

CONSOLIDATED INCOME STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2007

	2007 C£ '000	2006 C£ '000	Supplementary information	
			2007 Euro '000	2006 Euro '000
Interest income	956.424	458.856	1.634.347	784.098
Interest expense	(564.704)	(248.731)	(964.973)	(425.034)
Net interest income	391.720	210.125	669.374	359.064
Fee and commission income	220.758	65.524	377.234	111.968
Fee and commission expense	(39.371)	(3.542)	(67.277)	(6.053)
Net fee and commission income	181.387	61.982	309.957	105.915
Profit on disposal and revaluation of securities	93.693	7.800	160.103	13.329
Foreign exchange income	18.429	13.675	31.492	23.368
Other income	41.787	21.578	71.405	36.873
Operating income	727.016	315.160	1.242.331	538.549
Staff costs	(198.479)	(106.797)	(339.163)	(182.496)
Depreciation and amortisation	(26.938)	(11.914)	(46.032)	(20.359)
Administrative expenses	(97.342)	(44.832)	(166.339)	(76.609)
Profit before provision for impairment of advances	404.257	151.617	690.797	259.085
Provision for impairment of advances	(57.305)	(47.397)	(97.923)	(80.992)
Profit before share of profit from associates	346.952	104.220	592.874	178.093
Share of profit from associates	1.724	1.475	2.946	2.520
Profit before tax	348.676	105.695	595.820	180.613
Tax	(51.973)	(17.766)	(88.812)	(30.359)
Profit after tax from continuing operations	296.703	87.929	507.008	150.254
Profit after tax from discontinued operations due to reduction in participation	50.443	-	86.197	-
Profit for the year	347.146	87.929	593.205	150.254
Attributable to:				
Minority interest	17.438	1.857	29.798	3.173
Equity holders of the Bank	329.708	86.072	563.407	147.081
	347.146	87.929	593.205	150.254
Earnings per share – for profit attributable to the equity holders of the Bank				
Earnings per share – cent	42,2	25,8	72,1	44,1
Earnings per share – for profit after tax from continuing operations attributable to the equity holders of the Bank				
Earnings per share – cent	36,9		63,0	

CONSOLIDATED BALANCE SHEET
31 DECEMBER 2007

	2007 C£ '000	2006 C£ '000	Supplementary information	
			2007 Euro '000	2006 Euro '000
Assets				
Cash and balances with Central Banks	788.434	611.916	1.347.284	1.045.648
Due from other banks	2.913.625	2.403.761	4.978.832	4.107.571
Financial assets at fair value through profit or loss	419.103	440.277	716.167	752.350
Advances to customers	10.309.665	6.952.217	17.617.259	11.880.018
Reinsurance assets	16.319	12.380	27.886	21.155
Available-for-sale financial assets	1.602.162	1.114.731	2.737.791	1.904.863
Held-to-maturity financial assets	219.939	256.425	375.835	438.182
Other assets	229.088	145.332	391.467	248.345
Tax refundable	13.920	16.998	23.787	29.046
Deferred tax assets	21.224	8.846	36.267	15.116
Investments in associates	8.661	8.856	14.800	15.133
Intangible assets	960.765	901.571	1.641.765	1.540.614
Investment property	33.869	38.202	57.875	65.280
Property and equipment	167.833	136.460	286.794	233.184
	17.704.607	13.047.972	30.253.809	22.296.505
Assets held for sale	-	127.181	-	217.328
Total assets	17.704.607	13.175.153	30.253.809	22.513.833
Liabilities				
Due to other banks	1.585.726	440.095	2.709.704	752.039
Customer deposits	12.112.197	9.373.738	20.697.444	16.017.937
Senior debt	569.480	304.018	973.134	519.509
Loan capital	353.534	365.224	604.123	624.099
Insurance contract liabilities	326.519	303.752	557.959	519.054
Other liabilities	483.729	277.254	826.600	473.774
Current tax liabilities	33.942	32.790	57.999	56.032
Deferred tax liabilities	72.824	62.879	124.442	107.448
Retirement benefit obligations	128.659	114.961	219.853	196.447
	15.666.610	11.274.711	26.771.258	19.266.339
Liabilities directly related to assets held for sale	-	122.735	-	209.731
Total liabilities	15.666.610	11.397.446	26.771.258	19.476.070
Share capital and reserves attributable to the Bank's equity holders				
Share capital	398.345	395.159	680.697	675.252
Share premium	1.180.912	1.113.055	2.017.954	1.901.999
Treasury shares	-	(105.957)	-	(181.060)
Reserves	404.585	280.716	691.359	479.690
	1.983.842	1.682.973	3.390.010	2.875.881
Minority interest	54.155	94.734	92.541	161.882
Total equity	2.037.997	1.777.707	3.482.551	3.037.763
Total equity and liabilities	17.704.607	13.175.153	30.253.809	22.513.833