

**INDEPENDENT AUDITORS' REVIEW REPORT
ON THE SEMI-ANNUAL
FINANCIAL STATEMENTS OF
BANK HANDLOWY W WARSZAWIE SA
FOR THE PERIOD
FROM 1 JANUARY 2003 TO 30 JUNE 2003**

To the shareholders of Bank Handlowy w Warszawie SA

We have reviewed the accompanying semi-annual financial statements of Bank Handlowy w Warszawie SA, with its registered office in Warsaw. These semi-annual financial statements consist of: the balance sheet as of 30 June 2003 with total assets of and total equity and liabilities of PLN 32,589,634 thousand, the capital adequacy ratio, the off balance sheet items with contingent liabilities granted as at 30 June 2003 amounting to PLN 9,680,546 thousand, the profit and loss account for the six month period ended 30 June 2003, with a net profit of PLN 89,327 thousand, the statement of changes in equity for the period between 1 January 2003 and 30 June 2003 with a decrease in equity of PLN 150,502 thousand, the cash flow statement for the six month period then ended with an increase in cash amounting to PLN 265,958 thousand and the supplementary information and explanations.

The Management Board of Bank Handlowy w Warszawie SA is responsible for the completeness, fairness and accuracy of these semi-annual financial statements. Our responsibility was to review these semi-annual financial statements.

The review of semi-annual financial statement was conducted in compliance with International Standards on Auditing applicable to reviews and Standard No. 4 of the professional standards issued by the Polish National Council of Certified Auditors. These standards require that we plan and perform the review to obtain reasonable assurance that semi-annual financial statements is free of significant misstatement.

A review was limited primarily to applying analytical procedures to financial data presented in the semi-annual financial statements, inspection of accounting records and enquiries of the Management Board and personnel of Bank Handlowy w Warszawie SA. The scope and method of a limited review of semi-annual financial statements is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the true and fair presentation of the financial statements. Therefore we do not express such an opinion on the accompanying financial statements.

Based on our review nothing has come to our attention that require any significant changes to be made to the accompanying semi-annual financial statements in order to fairly present the financial position of Bank Handlowy w Warszawie SA as of 30 June 2003 and financial results, profitability and cash flows for the period from 1 January 2003 to 30 June 2003 in accordance with the accounting standards set out in the Polish Accounting Act dated 29 September 1994 (Official Journal No 76 from 2002, item 694 with the subsequent amendments), the ordinance of Minister of Finance dated 10 December 2001 regarding special accounting principles for banks (Official Journal no. 149, item 1673 with the subsequent amendments) and the requirements relating to issuers of publicly traded securities.

signed on the Polish original

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Certified Auditor No. 3683/5018
Janina Skwarka

signed on the Polish original

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On behalf of KPMG Polska Audyt Sp. z o.o.
Certified Auditor No. 796/1670
Bogdan Dębicki,
Member of the Board of Directors

signed on the Polish original

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On behalf of KPMG Polska Audyt Sp. z o.o.
Robert J. Widdowson, Proxy

Warsaw, 24 September 2003