



**NOVA KBM, d.d., Maribor**

**Announcement of Results of Nova KBM d.d. for 2Q 2009**

In the period from 1 January to 30 June 2009, Nova KBM d.d. generated profit from continuing operations of €11.6 million. Net interest income amounted to €51.9 million or 41 per cent of the figure planned for 2009. The interest margin (calculated on average total assets) was 2.22 per cent. Net fee and commission income was €21.4 million, 52 per cent of the figure planned for 2009. The Bank achieved a satisfactory level of net fee and commission income mainly due to lower than planned fee and commission expenses. The Bank covered 53 per cent of administration costs including depreciation and amortisation with net fee and commission income. Net gains on financial assets and liabilities held for trading amounted to €1.8 million in the first half of the year, so already exceeding the figure planned for the 2009 year-end. The Bank's profit is reduced by above-planned impairment charges of €24.7 million, which represents 82 per cent of provisions and impairment charges planned for the year 2009. Impairment charges of €2.8 million result from the revaluation of bonds issued by the Icelandic Glitnir Bank and Kaupthing Bank down to 10 per cent of their nominal value.

The Bank's total assets amounted to €4,857.6 million as of 30 June 2009, an increase of 6.4 per cent or €292.9 million over the 2008 year-end figure, and 13.4 per cent above the projected growth for the year 2009. Measured by total assets, the Bank's market share was 9.9 per cent at the end of June, an increase of 0.3 percentage points over the end of 2008. The growth was mainly driven by deposits from the state and households, what is, on the assets side of the balance sheet, being particularly reflected in an increase of available-for-sale financial assets and net loans to non-bank customers. In the second quarter of 2009, the Bank repaid a portion of loans borrowed from foreign banks in the past, this leading to a decrease in loans from banks by €127.2 million.

Net loans to non-bank customers reached €3,364.6 million at the end of June 2009, €82.9 million over the amount reported for the 2008 year-end. Loans to non-financial companies registered the largest increase within this item. The Bank's market share in loans to non-bank customers went up by 0.1 percentage point to exactly 10.0 per cent, meaning that the Bank's credit activities were above of that of the banking system's average in the first half of the year. As regards loans to households in the first six months of 2009, the Bank's market share dropped by 0.1 percentage point to 11.6 per cent as of the last of June.

Deposits from non-bank customers were €3,081.8 million at the end of June, an increase of €418.7 million over the 2008 year-end figure. The growth in deposits is mainly attributable to deposits from the state and households. At the end of June 2009, the ratio of loans to deposits of non-bank customers was 109.2 per cent, thus falling below the ratio's level recorded at the end of 2007 (110.8 per cent).

Total shareholders' equity amounted to €354.9 million at the end of June 2009, an increase of €21.1 million over the 2008 year-end figure. The total capital adequacy of the Bank as of the end of June 2009 was 11.01 per cent.

This announcement is also published on the Bank's website ([www.nkbm.si](http://www.nkbm.si)).

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Management board of Nova KBM d.d.

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