF THE MEASURES TAKEN BY THE ENTERPRISE TO COVER THE RESULTING CHARGES

These contributions, calculated on an actuarial basis using the aggregate cost method, are transferred to the Pensioenfond KBC OFP (KBC pension fund for employees) and the Pensioenfond Senior Management KBC OFP (KBC pension fund for senior management), whose specific task is to manage the accrued reserves, to pay out the supplementary pension benefit and to carry out the necessary administration.

Members of the Executive Committee also benefit from a supplementary pension scheme that is based on similar principles.

In addition, staff may contribute to a supplementary pension scheme (capitalisation system). It is based solely on members' personal contributions which are deducted directly from their salaries. The bank guarantees capitalisation of the amounts contributed at an interest rate of 4.75% per year for the period up to and including 30 June 1999, and a rate of 3.75% for the period from 1 July 1999, up to the time the benefit is paid out. Management of the reserves accrued in this way, their payment and associated administration is the responsibility of the Pensioenfond KBC OFP and Pensioenfond Senior Management KBC OFP.

During 2012, a collective labour agreement was concluded for the introduction of a defined contribution plan on 1 January 2014 (mandatory for new employees and voluntary for existing members). For the target group in question, this plan will replace the defined benefit plan funded by the employer. No changes at all have been made to the plan funded solely by members' personal contributions.

PENSIONS FUNDED BY THE ENTERPRISE

Estimated amount of the commitments resulting for the enterprise from past services

Code	Period
9220	

Methods of estimation

NATURE AND BUSINESS PURPOSE OF OFF-BALANCE SHEET ARRANGEMENTS

Provided the risks or benefits arising from such arrangements are material and where the disclosure of such risks or benefits is necessary for assessing the financial position of the company; if required, the financial impact of these arrangements have to be mentioned too:

KBC Group is a Member of the KBC VAT-grouping

- 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 2012 allowing these companies to be eligible for exemption from certain disclosure requirements, pursuant to Section 17 of the Irish Companies (Amendment) Act 1986 :
- KBC Financial Services (Ireland) Limited.
 - KBC Fund Management Limited.

RELATIONSHIPS WITH AFFILIATED ENTERPRISES AND ENTERPRISES LINKED BY PARTICIPATING INTERESTS

	Codes	Period	Previous period
AFFILIATED ENTERPRISES			
Financial fixed assets	(280/1)	15.067.582.579,78	16.481.819.152,00
Investments	(280)	14.817.582.558,58	16.231.819.130,80
Amounts receivable subordinated	9271	250.000.021,20	250.000.021,20
Other amounts receivable	9281		
Amounts receivable	9291	116.748,99	117.108,07
After one year	9301		
Within one year	9311	116.748,99	117.108,07
Current investments	9321		
Shares	9331		
Amounts receivable	9341		
Amounts payable	9351	6.943.838,10	20.096.438,94
After one year	9361	2.434.063,68	2.035.714,00
Within one year	9371	4.509.774,42	18.060.724,94
Personal and real guarantees			
Provided or irrevocably promised by the enterprise, as security for debts or commitments of affiliated enterprises	9381	2.507.846.730,00	2.463.099.313,70
Provided or irrevocably promised by affiliated enterprises as security for debts or commitments of the enterprise	9391		
Other substantial financial commitments	9401		
Financial results			
Income from financial fixed assets	9421	912.519.418,12	3.215.307.660,53
Income from current assets	9431	9.629.598,22	6.550.473,19
Other financial income	9441	13.113.546,79	730.283,46
Debts charges	9461	1.770.572,76	5.233.930,59
Other financial charges	9471	235.514.815,47	600.000,00
Gains and losses on disposal of fixed assets			
Obtained capital gains	9481		6.188.017,17
Obtained capital losses	9491	5.500.000,00	
ENTERPRISES LINKED BY PARTICIPATING INTERESTS			
Financial fixed assets	(282/3)	815.657,54	10.815.657,54
Investments	(282)	815.657,54	815.657,54
Amounts receivable subordinated	9272		10.000.000,00
Other amounts receivable	9282		
Amounts receivable	9292		
After one year	9302		
Within one year	9312		
Amounts payable	9352		
After one year	9362		
Within one year	9372		

RELATIONSHIPS WITH AFFILIATED ENTERPRISES AND ENTERPRISES LINKED BY PARTICIPATING INTERESTS

TRANSACTIONS WITH RELATED PARTIES OUTSIDE NORMAL MARKET CONDITIONS

Mention of such operations if they are material, stating the amount of these transactions, the nature of the relationship with the related party and other information about the transactions necessary for the understanding of the financial position of the company:

Nil

Period

FINANCIAL RELATIONSHIPS WITH

DIRECTORS AND MANAGERS, INDIVIDUALS OR BODIES CORPORATE WHO CONTROL THE ENTERPRISE WITHOUT BEING ASSOCIATED THEREWITH OR OTHER ENTERPRISES CONTROLLED BY THESE PERSONS, OTHER ENTERPRISES CONTROLLED BY THE SUB B. MENTIONED PERSONS WITHOUT BEING ASSOCIATED THEREWITH

Amounts receivable from these persons

Conditions on amounts receivable

Guarantees provided in their favour

Guarantees provided in their favour - Main condition

Other significant commitments undertaken in their favour

Other significant commitments undertaken in their favour - Main condition

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	6.696.902,40
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	83.822,80
95061	115.392,50
95062	
95063	
95081	
95082	
95083	

Mention related to article 133 paragraph 6 from the Companies Code

DERIVATIVES NOT MEASURED AT FAIR VALUE

FAIR VALUE OF FINANCIAL DERIVATIVES NOT MEASURED AT FAIR VALUE WITH INDICATION ABOUT THE NATURE AND THE VOLUME OF THE INSTRUMENTS

Interest Rate Swap

Period
10.405.735,75

INFORMATION RELATING TO CONSOLIDATED ACCOUNTS**INFORMATION THAT MUST BE PROVIDED BY EACH COMPANY, THAT IS SUBJECT OF COMPANY LAW ON THE CONSOLIDATED ANNUAL 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 the limits mentioned in art. 16 of Company Law*

The enterprise itself is a subsidiary of an enterprise which does prepare and publish consolidated accounts, in which her yearly statement of accounts is included*

If yes, justification of the compliance with all conditions for exemption set out in art. 113 par. 2 and 3 of Company Law:

Name, full address of the registered office and, for an enterprise governed by Belgian Law, the company number of the parent company preparing and publishing the consolidated accounts required:

INFORMATION TO DISCLOSE BY THE REPORTING ENTERPRISE BEING A SUBSIDIARY OR A JOINT SUBSIDIARY

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**

* 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.

SOCIAL REPORT

Numbers of joint industrial committees which are competent for the enterprise:

STATEMENT OF THE PERSONS EMPLOYED**EMPLOYEES FOR WHOM THE COMPANY HAS SUBMITTED A DIMONA DECLARATION OR ARE RECORDED IN THE GENERAL PERSONNEL REGISTER**

	Codes	1. Full-time (period)	2. Part-time (period)	3. Total (T) or total of full-time equivalents (FTE) (period)	3P.Total (T) or total of full-time equivalents (FTE) (previous period)
During the period and the previous period					
Average number of employees	100	37,0	5,0	40,4 (FTE)	37,4 (FTE)
Number of hours actually worked	101	56.336	5.451	61.787 (T)	55.731 (T)
Personnel costs	102	5.184.603,00	334.910,00	5.519.513,00 (T)	5.084.166,07 (T)
Advantages in addition to wages	103	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx	122.029,00 (T)	60.868,28 (T)

	Codes	1. Full-time	2. Part-time	3. Total in full-time equivalents
At the closing date of the period				
Number of employees	105	36	5	39,3
By nature of the employment contract				
Contract for an indefinite period	110	36	5	39,3
Contract for a definite period	111			
Contract for the execution of a specifically assigned work	112			
Replacement contract	113			
According to the gender and by level of education				
Male	120	26	1	26,3
primary education	1200			
secondary education	1201			
higher education (non-university)	1202	1		1,0
university education	1203	25	1	25,3
Female	121	10	4	13,0
primary education	1210			
secondary education	1211	1	1	1,5
higher education (non-university)	1212	4	2	5,7
university education	1213	5	1	5,8
By professional category				
Management staff	130	4		4,0
Employees	134	32	5	35,3
Workers	132			
Other	133			

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

Average number of employees

Number of hours actually worked

Charges of the enterprise

Codes	1. Temporary personnel	2. Persons placed at the disposal of the enterprise
150		
151		
152		

TABLE OF PERSONNEL CHANGES DURING THE PERIOD**ENTRIES**

The number of employees for whom the company has submitted a DIMONA declaration or are recorded in the personnel register during the financial year in the general personnel register

By nature of the employment contract

Contract for an indefinite period

Contract for a definite period

Contract for the execution of a specifically assigned work ..

Replacement contract

Codes	1. Full-time	2. Part-time	3. Total in full-time equivalents
205	10	1	10,8
210	10	1	10,8
211			
212			
213			

DEPARTURES

The number of employees with a in the DIMONA declaration indicated or in the general personnel register listed date of termination of the contract during the financial year

By nature of the employment contract

Contract for an indefinite period

Contract for a definite period

Contract for the execution of a specifically assigned work ..

Replacement contract

According to the reason for termination of the employment contract

Retirement

Early retirement

Dismissal

Other reason

Of which the number of persons who continue to render services to the enterprise at least half-time on a self-employed basis

Codes	1. Full-time	2. Part-time	3. Total in full-time equivalents
305	9	2	10,0
310	9	2	10,0
311			
312			
313			
340			
341			
342			
343	9	2	10,0
350			

INFORMATION WITH REGARD TO TRAINING RECEIVED BY EMPLOYEES DURING THE PERIOD

	Codes	Male	Codes	Female
Total number of official advanced professional training projects at company expense				
Number of participating employees	5801	21	5811	11
Number of training hours	5802	689	5812	291
Costs for the company	5803	83.825,00	5813	43.908,00
of which gross costs directly linked to the training	58031	83.825,00	58131	43.908,00
of which paid contributions and deposits in collective funds	58032		58132	
of which received subsidies (to be deducted).....	58033		58133	
Total number of less official and unofficial advance professional training projects at company expense				
Number of participating employees	5821	21	5831	12
Number of training hours	5822	27	5832	54
Costs for the company	5823	4.209,00	5833	2.405,00
Total number of initial professional training projects at company expense				
Number of participating employees	5841		5851	
Number of training hours	5842		5852	
Costs for the company	5843		5853	

VALUATION RULES

Bel GAAP valuation rules - KBC Group NV - Non-consolidated

1. Formation expenses

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

2. Financial fixed assets and cash movements

a. Participating interests and other securities in portfolio

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

If when the securities are valued at the end of the financial year it is established that they have fallen in value and that this decline is considered real and lasting in nature, a write-down equal to the decline in value identified will be recorded for the securities in question.

To establish the real and lasting nature of the decline in value, the Board of Directors may base itself on:

- " for listed securities:
 - " the trend in the share price;
 - " changes in the net worth according to the annual accounts;
 - " the performance of and outlook with regard to profitability;
- " for unlisted securities:
 - " the changes in the net worth according to the annual accounts;
 - " the performance of and outlook with regard to profitability;

If a security on which such a write-down had already been posted exhibits a lasting increase in value, the amount written down will be reversed in whole or in part.

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

Listed shares and other variable-yield securities are valued at the lower of their acquisition cost and 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.

b. Amounts receivable

These are recognised at nominal value. However, amounts receivable represented by fixed-income securities are valued at acquisition cost, plus or minus the accrued portion of the premium or discount. The premium or discount is recognised pro rata temporis, on a discounted basis, in the profit & loss account over the remaining term to maturity.

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, a write-down is applied in the amount of the decline identified.

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 rules set out in paragraph 2.c. apply to amounts receivable in foreign currency and to write-downs on receivables.

4. Contracts in progress

Specific software developed by KBC Group NV for third parties is recognised under 'Contracts in progress'. This concerns the marketing by KBC group 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. Contracts in progress are valued at manufacturing price, without taking profit in proportion to the progress of the work.

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. Accrued charges and deferred income and deferred charges and accrued income

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 depending on if 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 profit and loss account as personnel expenses during the

VALUATION RULES

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 profit and loss account) is charged to the company the employee is transferring to.

6. Amounts payable

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 profit and loss account as an interest charge.

Amounts payable 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.

7. Provisions

The provisions are IFRS-compliant. They are recognised in the balance sheet:

- " if an obligation exists on the balance sheet date that stems from a past event, and
- " if it is probable that an outflow of resources is required, and
- " if the amount of the obligation can be estimated reliably.

8. Deferred taxes

Deferred taxes are recognised for all temporary taxable 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.

Deferred taxes to be recognised are measured using the tax rates in effect on realisation of the assets and settlement of the liabilities to which they relate.