

Warsaw, February 16, 2007

Report on the activities of the Audit Committee of the Supervisory Board of BRE Bank SA in 2006

Legal basis

The Audit Committee of the Supervisory Board of BRE Bank SA acts as a standing committee in accordance with the Corporate Governance Rules also known as "Best Practices of Public Companies 2005" of Warsaw Stock Exchange (28th rule) and in accordance with the By-Laws of BRE Bank S.A. (§ 22 (3) No. 2)).

Composition

The Audit Committee consisted of the following members:

Dr. Renate Kruegger as Chairwoman

Martin Blessing as Member

Maciej Leśny as Member

Prof. Jan Szomburg as Member

In October 2006, after the last meeting, Dr. Renate Kruegger has ended her membership in the Audit Committee as she has left Supervisory Board of BRE Bank SA. Mr Achim Kassow, new member of Supervisory Board of BRE Bank SA, was co-opted as a new member of the Audit Committee.

Meetings / Activity / Decisions

The first meeting (3rd in general) was held on January 20, 2006 followed by the Supervisory Board Meeting on the same day. Main topics included:

- Adoption of the Rules of Audit Committee (they were adopted)
- Discussion about the preliminary Financial Statements 2005
- Acceptance of Plan of internal audit 2006 (it was accepted)

Besides, Audit Committee recommended PwC as an auditor of financial statements 2006 to the Supervisory Board.

During the meeting on February 27, 2006, which was held as teleconference, Audit Committee recommended to the Supervisory Board the approval of the report of the Management Board of the Bank, the approval of the financial statements of the Bank for 2005 and the approval of the consolidated financial statements of the BRE Bank Group for 2005.

Main topics of the meeting held on July 5, 2006 included:

- Discussion on the report on the activities of the Internal Audit (including steps on the way to reduction of critical issues and new structure of the Internal Audit)
- Presentation of and discussion on the Management Letter
- Determination of the main focuses for the annual audit for the year 2006.

During the meeting on October 6, 2006 the Audit Committee dealt mainly with issues of Internal Audit, its current changes and future challenges. There was also discussed the report on credit procedures and MaRisk, which was made by Internal Audit of Commerzbank.

The Work Plan for the Internal Audit in 2007 has been approved by Audit Committee on January 17, 2007.

Achim Kassow
Chairman of the Audit Committee