

1. Address of the Chairman of the Management Board of the Bank

Dear clients, shareholders and partners!

Herewith to your consideration the report on the results of Bank performance in 2005. The last year was the frontier year for the Bank. On November 17 2005 an extraordinary general meeting of the Bank shareholders took place. At these meeting the decision about change of bank's name for the JSC "KREDOBANK" was approved. The decision was made due to the change in 2004 of strategic investor and principal shareholder of the Bank – it became PKO BP SA (Warsaw), the largest Polish bank. Since that KREDOBANK entered one of the largest financial groups of the Central and Eastern Europe – PKO BP SA group.



With its new name KREDOBANK underlines its set to solve the concrete issues of economic entities development and welfare of citizens. The credo of our Bank is stability, reliability and effectiveness. Our purpose is to create one of the most reliable and effective banks in Ukraine.

The Bank worked out the new strategy of dynamic development for 2005-2008 years, which was approved by the Supervisory Council. The Strategic priorities for the Bank are first and foremost: retail market with an accent on mortgage lending; foreign trade servicing; entrance the new contiguous markets of insurance; non-state pension provision and leasing.

The main performance results of the Bank in 2005 confirm that we are able to achieve these tasks. The (net) financial result of the Bank for 2005 was by 37 % larger than the financial result for the year 2004.

In 2005 the total (net) assets of the Bank increased by UAH 695 403 thous. or by 52,2%. In the fourth quarter of the last year they exceeded 'two billion line' and as of 01.01.2006 reached UAH – 2 028 417 thous.

The Bank occupied an important place in the "large banks" group of the domestic financial sector, continued to increase the financial indicators. There was a substantial renewal of Bank management.

In the financial year the Bank achieved considerable results in many directions - consumer and house lending, payment cards, in particular.

The amount of credits extended to the small and medium business exceeded the 2/3 of the Bank credit portfolio. Over the 2/3 of Bank's clients – enterprises and businessmen – have increased volumes of their business owing to the Bank's credit programs.

We reached the basic agreements in the area of attraction of funds from the European financial organizations and, in particular, from strategic investors, PKO BP SA and EBRD, for opening new credit lines and limits for financing small and medium business; mortgage lending, project and trade financing.

Yet, our largest achievement is trust of our clients. In the financial year we proved once more the reputation of the safe and stable Bank, being careful and attentive towards every client.

Our progress became the result of persistent work of the team of highly qualified specialists, shareholders support and trust of Bank's clients and partners. We are proud of and value such capital.

We make ambitious plans and are quite decisive to achieve them. The Bank will extend its presence in all sectors of financial markets, improve the technologies and organizational structure, develop its branch network and increase the network for sale of bank products, together with the partners, in order to approach the Bank closer to the client.

We will make efforts in order to insure that every Client who comes to our Bank find here a reliable, good and permanent partner, being able to solve any financial issue.

We believe that every new step of our achievements will lead all of us to the mutual success. I wish all of You to be sure and consistent in the realization of the most courageous of your intentions! Health and prosperity to You!

Yours faithfully,
Chairman of the Management Board
JSC "KREDOBANK"

Stepan Kubiv



2. Governing bodies of the Bank

Management Board of the Bank

as of 01.03.2006



Stepan KUBIV
Chairman of the
Management Board



Taras KHOMA
Deputy Chairman of the
Management Board



Michal TURALSKI
Deputy Chairman of the
Management Board



Oleksandr SYDOROV
Deputy Chairman of the
Management Board

Supervisory Council of the Bank

as of 01.01.2006

Jacek OBLENKOWSKI Chairman of the Supervisory Council

Sylwia GAJDEROWICZ Member of the Supervisory Council

Jacek RAPCIA Member of the Supervisory Council

Malgorzata KOLAKOWSKA Member of the Supervisory Council

Oleksandr KRUSH Member of the Supervisory Council

Personnel changes in the Management Board of the Bank

- December 2005** 30.12.2005 - Roman Oleynyuk and Dariusz Nowakowski stopped fulfilment the duties of the Deputy Chairmen of the Management Board. Michal Turalski was elected to the Management Board of the Bank and appointed on the position of the Deputy Chairman of the Management Board.
- January 2006** 13.01.2006 - Ihor Havrylyak stopped fulfilment of the duties of the Deputy Chairman of the Management Board
- February 2006** 10.02.2006 - Oleksandr Sydorov was appointed a Deputy Chairman and associated to the composition of the Management Board of the Bank.

3. Major events of the Bank in 2005



January 27 2005

The Bank completed in advance the placement of full volume of bonds, «A», seria issued by “Leasing Company Garant” Ltd amounting to UAH 6,5 mln. with annual yield of 16 percents.

February 16 2005

President of Ukraine Viktor Yushchenko awarded Stepan Kubiv, Chairman of the Management Board of the Bank with the state award - Order of Merit of the III degree for the substantial input in the formation of the democratic society.

February 25 2005

The first Credit Agreement amounted to USD 18 000 000, 00 was concluded between the Bank and largest Polish bank PKO BP SA, which is the strategic investor of the bank.

April 7 2006

Bank began to work in the area of on-line sales as a broker on the First Stock Trade System, and became an applicant for the inclusion of the corporate debt securities of “Leasing Company Garant” Ltd (Odessa), “A”&”B” seria, with the total volume of the issue amounted to UAH 30 mln.

May 17 2005

Bank entered the first credit agreement with the “Avers Center” Ltd within the framework of Bosch Car Service franchise servicing.

June 16 2005

The regional charitable fund named after Danylo Halytsky awarded Stepan Kubiv, the Chairman of the Board of Bank with the “Order of King Danylo of the 3rd degree”.

June 29 2005

Bank received the subordinated loan from PKO BP SA (Poland) amounted to USD 7 mln. in order to increase its regulatory capital.

June 29-30 2005

VIII Economic Forum “Ukraine-Poland” was held in Polish city Gdynya, at which the Ukrainian Bank was represented alongside with the largest Polish Bank PKO Bank Polski SA.

June 30 2005

The Chairman of the Board was awarded with the deed of Verkhovna Rada of Ukraine.

July 7 2005

Bank introduced the new service for credit card users – payment for the mobile services through the ATMs.

July 26 2005

Bank entered 11th credit agreement with the representative of Bosch Car Service in Ukraine.

July 27 2005

Bank received the status of the bank, which is authorized to pay the salary to the employees of the budgetary institutions.

September 22 2005

The Bank signed the first credit agreement with the HVB Bank Czech Republic a.s. (Prague) for the amount exceeding the USD 2 mln.

September 26 2005

Bank and information agency CBONDS introduced the joint Internet project in order to represent the securities quotations of the Ukrainian issuers.

September 29 2005

“Bank introduced the joint scientific project with Lviv National University named after Ivan Franko about opening the department of the chair of banking and insurance business on the basis of Bank.

September 30 2005

The Bank increased its regulatory capital by UAH 35,4 mln. to UAH 187,2 mln. having attracted the subordinated loan from PKO BP SA (Warsaw).

November 17 2005

An extraordinary shareholders meeting of the Bank took place, on which the shareholders approved the change of the Bank's name for the Joint Stock Company “KREDOBANK”.

November 18 2005

The bank won in All-Ukrainian contest “the best domestic product of the year” in the nomination “banking, insurance and financial services”.

November 25 2005

European Bank for Reconstruction and Development (EBRD) took the decision to grant the Bank a mortgage credit line amounted to USD 10 mln. for medium and long term lending of individual clients under the collateral of the residential realty.

December 14 2005

The Bank received the second tranche of the subordinated loan from PKO BP SA amounted to UAH 37,9 mln. Realization of this project allows to increase the active transactions in the Ukrainian market: credits for the joint ventures, which work in Ukraine, mortgage lending, investment lending, financing of external economic activity of the Ukrainian companies with the European Union.

December 22 2005

European Bank for Reconstruction and Development (EBRD) and Kredyt Bank (Ukraina) signed in Kyiv the credit agreement about opening of mortgage credit line amounted to USD 10 mln. for medium and long term lending of individual clients under collateral of residential realty.

December 22 2005.

The Bank received permission from the NBU to set off UAH 37,9 mln of the subordinated loan from PKO BP SA to the regulatory capital of the Bank.



4. Basic financial results of Bank performance



In 2005 the basic indicators of the Bank performance were dynamically growing and maintained the positive dynamics, which Bank demonstrated throughout the last year. For this period:

- Total assets increased by 61,6% or by UAH 1 314 936 thous. (from UAH 2 135 034 thous. as of 01.01.2005 to UAH 3 449 970 thous. as of 01.01.2006);
- Amount of net assets increased by 52,2% from UAH 1 333 011 thous. to UAH 2 028 417 thous.;
- Amount of net liabilities increased by 57,7% from UAH 1 185 380 thous. to UAH 1 869 584 thous.;
- Volume of credit & investment portfolio increased by 57,5% from UAH 993 830 thous. to UAH 1 565 168 thous.;
- Amount of funds attracted from the individual clients increased by 34,3% from UAH 673 965 thous. to UAH 905 045 thous.;
- Volume of funds attracted from the corporate clients increased by 101,2% from UAH 301 161 thous. to UAH 605 981 thous.;
- Operating income increased by 31,8% (from UAH 121 629 thous. as of 1.01.2005 to UAH 160 288 thous. as 1.01.2006).

Assets analyses

By the assumptions of 2005 the structure of Bank assets survived the following changes:

- Cash and balance with the NBU correspondent account grew almost in 2,0 times from UAH 109 046 thous. to UAH 217 830 thous.
- Volume of balances placed on the correspondent accounts with the other banks grew almost in 1.7 times from UAH 47 203 thous. to UAH 82 350 thous.;
- (Net) credit portfolio grew from UAH 983 487 thous. to UAH 1 537 716 thous. or in 1,6 times;
- The (net) securities portfolio of the Bank grew from UAH 10 343 thous. to UAH 27 452 thous. or in 2,7 times.

Assets (thous. UAH)

(as of 01.01.2006)

Funds and balances with the NBU	217 830	10,7%
Funds with the other banks (net)	85 477	4,2%
Securities refinanced by the NBU and securities issued by the NBU	12 204	0,6%
Loans (net) issued to clients	1 537 716	75,8%
Securities in the Bank's portfolio (net)	27 452	1,4%
Tangible and intangible assets (net)	106 420	5,2%
Other assets	41 317	2,0%
Total assets	2 028 417	100,0%

Liabilities analyses

In 2005 there was an increase of the resource base of the Bank:

- In the part of the on-call liabilities in 1.8 times from UAH 251 874 thous. to UAH 460 887 thous.
- In the part of the attraction of the term funds in more than 1.5 times from UAH 723 251 thous. to UAH 1 050 138 thous., including of:
 - Retail clients from UAH 610 506 thous to UAH 791 428 thous.;
 - Corporate clients from UAH 112 745 thous. to UAH 258 711 thous.;
- Volume of resources attracted from the other banks increased in 1,4 times from UAH 189 270 thous. to UAH 259 397 thous.

Liabilities (UAH, thous.)

(as of 01.01.2006)

Liabilities due to banks	259 397	12,8%
Liabilities due to clients	1 511 025	74,5%
Subordinated debt	73 225	3,6%
Other liabilities	25 936	1,3%
Equity	158 833	7,8%
Total liabilities	2 028 417	100,0%

Analyses of incomes, losses and the financial result of Bank

Pursuant to the results of the year 2005 the Bank received the net profit amounted to UAH 10 721 thous., in this case:

- Net operating income totalled UAH 160 288 thous. including:
 - Net interest income totalled UAH 76 517 thous.
 - Net fees and commissions earned totalled UAH 67 593 thous.
 - Trading profit income UAH 13 731 thous.
 - Other operating income totalled UAH 2 448 thous.
- Personnel and general administrative costs totalled UAH 104 408 thous.;
- Bank's costs aimed at creation of provisioning for risks and expenditures coverage totalled UAH 39 557 thous.;
- Costs for profit tax payment totalled UAH 5 601 thous.;

The volume of net fees and commission earned grew in 1.47 times for 2005 from UAH 45 902 thous. to UAH 67 593 thous., mainly on the account of increase the number of clients and building-up the volume of services offered.

The profit received in 2005 is the joint result of activity as of the Head Office so branch operational units opened throughout the reporting period.

Other indicators

In 2005 the Bank adhered to all economic standards set by the NBU.

- As of 01.01.2006 the regulatory capital totalled UAH 232 772 thous.
- As of 01.01.2006 the ratio of capital adequacy in fact totalled 12,5% at the norm of not less than 10%.
- The ratios of immediate, current and short term liquidity at the standard value of non less than 30%, non less than 40% and non less than 20% actually estimated: 58,73%; 51,58% and 25,95%, respectively.

The balance-sheet

#	Name of the item	31.12.05, UAH, thous.	31.12.04 UAH, thous.	Growth rates 2005/2004 %
1	Funds and balances with the NBU	217 830	109 046	199,8%
2	Funds with the other banks (net)	85 477	96 453	88,6%
3	Securities refinanced by the NBU and securities issued by the NBU	12 204	70	17503,0%
4	Loans (net) issued to clients	1 537 716	983 487	156,4%
5	Securities in the Bank's portfolio (net)	27 452	10 343	265,4%
6	Tangible and intangible assets (net)	106 420	98 837	107,7%
7	Other assets (net)	41 317	34 775	118,8%
8	Total assets	2 028 417	1 333 011	152,2%
Liabilities				
9	Liabilities due to banks	259 397	189 270	137,1%
10	Liabilities due to clients	1 511 025	975 125	155,0%
11	Subordinated debt	73 225	0	
12	Other liabilities	25 936	20 986	123,6%
13	Total liabilities	1 869 584	1 185 380	157,7%
Equity				
14	Authorized capital	143 549	143 549	100,0%
15	Shares repurchased from the shareholders	0	-464	0 0%
16	Issues differences	38	21	178,2%
17	Provision fund	4 524	2 926	154,6%
18	Last years losses	0	-6 229	0,0%
19	Retained profit	10 721	7 827	137,0%
20	Equity total	158 833	147 631	107,6%
21	Total liabilities	2 028 417	1 333 011	152,2%
Profit and loss statement				
	Interest income	193 181	155 250	124,4%
	Interest expenses	-116 665	-93 203	125,2%
1	Net interest income	76 517	62 047	123,3%
	Fees and commissions earned	75 296	53 705	140,2%
	Fees and commissions paid	-7 703	-7 803	98,7%
2	Net fees and commissions earned	67 593	45 902	147,3%
3	Net trade income	13 731	12 451	110,3%
4	Other operating income	2 448	1 229	199,1%
5	Operating income	160 288	121 629	131,8%
6	General administrative expenses	-63 118	-54 763	115,3%
7	Personnel expenses	-41 290	-34 447	119,9%
8	Operating profit	55 879	32 419	172,4%
9	Problem and bad debts expenses	-39 557	-19 576	202,1%
10	Profit before taxation	16 322	12 843	
11	Profit tax expenses	-5 601	-5 058	
12	Profit after taxation	10 721	7 785	
13	Incidental incomes	0	42	
14	Net profit	10 721	7 827	

5. Rating positions



By the results of 2005 the Bank is referred to the number of 30 largest banks of Ukraine, occupying 25th place under the net assets among 165 banks, which have the license to conduct bank operations. Throughout 2005 the Bank managed to increase the net assets' value by UAH 695,4 mln., and the growth rate made 52,2%, which, in whole, corresponded to the average growth under the banking sector of Ukraine.

In 2005 the Bank showed rather higher growth rates as in the absolute so in the relative meaning of all, without exception, indicators as compared with 2004, which testifies the beginning of new stage of Bank's development in the medium term prospective.

INDICATORS	ABSOLUTE MEANING, UAH MLN.		RELATIVE GROWTH	
	2004	2005	2004	2005
Net assets	1 333,0	2 028,4	14,1%	52,2%
Credits to corporate clients	955,6	1 330,9	22,8%	39,3%
Credits for individual clients	71,8	282,3	87,4%	293,4%
Funds of corporate clients	292,0	595,6	13,1%	104,0%
Funds of individual clients	674,0	905,0	21,1%	34,3%
Balance capital	147,6	158,8	5,5%	7,6%
Payment cards issue, thous. pieces	89	133	33,0%	48,6%

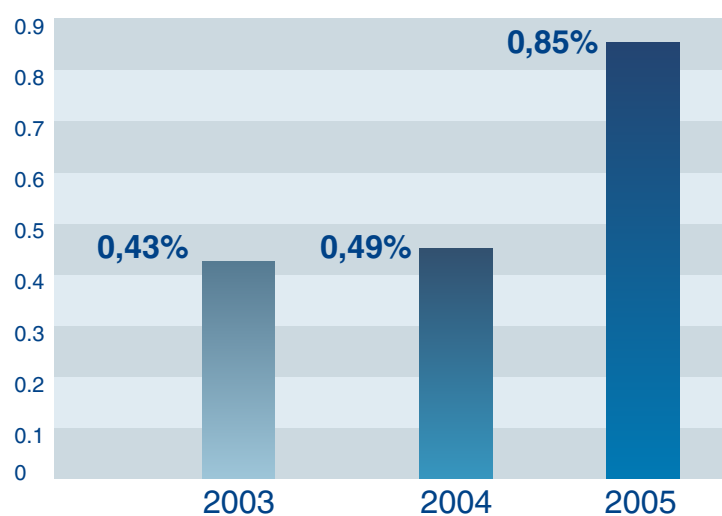
By conducting the balanced growth of asset and liability transactions and regulatory capital in 2005, the Bank managed to maintain the market share under the majority of indicators at the level close to 1% of the national market which corresponds to the market potential of the bank in whole.

INDICATORS	MARKET POSITIONS OF THE BANK AS OF 1.01.2006	
	SHARE OF THE BANK IN THE SECTOR	PLACE OF THE BANK
Net assets	0,95%	25
Credits to corporate clients	1,22%	18
Credits for individual clients	0,85%	17
Funds of corporate clients	0,87%	28
Funds of individual clients	1,23%	17
Balance capital	0,62%	35
Payment cards issue, thous. pieces	0,52%	19

Calculated on the basis of the data of the National Bank of Ukraine

The Bank policy for the years 2006-2008 incorporates further balanced increase of the indicators, which will have to grow in several times. It will allow the Bank, as the member PKO BP SA (Warsaw) capital group in Ukraine to double its market share having brought it to 2-2,1% under volume of net assets.

Market share of the Bank under the credits to individual clients



Carrying out the strategic priorities of retail business development, the Bank increased considerably in 2005 its share in the market of retail credits – from 0,49% to 0,85%. In general, the specific weight of credits extended to the individual clients increased in the total volume of credits extended by the Bank from 0,5% by the end of 2001 to 17,5% by the end of 2005

The Bank is the largest bank-legal entity in Western Ukraine. In accordance with the data of the Bank Association of Lviv region, KREDOBANK is an absolute leader in the "home" market of Lviv region in servicing of the corporate market segment, holding 11% of the market under the extended credits and 17% under the attracted resources of corporate clients.



An efficient system of risks management is the precondition of successful Bank performance as a systematic structure. At present the system of risk management becomes the key moment for commercial and management decisions. Active transactions and branch network development with provisioning of wide spectrum of authorities requires the conduct of stable centralised policy on risks management aimed at the long-term efficiency and profitability. The Bank uses proposals and recommendations of Basel Committee (Basel II) related to the control over the bank performance.

The system of Bank's financial risks management comprises the following components:

- Liquidity risk management;
- Interest risk management;
- Exchange risk management.

Each of the listed directions is governed by the complex of related internal normative documents. The analyses and evaluation of risks is consolidated under the PKO BP SA (Warsaw) group on the basis of the international procedures and standards. It secures efficient capital placement with consideration of the shareholders' interests and protection of the Bank depositors.

The strategy of risk-management comprises four stages: risk identification; qualitative and quantitative evaluation of risk; selection of the strategy for risk management; complex risks monitoring. To ensure the stability and safety of the Bank one applies the procedures for risks limitation during achieving the planned performance targets. An efficiency of developed and implemented within the Bank procedures on risks' management is confirmed by the possibility of timely detection and quantified measurement of Bank position shall the unpredictable situations occur in the market.

The Bank is permanently improving the methods for risks evaluation and management. It allows to make effective decisions in the market conditions under the various directions of Bank performance by choosing acceptable and sound methods for risks management.

Based on principles of risks management policy in each case one of the strategies for risks management shall be applied:

- Risk acceptance;
- Refusal to conduct transaction;
- Use of methods for risk decrease

A special attention is paid to the liquidity risk management. The Bank has balanced assets and liabilities structure under the terms and the types of currencies; provides the sufficient diversification level. Liquidity risk management can be achieved by adhering to the set by the Bank limitations for assets and liability transactions in the process of coordination the repayment terms of the placed assets and mobilised liabilities of the Bank. To maintain the required liquidity level, the Committee on Assets, Liabilities and Tariffs management plans the possible volumes of money flows, sets the level of the interest rates for conduct of the assets and liability transactions and etc. The Bank undertakes the regular analyses of the volume and the structure of the interest incomes and expenditures in order to provide the required profitability.

The Bank pays more attention to analyses and evaluation of risks, which the banks face in their activity. Understanding the risk, its evaluation and methods for risk management became the priority for the Bank. Therefore the system of risks management is constantly updated and developed and adheres to the progress in the financial area.





In 2005 the sale volumes of retail bank products in the Ukrainian market grew substantially. The volume of loans issued to the individual clients increased in 2.3 time, public's savings in 0.7 times, transfers of the individual clients in – 2.2 times. It evidences the growth of the actual incomes of the population and, respectfully, an increase of the individuals' ability to meet payments. As a result this favoured an active development of retail business in the banking system of Ukraine took place.

The dynamics of the main figures of the Bank during 2005 corresponded to the tendencies of the banking market of Ukraine. In particular, the growth of credits extended to the individuals in the reporting year made 393,4%, which almost twofold exceeds the general banking index. The flow of retail deposits from public also showed high dynamics with the growth of 129,6% in 2005.

The main task for the retail Bank's business in 2005 was to satisfy at maximum the clients' needs through the development and implementation of new bank products and improvement of existing ones. The Bank renewed both its credit and deposits products range, introduced the institute of credit agents and extended the list of other financial services for the retail clients. It allowed strengthening the position of the Bank in the financial market of banking services for the retail clients. The growth of the retail clients of the Bank during 2005 made 40229 or 127,9%, their number as of 01.01.2006 reached 184, 6thous. persons.

The growth of the retail credit portfolio in 2005 totalled UAH 210,6 mln. It was favoured by the introduction of new credit products and competitive terms and conditions for retail crediting. The following credit products were particular popular among the people:

- Car loans
- Loans for purchase of durables (with financial risks insurance)
- Loans under the real estate colateral;

Throughout the year number and amount of credits extended under the car purchase increased twofold. It happened above all due to the implementation of the most favourable conditions of crediting within the framework of agreements on cooperation entered with some car dealers and introduction of promotional programs.

In 2005 the spectrum of credit products was also extended on the account of new programs for the retail lending. Those, in particular, were loans under the bail of other individual clients, pilot project of self financing through the financial intermediary.

Due to the prudent policy of the Bank towards attraction of retail deposits, growth of the deposit base made UAH 180,9 mln. in 2005.

In the reporting year the Bank offered its clients various deposit products, among which there was a longstanding leader deposit "Rentier". It also continued to introduce actively the promotional deposit products with the favourable savings conditions, namely: "Yuvileyniy", "Holiday", "Your bonus" and others.

An active sale of deposit products in 2005 resulted in the growth of Bank's deposit base in 1,3 times and number of deposit accounts in 1,1 times. As of 01.01.2006 the volumes of resources attracted from the individual clients reached UAH 905,04 mln., which is in 1,3 more than as of the beginning of 2005.

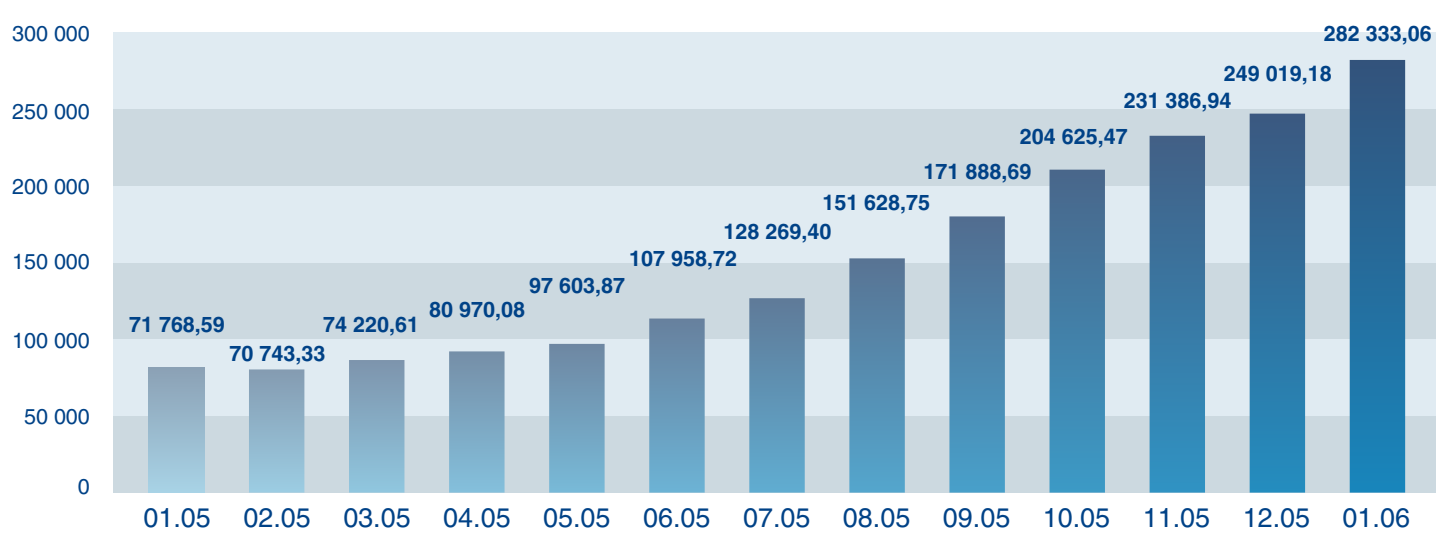
Year 2005 confirmed high trust of clients to the Bank. The Bank became the winner of the contest among the other banks and received the right to open accounts for disbursement of pensions and pecuniary aid and the right to provide the services on payment pensions and pecuniary aid at existing and new branches and outlets around Ukraine.

The Bank experience of dealing with the cheques promoted an increase in the range of services for individual clients. It made payment under the foreign banks cheques issued in US dollars, Euro and Canadian dollars. In 2005 Bank signed agreements with the foreign banks about collection of cheques in English pounds. In addition, it offers its clients express cheques collection, which enables to make collection in short term and facilitate payment of funds to the recipient.

2005 was the year of increasing the quality of transactions with the money transfers made of individual clients.

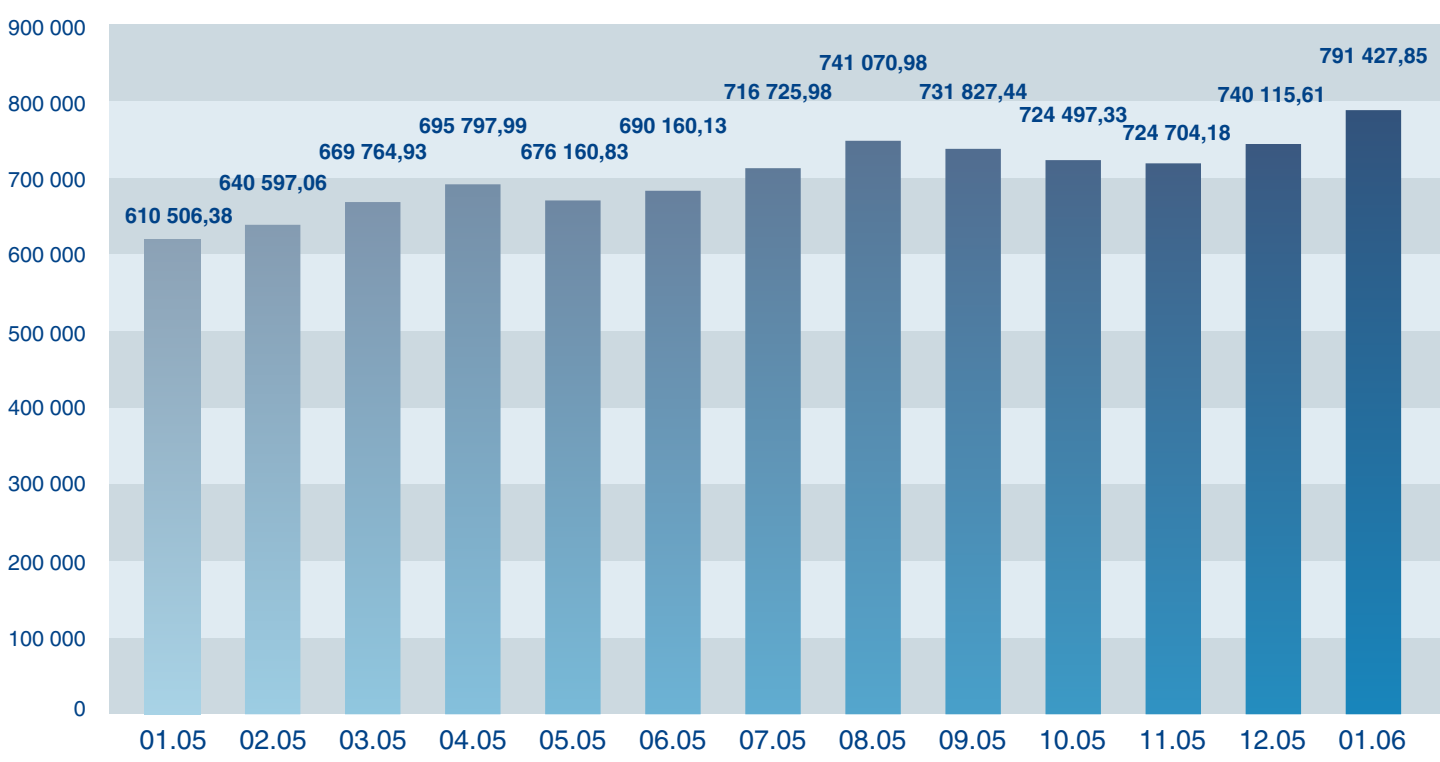
The Bank is the sub-agent of the international payment system "Western Union", and also closely cooperates with "Money Express", "Meest Corp", "Telegiros" "Money Exchange". The Bank continued to conduct transactions on payment the monetary transfers from Europe in Euro through cooperation with "Telegiros S.A." and "Money Exchange S.A." companies, their offices being domiciled in Spain, Portugal and Italy.

Dynamics of changes of credit retail portfolio of Bank during 2005 (thous. UAH)



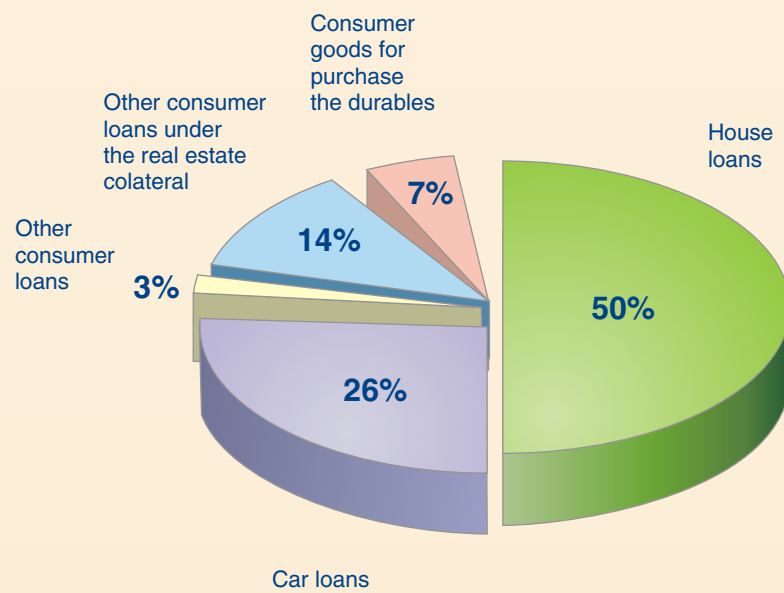
Dynamics of changes of deposit retail portfolio of Bank during 2005 (thous. UAH)

TERM DEPOSITS



Structure of credit retail portfolio of the Bank

as of 01.01.2006



The Bank is one of the leading operators of the private individuals' transfers from the USA and Canada. "Meest" and "Money Express" are the Bank partners in USA and Canada.

In agreement with the Polish government, the Bank continued to make servicing of the pecuniary aid to the soldiers-veterans of Polish army.

With the branchy network of branches and outlets, the Bank offered its citizens to use intrabank service of express money transfer called „Funds momentarily”. The system works in the on-line mode. The time for making transfer equals 5-10 minutes. There is no need to open account for the transfer or receipt of funds. The system „Funds momentarily” guarantees the high speed and the reliability of making the transfers. The money can be transferred both in the national currency, USD and EUR.

The main priorities of the Bank in the relationships with the clients are and will remain: reliability, stability, partnership and permanent increase of the quality of servicing.

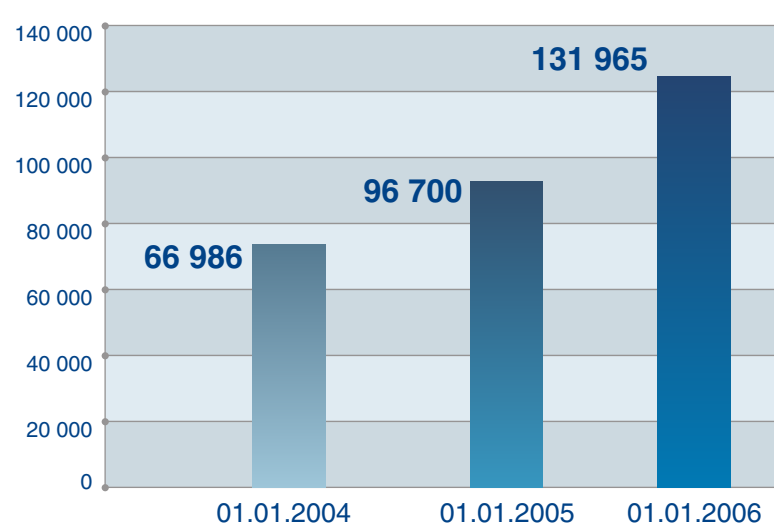


Bank position in the market of payment cards of Ukraine

With the support of the Strategic investor the Bank began to expand in 2005 the spectrum of its card products not only on functional but on the conceptual level. The aim was to satisfy to the maximum needs of the narrow segmented groups of clients offering them multifunctional bank services under the moderate tariffs.

This sale strategy allowed the Bank to increase the efficiency of its card business in 2005 by 28% as compared with 2004. During the year 2005 Bank increased the number of issued cards by 35 265 cards or by 36 %, and also substantially extended the network of terminal equipment.

Dynamics of increase of the plastic cards issued in 2003-2005
(pieces as of the set date)



Efficiency of cards business

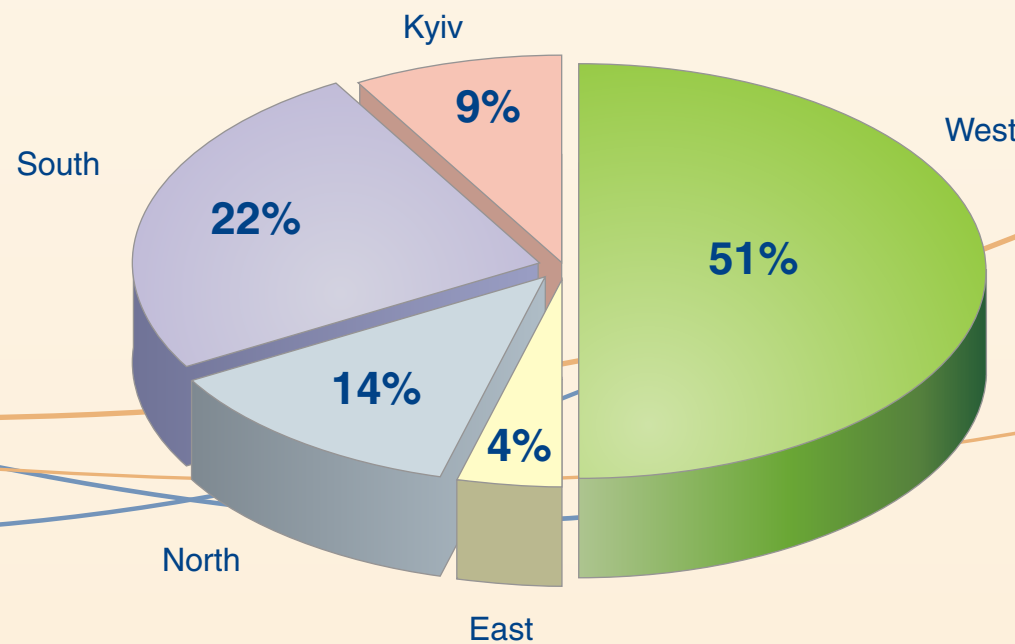
Due to the innovative tariffs policy and efficient strategy of cards products sale the Bank managed to achieve the growth of the number of plastic cards, number of transactions and balances on card accounts. The net fees and commission earned by the Bank from the transactions with the payment cards grew by 28 % as compared with the same indicator of the last year and totalled UAH 2 816 thousand.

Efficient cooperation of the Bank units with the processing centre of the First Ukrainian International Bank allowed to secure the high level of servicing and safety of card payments and as result, minimum level of fraudulent activities from the transactions with the use of payment cards.

Item	01.01.2005	01.01.2006	Growth, %
Issue of BPC, thous. UAH	97	132	36
Balances on the card accounts:			
Balances in national currency, thous. UAH	26 155	49 670	90
Balances in US dollars, USD, thous.	1 581	2 960	87
Financial result:			
Commissions earned thous. UAH.	4 029	5 592	39
Commissions paid, thous. UAH	1 836	2 776	51
Net commission income, thous. UAH.	2 193	2 816	28

The efficient performance allowed the Bank to occupy 19th place among 68 banking institution of Ukraine – payment cards issuers and acquirers under the number of BPC and under the level of acquirer's network development (as of 01.01.2006, in accordance with the data of Ukrainian interbank association of the members of the payment systems).

Structure of payment card issue by the regions of Ukraine in 2005



Network of cards servicing

The Bank's clients can use for free services of the partner banks ATMs' network; their total number exceeds 1230 on the territory of Ukraine. The network of the Bank's terminals equals to 103 ATMs, 76 items of cash delivery, 17 trade terminals.

Card business development

The main accents in the market of card products and services the Bank will make at:

1. Establishment and promoting the credit cards, formation of discount and loyalty programs (Co-brand & Affinity projects), insurance services to the cards holders;
2. Further development of the remote means of control and management of the card account – GSM and Internet banking;
3. Stimulation of payments with cards at trade and service points using the "loyalty programs";
4. Development of card products for corporate clients, for the segment of "Small and medium business", in particular.
5. Clients' base extension, response to clients' expectations and increase the number of Bank card products followers.

In order to secure the high servicing level of existing and new payment cards' holders the Bank plans to install additionally 100 ATMs around Ukraine and further extension of points of presence network during 2006.



In 2005 the Bank showed positive dynamics of mortgage lending development and continued to extend the spectrum of its retail services. It resulted in the credit portfolio increase in 6,7 times. If as of 01.01.2005 the total amount of mortgage credit portfolio made UAH 26,8 mln., then as of 01.01.2006 it reached UAH 182,19 mln.

The most popular among the clients were mortgage loans under real estate purchase (secondary market). This product retains 53,4% of the mortgage credit portfolio (UAH 84 mln.). Accessibility for the clients with the average and high level of incomes, competitive conditions of crediting, as well as the high quality of clients servicing, stipulated the active sale of this product.

Other mortgage credits for the individual clients also developed rapidly throughout 2005:

- Crediting the individual clients for real estate construction.
- Crediting the individual clients for individual construction.
- Crediting for the repair and reconstruction of accommodation.

During 2005 the Bank cooperated actively with the State Fund for promotion the house construction for the young people in crediting the individual clients for house purchase.

The Bank worked actively in preparing and making the refinancing of already issued mortgage loans with the participation of the European Bank for Reconstruction and Development and State Mortgage Institution.

The Bank professionals explore continuously changes of the consumers demand and work over the diversification of bank products' range of services which are secured with mortgage.

The results of bank mortgage products sale to the individual clients and, as a result, stable growth of clients' retail base of the Bank evidences the high trust of people to the Bank, employees professionalism and the high quality of the bank mortgage products.

Owing to the flexible system of sale conditions, loyal policy towards the clients, the Bank takes 11th place in the mortgage market among the Ukrainian banks.

Dynamics of mortgage credits

(in UAH, mln. equivalent)

Data	Primary market	Secondary market	Consumer	Total
01.03.2005	12.0	14.1	3.5	29.6
01.04.2005	16.7	16.6	3.9	33.4
01.05.2005	18.4	22.6	4.2	41.1
01.06.2005	19.4	28.1	5.4	53.0
01.07.2005	22.9	37.4	8.2	68.7
01.08.2005	27.4	46.9	17.9	86.8
01.09.2005	29.6	51.8	20.1	101.9
01.10.2005	35.0	63.9	24.1	123.6
01.11.2005	39.6	73.6	29.1	143.3
01.12.2005	42.4	86.3	32.6	162.6
01.01.2006	11.2	94.0	37.7	182.2
Total:	25.1%	53.4%	21.4%	100%

Dynamics of mortgage credits

(in quantitative equivalent)

Data	Primary market	Secondary market	Consumer	Total
01.03.2005	165	269	143	577
01.04.2005	185	292	147	624
01.05.2005	204	360	149	713
01.06.2005	213	412	165	790
01.07.2005	252	483	206	941
01.08.2005	298	575	245	1 118
01.09.2005	315	616	270	1 201
01.10.2005	378	716	325	1 419
01.11.2005	414	787	379	1 580
01.12.2005	443	875	417	1 735
01.01.2006	466	927	467	1 860





Throughout 2005 the Ukrainian economy continued to build up its crediting volumes. An increase of long-term crediting share of clients contributed to the improvement the structure of banks' resource base through attraction of long-term deposits. For the Ukrainian banking system 2005 was the year of increasing the capitalization of banks, decreasing credit rates, smoothing the foreign currency and hryvna interests rates, growth of crediting volumes, extension of the products range and increase of the quality of clients servicing.

During 2005 the Bank strengthened its positions in the market of corporate clients, entered new clients segments and became solid financial partner for more than 23 thousand legal entities around Ukraine. It is evidenced by the dynamically increased base of Bank corporate clients, which growth made 11% in 2005 as compared with 2004.

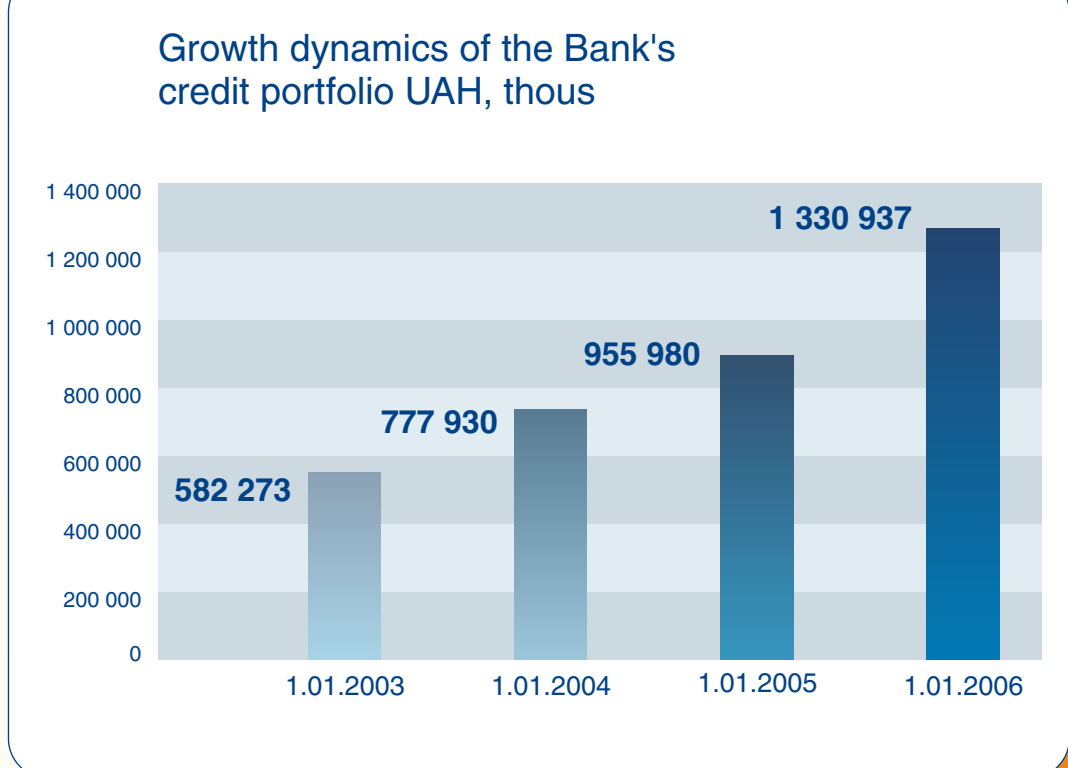
Particular attention is paid to the modern Bank instruments – it helps to increase the sale of the bank products and services and attract effectively new corporate clients for complex bank servicing. This became possible due to the organization of various promotion programs for the targeted client groups, implemented during 2005.

In 2005 the Bank expanded further the process of client relationship management, improved clients classification according to their importance for the Bank. To provide the productive interaction with the most perspective clients, the Bank uses the individual approach to the tariffing of the line of services and prices for bank's products.

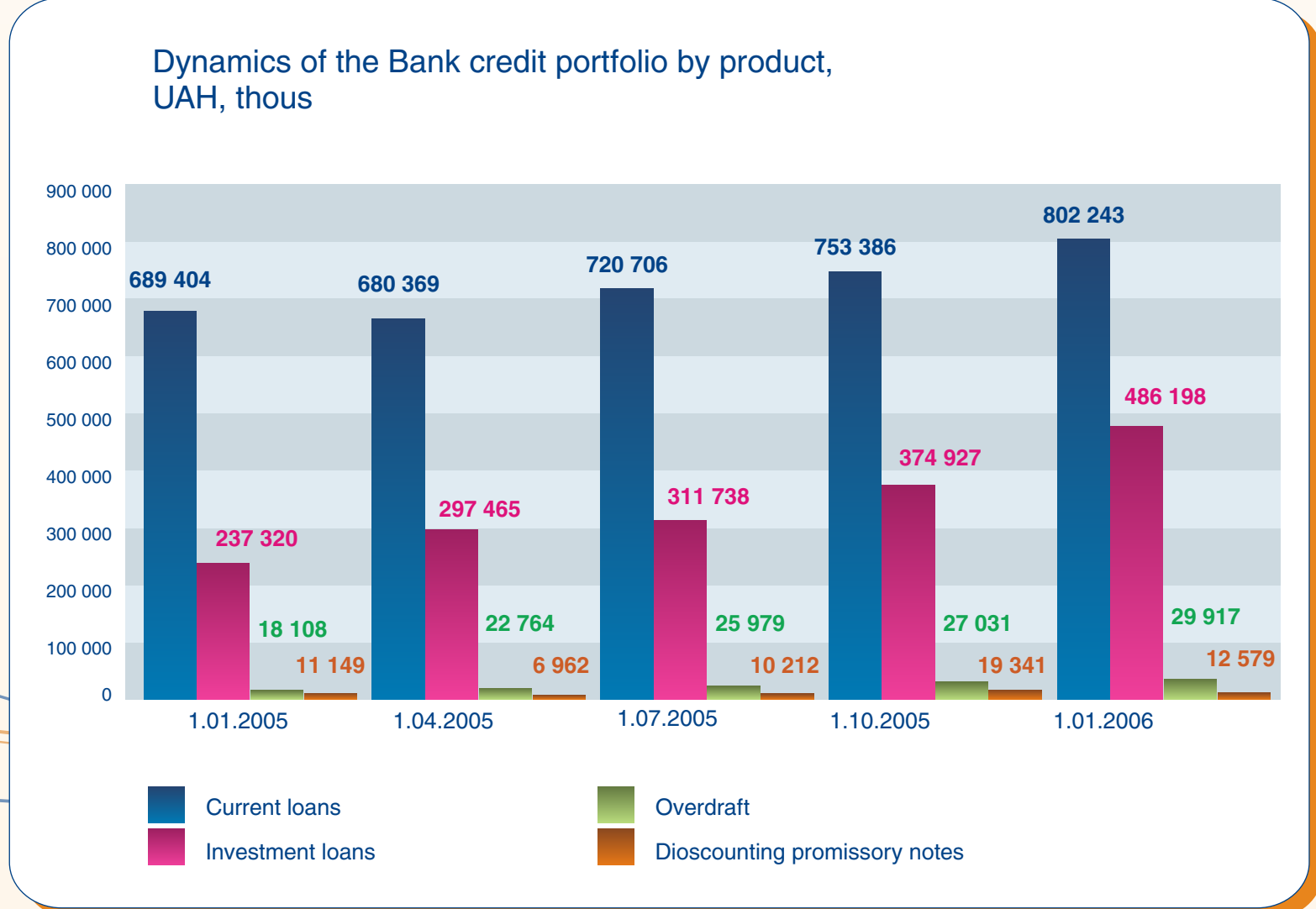
The Bank pays an important role to support the competitiveness of tariffs. It makes cooperation between the clients and the Bank optimal and effective at any branch or outlet.

An increased demand for credit resources on behalf of the enterprises of the real economy sector, competitiveness of credit products, which the Bank offers and its prudent policy promoted dynamic escalation of the volumes of corporate clients' portfolio during 2005.

Thus, for 2005 the growth of the corporate clients credit portfolio and the individual clients-businessmen made 39%, which in absolute value makes UAH 375 000 thous. As of 01.01.2006 the credit deposits of the corporate clients reached UAH 1 330 900 thous. At the same time the Bank used an individual approach for clients, considered the specific of their business and created the optimal conditions for credit receipt and repayment.

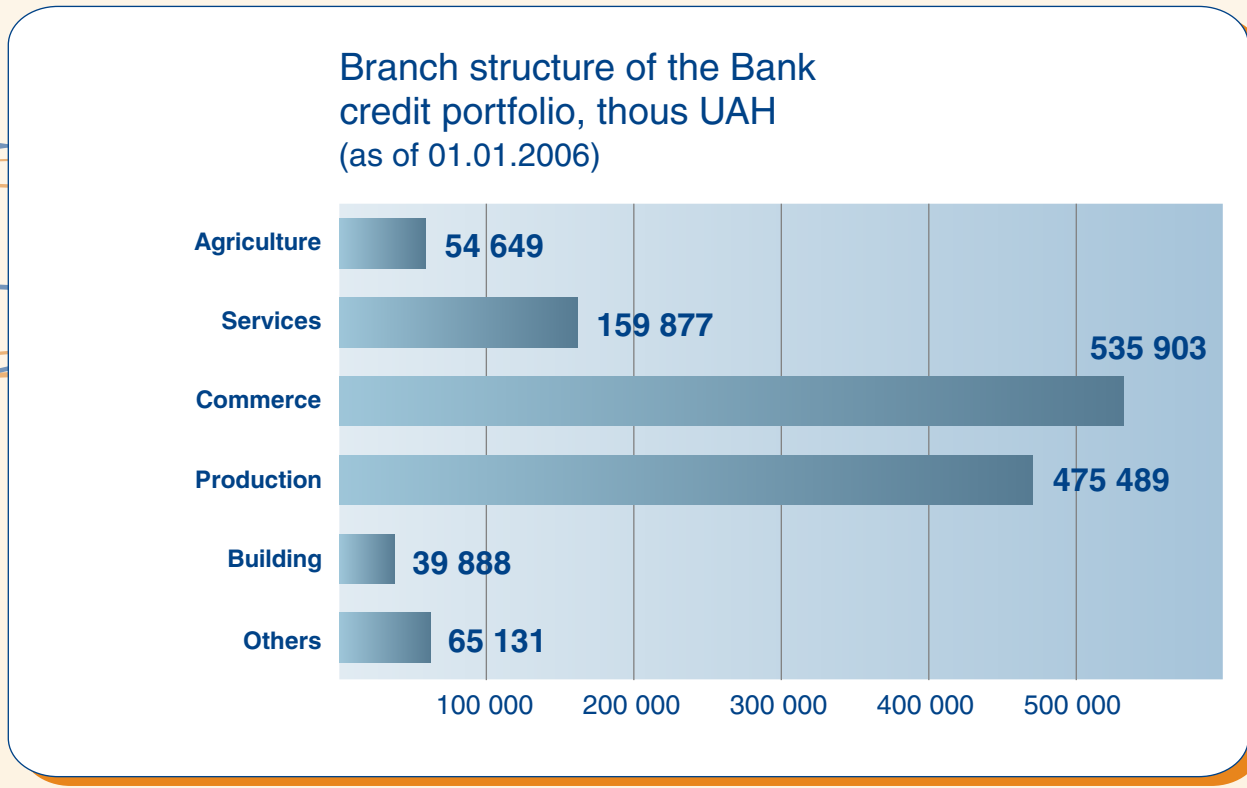


A substantial part of credit resources, which makes 66% of legal entities credit portfolio was targeted at financing of corporate clients for the support and development of their current productive activity, trade, as well as export and import transactions. Crediting of clients' current assets allowed the enterprises to retain their own funds in the turnover. This instrument is particular convenient for the commercial enterprises, because it helps to maintain and build up procurement volumes, offer trade credits to the agents, which creates the competitive advantages for them.



For those Ukrainian enterprises which were interested to renew their production base and begin the highly technological manufactures, the Bank offered cheap resources and enabled financing of long-term projects with payback period till 5 years. Such crediting is made in the form of investing money into the effective projects, bounded with the development of new business or new direction of existing enterprise business, changing its profile or renovation. The financing was made as on the account of Bank's own funds, so the resources provided by the strategic investor and also those mobilized by the bank from international financial organizations. The diversity of financing sources of business projects enabled the Bank to offer clients wide spectrum of credit products, flexible lending conditions (various terms, interests rates, terms and conditions of repayment under the credits) and to apply individual approach to each project.

In the branch structure of the corporate credit portfolio of the Bank the largest specific weight as of 01.01.2006 made the credits extended to the area of commerce – 40,3%, production – 35,7% and services area – 12,0%.



The credit portfolio of corporate clients per types of currencies demonstrated the balance between the domestic and foreign currencies. As of the end of 2005 the ratio between the national and the foreign currencies made: national currency – 51,5% to the credit portfolio (UAH 685 564,0 thous.) and foreign currency – 48,5% to the credit portfolio (UAH 645 373,0 thous. in hryvna equivalent).

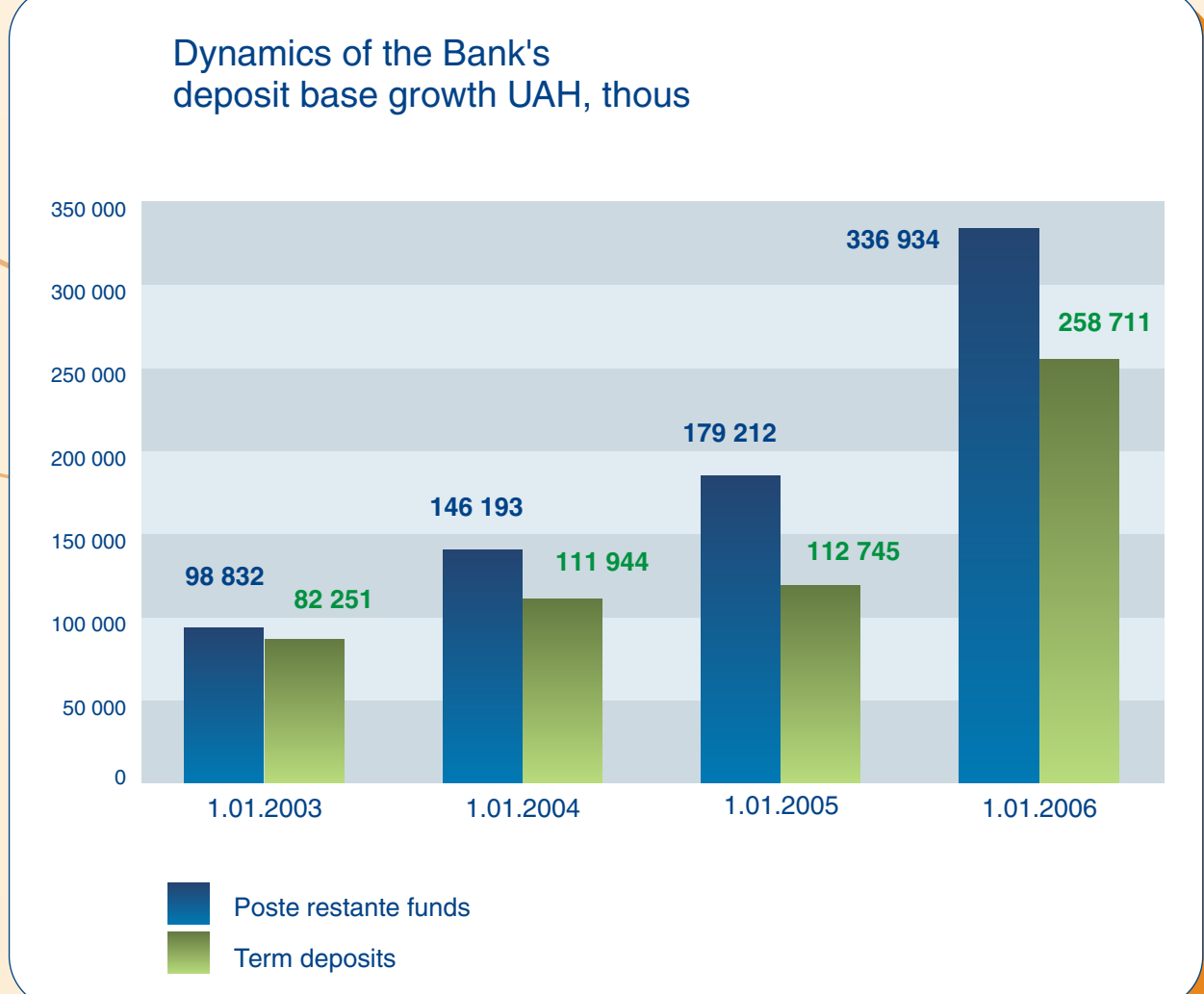
Together with traditional credit products, credit line "Business-active" gained big popularity among the corporate clients. The specific of this product is use of floating interest rate for the credit line in accordance with the period of use of the credit tranche by the client.

The Bank permanently improves and deepens the business relationships with the clients creating various credit programs for the borrowers, develops its own individual propositions and optimal conditions of lending, uses the modern technologies which secure the high level of control and management of the credit transactions.

The substantial rates of deposit growth in 2005 evidenced the renewal of trust on behalf of the economic entities to the banking system of Ukraine, which was also confirmed by the positive tendency of the banks' resource base growth.

So, for the year 2005 the volume of resources, mobilized from the corporate clients increased more than twofold, having reached almost UAH 600 mln. by the end of 2005. Attraction of the deposit funds from corporate clients is an important direction of the corporate business of the Bank, whereas the availability of the sufficient resource base is the key to successful Bank's operations and secures its liquidity.

The Bank offers for existing and potential corporate clients the maximum convenient conditions of placement and saving of deposits, flexible interest rates, individual approach and high quality of servicing. Except the traditional term deposits the Bank offered the spectrum of deposits, oriented at various financial needs of corporate clients. Such is deposit "Universal" deposit for the corporate clients. The specific of this product is the combination of advantages of all other bank deposits and the possibility of partial replenishment of deposit amount and the withdrawal of funds with the minimum loss of interests. Also, in 2005 was popular the program of payment under the balance of funds on the current accounts of clients with the use of related scale of the interest rates depending upon the amount of funds on the current account of client.



Servicing the international trade transactions of clients remains the most perspective direction of Bank performance. Its personnel pays big attention to the improvement of payment tools in foreign currency and use of the letters of credits and guarantees for the optimization of the financial performance of enterprises which work under export or import contracts.

The successful performance of the Bank in the market of corporate services is not only bound with the flexible performance in the internal market but also with the attraction of financing from the foreign partners, which enables the clients to finance their activity using cheaper resources. The Bank will finance further the enterprises using the existing credit lines and limits provided by the foreign banks.

Throughout 2005 the cooperation of the Bank with corporate clients was based on continuous improvement of servicing, new products and services offers, which reflect the clients' expectations, needs and new tendencies in the financial market.

At the same time the qualitative provision of the banking services, understanding and particular attitude to the clients' interests, targeting at the mutual long term partnership became the main priorities of work of the corporate business of the Bank.



11. Securities transactions

In 2005 the Bank directed the work with the securities upon creation the effective tools for securities portfolio management, development and introduction of new products and services in the securities market on the basis of continuous monitoring of securities market and its analyses.

The product offer of the Bank in the securities market is mainly focused upon two the most important directions:

CORPORATE CLIENTS MARKET	INDIVIDUAL CLIENTS MARKET
Bank products and services offer	
<ul style="list-style-type: none"> Organization of securities issues for the client Domicile of the securities, including underwriting Transactions with the promissory notes (discounting, backing, etc.) Commission activity 	<ul style="list-style-type: none"> Commission activity

The work with securities covered the following basic aspects:

- Development and introduction of various schemes of PN's turnover.** The spectrum of Bank services in the market of promissory notes extended continuously:
 - Discounting and rediscounting of the promissory notes;
 - Loans under the collateral of promissory notes;
 - Backing promissory notes;
 - Issuing guarantees by the Bank for the security of promissory notes payment;
 - Processing the indebtedness with promissory notes;
 - Settlements using promissory notes;
 - Collecting promissory notes;
 - Domicile of promissory notes;
 - Bank's custody of the promissory notes;
 - Development of the individual payment schemes with the promissory notes for the corporate clients;
 - Commercial and commission transactions with the promissory notes (purchase, sale, exchange etc);
 - Legal accompaniment of transactions with the promissory notes.
- Organization of bonded loans** for the clients of KREDOBANK and of the other banks (services of the manager leading the issue, of payment agent at placement, services of the authorized securities trader with aim to support the liquidity of securities, underwriter's services). Providing such services with the use of the stock market tools allows to **redistribute capitals** and money stock, provide the issuer with financial resources, in case of investing into debt securities, and additional capitalization into the share instruments.
 The package of Bank services regarding the organization and servicing of the corporate bonds comprised:
 - Financial consultations (determination of need of the enterprise in financing, determination of the parameters and the structure of the bonded loan, determination the optimal time of entering the bonds' market);
 - Bonds issue organization (preparation the draft issue of the bonds, preparation of investing memorandum for investors, registration of information about the issue to the State Commission of Securities and Stock Market (SCSSM), opening the securities account at the Inter-regional Stock Union (ISU), documentary accompaniment of the loan, preparation of the reporting about the results bonds repayment and its submission to the SCSSM);
 - Underwriting (conduct of the advertising company, road-show for potential investors, primary placement of the bonds among the investors, organization of the underwriters' syndicate);
 - Support of the secondary bonds' market (organization of the secondary market- support of the bonds liquidity in the stock-exchange and non stock-exchange markets by the way of display the listing for purchase and sale of the bonds, market-makers services, informational support of the issue during the period of the bonds turnover);
 - Services of payment agent (disbursement of coupon income, redemption of bond).
- The activity of the Bank in the market of share securities (shares) covered:
 - Purchase and consolidation of the large share packages;
 - Underwriting;
 - Consultation services on the issues of making investments, also for the non-residents;
 - Commercial and commission transactions with the shares (purchase, sale and exchange on the account of the own resources and on the account of client's resources);
 - Legal accompaniment of the transaction with the shares;
 - Investing the capital into the authorized funds of the enterprises;
 - Organization of the issues and accompaniment of the transactions under the shares of the own issue
- Work on servicing of the previously issued own share securities - shares allowed to obtain the additional emission income in the amount of UAH 16,7 thous.

Organization of Bank performance in the securities market was carried out with observance of the following principles of work, which made the basis of the Bank credit policy in this direction:

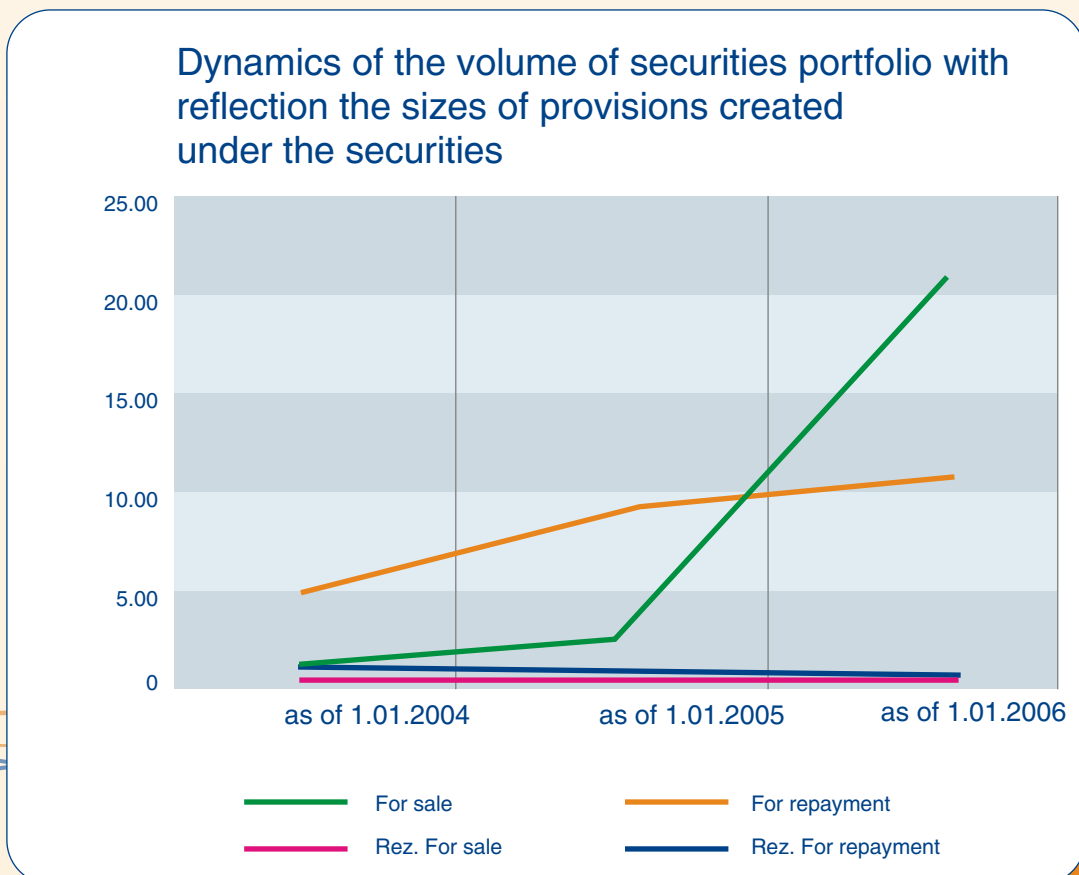
- Investments credibility.** Quite developed infrastructure and transparency of this segment of financial market as well as protection of the investors' rights by the state opened the new possibilities for placement the available resources as for the short (1-3 months) so for the longer periods. As practice shows, there is a number of instruments with relatively low risk level. The bonded loans of the first-class domestic issuers are and will remain the priority directions for placement the resources.
 - Liquidity.** The basis instruments purchased for the securities portfolio have an active secondary market. It envisages the existence of continuous supply and demand.
 - Yield.** This factor envisages the yield level of assets on the market level, weighted for the risk and type of the stock instrument.
 - Strict control and monitoring,** maintenance the policy of placement the funds in securities.

SECURITIES PORTFOLIO (as of 01.01.2006)				
Portfolio type	Gross portfolio		As of 01.01.2006	Fulfillment interest
	as of 01.01.2005	as of 01.01.2006		
For sale	1 992 576,15	21 088 598,08	4 900 000,00	430,38%
For redemption	8 848 709,77	10 569 710,53	15 100 000,00	70,00%
Total	10 841 285,92	31 658 308,61	20 000 000,00	158,29%

PROVISIONS UNDER THE SECURITIES (as of 01.01.2006)				
Portfolio type	Gross portfolio		As of 01.01.2006	Fulfillment interest
	as of 01.01.2005	as of 01.01.2006		
For sale	54 478,94	54 478,94	441 000,00	12,35%
For redemption	443 836,51	443 836,51	1 359 000,00	32,66%
Total	498 315,45	498 315,45	1 800 000,00	27,68%

Considerable overfulfillment of the planned indexes as per the type of the portfolio and considerable under fulfillment of the planned figures on creation the provisioning under the securities testifies about the "quality" of assets and high classes of contractors and issuers, with whom the Bank cooperates, which is confirmed by the respective NBU conclusions under the inspections results.

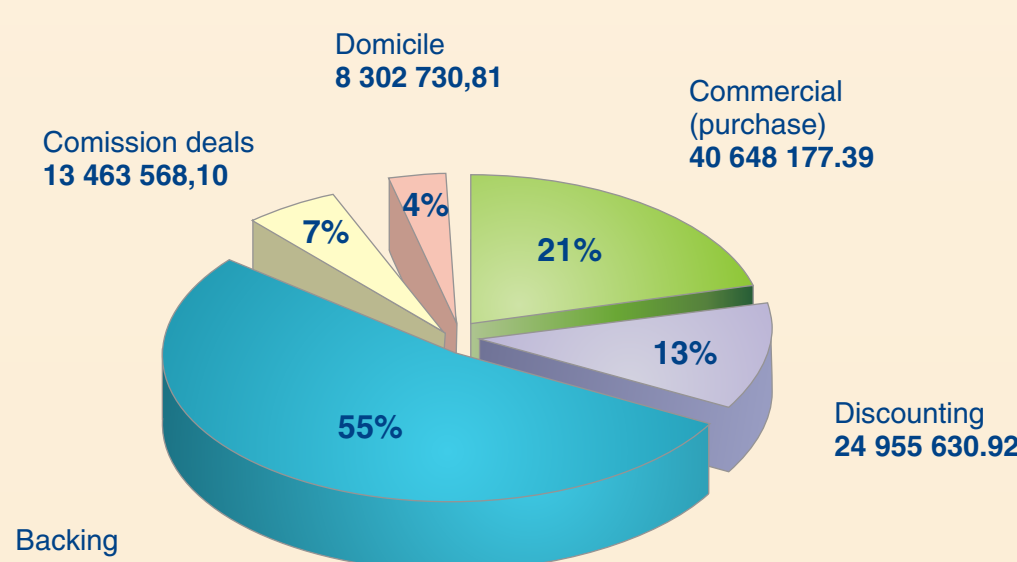
The change dynamics of the volume of securities portfolio with reflection the sizes of provisions created under the securities is shown below:



With regard to the income part, the indicators are as follows:

DYNAMICS OF CHANGE					
Revenue item	As of 01.01.04	For 2004	Growth	For 2005	Growth
Incomes from Promissory notes discounting	2536447,96	3443080,00	35,74%	1937473,71	-43,73%
Fees and commissions earned	431822,41	445700,00	3,21%	1073616,13	140,88%
Interest income	2271124,33	998800,00	-56,02%	3435492,79	243,96%
Sale result	46821,29	115700,00	147,11%	[-65862,46]	-
Total	5286215,99	5003280,00	-5,35%	6380720,2	27,53%

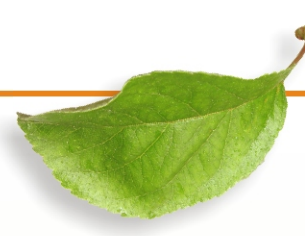
The results of Bank's performance under the volumes of the transactions made during 12 months of 2005 in the diagram shown below:



In addition, during the reporting year a number of measures was carried out, which helped the Bank to maintain in general the liquidity, reliability and the growth of the general performance indexes, namely:

- Providing every minority shareholder with the public position of PKO BP SA, the strategic investor of the Bank, to sell the Bank's shares at the price which exceeds its nominal value and corresponds to its book value as of 01.01.2005; which was approved by the decision of the general shareholders meetings from January 2005 on the basis of analyses the bank statement, analyzed and approved as the Auditing Committee of the Bank so by the conclusion of two (under the Ukrainian and international standards) external audit organizations.
 - 1 326 shareholders (including one individual non resident of Ukraine) who owned the share for the amount of UAH 3 397 630, 26 of the nominal value (or 2,367 % of the registered authorized fund of the bank) took the advantage of the offer and sold the shares.
 - Conducting the REPO transactions with the securities;
 - Realisation of the number of schemes on the restructuring the problem indebtedness using the stock market (shares, bonds, promissory notes, etc.);
 - Attraction by the Bank in August and October 2005 of the PKO BP SA resources under the conditions of the subordinated debt in the amount of USD 14,5 (as the first stage of the Bank additional capitalization program);
 - Introduction of the brokerage activity within the Bank at the First Stock Trade system (FSTS) and the system of securities listings reflection put up by the Bank in different information systems. By the assumptions of 2005 the Bank occupied 39 place in corporate bonds trading at the FSTS.





Documentary transactions

In 2005 the Bank retained the priority direction of its performance – servicing of external economic transactions of clients and improvement the quality of services. Due to the support and contribution of PKO Bank Polski SA (Poland) and European Bank for Reconstruction and Development (Great Britain) – our strategic investors, the Bank managed to improve and optimize the financial instruments and existing bank products for corporate clients, which allowed to increase, as compared with 2004, the volumes of export and import transactions of clients by more than 33 33%.

An active use of the documentary transactions at financing the trade contracts of the clients and carrying out their investment projects helped the Bank to improve its competitive positions in the Ukrainian market and get the chance to increase the clients' base, offering them modern and efficient banking services. This allowed the Ukrainian exporters and importers to decrease substantially expenses for the realization of their credit projects and the risks of transactions.

One of the preconditions for the growth of number and volume of transactions with the use of the letters of credits and guarantees was sharp increase of limits by the foreign correspondent banks for the Bank and opening of new credit lines. It provided an access to more cheap, as compared to the financial market of Ukraine, resources. The fruitful cooperation with leading banks and financial non banking institutions of Europe and Asia led to the increase of the total amount of abovementioned limits and credit lines for the Bank almost twice, which totalled more than USD 80 mln.

Alongside with it the Bank widely used known but not familiar in Ukraine perspective methods and technologies for trade financing, structuring clients' transactions and their evaluation and analyses. This allowed to improve not only the proficiency of employees but also to raise the level of Bank's services on quite new qualitative level.

The investors' support, realization of training program and consultative assistance developed by investors helped the Bank to start the process aimed at the optimization of internal methodical and regulative base, personnel and software provisioning of business processes carried out in the Bank system which directly influence the efficiency of its activity as in the area of servicing of export and import transactions so credit and investment activity.

Due to the efforts made and coordinated work of the corporate sale vertical one could evidence the considerable growth of the number and profitability of bank transactions, bound with servicing of the external economic transactions of Ukrainian enterprises, increased clients' base and considerably extended cooperation with other banks, which in turn, positively influenced the Bank image and its competitive power.

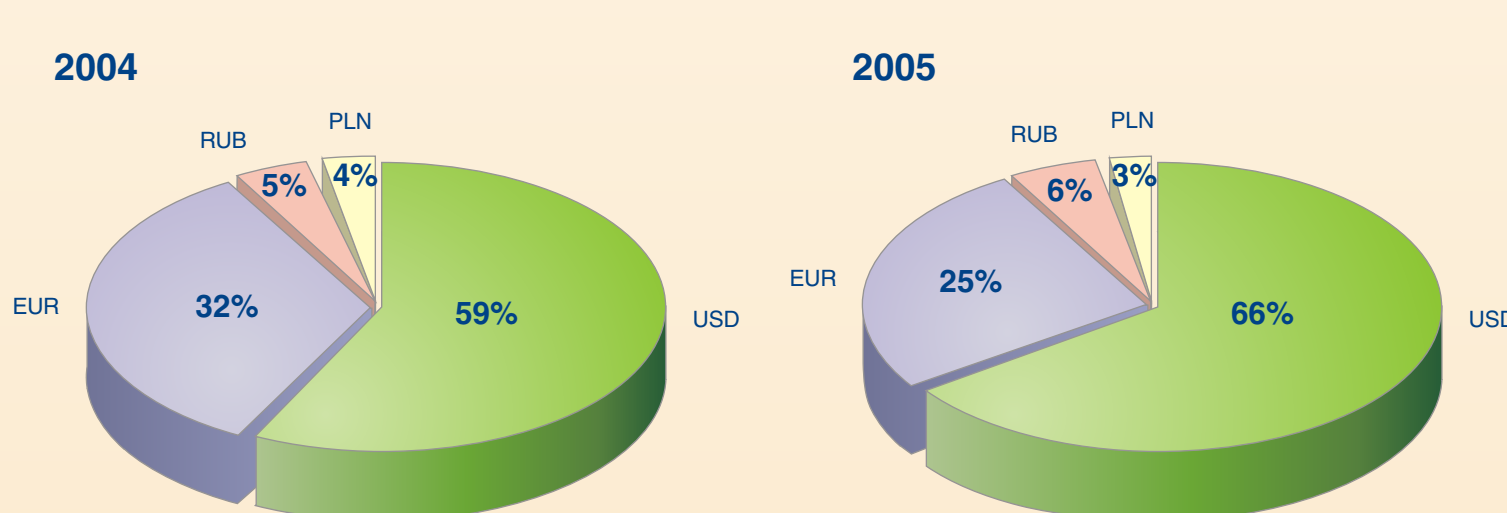
Activity in the international financial markets

An important direction in the Bank's performance in the international market became trading with the cash resources, which was activated in 2005. By doing this Bank could economize considerable resources because of higher level of competition in this branch in the international market as compared with the internal market. The total volume of transactions with the cash resources in the international market totalled USD 70,8 mln. in 2005 (in USD equivalent).

The growth of the specific share of clients who make the external economic payments in US dollars in general clients' base was reflected through the growth of the specific weight of payments in the total portfolio of trade operations the Bank made in the interbank market (see Diagram below).

The existence of the lines of the first class banks allowed to satisfy to the maximum the conversion needs of clients and contractor banks and to optimize Bank performance in the interbank market.

The dynamics of the specific weight of basic currencies in the total volumes of sale and purchase transactions of the Bank (in USD equivalent)





Due to high internal standards an international payments of the Bank were made in full conformity with the European and international requirements. It was confirmed by the growth of the quantitative and qualitative figures of the external economic transactions performance.

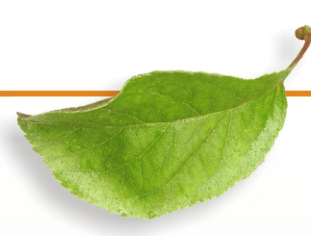
As of 01.01.2006 the Bank opened 43 NOSTRO accounts and 75 LORO accounts. 38 NOSTRO accounts are opened at the foreign banks of 15 countries of the world and at five Ukrainian banks. 70 LORO accounts of the Bank were opened by the Ukrainian correspondent banks and five by the foreign ones.

Search of the new partners and opening the new correspondent accounts is made on the basis of thorough analyses of payments and selection of the most exacting demands of our clients. In 2005 the new correspondent banks of the Bank became: Unicredito Italiano SPA (Milan), Raiffeisen Zentralbank Oesterreich AG (Vienna).

Close cooperation with the existing correspondents and search for the new correspondent-partners allowed to find the optimal combination of efficiency, price and the quality, which allow to increase substantially the volume of transactions under the correspondent accounts.

The volumes of clients and interbank payments on NOSTRO correspondent accounts increased by 53% during 2005: from USD 4,4 billion in 2004 to USD 6,7 bill. in 2005. The daily average turnover on the NOSTRO accounts made USD – 26,7 mln., the daily average turnover on LORO accounts made USD 243 thous.





In 2005 the Bank conducted an active performance on attraction/placement the credit resources in the foreign and the national currency in the international and internal interbank markets.

The daily average volumes of placement the interbank deposits and credits make:

- national currency USD 4,29 mln.
- foreign currency USD 3,97 mln. (equivalent)

The daily average volumes of attraction of interbank deposits and credits make:

- national currency USD 21,65 mln.
- foreign currency USD 15,35 mln. (equivalent)

In its portfolio the Bank holds the bonds of the internal state loan (BISL), NBU deposit certificates and BISL-VAT.

To mobilize resources of the corporate clients the Bank attracted temporary free UAH resources under "Market" deposit.

Existence of the even number of clients importers and exporters of currency allowed to balance the purchase and sale within the Bank and to satisfy their needs at maximum. It should be noted that due to the increase of clients base the total volumes of purchased and sold currency for the national currency for the national currency on the trade session increased substantially. They made:

USD – 430,8 mln
EUR – 139,0 mln.

The Bank focused much attention for the satisfaction of small and medium business needs with the countries of Eastern Europe. The trade volume in Polish zloty in the interbank market made PLN 61,4 mln., Russian rubbles RUR 1 084,1 mln.

The centralization of cash position management at branches helped to activate considerably the bank performance in conducting the non-trade transactions, as well as to remove the FX risks at Bank branches because of the availability of the cash position.



15. Development of the network of branches and outlets

The branch network is an effective tool for the realization of Bank's strategic goals. KREDOBANK strategic mission to enter the top ten of the largest banks is considerably dependable upon the establishment of effective network for the sale of bank products and services, entrance new regional markets and attraction of new clients. The consistent program for opening new branches and outlets enable the Bank to develop actively and secure a place in the large banks groups.

As of January 2006 the Bank network incorporated 18 branches and 54 outlets including 45 full functioning outlets and 9 micro outlets. The Bank is present in 15 regional centres of Ukraine (also including cities of Kyiv and Simpheropol), 23 towns and 3 settlements. The number of installed ATMs reached 93 as of the end of December 2005.

In the Table is shown the division of the network of the structural units and the ATMs by the regions of Ukraine:

**DIVISION OF BRANCH AND ATM NETWORK OF THE BANK
BY THE REGIONS OF UKRAINE as of 01.01.2006**

REGIONS	REGIONAL NETWORK OF THE BANK		
	BRANCHES	OUTLETS	ATM
Volyn	1	7	8
Transcarpathian	1	3	6
Ivano-Frankivsk	1	1	5
Lviv	4	21	31
Rivne	1	-	2
Ternopil	1	-	3
Khmelnysk	1	5	8
WEST	10	37	63
Cherkassy	1	-	2
CENTRE	1	-	2
Dnipropetrovsk	1	-	1
Donetsk	1	1	2
Kharkiv	1	-	2
EAST	3	1	5
AR Crimea	1	15	8
Mykolaiv	1	1	7
Kherson	1	-	4
Odessa	-	-	1
SOUTH	3	16	20
CITY OF KYIV	1	-	3
UKRAINE	18	54	93

Since the beginning of 2005 the Bank increased its sale network in those regions where it was presented, through the opening of 5 new outlets:

- In August: - First Sevastopol outlet of Crimean regional branch;
- Trenoivsk outlet of Crimean regional branch (Simpheropol);
- In September: - Outlet # 9 of Crimean regional branch (Yalta);
- Outlet #3 Crimean regional branch (Yalta);
- In December: - Privokzalne outlet of Second Lviv Branch (Lviv).

In December 2005 the Bank worked over the registration of Odessa branch which began to serve the clients in February 2006.

The new Bank premises correspond to the highest European standards and are adapted to the qualitative, quick and safe clients servicing.

The Bank uses actively its branch network in order to get closer to the clients' base and to increase the servicing quality of existing clients. Due to this, in 2005 the First outlet of Zakarpacie branch was reorganized (moved from Uzgorod to Mukachevo), office premises of Rivne branch were extended and the First Lviv and Drogoibych branches changed the places of domicile for Nalyvayka str. 6 and Rynok Square 5, respectively.

In order to optimize the sale network of Bank the performance of the First outlet of Kharkiv branch was ceased in 2005.

**MARKET SHARE OF THE BANK IN SEPARATE REGIONAL MARKETS
AS OF 01.01.2006**

At the moment the Bank represents a universal banking institution with diversified branch network and clients' base, wide network and the broad spectrum of products and services, professional cadre and the high quality of servicing. It stipulates an increased demand for the Bank services on the part of corporate and individual clients in many regions of Ukraine

REGIONS	CREDITS		DEPOSITS	
	CORPORATES	INDIVIDUALS	CORPORATES	INDIVIDUALS
Volyn	10,6%	2,1%	1,8%	3,0%
Transcarpathian	6,2%	1,3%	3,4%	2,7%
Ivano-Frankivsk	1,9%	2,1%	2,8%	2,6%
Lviv	10,9%	8,8%	17,4%	11,6%
Rivne	17,1%	2,0%	10,9%	1,4%
Ternopil	10,3%	2,2%	2,7%	3,4%
Khmelnysk	6,2%	1,5%	2,6%	4,1%
Cherkassy	3,6%	1,1%	1,0%	0,6%
Dnipropetrovsk	0,5%	0,1%	0,2%	0,2%
Donetsk	0,6%	0,5%	0,1%	0,1%
Kharkiv	1,2%	1,2%	1,0%	0,4%
AR Crimea	2,4%	1,6%	2,1%	1,3%
Mykolaiv	4,1%	3,1%	2,15	1,2%
Odessa	0,0%	0,0%	0,0%	0,0%
Kherson	9,1%	2,2%	1,5%	1,1%
City of Kyiv	0,2%	0,2%	0,7%	0,3%

Calculated on the basis of the data of the National Bank of Ukraine





Bank owners and management pay attention to the establishment and support of the functioning system of internal control. One can explain it by understanding the factors, which influence the activity of any financial institution, namely:

At first, the financial organizations have to be reliable. This is one of the postulates of bank performance related to the specifics of the client's money flows management.

At second, the financial activity, in its very nature, is not material and built upon risks management. By limiting the risks for the clients, the bank receives incomes, transforming potential difference in risks and the possibilities to minimize them into real financial resources. For the successful performance in the financial markets one needs to provide more and more complicated and diversified products and services for the clients.

At third, the state is an active member of the financial relationships. The state requires from the financial organisations the transparency in administration and adequacy of the level of risks internal control.

The strategic Bank's goals, which represent the position of the Management Board of the Bank, are also to:

- Be safe and stable Bank with the reputation, being trustworthy towards clients and contractors;
- Be "transparent", i.e. to conduct activity in accordance with the current legislation of Ukraine and provide servicing for the clients who adhere to the legislation.

All these factors objectively helped to approach the requirements to the systems of internal control and risks management in the Bank to those, which were recommended by international institutes, like Basel Committee on Banking Supervision.

The modern conditions of doing banking business require the maximum use of available resources, which the Bank has. The internal audit becomes one of the most effective tools, which enable to detect the possibilities of increasing the efficiency not only of the Bank but of any developed company and thus is one of its competitive strength. The internal audit carries out analyses and evaluation of the efficiency of risks management system and offers methods for risks decreasing. The internal audit evaluates the adequacy of the system of company's corporate management to the principles of corporate management. Also, the internal audit evaluates the internal control system in the part of information reliability to the legislation, assets custody, efficiency and effectiveness of the performance of separate functions and units.

The internal audit is an objective source of information, which helps the company managers to reach the targets and fulfill the tasks in the most efficient way. The presence of efficient (qualitative) internal audit becomes the positive sign for potential investors and creditors, rating agencies; it increases the investment appearance of the Bank.

The concept of risk-oriented control became the tool for the support of the solid internal audit at the Bank. This concept is built upon the following elements:

- Resignation from the typical approach to the planning of control procedures, which was based exceptionally on formal requirements and norms, without consideration of the different risk level and specifics of the wide area of transactions, processes and products;
- Introduction of approaches, based upon the determination and monitoring of risks levels eligible for the Bank;
- Transfer on the all levels of Bank management and to all units of the bank of responsibility for risks identification, their evaluation and incorporation of the control processes, which limit the risk into the business-processes;
- Setting of appropriate risks levels in the authorities of the Supervisory Council, senior executive management or other bodies of corporate management;
- Transfer to the internal audit of the functions for provisioning the guarantees and independent evaluation of the internal control efficiency and risks management process;

Risk-oriented process based on setting the responsibility for the financial services, operational processes and risks inherent to them under the respective managers on all management levels. It is based on the principle that no one but the owner of business knows their activity at best and the risks inherent to this activity.

Such approach requires diligent work on identification and evaluation of processes and risks related to them. Such work is performed at the Bank not only for one time but also through periodic reevaluation of changes in risks, which is linked with the change of processes, introduction of new services, legislative changes and other external factors.

The internal auditors' role as controllers is not limited by checks only. Being focused on the checking of processes and procedures of internal control they may not only identify the cases of their non-fulfillment but also:

- Evaluate systematically and objectively the influence volume of these cases upon the efficiency of whole performance of the Bank from the transaction initialization to the preparation of report;
- Recommend the senior management, after study of the best practice for risks management, the required steps which have to be taken for the liquidation and prevention of the detected problems, increase of procedures on control and risks management within the Bank.



17. Structure of the shareholder's capital

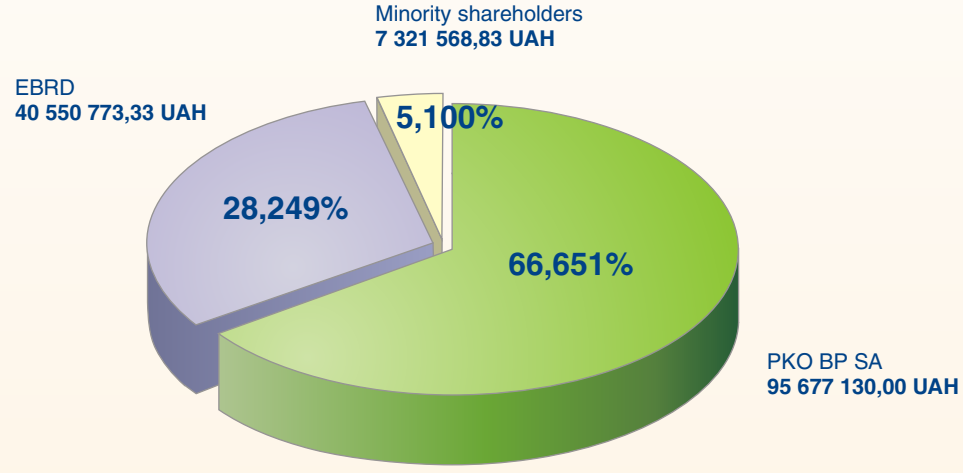


As of 01.01.2006 the authorized capital of the Bank equals UAH 143 549 469,16 and is divided into 14 354 946 916 ordinary registered shares with the face value of UAH 0,01 per share, each of them in the dematerialized form. The authorised fund of the Bank is fully paid-up at the price not less than the face value of the shares registered in accordance with the active legislation of Ukraine.

Since the beginning of 2005 the size of the authorised capital of the Bank did not change but some changes took place within the structure:

Structure of the authorized capital of the Bank as of 01.01.2005

- **PKO BP SA:** shares for the total face value of UAH 95 677 130,00, which corresponds to the 66,651% of the general size of the authorised capital;
- **EBRD:** shares for the total face value of UAH 40 550 770,33, which corresponds to 28,249 % of the total size of the authorised capital;
- **Minority shareholders:** shares for the total face value of UAH 7 321 568,83 (5,100 %).



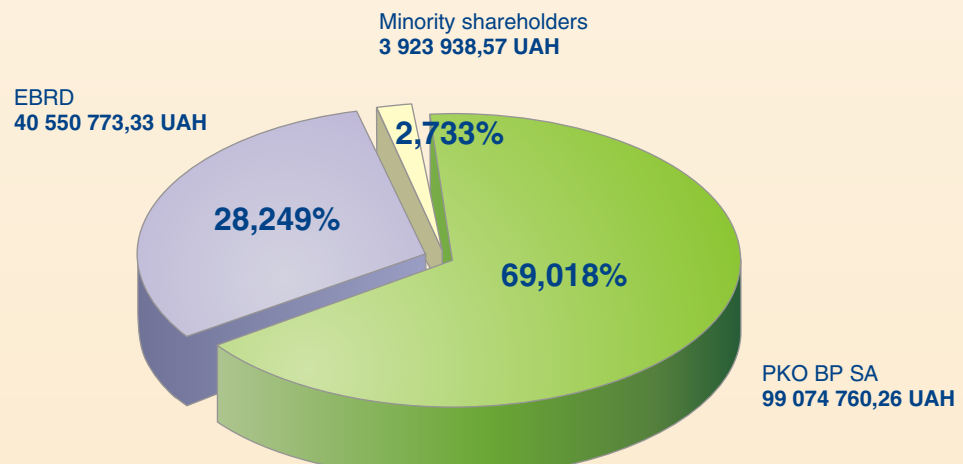
Responding to the shareholders' request in the middle of 2005 the Bank provided all minority shareholders with public proposal of the bank strategic investor PKO BP SA to sell the shares of the Bank at the price which exceeds its face value and corresponds to its balance sheet value as of 01.01.2005. It was approved by the decision of the General shareholders meeting from June 16 2005.

The balance sheet value of the shares is determined on the basis of bank statement, analyzed and approved as by the Auditing Committee so by conclusions of two (in accordance with the Ukrainian and international standards) audit organizations.

As a result of it 1 326 shareholders (including one individual client non resident of Ukraine) who owned the shares for UAH 3 397 630,26 of the face value (or 2,367 % from the registered authorized fund of the bank), benefited from the offer and sold their shares.

Structure of the authorized capital of the Bank as of 01.01.2006

- **PKO BP SA:** shares for the total face value of UAH 99 074 760,26, which corresponds to the 69,018 % of the general size of the authorised capital;
- **EBRD:** shares for the total face value of UAH 40 550 770,33, which corresponds to 28,249 % of the total size of the authorised capital;
- **Minority shareholders:** shares for the total face value UAH 3 923 938,57 (2,733 %).





In 2006 the Bank development shall adhere to the new Strategy of dynamic development approved for 2005-2008 by the Supervisory Council of the Bank on August 30 2005.

The strategy of dynamic development stipulates an intensive policy aimed at the increase of the clients base, increase of the volume of transactions, market share growth and provisioning of the appropriate safety level for the clients. By carrying out the Strategy the Bank will use the support of PKO BP SA, its strategic investor, which is the largest Polish Bank and the second by its size in the Central and East European region.

The Bank's mission implies realization of the dreams of clients, shareholders and personnel of the Bank by conducting ethic business, provision of the high quality of servicing with the increase of market share and growth of Bank market value.

Main strategic goals till 2008:

- Increase of the market share of the Bank in the Ukrainian market of bank services from 1,0% to 2,1% under the volume of net assets, which will allow the Bank to enter the top ten of the largest Ukrainian banks;
- Increase of the efficiency of Bank performance not less than in 2 times, in particular ROE to 15%, income to loss ratio (C/I) to 60%.

By the economic status the Bank will be developing as specialized saving bank, which will secure higher level of reliability and safeness for its clients. By the spectrum of products and services, the Bank shall remain the universal commercial bank without shortening the spectrum of the performed transactions and limitation the products offers for the clients. In 2006 the Bank plans to start the new types of transactions – depository activity of the securities custodian. It will receive the right to perform this type of activity already in the 1st quarter. It will allow to extend the range of the services offered by the Bank as for the corporate, so the individual clients.

An active development of the network of Bank branches and outlets becomes the most important task for the Bank. It is aimed to secure the Banks entrance to the new regional markets and approach its structural units closer to the potential clients. The next year Bank plans to open over 90 new outlets in the regions of Ukraine and to enter the banking market in three regions of Ukraine, where it was not present at the moment. The priority regions for the Bank in 2006 will be Zaporizhya, Chernivtsi and Vinnytsya.

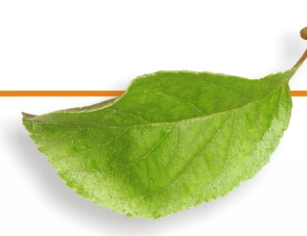
The regional network development was aimed to extend the volume of transactions and sale of bank products and services on the account of attraction the new clients. The Bank, by opening the new branches and outlets in 2006, strived for creation of the pre-conditions for its development not only in 2006 but in future also. The total number of Bank units by the results of the year has to grow in more than 2 times.

The Banks strategic tasks in 2006 incorporate strengthening of market positions under all performance indicators, which shall be reflected through the increase of the market share and the rating position of the banks, which are present today in the Ukrainian market. It is planned that due to the results of 2006 the market share of the Bank under the net assets will increase by 0,1-0,2%, by the credits for the individual clients – by 0,2-0,4%, by the number of issued cards by – 0,2-0,3%.

The dynamic and balanced development will have the aim to affirm the Bank on the nationwide scale, in order to attract and service the clients throughout the whole territory of Ukraine. The priority will be given to retaining and substantial strengthening of its positions in the home market of the western regions of Ukraine, acquiring the status of the Bank of the first choice in the Western region of Ukraine.

An active development of Bank business and its regional network will be supported by the Bank shareholders. It is planned that the additional investments of PKO BP SA and European Bank for Reconstruction and Development into the capital of the Bank will make not less than USD 15 mln. next year. This will secure the unconditional adherence of the adequacy ratio of the Bank with the dynamic growth of the transaction volumes.

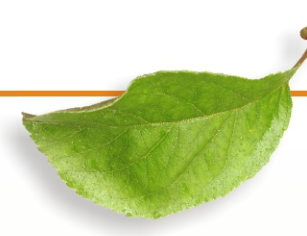



Correspondent accounts of JSC «KREDOBANK»
 (as of 01.01.2006)

List of Main NOSTRO accounts					
No	Bank	Currency	Account number	City	Country
1.	The Bank of New York SWIFT: IRVTUS3N	USD	8900057211	New York	USA
2.	PKO Bank Polski SA	PLN	PL27 1020 0016 1201 1100 0000 0218	Warsaw	Poland
		USD	PL89 1020 0016 1207 8700 0000 0219		
	SWIFT: BPKOPLPW	EUR	PL54 1020 0016 1209 7800 0000 0220		
		GBP	PL22 1020 0016 1207 8900 0000 0551		
3.	Canadian Imperial Bank of Commerce SWIFT: CIBCCATT	USD	1883518	Toronto	Canada
		CAD	1883410		
4.	KBC Bank N.V. SWIFT: KREDBEBB	EUR	480-9589677-71	Brussels	Belgium
		CHF	480-9589671-65		
		SEK	480-9593493-07		
		GBP	480-9589675-69		
		AUD	488-5916952-83		
		JPY	488-5916953-84		
5.	ING Bank N.V. SWIFT: INGBNL2A	EUR	50909657	Amsterdam	Netherlands
6.	Kredyt Bank S.A. SWIFT: KRDBPLPW	USD	PL19150000281400200005680000	Warsaw	Poland
		EUR	PL53150000281 400200005970000		
7.	Unicredito Italiano SPA SWIFT: UNCRITMM	EUR	995 3410	Milan	Italy
8.	Danske Bank A/S SWIFT: DABADKDK	EUR	3996018997	Copenhagen	Denmark
		DKK	3996020932		
9.	Raiffeisen Zentralbank Oesterreich AG	EUR	55059307	Vienna	Austria
		USD	705509307		
		GBP	83-55 059 307		
10.	Kereskedelmi es Hitelbank RT SWIFT: OKHBHUHB	HUF	10201006-10004809	Budapest	Hungary
11.	Bank Austria AG SWIFT: BKAUATWW	EUR	12618194401	Vienna	Austria
12.	Raiffeisen Bank Polska S.A. SWIFT: RCBWPLPW	EUR	PL491750000900000006435939	Warsaw	Poland
13.	Ceskoslovenska Obchodni Banka SWIFT: CEKOCZPP	CZK	166041953	Prague	Czech
14.	Ceskoslovenska Obchodni Banka (Slovak republic division) SWIFT: CEKOSKBX	SKK	155015573/7500	Bratislava	Slovak Republic
15.	JSC Priobank SWIFT: PJCBY2X	BYR	1702081510021	Minsk	Belorus
16.	JSC «Sobinbank» SWIFT: SBBARUMM	RUB	30231810300000003551	Moscow	Russian Federation
17.	Kazkommertsbank SWIFT: KZKOKZKX	KZT	169207	Almaty	Kazakhstan
18.	International Moscow bank SWIFT: IMBKURMM	RUB	30231810600010498587	Moscow	Russian Federation
19.	CB «Finance and Credit» SWIFT: FBACUAUX	USD	16001012994840	Kyiv	Ukraine
20.	JSPPB «Aval»	USD	1600522	Kyiv	Ukraine
	SWIFT: AVALUAUK	UAH			

List of LOSTRO-accounts					
No	Bank	Currency	Account number	City	Country
1.	PKO Bank Polski SA SWIFT: BPKOPLPW	USD; EUR	1600004	Warsaw	Poland
2.	JSCB «DNISTER» SWIFT: DNSTUAUX	USD; UAH; EUR; GBP; PLN; CAD	1600701	Lviv	Ukraine
3.	Bank Inicjatyw Spoleczno-Ekonomicznych S.A. SWIFT: BISPLPW	USD; EUR	1600815	Warsaw	Poland
4.	JSC «INDEX BANK» SWIFT: INEJUAUK	USD; EUR; GBP; CHF; RUB; PLN; CAD	1600916	Kyiv	Ukraine
5.	JSC «Electron Bank» SWIFT: ELECUA2X	USD; PLN; CAD; GBP; EUR	1600017	Lviv	Ukraine
6.	JSCB «Bank of regional Development»	USD; EUR; GBP; PLN; CHF; BYR; RUB	1600121	Kyiv	Ukraine
7.	JSCB «Express Bank» SWIFT: EXPBUAUK	PLN; HUF; CZK; SKK	1600222	Kyiv	Ukraine
8.	JSCB «Prykarpattia»	USD; EUR; PLN; DKK; AUD; CHF; CAD; RUB; BYR; CZK	1600424	Ivano- Frankivsk	Ukraine
9.	JSCB «Koopinvestbank Ltd» SWIFT: KOOPUAUX	USD; RUB; GBP; BYR; JPY; CHF	1600828	Uzgorod	Ukraine
10.	JSC CB «Avtokrazbank» SWIFT: AVTKUA22	USD; EUR; PLN	1600929	Krementchuk	Ukraine
11.	JSCB «Tavrika» SWIFT: TAVKUA21	PLN; USD; EUR	1600932	Sevastopol	Ukraine
12.	JSC «Bank Universal» SWIFT: UNJSUA22	USD; RUB; GBP; CAD; PLN; AUD; EUR; CHF	1600831	Lviv	Ukraine
13.	JSCB «Ukrainian Credit and Trade» SWIFT: UCTBUAUK	PLN	16007192	Kyiv	Ukraine
14.	JSCB «Nadra» SWIFT: NADRUAUX	PLN; UAH	1600134	Kyiv	Ukraine
15.	JSCB «Lviv»	USD; CAD; EUR; GBP	16000263	Lviv	Ukraine
16.	JSPPB «Aval» SWIFT: AVALUAUK	UAH	1600601167	Kyiv	Ukraine
17.	CB «Finance and Credit» SWIFT: FBACUAUX	USD; PLN	1600033 1600802	Kyiv	Ukraine
18.	JSC «Sobinbank» SWIFT: SBBARUMM	UAH	1600903	Moscow	Russian Federation
19.	JSCB «Kreditprombank» SWIFT: KPRBUAUK	PLN	1600105	Kyiv	Ukraine





Deposit programs:

- The offer of various deposit programs for individual clients in the national and foreign currencies with the possibility of placement the funds for different periods (from 1 week to 20 years) with the right of prolongation; client has free option to choose the variant of interests receipt and the possibility to change this variant during the life of deposit, possibility to replenish the deposit account, capitalization of interests, possibility to open deposits for the third person and for the child with maintenance of the same interests at the advance termination of deposit;
- The proposal of promotional deposit programs (with additional interests, bonuses, prizes and other promotional actions.)

Credit programs:

- Crediting the individuals under different consumer purposes:
 - For car purchase through the network of car salons partners of the Bank;
 - Car purchase in the secondary market;
 - Purchase of durable goods (under the financial risks program);
 - For current needs under the bail of other individuals;
 - Under the bail of the enterprises;
 - For other consumer purposes (education, medical treatment, leisure);
- The proposals of promotional credit programs (with beneficial interests, discounts and other promotional actions)

Cash and settlement services of individual clients:

- Opening and servicing of the current accounts for the individual clients in the national and foreign currencies;
- Opening and servicing of current and card pension accounts (setting off the pensions at the banks account);
- Receiving payments (including utility payments);
- Making the transfers in the national and foreign currencies without opening the accounts;
- Organization of disbursements from the Social Insurance Fund;

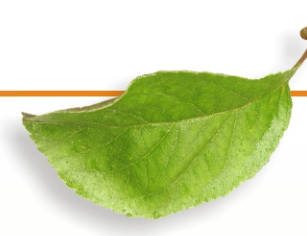
Non-trade transactions

- Transaction with the cheques (purchase and sale of travellers' cheques, collection of the registered bank cheques);
- Making currency conversion at the bank cash desks;
- Payments in the national currency between the individuals in the form of letter of credit;
- Services on documents, money values and other values custody in the individual safes.

Money orders:

Western Union, US Money Express CO, MEEST Corporation Ins, Telegiros S.A., Money Exchange S. A. Money orders as well as express (10 minutes) private transfers "Money in a second" in the Bank system within Ukraine in the national and foreign currencies;





- Opening and maintaining current accounts in national and foreign currencies
- Opening and servicing of corporate card account in national and foreign currencies
- Settlement and cash servicing of Clients
- E-banking "Client Bank" and "Client-Internet-Bank" system
- Package servicing of small and medium business
- Servicing new clients of the Bank with the promotional range of services
- System of management of Client's free resources
- Collection of money resources and values
- Introduction and servicing of salary card projects
- Conducting the International payments: transfers in foreign currency, including the express ones, sale and purchase of foreign currency, operation of converting, documentary collection, operations with cheques
- Credit and other form of financing the economic performance with the use of the own resources and credit lines/limits of foreign Banks:
 - Crediting the current activity of the client using such instruments as overdraft, credit, credit line (with fixed and "floating" interest rates);
 - financing the investment activity with the help of long-term crediting
 - issuing bank guarantees including those issued by the first class or American banks by the submission of the Bank;
 - servicing the documentary collection;
 - processing the documentary letters of credit with possible further financing of the project;

Various deposit programs, which are flexible and adapted to client's needs at maximum.

Transactions in the securities market:

- Purchase and sale of securities in the primary and secondary markets;
 - Issue and placement of the corporate clients' bonds, services of the payments issuer, support of their liquidity in the organised stock markets;
 - Issuing shares, including the additional issue at the enterprise, consolidation of packages, formation of blocking, control and other shares packages;
 - Transactions with the promissory notes: discounting, backing, domicile, collecting, purchase and sale
- Individual servicing of VIP clients of the Bank
 - Insurance services for the corporate and individual clients: insurance of the clients' property (including those in collateral), car insurance (auto-Casco) and obligatory insurance of the civil liability of the proprietor of the vehicles, including "Green Card"
 - Granting of services on custody and rent of safes for the custody of clients documents, and values
 - Services of the Centre for promotion of foreign investments attraction, small and medium business development





The Bank offers its clients a wide spectrum of the world known card products:

- Debit e-wallet Maestro and Visa Electron, which are the most common, simplest and the safest world wide means of payment
- Credit cards of MasterCard Standard class
- Elite cards MasterCard Gold
- Prestige discount cards IAPA for the substantial discount in the tourism area
- Cards for payment through the Internet network – MasterCard Virtual
- Available card programs for pensioners and students
- Instant non-personified cards Visa Electron Instant Issue
- Mobiinform service
- In-forming service
- Sale of replenishment codes of the paid in advance mobile services and contract subscribers of all operators of the mobile connections of Ukraine
- Service of the “Second” remittances from one card to the other through the Bank’s ATMs
- Servicing organizations and budget institutions in the process of payment the salaries, scholarships and other payments
- Issue and servicing of the MasterCard Business corporate payment cards
- Trade acquiring (servicing the enterprises in the process of receiving the payment cards for payment of goods and services)
- Issue and servicing of joint cards with non-financing organizations – the so called cobranding project





1. Crediting the individual clients for the realty construction.

This mortgage product is designed for crediting the individual clients, who entered the agreement with the construction company with the aim of financing the construction of accommodation and to receive it later on as an ownership.

- The maximum period of crediting under this mortgage product is 15 years.
- The maximum amount of credit must not exceed 70% of the total cost of the crediting object.
- The Borrower's right for the receiving this accommodation as the ownership, may be taken as the security.

2. Crediting the individual clients for the construction of individual houses

This mortgage product is designed for crediting the individual clients, who entered the agreement with the construction company with the aim of financing the individual house construction and also for those who make the construction independently.

- The maximum period of crediting is 15 years.
- The maximum amount of credit must not exceed 70% of the total cost of the crediting object.
- The Borrower's right for the receiving this construction being built as an ownership may be taken as the security (in case the relationships between the Bank and the Builder exist). If the individual makes the construction independently, the liquid realty may be used for the security provided it is not the object of crediting.

3. Crediting individual clients for realty purchase

The mortgage product is meant for crediting the individual clients who want to purchase the accommodation in the secondary market of real estate.

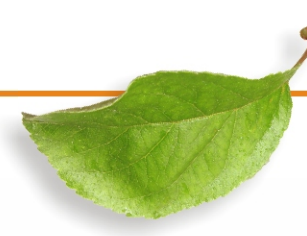
- The maximum period of crediting makes 15 years.
- The maximum amount of credit must not exceed 85% of the total cost of the crediting object.
- This realty purchased from the Buyer becomes the security under the credit.

4. Crediting for repair and reconstruction of accommodation

This mortgage product is designed for crediting of individual clients, who want to receive the credit for the repair or reconstruction of the habitation under the collateral of the real estate which belongs to them.

- The maximum period for the repair of accommodation makes 5 years and 15 - for its reconstruction.
- The maximum amount of credit must not exceed 50 % from the evaluation value of the subject of mortgage.
- The liquid realty, which is owned by the Borrower and is not the object of crediting, is the security under this mortgage credit.





**Branches and outlets of JSC «KREDOBANK»
as of 14.04.2006
/18 branches and 54 outlets in 14 regions of Ukraine (out of 24)
and the AR Crimea/**

1	First Lviv Branch	6, Nalyvayka str., Lviv, 79007 67, Levytskogo str., Lviv, 79017 tel. (032) 297-20-70, fax (032) 297-20-55
1.1	Outlet # 1 in Kamyanka-Buska	9, Gavatovycha str., Kamyanka-Buska, 80400, Lviv region tel. (03254) 23-707, fax (03254) 23-722
1.2	Outlet # 2 in Zolochiv	2, S. Bandery str., Zolochiv, 80700, Lviv region tel. (03265) 50-124, fax (03265) 50-124
1.3	Outlet # 3 in Lviv	9, Ryashivska str. Lviv, 79040 tel. (032) 295-31-80, fax (032) 297-20-24
1.4	Outlet # 4 in Lviv	7A, Naukova str. Lviv, 79060 tel. (032) 297-27-64, fax (032) 64-74-44
1.5	Outlet # 5 in Yavoriv	62, Mackoveya str., Yavoriv, 81000, Lviv region tel. (03259) 7-83-53, fax (03259) 7-83-53
1.6	Outlet # 6 in Zhydachiv	23, Shashkevicha str., Zhydachiv, 81700, Lviv region tel. (03239) 3-12-00, fax (03239) 3-27-80
1.7	Outlet # 7 in Chervonograd	17a, Stusa str., Chervonograd, 80100, Lviv region tel. (03249) 4-86-77, fax (03249) 4-86-77
2	Second Lviv branch	78a, Sakharova str. Lviv, 79026 tel. (032) 297-27-55, fax (032) 297-27-21
2.1	Outlet # 9 in Lviv	8/10, Sychovyh Striltsiv str., Lviv, 79000 tel. (032) 296-65-17
2.2	Outlet # 10 in Lviv	16, Gnatyuka str. Lviv, 79007 tel. (032) 297-27-58, fax (032) 297-27-59
2.3	Outlet # 11 in Lviv	Shevchenka avenue, 12/1, Lviv, 79000 tel. (032) 297-27-76, fax (032) 297-02-69
2.4	Outlet # 12 in Lviv	13, Syhivska str., Lviv, 79066 tel. (032) 222-54-34, fax (032) 222-54-34
2.5	Outlet # 13 in Lviv	47, Gorodnytska str., Lviv, 79019 tel. (032) 297-78-95, fax (032) 297-78-95
2.6	Outlet # 14 in Lviv	75, S. Bandery str., Lviv, 79013 tel. (032) 237-32-62
2.7	Outlet # 15 in Lviv	72/10, Franka str., Lviv, 79011 tel. (032) 237-22-23
3	Drogobych branch	5, Rynok sqr., Drohobych, 82100, Lviv region 8, Boryslavska str., Drohobych, 82100, Lviv region tel. (03244) 3-93-98, fax (03244) 3-93-98
3.1	Outlet # 1 in Stebnyk	2, Melnyka str., Stebnyk, 82175, Lviv region tel. (03244) 4-02-67
3.2	Outlet # 2 in Truskavets	72a, Stebnytska str., Truskavets, 82200, Lviv region tel. (03247) 6-61-00, fax (03247) 6-61-00
4	Sambir branch	38, Shevchenka str., Sambir, 81400 Lviv region tel. (03236) 6-03-33, fax (03236) 6-05-72
4.1	Outlet # 1 in Sambir	2/2, Sagaydachnogo str., Sambir, 81400, Lviv region tel. (03236) 6-02-50
4.2	Outlet # 2 in Mostyska	16, Grushevskogo str, Mostyska, 81300, Lviv region tel. (03234) 4-15-11, fax (03234)4-15-11
4.3	Outlet # 3 in Rudky	2/3, S. Bandery str., Rudky, 81440, Lviv region tel. (03236) 4-54-55, fax (03234) 4-59-03
4.4	Outlet # 4 in Stary Sambir	98, D.Galytskogo str., Stary Sambir, 82000, Lviv region tel. (03238) 2-11-77, fax (03238) 2-30-05
4.5	Outlet # 5 Gorodok	12a, Gaydamakiv square, Gorodok, 8150, Lviv region tel. (03231) 3-05-75, fax (03231) 3-20-55
5	Zakarpate branch	2, Duhnovycha str., Uzhgorod, 88000 tel. (0312) 61-99-01, fax (0312) 61-99-02
5.1	Outlet # 1 in Mukachevo	13, Pushkina str., Mukachevo, 89600, Zakarpate region tel. (03131) 3-12-83, 3-12-86
5.2	Outlet # 2 in Uzhgorod	46, 8 th March str., Uzhgorod, 88015 tel. (0312) 66-55-23, fax (0312) 66-55-23
5.3	Outlet # 3 in Beregove	2, Ivana Franka str., Beregove, 90200, Zakarpate region tel. (03141) 2-32-61
6	Volyn branch	28a, Lesi Ukrainky str., Lutsk, 43025 tel. (0332) 77-65-00, fax (0332) 77-65-00
6.1	Outlet # 1 in Lutsk	30, Grushevskogo str, Lutsk, 43005 tel. (0332) 77-29-19
6.2	Outlet # 2 in Lutsk	18a, Conyakina str., Lutsk, 43005 tel. (0332) 78-76-00
6.3	Outlet # 3 in Lutsk	5, Makarova side str., Lutsk, 43006 tel. (0332) 78-74-55, fax (0332) 78-74-55
6.4	Outlet # 4 in Lutsk	38, Kremenetska str., Lutsk, 43010 tel. (0332) 72-94-88, fax (0332) 72-99-88
6.5	Outlet # 5 in Lutsk	23, Kravchuka str., Lutsk, 43026 tel. (0332) 77-65-16, fax (0332) 75-65-19
6.6	Outlet # 6 in Novovolynsk	7, Shevchenka av., Novovolynsk, 45400, Volyn region tel. (03344) 4-07-09, fax (03344) 4-07-10
6.7	Outlet # 7 in Kovel	5, S.Bandery str., Kovel, 45000, Volyn region tel. (0335) 77-29- 22, fax (0335) 77-29-22
7	Ternopil branch	17, Rus'ka str., Ternopil, 46001 tel. (0352) 43-40-36, fax (0352) 43-40-28
8	Rivne branch	2, Kavkazka str., Rivne, 33028 tel. (0362) 62-32-60, fax (0362) 62-32-65
8.1	Outlet # 1 in Rivne	23, Mlynivska str., Rivne, 33024 tel. (0362) 62-32-62
9	Donetsk branch	3, Illicha avenue, Donetsk, 83000 tel. (062) 332-28-61, fax (062) 332-33-30
9.1	Outlet # 1 in Gorlivka	28, Peremogy avenue, Gorlivka, 84617, Donetsk region tel. (0624) 52-01-30
10	Dnipropetrovsk branch	12, Chkalova str., Dnipropetrovsk, 49030 tel. (0562) 36-54-60, fax (0562) 36-54-57
11	Crimean regional branch	19a, Kirova avenue, Simpheropol, 95000 tel. (0652) 24-84-87, fax (0652) 24-85-45
11.1	Outlet # 1 in Simpheropol	56, Peremogy avenue, Simpheropol, 95034 tel. (0652) 27-26-20
11.2	Outlet # 2 in Simpheropol	78, Kirova avenue, Simpheropol, 95034 tel. (0652) 51-03-00
11.3	Outlet # 3 in Simpheropol	34a, Gagarina str., Simpheropol, 95043 tel. (0652) 22-49-74
11.4	Outlet # 4 in Sevastopol	28, Gogolya str., Sevastopol, 99007, Crimean Republic tel. (0692) 49-92-04
11.5	Outlet # 5 in Sevastopol	15, Velyka morskya str., Sevastopol, 99011, Crimean Republic tel. (0692) 54-21-73
11.6	Outlet # 6 in Yalta	4, Dzerzhinskogo str., Yalta, 98162, Crimean Republic tel. (0654) 34-26-42
11.7	Outlet # 7 in Yalta	22, Gogolya str., Yalta, 98600, Crimean Republic tel. (0654) 23-01-22, fax (0654) 23-03-88
11.8	Outlet # 8 in Yalta	2, Mayakovskogo str., Koreiz, 98670, Yalta, Crimean Republic tel. (0654) 24-12-94
11.9	Outlet # 9 in Yalta	10a, Naberegna im. Lenina str., Yalta, 98600 Crimean Republic tel. (0654) 23-01-23
11.10	Outlet # 10 in Yalta	15a, Naberegna im. Lenina str., Yalta, 98600, Crimean Republic tel. (0654) 23-01-22
11.11	Outlet # 11 in Evpatorya	100, Demisheva str., Evpatorya, 97412, Crimean Republic tel. (06569) 2-84-90, fax (06569) 2-84-90
11.12	Outlet # 12 in Feodosiya	179, Chkalova str., Feodosiya, 98100, Crimean Republic tel. (06562) 7-23-80, fax (06562) 7-20-80
11.13	Outlet # 13 in Sevastopol	56, Novorosyiska str., Sevastopol, 99011, Crimean Republic tel. (0692) 54-90-23, fax (0692) 54-68-14
11.14	Outlet # 14 in Simpheropol	20/1, Sevastopolska str., Simpheropol, 95000 tel. (0652) 24-88-99, fax (0652) 24-88-88
11.15	Outlet # 15 in Sevastopol	4, Odeska str., Sevastopol, 99011, Crimean Republic tel. (0692) 55-61-03, fax (0692) 55-61-03
12	Kiev branch	91/14, Gorko str., Kiev, 03150 tel. (044) 230-12-31, fax (044) 230-12-32
13	Kherson branch	36, K. Marx str., Kherson, 73000 tel. (0552) 32-65-57, fax (0552) 32-65-66
13.1	Outlet # 1 in Kherson	8, Lenina str., Kherson, 73000
13.2	Outlet # 2 in Novovorontsovka	9, Gagarina str., Novovorontsovka, Kherson region, 74200
14	Khmelnitsky branch	81/1, Proskuryvskogo pidpilya str., Khmelnytsky, 29000 tel. (0382) 70-10-60, fax (0382) 70-09-69
14.1	Outlet # 1 in Khmelnytsky	1, Proskuryvskogo pidpilya str., Khmelnytsky, 29025 tel. (0382) 70-22-63
14.2	Outlet # 2 in Khmelnytsky	73, Svobody str., Khmelnytsky, 29000 tel. (0382) 70-38-63
14.3	Outlet # 3 in Kamyanets-Podilskiy	42, Grushevskogo av., Kamyanets-Podilskiy, 32300 tel. (03849) 5-18-84
14.4	Outlet # 4 in Khmelnytsky	2/1 b, Kurchatova str., Khmelnytsky, 29025 tel. (0382) 70-22-93, fax (0382) 70-09-93
14.5	Outlet # 5 in Teophopol	1, Makarenka str., Teophopol, 30600, Khmelnytsky region tel. (03844) 3-05-88, fax (03844) 3-13-86
15	Kharkiv branch	29a, Petrovskogo str., Kharkiv, 61002 tel. (0572) 58-61-61, fax (0572) 58-61-61
16	Cherkasy branch	25, Pasterivska str., Cherkasy, 18005 tel. (0472) 35-10-27, fax (0472) 54-06-83
16a	Outlet # 1 in Cherkasy	4, Vernygy str., Cherkasy, 18008 tel. (0472) 55-27-92
17	Mykolayv branch	1a, Sadova str., Mykolayv, 54001 tel. (0512) 50-05-93, fax (0512) 35-02-60
17a	Outlet # 1 in Mykolayv	71, Lenina avenue, Mykolayv, 54017 tel. (0512) 50-06-83, fax (0512) 35-41-23
18	Ivano-Frankivsk branch	27, Galytska str., Ivano-Frankivsk, 76000 tel. (0342) 77-60-80, fax (0342) 70-60-80
18a	Outlet # 1 in Broshniv-Osada	75, 22-Sichnya str., Broshniv-Osada, Roznyatyn district, 77611 tel. (03474) 4-62-34, fax (03474) 4-62-34
19	Odessa branch	89, Katerynynska str., Odessa, 656023 tel. (048) 722-16-80

