



KB Group

1Q 2007 Financial Results

(International Financial Reporting Standards)

Prague – 11 May 2007

SOCIETE
GENERALE
GROUP





Disclaimer

This document contains a number of forward-looking statements relating to the targets and strategies of the Komerční banka Group.

These statements are based on a series of assumptions, both general and specific. As a result, there is a risk that these projections will not be met. Readers are therefore advised not to rely on these figures more than is justified as the Group's future results are liable to be affected by a number of factors and may therefore differ from current estimates.

Readers are advised to take into account factors of uncertainty and risk when basing their investment decisions on information provided in this document.



Contents

- n Business Highlights
- n Consolidated Financial Results
- n Loan Portfolio Quality and Development
- n Appendix



1Q 2007: Growth of Group's revenues

n Further expansion of client base, sales force and network

- 4 Increase in number of KB Group clients by 49,000 year-on-year
- 4 Increase of employees directly involved in sales activities
- 4 Private Banking branch and Expat-center opened in 1Q
- 4 Zlin selected as a location of the new group-shared call centre

n Successful development as a result of taken strategic decisions

- 4 Net Banking Income up by 8.2%
- 4 Net profit up by 4%
- 4 Excellent cost-income ratio of 46.5%
- 4 Adjusted gross loans volume up by 17.8%

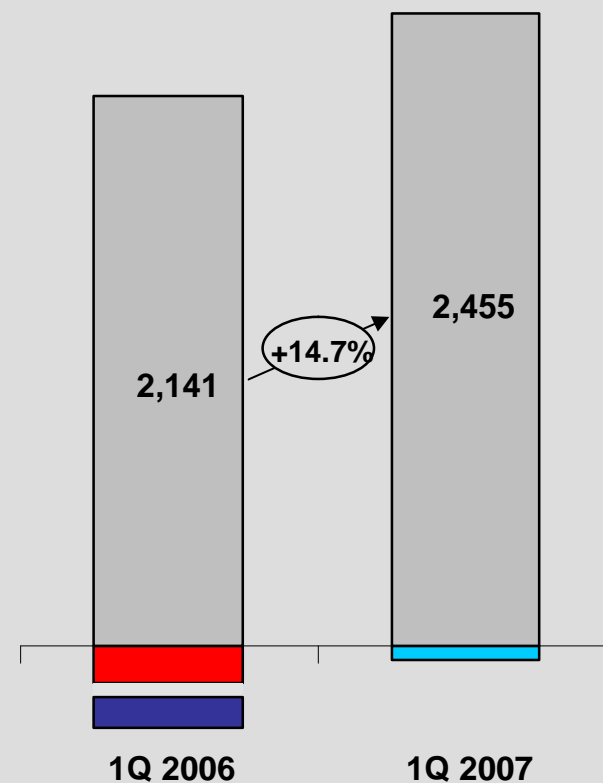


Significant growth in consolidated profit without one-offs

CZK million

Profit and Loss without one-offs (pro-forma)	1Q 2006	1Q 2007	Change
---	---------	---------	--------

Net banking income	6,165	6,592	6.9%
Net interest income	3,714	4,043	8.9%
Non-interest income	2,451	2,549	4.0%
Operating costs	- 2,947	- 3,029	2.8%
Personnel expenses	- 1,245	- 1,382	11%
Other costs	- 1,702	- 1,647	- 3.2%
Net operating income	3,218	3,563	10.7%
Cost of risk	- 344	- 410	19.2%
Profit on subsidiaries	- 46	- 20	-56.5%
Profit before income taxes	2,828	3,133	10.8%
Income tax	- 687	- 678	-1.3%
Net recurring profit	2,141	2,455	14.7%
Reported net profit	2,415	2,511	4.0%



Recurring profit
 CDO early redemptions
 Loyalty reserve release
 MPSS



Main business achievements

As of 31 March 2007, year-on-year comparison

- n Improvement in the cross-selling ratio for individuals to 5.26 from 5.02 in 1Q 2006
- n Emphasis on card business: the number of active credit cards increased 34% to 177,655
- n Continuing dynamic performance in the children and young clients' segments
 - 4 151,000 Child accounts (+13%); 133,000 Gaudeamus packages (+22%)
- n Revenues from investment banking increased by 24%, marking the best quarterly performance



Development of new products to meet clients needs

- n As the first bank in the Czech market, KB will offer a giving clients the possibility to change the monthly instalment level or to defer up to three monthly instalments – KB Flexible mortgage.
- n With newly introduced „all-inclusive“ packages Extra account and Premium account, clients receive for a single fee all products and services they need.
- n From 2007, KB clients are able to choose the designs and PINs for their payment cards.
- n A family of mutual funds branded “KB funds” offers a new opportunity for clients, who want to let their money grow more. It includes also the fund “KB Realitních společností” focused on shares and bonds of property and development companies particularly in the Central European region.



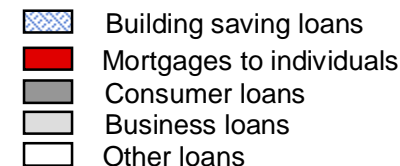
Sales of subsidiaries' and 3rd parties' products

As of 31 March 2007, year-on-year comparison

- n Continued growth of **PF KB** sales: number of new contracts increased by 6% to reach 29,603
- n Consumer financing by **ESSOX** continued to rise: sales volume up 22% to CZK 867 million
- n Growth in **factoring**: turnover up 6% to CZK 3.9 billion
- n Successfully developing business of **KBB**: loan volume up by 20%, deposits by 7% (in SKK)
- n Successful sale performance of **MPSS**: volume of new bridging loans up by 32%
- n **Komerční pojišťovna** sales influenced by negative development on the whole Czech life insurance market: the number of newly concluded policies grew by 2% to 119,559.
- n Successful partnership with **Allianz**: number of non-life insurance policies sold through KB increased by 20%, premium written up by 24%
- n **IKS** sales through KB lower by 12%, in line with market developments, but expected to accelerate in 2Q with introduction of new KB funds

Group lending activities

As of 31 March 2007, CZK billion

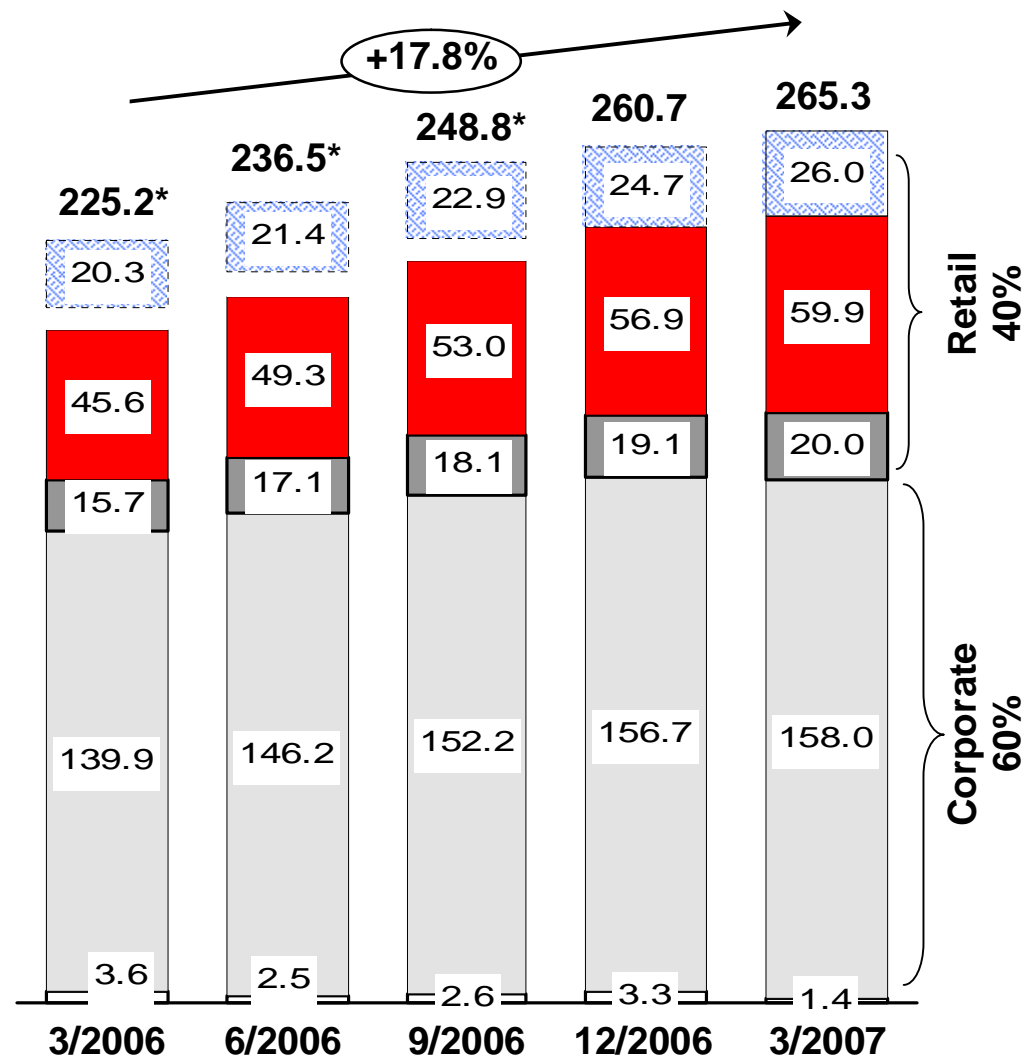


- n **Corporate loans** grew by 15% YoY:
 - 4 Small businesses (KB) +23% to CZK 12.2 bil.
 - 4 Corporates (KB+KBB) +12% to CZK 143.2 bil.
 - 4 Factoring KB +19% to CZK 2.6 billion

n **Consumer loans** provided by KB and ESSOX increased by 27% YoY to CZK 20.0 bil.

n **Mortgages to individuals** up by 31% to CZK 59.9 bil.

n **Building saving and bridging loans** provided by MPSS stood at CZK 26.0 billion increasing by 28.5%

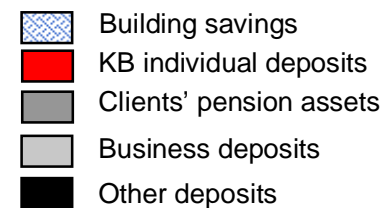


*MPSS loans included for comparative reasons



Group deposits

As of 31 March 2007, CZK billion



n KB represents 83% of CZK 490 billion of total depositary base, of which:

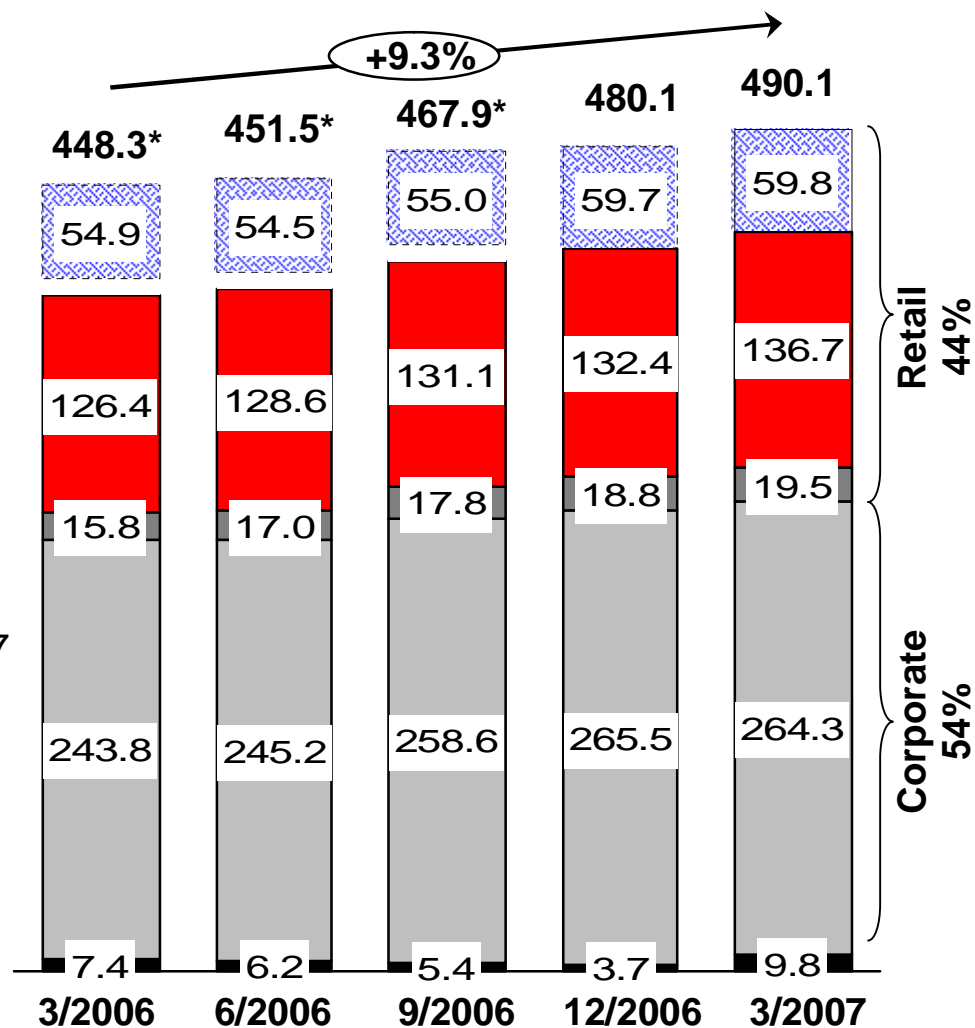
- 4 **KB individuals deposits** CZK 137 billion
- 4 **KB corporate deposits** CZK 261 billion

n Clients' **pension assets in PF KB** grew by 24% year on year to CZK 19.5 billion.

n **MPSS deposits** up 8.9% to CZK 59.8 bil.

n Sales of alternative saving products during 1Q 2007

- 4 IKS sales (CZK 4.9 billion)
- 4 KP Vital insurance product premium written (CZK 0.4 billion)



*MPSS deposits included for comparative reasons



Contents

- n Business Highlights
- n Consolidated Financial Results
- n Loan Portfolio Quality and Development
- n Appendix



Consolidated Financial Results

Profit and Loss Statement CZK million, unaudited	1Q 2006	1Q 2007 restated*	Change YoY	1Q 2007 reported	Change YoY
Net interest income	3,881	4,043	4.2%	4,237	9.2%
Net fees & commissions	2,110	2,175	3.1%	2,241	6.2%
Income from financial operations	319	346	8.5%	347	8.8%
Other income	22	28	27.3%	29	31.8%
Net banking income	6,332	6,592	4.1%	6,854	8.2%
Personnel expenses	- 1,098	- 1,382	25.9%	- 1,440	31.1%
General administrative expenses	- 1,291	- 1,278	- 1.0%	- 1,341	3.9%
Depreciation, impairment and disposal of fixed assets	- 411	- 369	- 10.2%	- 385	- 6.3%
Operating costs	- 2,800	- 3,029	8.2%	- 3,166	13.1%
Net operating income	3,532	3,563	0.9%	3,688	4.4%
Cost of risk	- 344	- 410	19.2%	- 421	22.4%
Profit on subsidiaries and associates	65	57	- 12.3%	10	- 84.6%
Share of profit of pension scheme beneficiaries	- 111	- 77	- 30.6%	- 77	- 30.6%
Profit before income taxes	3,142	3,133	- 0.3%	3,200	1.8%
Income taxes	- 727	- 678	- 6.7%	- 689	- 5.2%
Net profit	2,415	2,455	1.7%	2,511	4.0%

* 1Q 2007 figures restated for comparative reasons based on same consolidation scope as 1Q 2006



Consolidated Financial Ratios

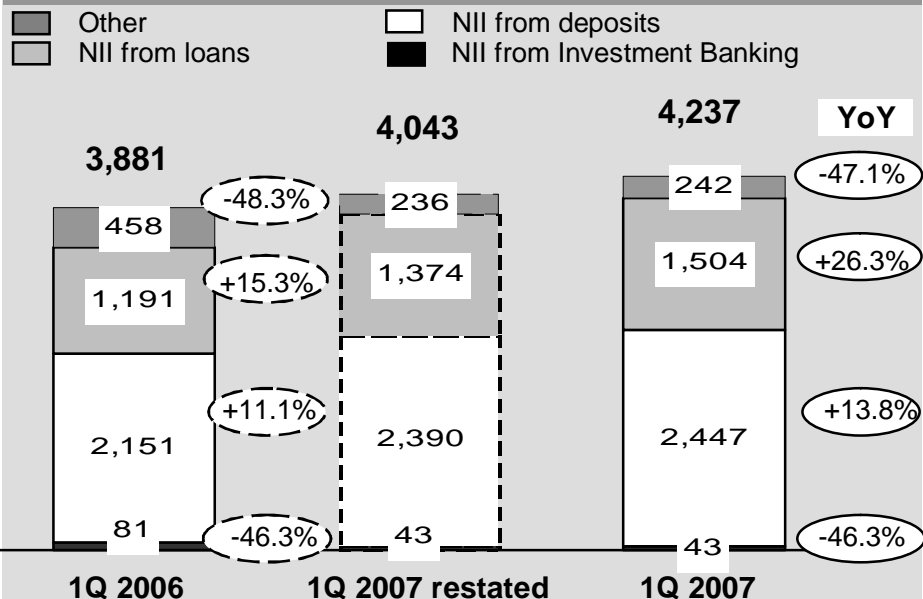
Key ratios and indicators	3/2006	3/2007 restated*	YoY	3/2007 reported	YoY
Capital Adequacy	12.8%	12.4%	→	11.2%	→
Tier 1 Ratio	13.3%	11.2%	→	9.8%	→
Risk weighted assets (CZK billion)	261	305	16.9%	327	25.3%
Net Interest Margin (NII/Av. Interest Bearing Assets)	3.3%	3.2%	→	3.1%	→
Cost / Income ratio	44.2%	45.9%	→	46.2%	→
Return on Average Equity (ROAE)	18.6%	19.1%	→	19.5%	→
Return on Average Assets (ROAA)	1.9%	1.8%	→	1.7%	→
Earnings per Share (CZK)	63.5	64.6	→	66.1	→
Average number of employees during the period	7,792	8,029	3.0%	8,388	7.6%

* 1Q 2007 figures restated for comparative reasons based on same consolidation scope as 1Q 2006

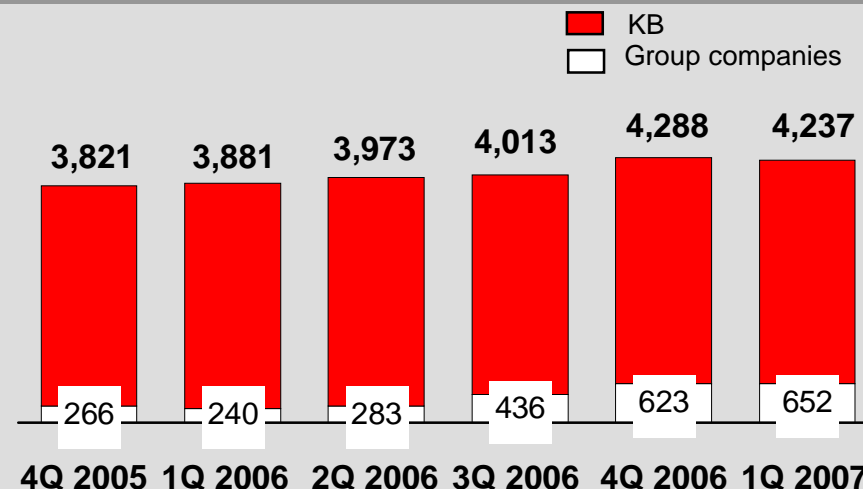
NII increase resulting from strong volume growth

CZK million, consolidated. Restatement based on same consolidation scope as 1Q 2006

Group Net Interest Income Composition

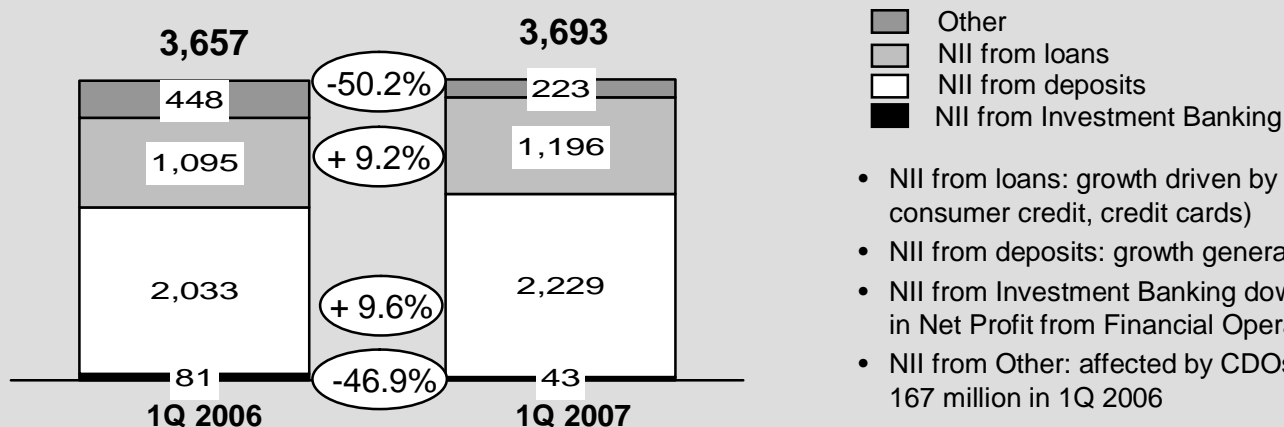


Contributions to Consolidated NII



- QoQ decline in 1Q 2007 in line with typical business seasonality;
- 1Q 2006 result impacted by one-off income from CDOs

KB standalone NII Composition

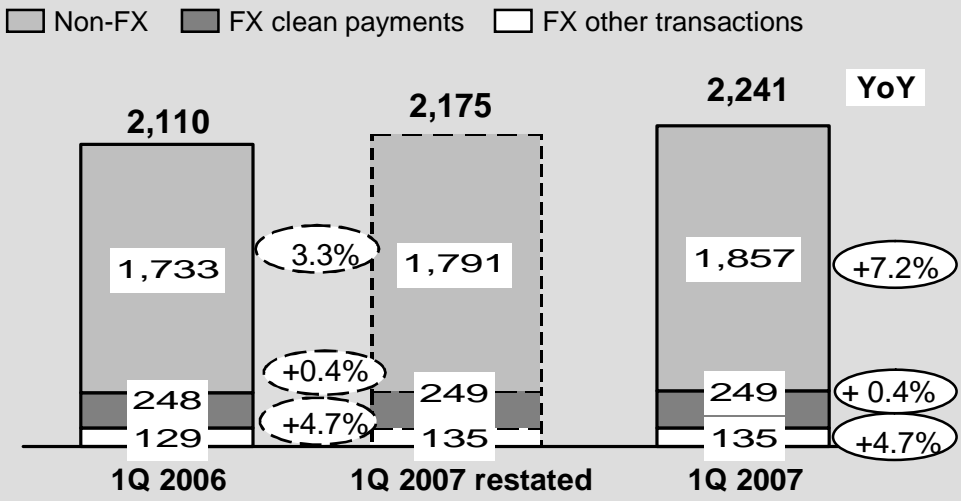


- NII from loans: growth driven by rising retail credit volumes (mortgages, consumer credit, credit cards)
- NII from deposits: growth generated by higher current account volumes
- NII from Investment Banking down, compensated by higher gains reported in Net Profit from Financial Operations
- NII from Other: affected by CDOs early redemptions' in the amount of CZK 167 million in 1Q 2006

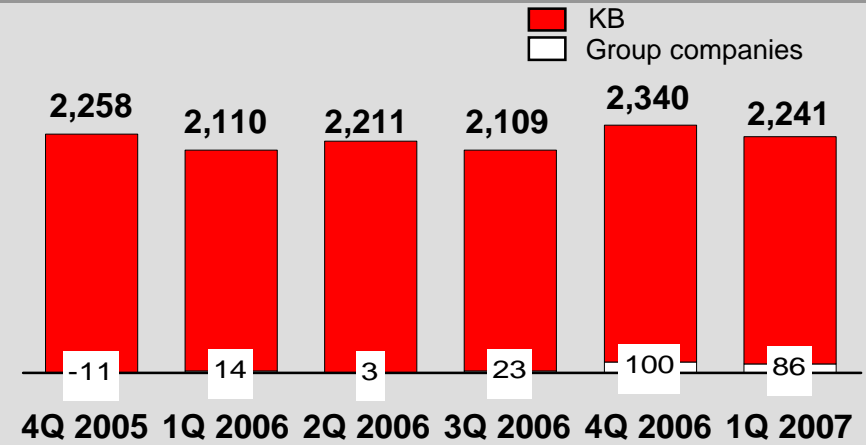
Total fees affected by rising business volumes

CZK million, consolidated. Restatement based on same consolidation scope as 1Q 2006

Group Net Fees and Commissions

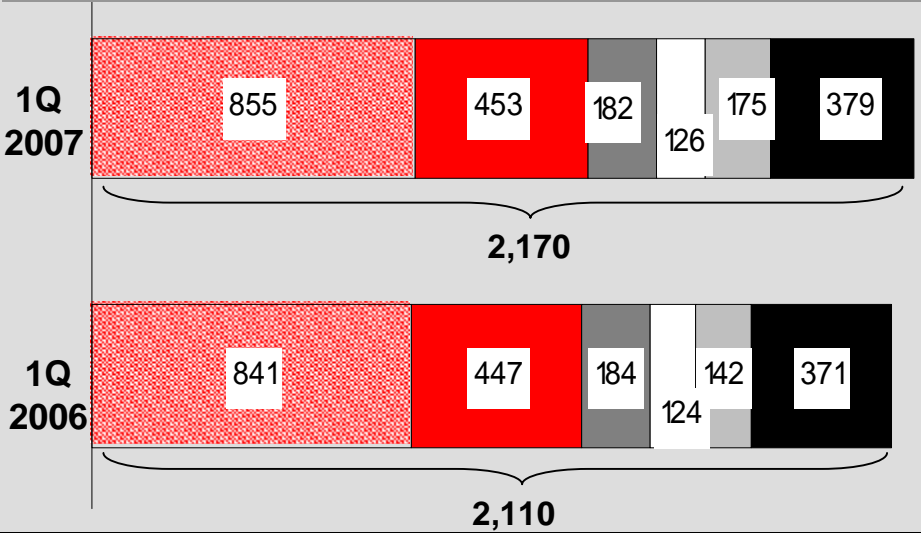


Contributions to Consolidated F&C



• QoQ decline in 1Q07 affected by usual seasonality, as 4Q is stronger in term of business volumes and number of transactions

KB standalone Fees and Commissions



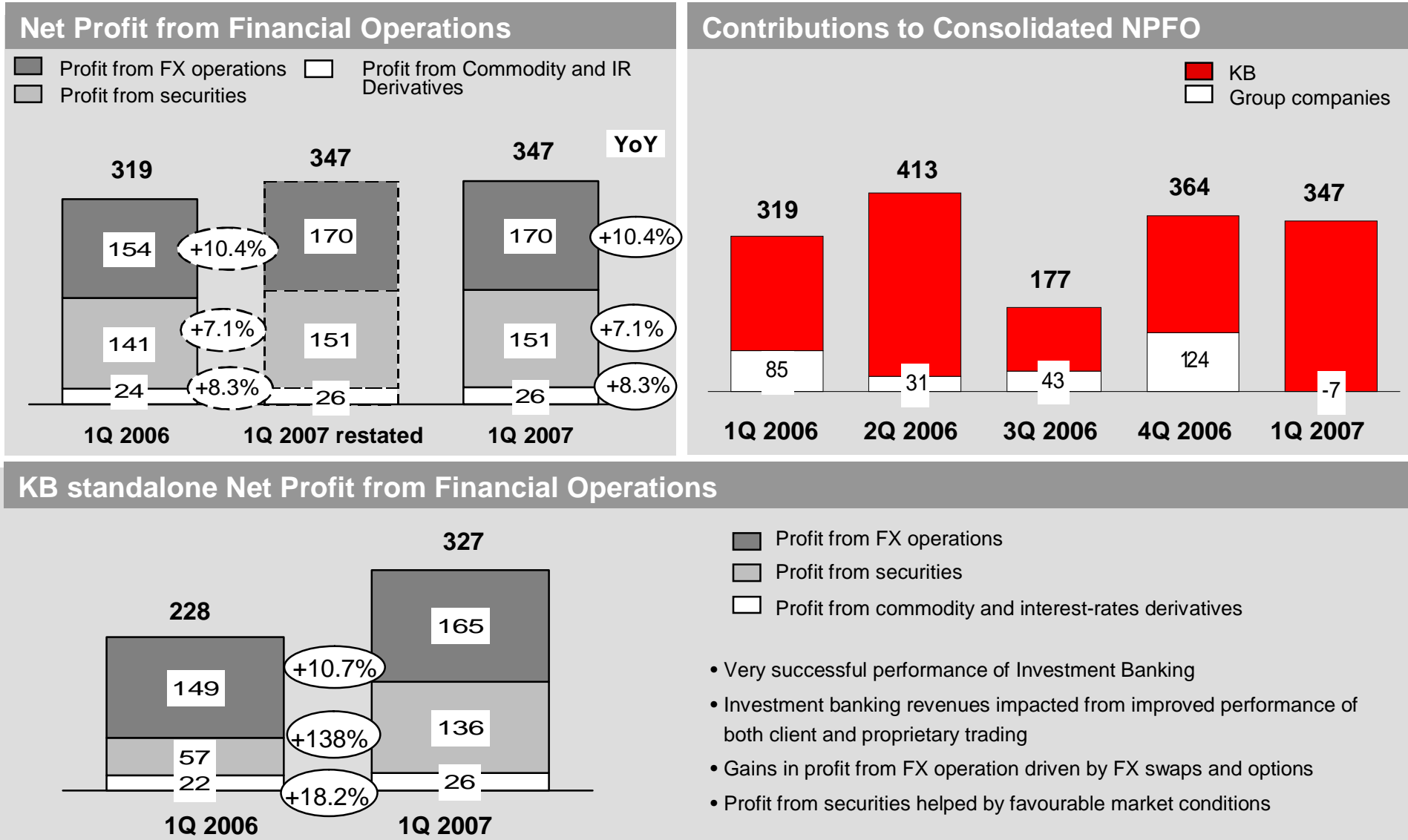
Transaction fees, Maintenance fees, Loan fees, Fees from cross-selling, Other fees, FX fees

- Transaction fees' positive development impacted by increasing number of direct channels' and payment cards' transactions.
- Maintenance fees rising as the increase in the number of packages offset the decrease of non-packages products.
- Fees from cross-selling slowdown due to lower sales at IKS.
- Loan fees' decline despite growing volumes and number of loans due to processing fees (discount campaign on mortgages) and rising fees paid to intermediaries (+58%)
- Other fees affected by strong fees from sales of structure products.
- FX fees: slight increase driven mainly by FX payment cards conversions



Profit from financial operations improved

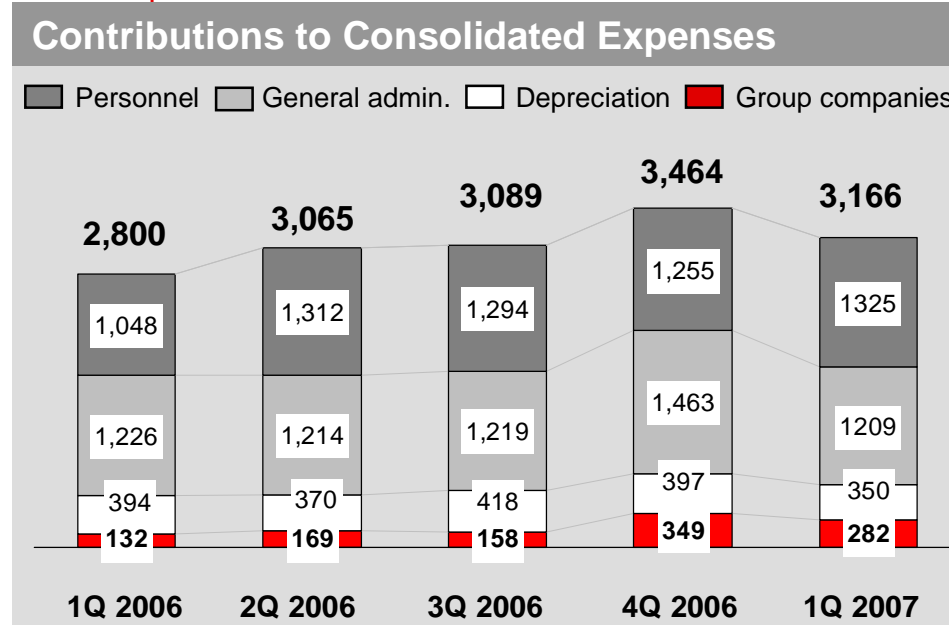
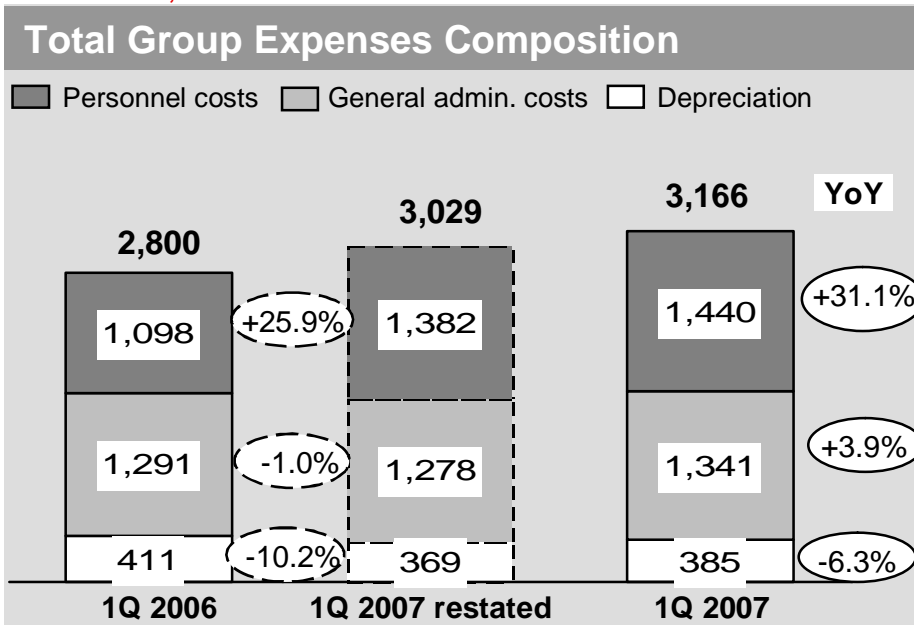
CZK million, consolidated. Restatement based on same consolidation scope as 1Q 2006



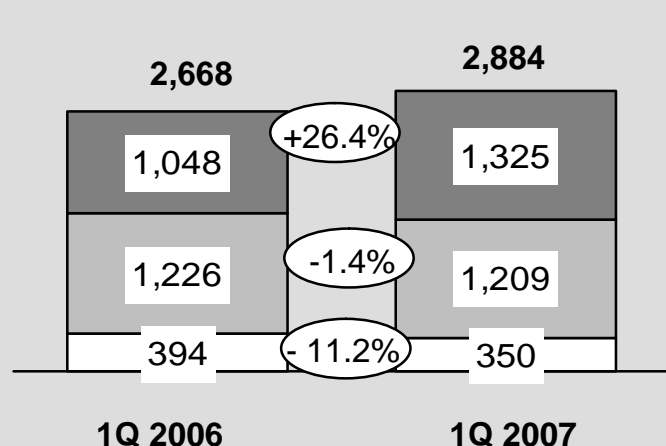


Total expenses increase driven by rising number of employees

CZK million, consolidated. Restatement based on same consolidation scope as 1Q 2006



KB standalone total expenses

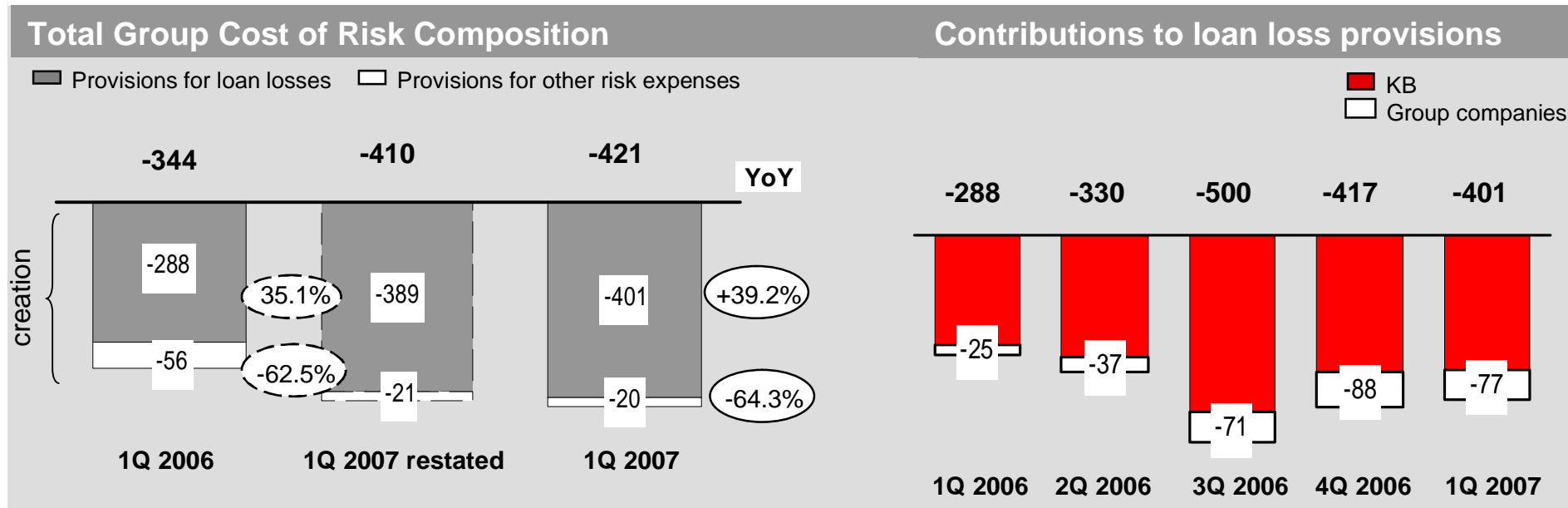


Legend: Personnel costs (dark grey), General admin. costs (light grey), Depreciation (white)

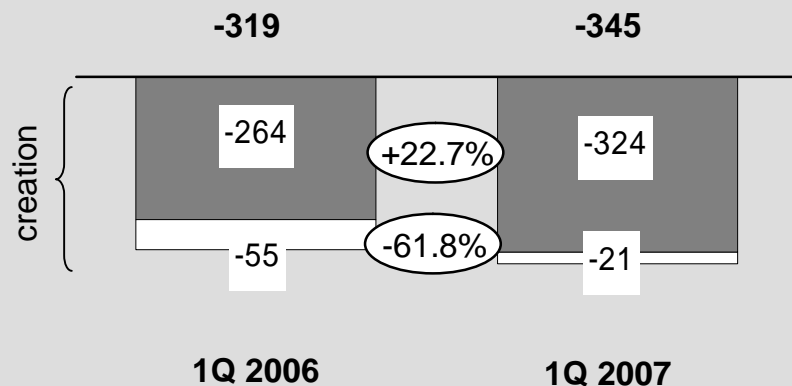
- YoY development in personnel costs affected from a CZK 147 mil. release in employees' loyalty reserves in 1Q 2006 and by lower release of overaccruals in 1Q 2007.
- Underlying personnel costs increased by 7% (when excluding for MPSS) driven by higher number of employees (+3%) as business activities are expanding and by higher average salaries.
- General administrative expenses: despite business related costs are rising (marketing, distribution) some cost saving measures are still in place, mainly at KB (premises, IT operation)
- Lower depreciation mainly due to a change in the depreciation period for intangible assets

Group cost of risk at 45bp and for KB standalone at 38bp

CZK million. Restatement based on same consolidation scope as 1Q 2006



KB standalone Cost of Risk



- Consolidated cost of risk at 45bp (compared to 43bp at 12/2006)
- KB unconsolidated stabilized at 38bp.
- YoY increase of provisions for loans losses reflects the fast growing share of mass retail activities and no net reversals on corporate clients.
- Provisions for other risks mainly reflecting legal cases



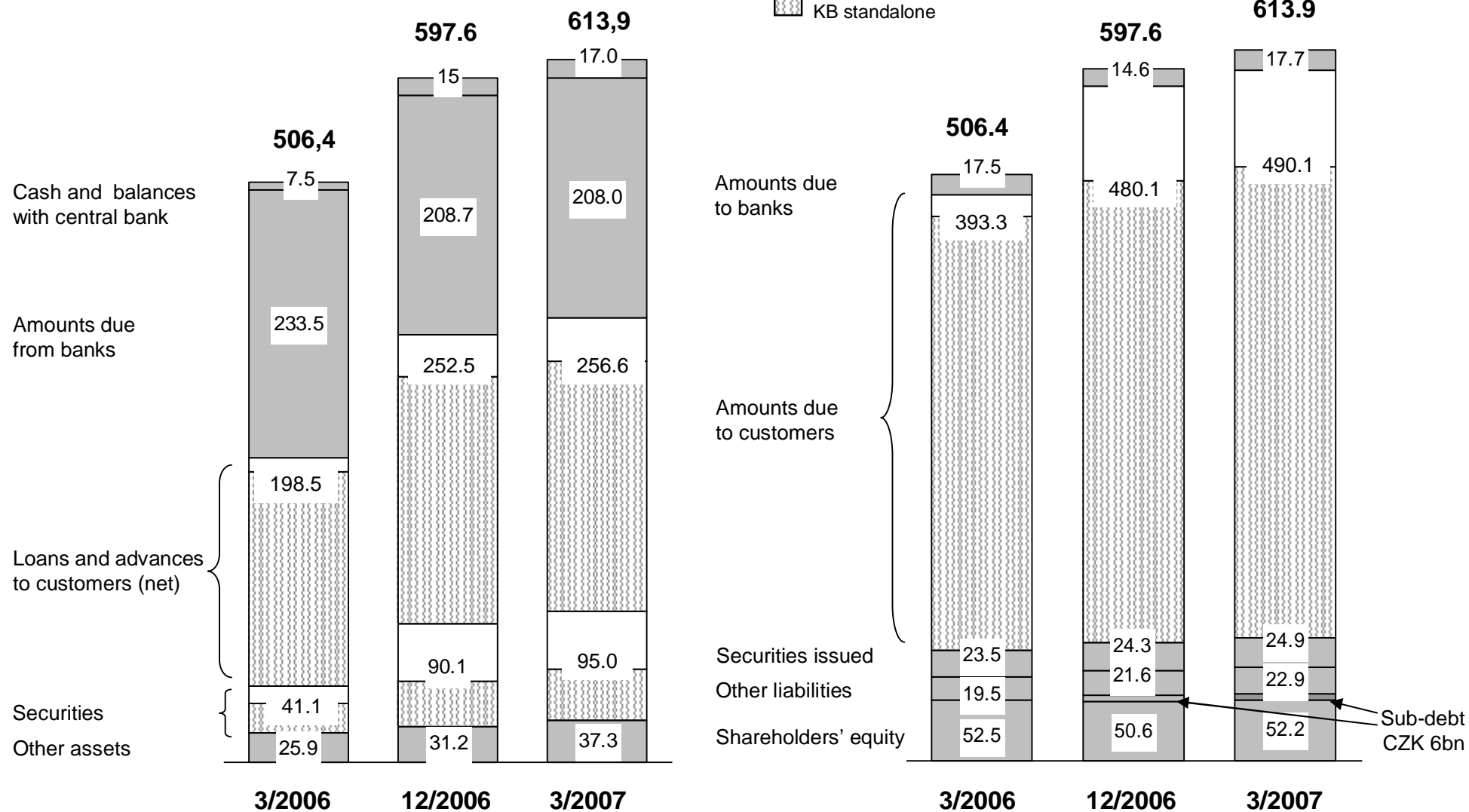
KB Group Balance Sheet

Assets

Liabilities

CZK billion, consolidated

KB Group
 Group companies
 KB standalone





KB Group Shareholders Equity

Development since the end of 2006

CZK million, consolidated

Total shareholder's equity
as at 31 December 2006:

50,598

+ 1,629

Total shareholder's equity
as at 31 March 2007:

52,227

Shareholders' equity	12/ 2006	1/1/2007	Increase	Decrease	3/2007
Share capital	19,005	19,005	-	-	19,005
Capital and reserve funds	17,880	27,003	-	-119	26,884
- Retained earnings, reserve funds and dividends	18,030	27, 153	-	-119	27,034
- Treasury shares	-150	-150	-	-	-150
Attributable net profit	9,123	0	+2,500	-	2,500
Hedging revaluation reserve	2,847	2,847	-	-717	2,130
AFS securities' fair value changes	1,190	1,190	-	-196	994
Others	-27	-27	+150	-	+123
Minorities	580	580	+11	-	591
Total Shareholders' equity	50,598	50,598	+2,661	-1,032	52,227



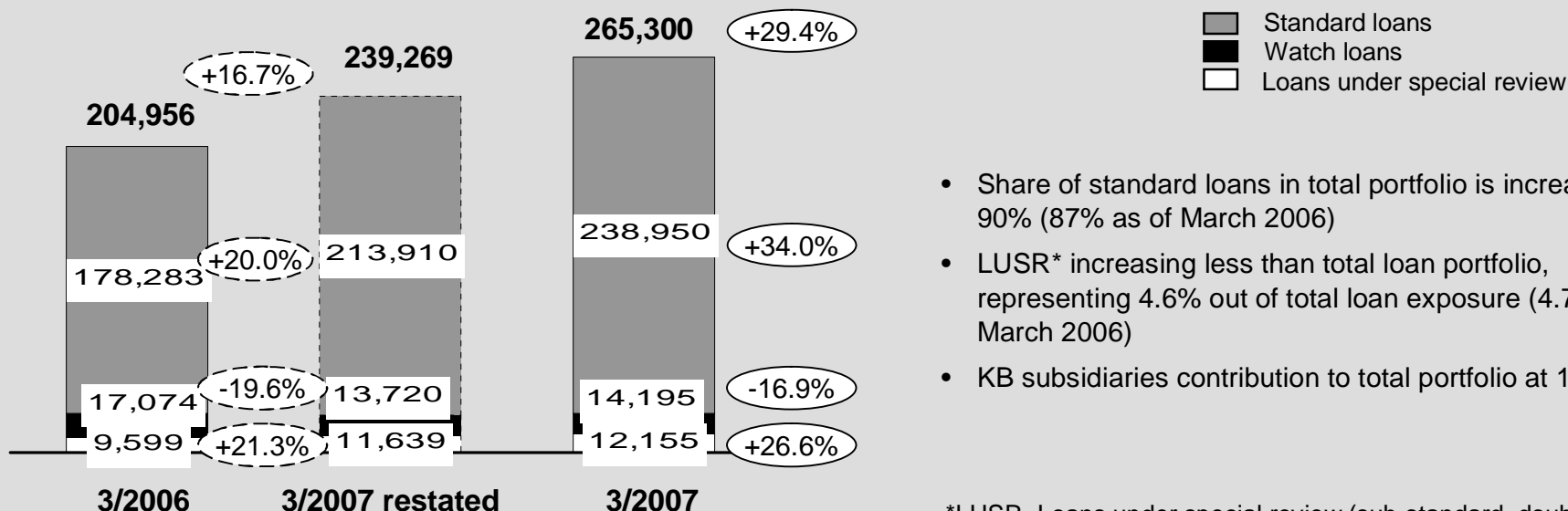
Contents

- n Business Highlights
- n Consolidated Financial Results
- n **Loan Portfolio Quality and Development**
- n Appendix

Overall quality of loan portfolio under control

CZK million, consolidated. Restatement based on same consolidation scope as 1Q 2006

Gross client loans



- Share of standard loans in total portfolio is increasing at 90% (87% as of March 2006)
- LUSR* increasing less than total loan portfolio, representing 4.6% out of total loan exposure (4.7% as of March 2006)
- KB subsidiaries contribution to total portfolio at 15%

*LUSR=Loans under special review (sub-standard, doubtful and loss)

Quality across the Group as of 3/2007

■ KB
□ Group companies

- Despite strong loan growth, portfolio quality across KB group remains satisfactory
- Contribution of subsidiaries to Standard loans is 16%, to Watch loans 7% and to LUSR 13%.

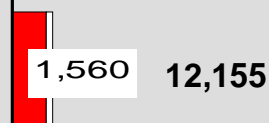
Standard loans



Watch loans



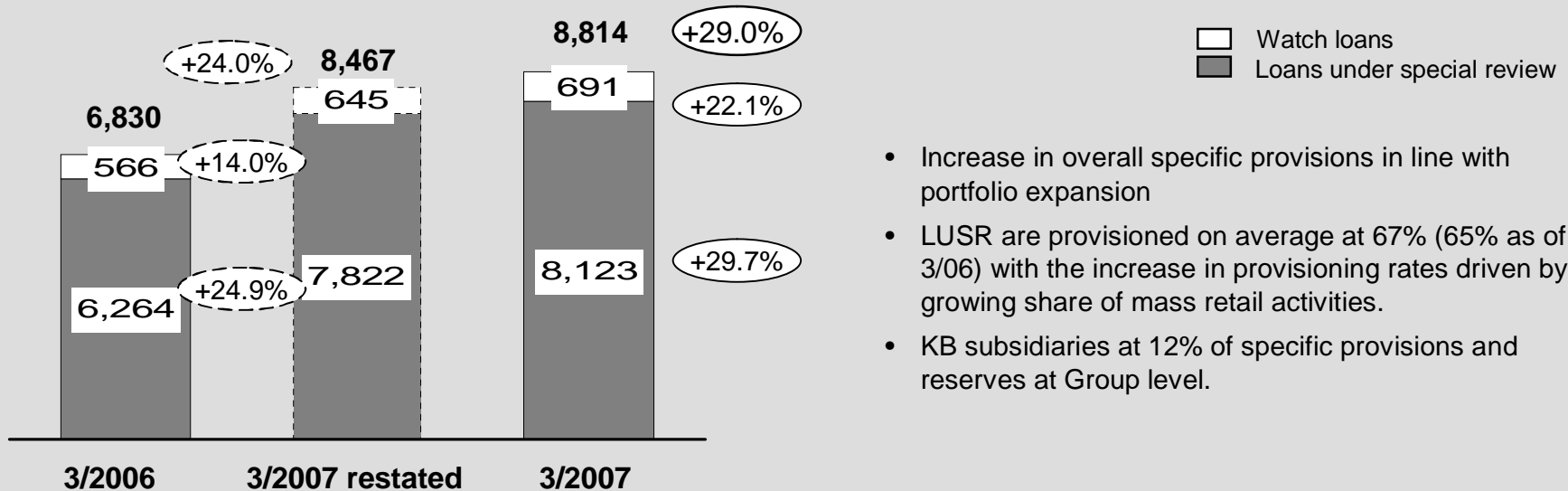
Loans under special review



Improved provision coverage

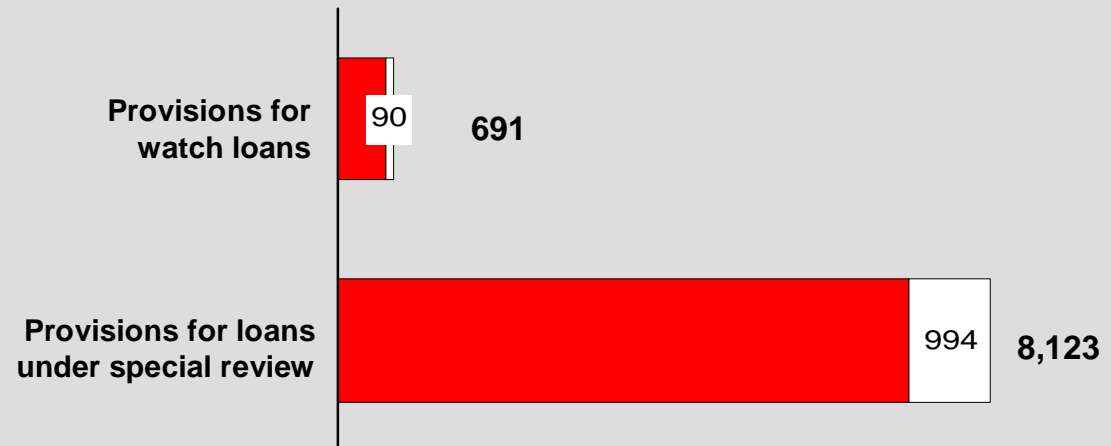
CZK million, consolidated. Restatement based on same consolidation scope as 1Q 2006

Specific provisions and reserves



Contributions to specific provisions and reserves as of 3/2007

■ KB
 Group companies



- Provisioning coverage of LUSR at 67% (for both Group and KB standalone).



Contents

- n Business Highlights
- n Consolidated Financial Results
- n Loan Portfolio Quality and Development
- n Appendix



Business performance of subsidiaries

		1Q 2006	1Q 2007	YoY change
MPSS	§ Volume of new loans (CZK mil)	2,525	2,439	-3%
	§ Volume of total loans (gross, CZK mil)	20,259	26,031	+28%
	§ Volume of new saving contracts (target sum, CZK mil)	6,263	7,500	+20%
	§ Volume of total saving contracts (CZK mil)	54,924	59,820	+9%
	§ Number of FTEs	361	362	+0%
	§ Number of points of sale	253	257	+2%
PF KB	§ Number of new contracts	27,873	29,603	+6%
	§ Number of contracts (stock)	378,533	436,091	+15%
	§ Assets under management (CZK mil)	15,765	19,519	+24%
	§ Number of FTEs	57	56	-2%
ESSOX	§ Volume of new contracts (CZK mil)	713	866	+22%
	§ Volume of total loans (gross, CZK mil)	2,752	4,333	+57%
	§ Number of FTEs	184	225	+22%



Business performance of subsidiaries

		1Q 2006	1Q 2007	YoY change
Factoring KB	§ Factoring turnover (CZK mil)	3,707	3,942	+6%
	§ New contracts (number)	75	58	-23%
	§ Number of FTEs	38	39	-
KBB	§ Total client loans (gross, CZK mil)	2,445	3,257	+33%
	§ Total client deposits (CZK mil)	2,311	2,871	+24%
	§ Number of clients	1,589	1,369	-14%
	§ Number of FTEs	72	75	-
KP	§ Newly concluded policies (number)	117,600	119,600	+2%
	§of which in life insurance	35,700	34,400	-4%
	§of which in non-life insurance	81,400	85,200	+5%
	§ Premium written (CZK mil)	658	637	-3%
	§of which in life insurance	493	455	-8%
	§of which in non-life insurance	166	182	+10%
	§ Number of FTEs	147	145	-



Subsidiary and associated undertakings results

As at 31 March 2007, CZK mil.

	Share of KB	Net profit	YoY	Equity	YoY	Assets	YoY
ESSOX, s.r.o. (IFRS)	50.9%	22	+/-	1,205	n.m.	5,292	95%
Factoring KB, a.s. *	100%	7	-50%	199	11%	2,625	16%
Komerční banka Bratislava, a.s. (IFRS)	100%	16	14%	702	+21%	4,601	-12%
Penzijní fond Komerční banky, a. s. *	100%	11 **	-35%	530	-20%	20,729	20%
Bastion European Investments S.A. (IFRS)	99.98%	35	+/-	3,837	n.m.	7,543	88%
Komerční pojišťovna, a.s.*	49%	20	-60%	896	12%	11,962	5%
Modrá pyramida SS, a.s. *	100%	118	+17%	2,550	51%	65,161	7%
Czech Banking Credit Bureau (CAS)	20%	4	+/-	7	133%	16	-6%

* Pro forma IFRS figures; ** KB share; PFKB net reported result CZK 90.7 million (CAS)

Note: Fully consolidated companies are: PF, KBB, Factoring, Essox, Bastion European Investments



Unconsolidated Financial Results

Profit and Loss Statement CZK million, unaudited	1Q 2006	1Q 2007	Change YoY
Net banking income	6,017	6,209	3.2%
Operating costs	- 2,668	- 2,884	8.1%
Net operating income	3,349	3,325	- 0.7%
Cost of risk	- 319	- 345	8.2%
Profit on subsidiaries and associates	0	0	-
Profit before income taxes	3,030	2,980	- 1.7%
Income taxes	- 717	- 672	- 6.3%
Net profit	2,313	2,308	- 0.2%
Key ratios and indicators	3/2006	3/2007	Change YoY
Capital Adequacy (CNB)	13.0%	12.5%	↘
Tier 1 Ratio	13.3%	10.9%	↘
Risk weighted assets (CZK billion)	259	309	19.3%
Net Interest Margin - NII/Av. Interest Bearing Assets	3.2%	3.2%	→
Cost / Income ratio	44.3%	46.4%	→
Return on Average Equity (ROAE)	18.2%	18.7%	→
Return on Average Assets (ROAA)	1.9%	1.8%	↘
Earnings per Share - Annualized (CZK)	243	243	→
Average number of employees during the period	7,439	7,632	2.6%



Loan portfolio growing in all client segments

Volume of loans* (Unconsolidated, CZK billion, Gross amount)

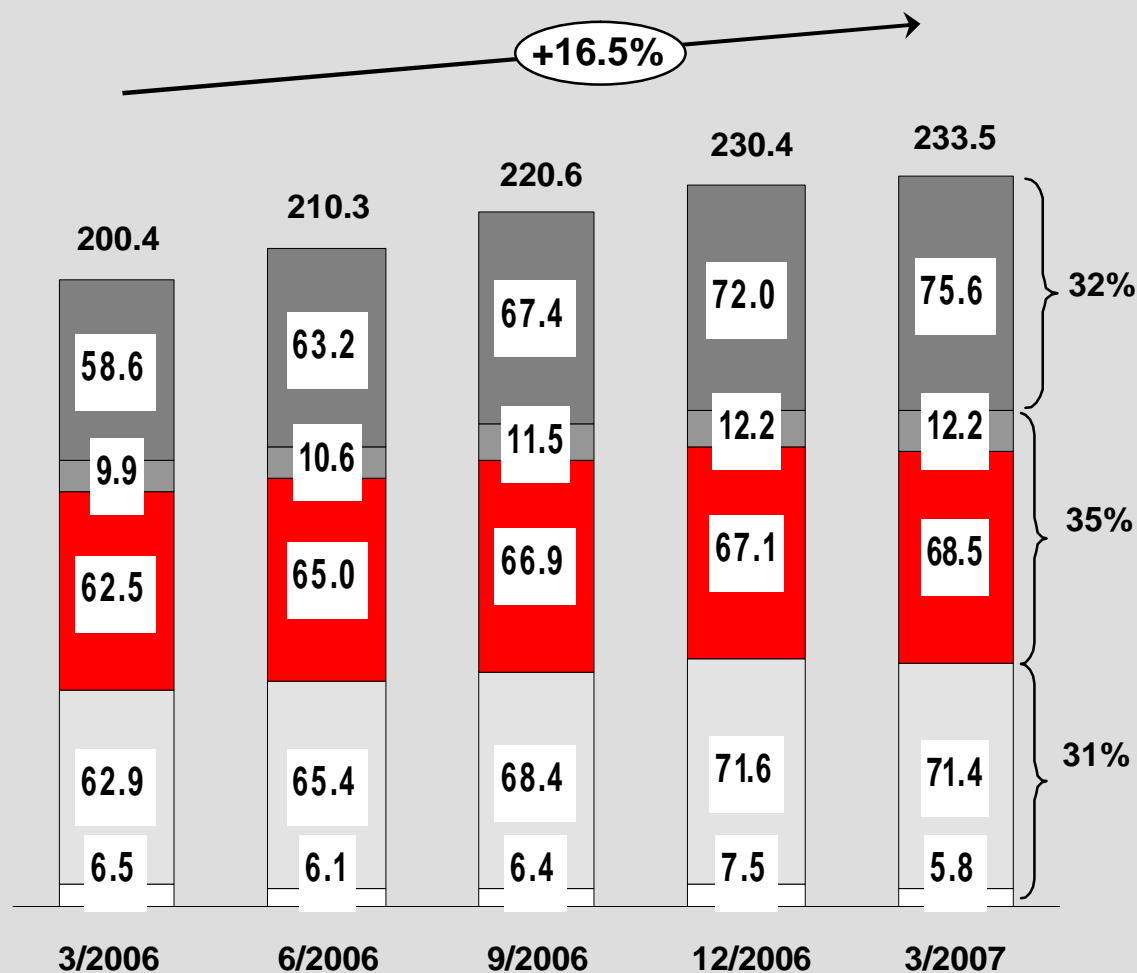
- Individuals
- Small businesses
- Corporates and Municipalities
- Top Corporations
- Other

■ **Year-on-year growth** of the loan portfolio by **16.5%**

■ **Total mortgage loans** amounted to CZK 63.5 billion, up 29% YoY

■ **Total off-balance sheet commitments** to clients stood at **CZK 160.4 bil.** (+18% YoY), of which:

- Undrawn limits CZK 93 bil.
- Guarantees and irrevocable promises of loans of CZK 37 bil.



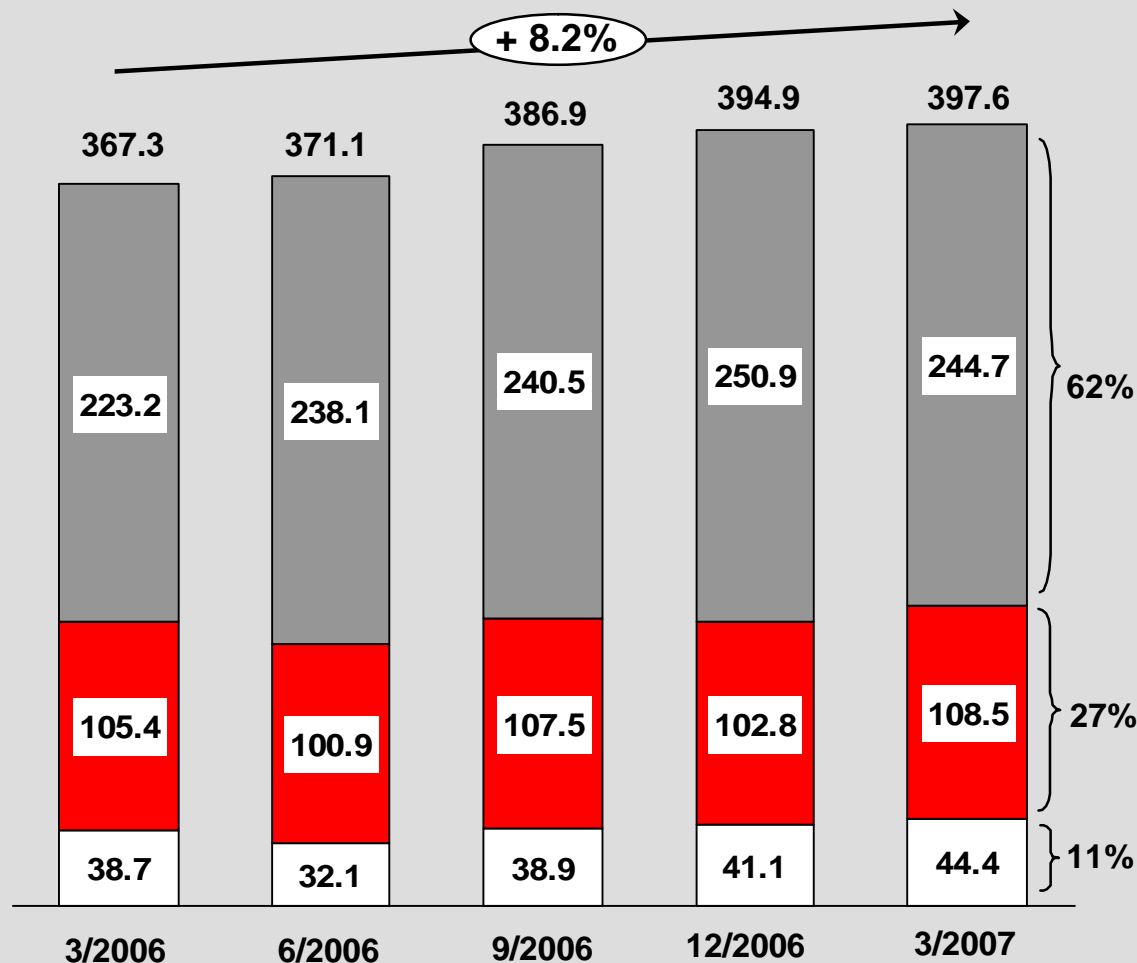
* Including a loan to KB subsidiary Bastion EI worth CZK 3.9 billion accounted in Other



Growth in deposits driven by current accounts

Volume of primary client deposits (Unconsolidated, CZK billion)

- Current Accounts incl. O/N
- Term and Savings Accounts
- Loans from Customers (excl. repo transactions)



■ Depository base increased by 8.2% year-on-year

■ Volumes on **current accounts** rose by 9.6% YoY and **term accounts** by 2.9%

■ **Deposits from individuals** represent 34% share of total primary deposits reaching CZK 136.7 billion



Development since the end of 2006

CZK million, unconsolidated

Total shareholder's equity
as at 31 December 2006:

48,654

+ 1,457

Total shareholder's equity
as at 31 March 2007:

50,111

Shareholders' equity	12/2006	1/1/2007	Increase	Decrease	3/2007
Share capital	19,005	19,005	-	-	19,005
Capital and reserve funds	17,093	25,840	-	-	25,840
- Retained earnings, reserve funds and dividends	17,243	25,990	-	-	25,990
- Own shares	-150	-150	-	-	-150
Net profit	8,747	0	+2,308	-	2,308
Hedging revaluation reserve	2,838	2,838	-	-717	2,121
AFS securities' fair value changes	746	746	-	-65	681
Others	225	225	-	-69	156
Total Shareholders' equity	48,654	48,654	+2,308	- 851	50,111



Number of clients and distribution network

As of 31 March 2007, year-on-year comparison

n Clients

- 4 KB bank 1,526,000 clients - increase by 49,000 (+3%)
 - of which 1,243,000 are individual clients (+4%)
- 4 MPSS 794,000 clients
- 4 PFKB 436,000 clients
- 4 Essox 155,000 active clients

n Network

- 4 380 branches for retail clients
- 4 35 business centres for medium enterprises and municipalities
- 4 4 corporate divisions for large corporate clients
- 4 651 ATMs
- 4 MPSS: 257 points of sale*; 1,612 sale agents (of which 480 full-time professionals)

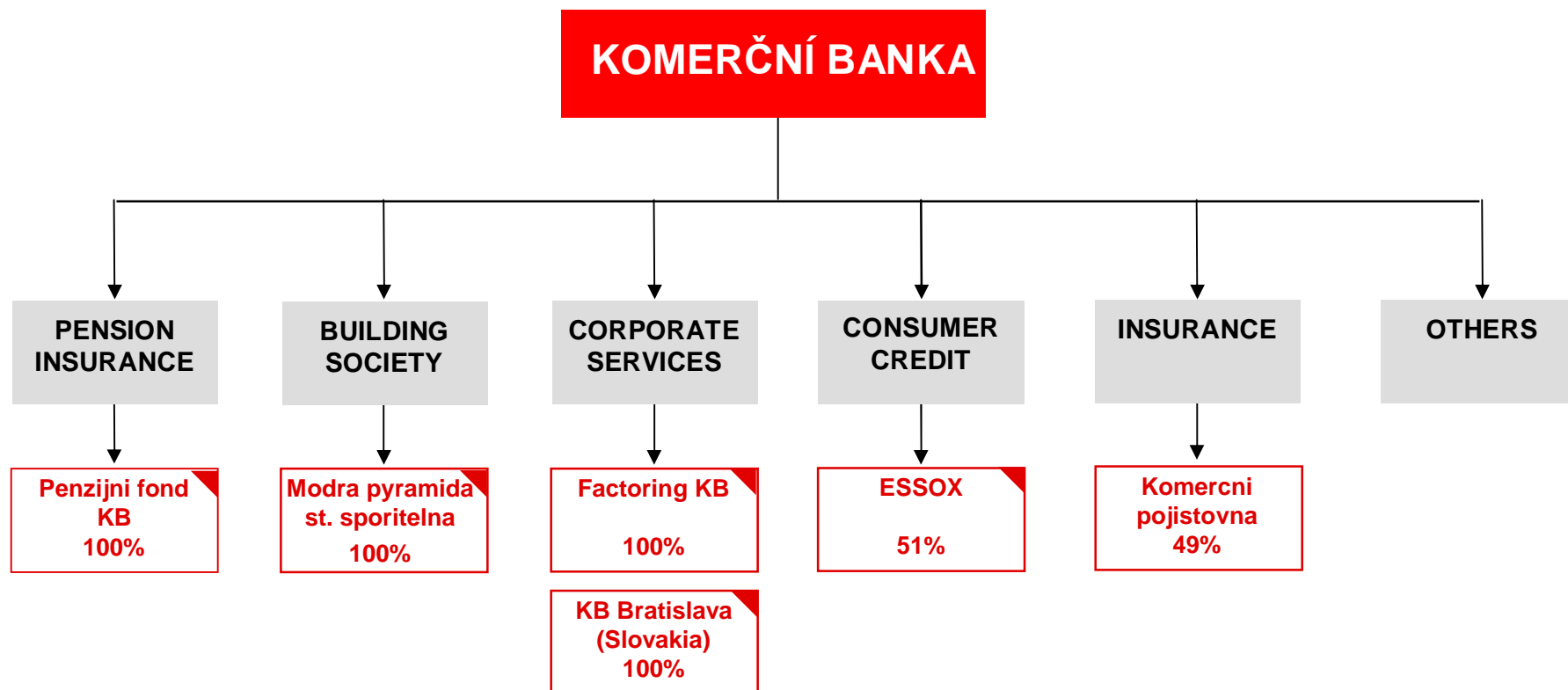
n Direct Channels

- 4 call center, internet-banking and mobile banking
- 4 1,168,000 active products of direct banking (+10%)
- 4 861,600 clients (i.e. 56% of KB client base) using direct banking products

* Including all points of sales where it is possible to conclude a contract (under old methodology point of sales remained stable at 148)



KB consolidated group



MPSS:

- 1-3Q equity method
- Since 4Q full consolidation
- Goodwill on acquisition CZK 2.9 bil. (preliminary, A&L valuation pending)

PFKB:

- Full consolidation method
- 85% of net profit redistributed to pensioners (Share of profit of pension scheme beneficiaries)

Note: Red marked companies are fully consolidated



Czech Republic

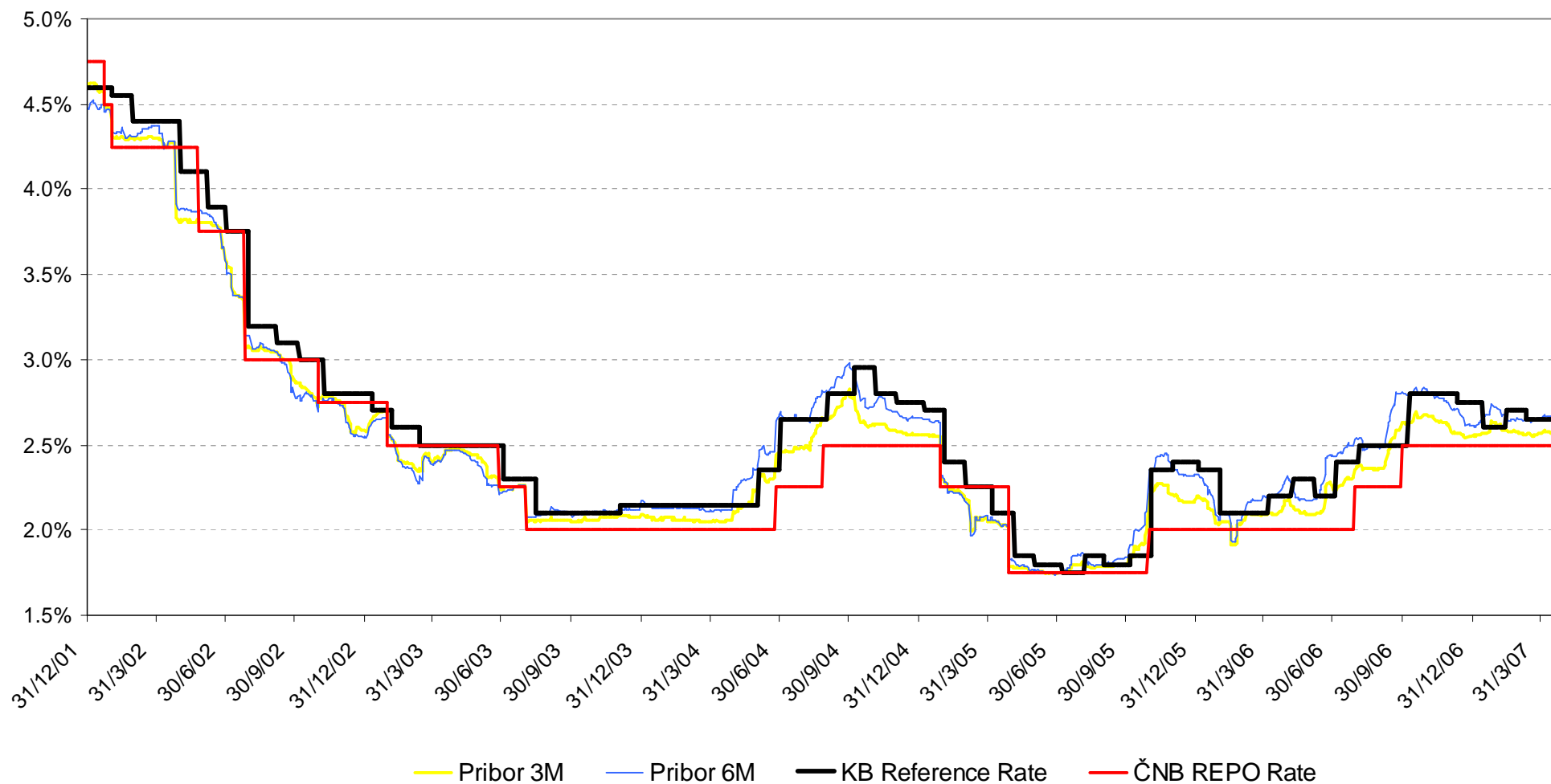
Macroeconomic indicators	2004	2005	2006	2007*	2008*
Real GDP (%)	+ 4.2	+ 6.1	+ 6.1	+ 5.0	+4.8
Inflation (%)	+ 2.8	+ 1.9	+ 2.5	+ 2.0	+3.0
Households income (%)	+ 4.9	+ 4.8	+ 5.8	+ 5.5	+5.0
M2 (%)	+ 4.4	+ 8.0	+ 9.9	+ 9.0	+8.5
3M PRIBOR (%)	2.4	2.0	2.3	2.7	3.4

Potential of the market	2003	2004	2005	2006	2007*
Loans/GDP (year-end)	36.9	36.3	39.7	44.2	49.0
Mortgages/GDP (year-end)	4.2	5.9	7.7	10.0	12.5
Deposits/GDP (year-end)	62.0	60.0	62.3	63.3	64.5

* KB estimates

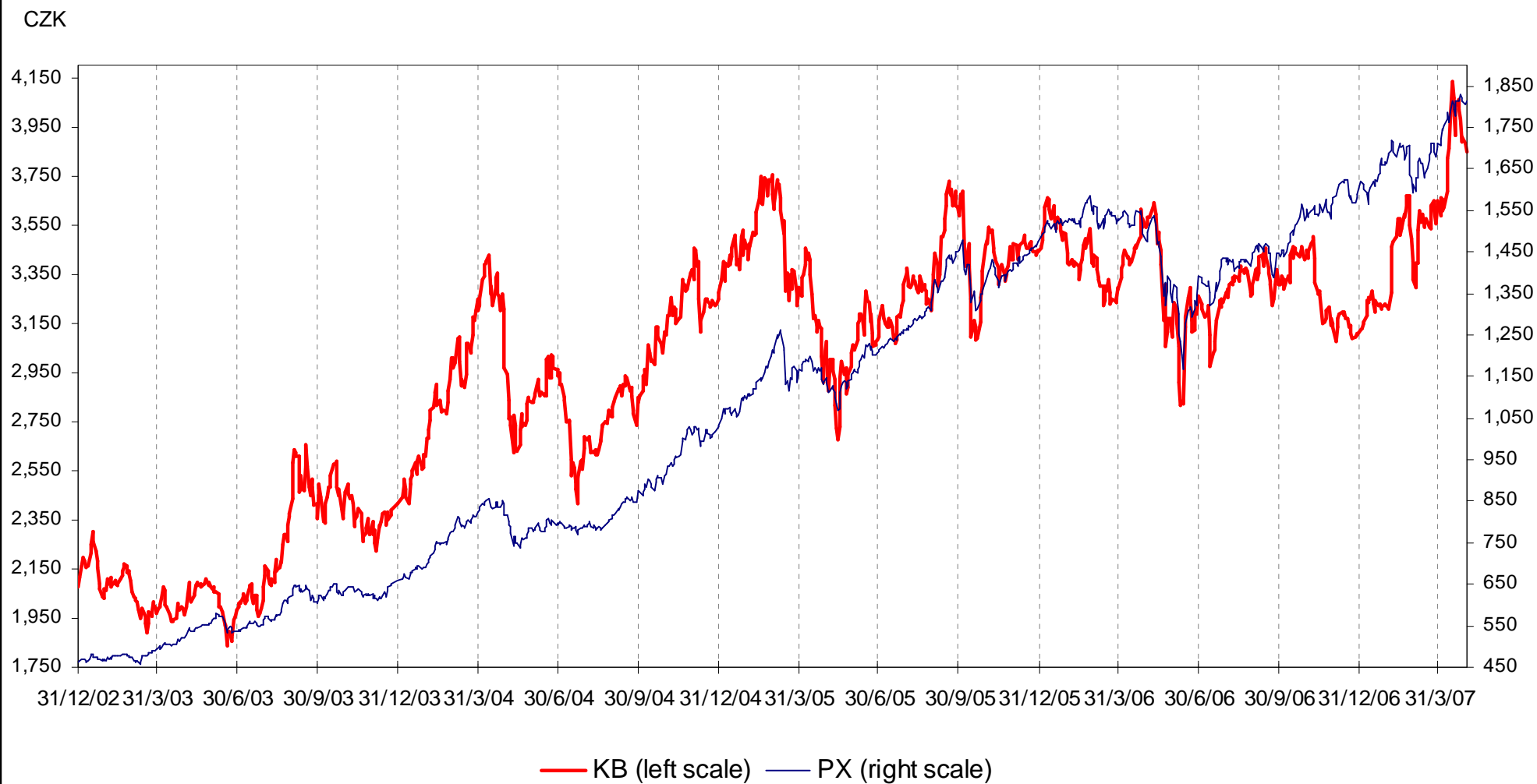


Interest Rates Evolution





Development of KB's share price and PX Index



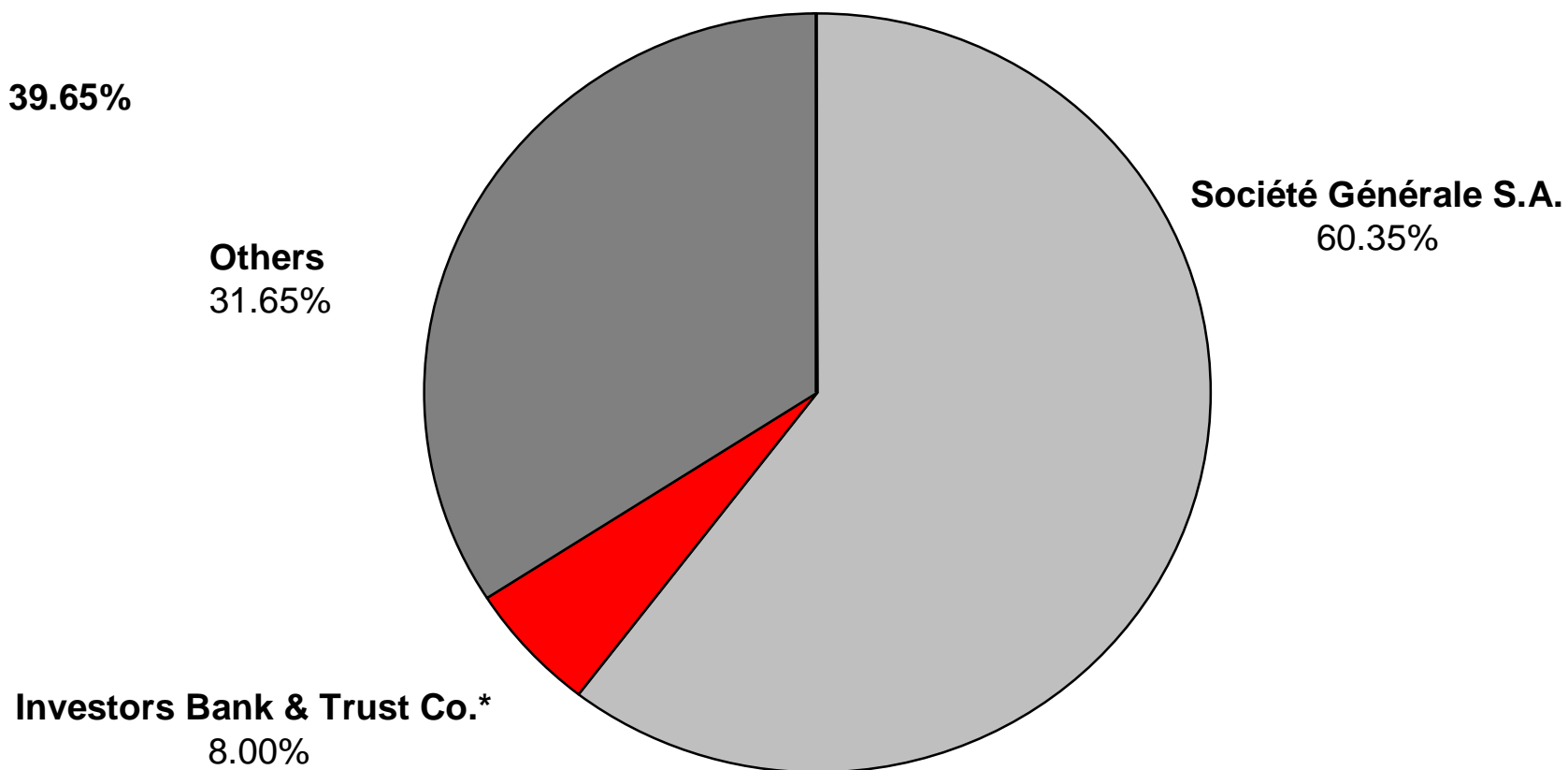


Structure of Shareholders

Major shareholders of Komerční banka, a. s.
as at 18 April 2007

Number of shares outstanding – 38,009,852

Free Float: 39.65%



* Shares held on behalf of third parties

Investor Relations - Contacts

JAKUB ČERNÝ

Head of Investor Relations

Phone: +420-222 432 156

Email: jakub_cerny@kb.cz

MARTIN SKOUMAL

Investor Relations

Phone: +420-222 432 155

Email: martin_skoumal@kb.cz

EMILIA ZAMPIERI

Investor Relations

Phone: +420-222 432 734

Email: emilia_zampieri@kb.cz

Komerční banka

Na Příkopě 33

P.O.Box 839

114 07 Prague 1

Czech Republic

<http://www.kb.cz/>