

40				1	EUR	
NAT.	Date of the deposition	No. 0403.227.515	pp.	E.	D.	C 1

**ANNUAL ACCOUNTS AND OTHER DOCUMENTS TO BE DEPOSITED
IN ACCORDANCE WITH THE COMPANIES CODE**

IDENTIFICATION

NAME: **KBC GROEP**

Legal form: **PLC**

Address: **Havenlaan**

Nr.: **2**

Postal Code: **1080**

City: **Brussel 8**

Country: **Belgium**

Register of Legal Persons (RLP) - Office of the commercial court at: **Brussel, Dutch-speaking**

Internet address : ¹

Company number: **0403.227.515**

DATE **19/01/2018** of the deposition of the partnership deed OR of the most recent document mentioning the date of publication of the partnership deed and the act changing the articles of association.

ANNUAL ACCOUNTS **IN EURO (2 decimals)** ²

ANNUAL ACCOUNTS approved by by the General Meeting of **3/05/2018**

concerning the financial year covering the period from **1/01/2017** till **31/12/2017**

Previous period from **1/01/2016** till **31/12/2016**

The amounts of the previous financial year ~~are~~ / are not ³ identical to those which have been previously published.

Total number of pages deposited: **52** Number of the pages of the standard form not deposited for not being of service: 6.1, 6.2.1, 6.2.2, 6.2.5, 6.3.4, 6.5.2, 6.18.2, 6.20, 7, 8, 9

Signature
(name and position)
THIJS Johan
Delegated director

Signature
(name and position)
LEYSEN Thomas
President of the board of directors

¹ Optional statement.

² If necessary, adjust the unit and currency in which the amounts are expressed

³ Delete where appropriate.

**LIST OF DIRECTORS, MANAGERS AND AUDITORS
AND DECLARATION ABOUT SUPPLEMENTARY
AUDITING OR ADJUSTMENT MISSION**

LIST OF DIRECTORS, MANAGERS AND AUDITORS

COMPLETE LIST WITH name, first name, profession, residence-address (address, number, postal code, municipality) and position with the enterprise

DONCK Frank

Floridalaan 62, 1180 Ukkel, Belgium

Title : Director

POPELIER Luc

Voosdonk 21, 2801 Heffen, Belgium

Title : Delegated director

Mandate : - 5/05/2017

PAPIRNIK Vladimira

W. 8th Place 401, 60521 Hinsdale Illinois, United States of America

Title : Director

DEPICKERE Franky

Izegemstraat 203, 8770 Ingelmunster, Belgium

Title : Director

BOSTOEN Alain

Coupure 126, 9000 Gent, Belgium

Title : Director

LEYSEN Thomas

Rosier 21, 2000 Antwerpen, Belgium

Title : President of the board of directors

ROUSSIS Theodoros

Poederstraat 51, 2370 Arendonk, Belgium

Title : Director

VLERICK Philippe

Ronsevaalstraat 2, 8510 Bellegem, Belgium

Title : Vice president of the board of directors

THIJS Johan

Moorsemsestraat 260, 3130 Betekom, Belgium

Title : Delegated director

LIST OF DIRECTORS, MANAGERS AND AUDITORS (Continued from previous page)

VAN RIJSSEGHEM Christine

Avenue du Manoir 59, 1410 Waterloo, Belgium

Title : Delegated director

KIRALY Julia

Kossuth Lajos ter 18, 1055 Budapest, Hungary

Title : Director

WITTEMANS Marc

Beatrijslaan 91, 3110 Rotselaar, Belgium

Title : Director

DE BECKER Sonja

Meerbeekstraat 20, 3071 Erps-Kwerps, Belgium

Title : Director

CALLEWAERT Katelijn

Beekboshoek 102, 2550 Kontich, Belgium

Title : Director

NONNEMAN Walter

Molenstraat 245, 9150 Kruibeke, Belgium

Title : Director

VANHOVE Matthieu

Lindelaan 7, 3001 Heverlee, Belgium

Title : Director

SCHEERLINCK Hendrik

Gemsiaan 44, 3090 Overijse, Belgium

Title : Delegated director

Mandate : 5/05/2017

PwC Bedrijfsrevisoren BCVBA 0429.501.944

Woluwedal 18, 1932 Sint-Stevens-Woluwe, Belgium

Title : Auditor, Membership number : B00009

Represented by:

1. Jeanquart Roland
Woluwedal 18 , 1932 Sint-Stevens-Woluwe, Belgium
Auditor, Membership number : A01313
2. Meuleman Tom
Woluwedal 18 , 1932 Sint-Stevens-Woluwe, Belgium
Auditor, Membership number : A01894

DECLARATION ABOUT SUPPLEMENTARY AUDITING OR ADJUSTMENT MISSION

The managing board declares that the assignment neither regarding auditing nor adjusting has been given to a person who was not authorised by law pursuant to art. 34 and 37 of the Law of 22nd April 1999 concerning the auditing and tax professions.

Have the annual accounts been audited or adjusted by an external accountant or auditor who is not an statutory auditor ? ~~Yes~~ / No

If YES, mention here after: name, first names, profession, residence-address of each external accountant or auditor, the number of membership with the professional Institute ad hoc and the nature of this engagement:

- A. Bookkeeping of the undertaking **,
- B. Preparing the annual accounts **,
- C. Auditing the annual accounts and/or
- D. Adjusting the annual accounts.

If the assignment mentioned either under A or B is performed by authorised accountants or authorised accountants-tax consultants, information will be given on: name, first names, profession and residence-address of each authorised accountant or accountant-tax consultant, his number of membership with the Professional Institute of Accountants and Tax consultants and the nature of this engagement.

Name, first name, profession, residence-address	Number of membership	Nature of the engagement (A, B, C and/or D)

* Delete where appropriate.

** Optional disclosure.

ANNUAL ACCOUNTS

BALANCE SHEET AFTER APPROPRIATION

	Notes	Codes	Period	Previous period
ASSETS				
FORMATION EXPENSES	6.1	20	0,00	0,00
FIXED ASSETS		21/28	<u>21.446.707.530,68</u>	<u>19.645.321.004,62</u>
Intangible fixed assets	6.2	21	211.641.814,90	176.391.871,65
Tangible fixed assets	6.3	22/27	87.015.810,64	97.421.430,01
Land and buildings		22	27.357.526,77	29.031.106,06
Plant, machinery and equipment		23	46.381.148,15	54.392.074,23
Furniture and vehicles		24	11.561.952,87	12.372.379,80
Leasing and other rights		25	0,00	0,00
Other tangible fixed assets		26	724.296,33	634.486,37
Tangible assets under construction and advance payments made		27	990.886,52	991.383,55
Financial fixed assets	6.4 / 6.5.1	28	21.148.049.905,14	19.371.507.702,96
Affiliated enterprises	6.15	280/1	21.146.911.711,60	19.370.369.509,42
Participating interests		280	14.043.698.630,11	14.043.698.630,11
Amounts receivable		281	7.103.213.081,49	5.326.670.879,31
Other enterprises linked by participating interests	6.15	282/3	914.657,54	914.657,54
Participating interests		282	914.657,54	914.657,54
Amounts receivable		283	0,00	0,00
Other financial assets		284/8	223.536,00	223.536,00
Shares		284	223.536,00	223.536,00
Amounts receivable and cash guarantees		285/8	0,00	0,00

	Notes	Codes	Period	Previous period
CURRENT ASSETS		29/58	<u>193.491.282,48</u>	<u>135.161.432,85</u>
Amounts receivable after more than one year		29	382.519,39	252.395,63
Trade debtors		290	0,00	0,00
Other amounts receivable		291	382.519,39	252.395,63
Stocks and contracts in progress		3	553.142,37	581.853,16
Stocks		30/36	553.142,37	581.853,16
Raw materials and consumables		30/31	0,00	0,00
Work in progress		32	0,00	0,00
Finished goods		33	0,00	0,00
Goods purchased for resale		34	553.142,37	581.853,16
Immovable property intended for sale		35	0,00	0,00
Advance payments		36	0,00	0,00
Contracts in progress		37	0,00	0,00
Amounts receivable within one year		40/41	57.931.893,63	36.207.280,52
Trade debtors		40	45.027.822,51	22.242.267,91
Other amounts receivable		41	12.904.071,12	13.965.012,61
Current investments	6.5.1 / 6.6	50/53	0,00	0,00
Own shares		50	0,00	0,00
Other investments and deposits		51/53	0,00	0,00
Cash at bank and in hand		54/58	52.516.560,94	30.620.470,25
Deferred charges and accrued income	6.6	490/1	82.107.166,15	67.499.433,29
TOTAL ASSETS		20/58	21.640.198.813,16	19.780.482.437,47

	Notes	Codes	Period	Previous period
EQUITY AND LIABILITIES				
EQUITY		10/15	<u>13.468.352.903,81</u>	<u>13.683.489.773,10</u>
Capital	6.7.1	10	1.456.074.585,67	1.455.289.897,87
Issued capital		100	1.456.074.585,67	1.455.289.897,87
Uncalled capital ⁴		101	0,00	0,00
Share premium account		11	5.448.168.873,97	5.435.514.655,77
Revaluation surpluses		12	283,00	283,00
Reserves		13	1.466.553.165,95	1.466.390.213,55
Legal reserve		130	145.607.458,57	145.528.989,79
Reserves not available		131	1.338.625,03	1.338.625,03
In respect of own shares held		1310	0,00	0,00
Others		1311	1.338.625,03	1.338.625,03
Untaxed reserves		132	190.307.562,20	190.223.078,58
Available reserves		133	1.129.299.520,15	1.129.299.520,15
Accumulated profits (losses)(+)/(-)		14	5.097.555.995,22	5.326.294.722,91
Investment grants		15	0,00	0,00
Advance to associates on the sharing out of the assets ⁵		19	0,00	0,00
PROVISIONS AND DEFERRED TAXES		16	<u>16.514.660,61</u>	<u>16.364.239,73</u>
Provisions for liabilities and charges		160/5	16.514.660,61	16.364.239,73
Pensions and similar obligations		160	16.240.253,75	15.978.343,12
Taxation		161	0,00	0,00
Major repairs and maintenance		162	0,00	0,00
Environmental liabilities		163	0,00	0,00
Other risks and costs	6.8	164/5	274.406,86	385.896,61
Deferred taxes		168	0,00	0,00

⁴ Amount to be deducted from the issued capital.

⁵ Amount to be deducted from the other components of equity.

	Notes	Codes	Period	Previous period
AMOUNTS PAYABLE		17/49	8.155.331.248,74	6.080.628.424,64
Amounts payable after more than one year	6.9	17	7.101.653.466,60	4.576.342.627,94
Financial debts		170/4	7.101.642.351,60	4.576.331.512,94
Subordinated loans		170	3.580.297.138,48	3.080.789.655,58
Unsubordinated debentures		171	3.521.345.213,12	1.495.541.857,36
Leasing and other similar obligations		172	0,00	0,00
Credit institutions		173	0,00	0,00
Other loans		174	0,00	0,00
Trade debts		175	0,00	0,00
Suppliers		1750	0,00	0,00
Bills of exchange payable		1751	0,00	0,00
Advances received on contracts in progress		176	0,00	0,00
Other amounts payable		178/9	11.115,00	11.115,00
Amounts payable within one year	6.9	42/48	983.456.093,76	1.449.556.444,67
Current portion of amounts payable after more than one year falling due within one year		42	0,00	0,00
Financial debts		43	282.831,99	558.009.854,81
Credit institutions		430/8	282.831,99	0,00
Other loans		439	0,00	558.009.854,81
Trade debts		44	34.210.060,79	31.319.520,23
Suppliers		440/4	34.210.060,79	31.319.520,23
Bills of exchange payable		441	0,00	0,00
Advances received on contracts in progress		46	0,00	546.483,77
Taxes, remuneration and social security	6.9	45	80.592.647,03	79.303.372,29
Taxes		450/3	15.295.302,10	10.229.382,50
Remuneration and social security		454/9	65.297.344,93	69.073.989,79
Other amounts payable		47/48	868.370.553,95	780.377.213,57
Accrued charges and deferred income	6.9	492/3	70.221.688,38	54.729.352,03
TOTAL LIABILITIES		10/49	21.640.198.813,16	19.780.482.437,47

INCOME STATEMENT

	Notes	Codes	Period	Previous period
Operating income and charges		70/76A	904.599.894,90	928.140.443,91
Turnover	6.10	70	837.485.843,67	859.119.503,15
Increase (decrease) in stocks of finished goods, work and contracts in progress		71	0,00	0,00
Own construction capitalised		72	52.281.065,52	53.076.066,37
Other operating income	6.10	74	14.831.096,85	15.944.873,39
Non-recurring operating income	6.12	76A	1.888,86	1,00
Operating charges		60/66A	917.497.920,95	957.349.188,43
Raw materials, consumables		60	28.710,79	75.014,29
Purchases		600/8	0,00	88.666,68
Decrease (increase) in stocks		609	28.710,79	-13.652,39
Services and other goods		61	472.556.352,85	486.937.098,34
Remuneration, social security costs and pensions ..	6.10	62	350.893.196,39	374.135.456,95
Depreciation of and amounts written off formation expenses, intangible and tangible fixed assets		630	89.254.888,05	83.687.735,96
Increase, Decrease in amounts written off stocks contracts in progress and trade debtors: Appropriations (write-backs)		631/4	0,00	0,00
Provisions for risks and charges - Appropriations (uses and write-backs)	6.10	635/8	150.420,88	3.609.362,17
Other operating charges	6.10	640/8	1.497.820,55	1.325.963,01
Operation charges carried to assets as restructuring costs		649	0,00	0,00
Non-recurring operating charges	6.12	66A	3.116.531,44	7.578.557,71
Operating profit (loss)		9901	-12.898.026,05	-29.208.744,52

	Notes	Codes	Period	Previous period
Financial income		75/76B	1.208.071.653,25	1.345.443.195,31
Recurring financial income		75	1.208.071.653,25	1.345.443.195,31
Income from financial fixed assets		750	1.047.933.132,97	1.204.175.392,82
Income from current assets		751	1.763.984,42	304.238,49
Other financial income	6.11	752/9	158.374.535,86	140.963.564,00
Non-recurring financial income	6.12	76B	0,00	0,00
Financial charges	6.11	65/66B	147.135.288,96	132.584.611,62
Recurring financial charges		65	147.135.288,96	132.584.611,62
Debt charges		650	145.138.922,04	128.685.035,55
Amounts written down on current assets except stocks, contracts in progress and trade debtors(+)/(-)		651	0,00	0,00
Other financial charges		652/9	1.996.366,92	3.899.576,07
Non recurring financial charges	6.12	66B	0,00	0,00
Profit (loss) for the period before taxes(+)/(-)		9903	1.048.038.338,24	1.183.649.839,17
Transfer from postponed taxes		780	101.597,66	2.098.829,95
Transfer to postponed taxes		680	3.113.115,83	33,32
Income taxes(+)/(-)	6.13	67/77	7.109.856,81	3.785.525,38
Income taxes		670/3	7.119.183,70	3.787.322,48
Adjustment of income taxes and write-back of tax provisions		77	9.326,89	1.797,10
Profit (loss) for the period(+)/(-)		9904	1.037.916.963,26	1.181.963.110,42
Transfer from untaxed reserves		789	0,00	0,00
Transfer to untaxed reserves		689	84.483,62	89.988,89
Profit (loss) for the period available for appropriation(+)/(-)		9905	1.037.832.479,64	1.181.873.121,53

APPROPRIATION ACCOUNT

	Codes	Period	Previous period
Profit (loss) to be appropriated(+)/(-)	9906	6.364.127.202,55	6.508.437.697,14
Gain (loss) to be appropriated(+)/(-)	(9905)	1.037.832.479,64	1.181.873.121,53
Profit (loss) to be carried forward(+)/(-)	14P	5.326.294.722,91	5.326.564.575,61
Transfers from capital and reserves	791/2	0,00	0,00
from capital and share premium account	791	0,00	0,00
from reserves	792	0,00	0,00
Transfers to capital and reserves	691/2	78.468,78	99.188,35
to capital and share premium account	691	0,00	0,00
to the legal reserve	6920	78.468,78	99.188,35
to other reserves	6921	0,00	0,00
Profit (loss) to be carried forward(+)/(-)	(14)	5.097.555.995,22	5.326.294.722,91
Owner's contribution in respect of losses	794	0,00	0,00
Profit to be distributed	694/7	1.266.492.738,55	1.182.043.785,88
Dividends	694	1.255.567.216,00	1.171.156.805,60
Director's or managers' entitlements	695	0,00	0,00
Workers	696	10.925.522,55	0,00
Other beneficiaries	697	0,00	10.886.980,28

	Codes	Period	Previous period
CONCESSIONS, PATENTS, LICENCES, KNOWHOW, BRANDS AND SIMILAR RIGHTS			
Acquisition value at the end of the period	8052P	xxxxxxxxxxxxxxx	709.093.430,65
Movements during the period			
Acquisitions, including produced fixed assets	8022	91.859.749,90	
Sales and disposals	8032	194.795,31	
Transfers from one heading to another(+)/(-)	8042	0,00	
Acquisition value at the end of the period	8052	800.758.385,24	
Depreciation and amounts written down at the end of the period	8122P	xxxxxxxxxxxxxxx	532.701.559,00
Movements during the period			
Recorded	8072	56.582.486,63	
Written back	8082	0,00	
Acquisitions from third parties	8092	0,00	
Cancelled owing to sales and disposals	8102	167.475,29	
Transfers from one heading to another(+)/(-)	8112	0,00	
Depreciation and amounts written down at the end of the period	8122	589.116.570,34	
NET BOOK VALUE AT THE END OF THE PERIOD	211	<u>211.641.814,90</u>	

	Codes	Period	Previous period
GOODWILL			
Acquisition value at the end of the period	8053P	xxxxxxxxxxxxxxx	101.259,73
Movements during the period			
Acquisitions, including produced fixed assets	8023	0,00	
Sales and disposals	8033	0,00	
Transfers from one heading to another	8043	0,00	
Transfers from one heading to another	8043	0,00	
Acquisition value at the end of the period	8053	101.259,73	
Depreciation and amounts written down at the end of the period	8123P	xxxxxxxxxxxxxxx	101.259,73
Movements during the period			
Recorded	8073	0,00	
Written back	8083	0,00	
Acquisitions from third parties	8093	0,00	
Cancelled owing to sales and disposals	8103	0,00	
Transfers from one heading to another	8113	0,00	
Transfers from one heading to another	8113	0,00	
Depreciation and amounts written down at the end of the period	8123	101.259,73	
NET BOOK VALUE AT THE END OF THE PERIOD	212	<u>0,00</u>	

STATEMENT OF TANGIBLE FIXED ASSETS

	Codes	Period	Previous period
LAND AND BUILDINGS			
Acquisition value at the end of the period	8191P	xxxxxxxxxxxxxxx	37.497.976,24
Movements during the period			
Acquisitions, including produced fixed assets	8161	0,00	
Sales and disposals	8171	7.908,95	
Transfers from one heading to another	8181	0,00	
Acquisition value at the end of the period	8191	37.490.067,29	
Revaluation surpluses at the end of the period	8251P	xxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8211	0,00	
Acquisitions from third parties	8221	0,00	
Cancelled	8231	0,00	
Transfers from one heading to another	8241	0,00	
Revaluation surpluses at the end of the period	8251	0,00	
Depreciation and amounts written down at the end of the period	8321P	xxxxxxxxxxxxxxx	8.466.870,18
Movements during the period			
Recorded	8271	1.665.670,34	
Written back	8281	0,00	
Acquisitions from third parties	8291	0,00	
Cancelled owing to sales and disposals	8301	0,00	
Transfers from one heading to another	8311	0,00	
Depreciation and amounts written down at the end of the period	8321	10.132.540,52	
NET BOOK VALUE AT THE END OF THE PERIOD	(22)	27.357.526,77	

	Codes	Period	Previous period
PLANT, MACHINERY AND EQUIPMENT			
Acquisition value at the end of the period	8192P	xxxxxxxxxxxxxxxx	268.840.771,26
Movements during the period			
Acquisitions, including produced fixed assets	8162	23.389.070,56	
Sales and disposals	8172	508.780,51	
Transfers from one heading to another(+)/(-)	8182	0,00	
Acquisition value at the end of the period	8192	291.721.061,31	
Revaluation surpluses at the end of the period	8252P	xxxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8212	0,00	
Acquisitions from third parties	8222	0,00	
Cancelled	8232	0,00	
Transfers from one heading to another(+)/(-)	8242	0,00	
Revaluation surpluses at the end of the period	8252	0,00	
Depreciation and amounts written down at the end of the period	8322P	xxxxxxxxxxxxxxxx	214.448.697,03
Movements during the period			
Recorded	8272	31.466.257,34	
Written back	8282	0,00	
Acquisitions from third parties	8292	0,00	
Cancelled owing to sales and disposals	8302	575.041,21	
Transfers from one heading to another(+)/(-)	8312	0,00	
Depreciation and amounts written down at the end of the period	8322	245.339.913,16	
NET BOOK VALUE AT THE END OF THE PERIOD	(23)	46.381.148,15	

	Codes	Period	Previous period
FURNITURE AND VEHICLES			
Acquisition value at the end of the period	8193P	xxxxxxxxxxxxxxxx	25.846.111,28
Movements during the period			
Acquisitions, including produced fixed assets	8163	1.661.180,75	
Sales and disposals	8173	37.456,05	
Transfers from one heading to another(+)/(-)	8183	0,00	
Acquisition value at the end of the period	8193	27.469.835,98	
Revaluation surpluses at the end of the period	8253P	xxxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8213	0,00	
Acquisitions from third parties	8223	0,00	
Cancelled	8233	0,00	
Transfers from one heading to another(+)/(-)	8243	0,00	
Revaluation surpluses at the end of the period	8253	0,00	
Depreciation and amounts written down at the end of the period	8323P	xxxxxxxxxxxxxxxx	13.473.731,48
Movements during the period			
Recorded	8273	2.471.137,81	
Written back	8283	0,00	
Acquisitions from third parties	8293	0,00	
Cancelled owing to sales and disposals	8303	36.986,18	
Transfers from one heading to another(+)/(-)	8313	0,00	
Depreciation and amounts written down at the end of the period	8323	15.907.883,11	
NET BOOK VALUE AT THE END OF THE PERIOD	(24)	11.561.952,87	

	Codes	Period	Previous period
OTHER TANGIBLE FIXED ASSETS			
Acquisition value at the end of the period	8195P	xxxxxxxxxxxxxxx	977.048,17
Movements during the period			
Acquisitions, including produced fixed assets	8165	210.216,26	
Sales and disposals	8175	0,00	
Transfers from one heading to another(+)/(-)	8185	0,00	
Acquisition value at the end of the period	8195	1.187.264,43	
Revaluation surpluses at the end of the period	8255P	xxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8215	0,00	
Acquisitions from third parties	8225	0,00	
Cancelled	8235	0,00	
Transfers from one heading to another(+)/(-)	8245	0,00	
Revaluation surpluses at the end of the period	8255	0,00	
Depreciation and amounts written down at the end of the period	8325P	xxxxxxxxxxxxxxx	342.561,80
Movements during the period			
Recorded	8275	120.406,30	
Written back	8285	0,00	
Acquisitions from third parties	8295	0,00	
Cancelled owing to sales and disposals	8305	0,00	
Transfers from one heading to another(+)/(-)	8315	0,00	
Depreciation and amounts written down at the end of the period	8325	462.968,10	
NET BOOK VALUE AT THE END OF THE PERIOD	(26)	<u>724.296,33</u>	

	Codes	Period	Previous period
ASSETS UNDER CONSTRUCTION AND ADVANCED PAYMENTS			
Acquisition value at the end of the period	8196P	xxxxxxxxxxxxxxx	10.612.794,07
Movements during the period			
Acquisitions, including produced fixed assets	8166	0,00	
Sales and disposals	8176	497,03	
Transfers from one heading to another(+)/(-)	8186	0,00	
Acquisition value at the end of the period	8196	10.612.297,04	
Revaluation surpluses at the end of the period	8256P	xxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8216	0,00	
Acquisitions from third parties	8226	0,00	
Cancelled	8236	0,00	
Transfers from one heading to another(+)/(-)	8246	0,00	
Revaluation surpluses at the end of the period	8256	0,00	
Depreciation and amounts written down at the end of the period	8326P	xxxxxxxxxxxxxxx	9.621.410,52
Movements during the period			
Recorded	8276	0,00	
Written back	8286	0,00	
Acquisitions from third parties	8296	0,00	
Cancelled owing to sales and disposals	8306	0,00	
Transfers from one heading to another(+)/(-)	8316	0,00	
Depreciation and amounts written down at the end of the period	8326	9.621.410,52	
NET BOOK VALUE AT THE END OF THE PERIOD	(27)	<u>990.886,52</u>	

STATEMENT OF FINANCIAL FIXED ASSETS

	Codes	Period	Previous period
AFFILIATED ENTERPRISES - PARTICIPATING INTERESTS AND SHARES			
Acquisition value at the end of the period	8391P	xxxxxxxxxxxxxxx	14.037.170.795,04
Movements during the period			
Acquisitions, including produced fixed assets	8361	0,00	
Sales and disposals	8371	0,00	
Transfers from one heading to another	8381	0,00	
		(+)/(-)	
Acquisition value at the end of the period	8391	14.037.170.795,04	
Revaluation surpluses at the end of the period	8451P	xxxxxxxxxxxxxxx	6.527.835,07
Movements during the period			
Recorded	8411	0,00	
Acquisitions from third parties	8421	0,00	
Cancelled	8431	0,00	
Transfers from one heading to another	8441	0,00	
		(+)/(-)	
Revaluation surpluses at the end of the period	8451	6.527.835,07	
Amounts written down at the end of the period	8521P	xxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8471	0,00	
Written back	8481	0,00	
Acquisitions from third parties	8491	0,00	
Cancelled owing to sales and disposals	8501	0,00	
Transfers from one heading to another	8511	0,00	
		(+)/(-)	
Amounts written down at the end of the period	8521	0,00	
Uncalled amounts at the end of the period	8551P	xxxxxxxxxxxxxxx	0,00
Movements during the period	8541	0,00	
		(+)/(-)	
Uncalled amounts at the end of the period	8551	0,00	
NET BOOK VALUE AT THE END OF THE PERIOD	(280)	14.043.698.630,11	
AFFILIATED ENTERPRISES - AMOUNTS RECEIVABLE			
NET BOOK VALUE AT THE END OF THE PERIOD	281P	xxxxxxxxxxxxxxx	5.326.670.879,31
Movements during the period			
Additions	8581	2.031.411.321,52	
Repayments	8591	0,00	
Amounts written down	8601	0,00	
Amounts written back	8611	0,00	
Exchange differences	8621	0,00	
		(+)/(-)	
Other	8631	-254.869.119,34	
		(+)/(-)	
NET BOOK VALUE AT THE END OF THE PERIOD	(281)	7.103.213.081,49	
ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD	8651	0,00	

	Codes	Period	Vorig boekjaar
ENTERPRISES LINKED BY A PARTICIPATING INTEREST - PARTICIPATING INTERESTS AND SHARES			
Acquisition value at the end of the period	8392P	xxxxxxxxxxxxxxxx	914.657,54
Movements during the period			
Acquisitions, including produced fixed assets	8362	0,00	
Sales and disposals	8372	0,00	
Transfers from one heading to another(+)/(-)	8382	0,00	
Acquisition value at the end of the period	8392	914.657,54	
Revaluation surpluses at the end of the period	8452P	xxxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8412	0,00	
Acquisitions from third parties	8422	0,00	
Cancelled	8432	0,00	
Transfers from one heading to another(+)/(-)	8442	0,00	
Revaluation surpluses at the end of the period	8452	0,00	
Amounts written down at the end of the period	8522P	xxxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8472	0,00	
Written back	8482	0,00	
Acquisitions from third parties	8492	0,00	
Cancelled owing to sales and disposals	8502	0,00	
Transfers from one heading to another(+)/(-)	8512	0,00	
Amounts written down at the end of the period	8522	0,00	
Uncalled amounts at the end of the period	8552P	xxxxxxxxxxxxxxxx	0,00
Movements during the period(+)/(-)	8542	0,00	
Uncalled amounts at the end of the period	8552	0,00	
NET BOOK VALUE AT THE END OF THE PERIOD	(282)	914.657,54	
ENTERPRISES LINKED BY A PARTICIPATING INTEREST - AMOUNTS RECEIVABLE			
NET BOOK VALUE AT THE END OF THE PERIOD	283P	xxxxxxxxxxxxxxxx	0,00
Movements during the period			
Additions	8582	0,00	
Repayments	8592	0,00	
Amounts written down	8602	0,00	
Amounts written back	8612	0,00	
Exchange differences(+)/(-)	8622	0,00	
Other(+)/(-)	8632	0,00	
NET BOOK VALUE AT THE END OF THE PERIOD	(283)	0,00	
ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD	8652	0,00	

	Codes	Period	Previous period
OTHER ENTERPRISES - PARTICIPATING INTERESTS AND SHARES			
Acquisition value at the end of the period	8393P	xxxxxxxxxxxxxxxx	223.536,00
Movements during the period			
Acquisitions, including produced fixed assets	8363	0,00	
Sales and disposals	8373	0,00	
Transfers from one heading to another(+)/(-)	8383	0,00	
Acquisition value at the end of the period	8393	223.536,00	
Revaluation surpluses at the end of the period	8453P	xxxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8413	0,00	
Acquisitions from third parties	8423	0,00	
Cancelled	8433	0,00	
Transfers from one heading to another(+)/(-)	8443	0,00	
Revaluation surpluses at the end of the period	8453	0,00	
Amounts written down at the end of the period	8523P	xxxxxxxxxxxxxxxx	0,00
Movements during the period			
Recorded	8473	0,00	
Written back	8483	0,00	
Acquisitions from third parties	8493	0,00	
Cancelled owing to sales and disposals	8503	0,00	
Transfers from one heading to another(+)/(-)	8513	0,00	
Amounts written down at the end of the period	8523	0,00	
Uncalled amounts at the end of the period	8553P	xxxxxxxxxxxxxxxx	0,00
Movements during the period(+)/(-)	8543	0,00	
Uncalled amounts at the end of the period	8553	0,00	
NET BOOK VALUE AT THE END OF THE PERIOD	(284)	<u>223.536,00</u>	
OTHER ENTERPRISES - AMOUNTS RECEIVABLE			
NET BOOK VALUE AT THE END OF THE PERIOD	285/8P	xxxxxxxxxxxxxxxx	0,00
Movements during the period			
Additions	8583	0,00	
Repayments	8593	0,00	
Amounts written down	8603	0,00	
Amounts written back	8613	0,00	
Exchange differences(+)/(-)	8623	0,00	
Other(+)/(-)	8633	0,00	
NET BOOK VALUE AT THE END OF THE PERIOD	(285/8)	<u>0,00</u>	
ACCUMULATED AMOUNTS WRITTEN OFF ON AMOUNTS RECEIVABLE AT THE END OF THE PERIOD	8653	<u>0,00</u>	

INFORMATION RELATING TO THE SHARE IN THE CAPITAL

SHARE IN THE CAPITAL AND OTHER RIGHTS IN OTHER COMPANIES

List of both enterprises in which the enterprise holds a participating interest (recorded in the headings 280 and 282 of assets) and other enterprises in which the enterprise holds rights (recorded in the headings 284 and 51/53 of assets) in the amount of at least 10% of the capital issued.

NAME, full address of the REGISTERED OFFICE and for the enterprise governed by Belgian law, the COMPANY NUMBER	Shares held by				Information from the most recent period for which annual accounts are available			
	Nature	directly		subsidiaries	Primary financial statement	Monetary unit	Capital and reserves	Net result
		Number	%				%	(+) of (-) (in units)
KBC BANK PLC Havenlaan 2 1080 Brussel 8 Belgium 0462.920.226	Ordinary shares	915.228.481	99,99	0,01	31/12/2016	EUR	10.135.595.229	1.208.044.003
KBC VERZEKERINGEN PLC Professor Roger Van Overstraetenplein 2 3000 Leuven Belgium 0403.552.563	Ordinary shares	1.002.016	99,99	0,01	31/12/2016	EUR	1.367.566.933	306.049.096
OMNIA PLC Mgr. Ladeuzeplein 15 3000 Leuven Belgium 0413.646.305	Ordinary shares	1	0,01	99,99	31/12/2016	EUR	3.413.419	574.026
KBC ASSET MANAGEMENT PLC Havenlaan 2 1080 Brussel 8 Belgium 0469.444.267	Ordinary shares	2.776.160	48,14	51,86	31/12/2016	EUR	124.575.000	307.131.000
KREDIETCORP SA FC Rue Notre Dame 37 L-2955 Luxembourg Luxembourg	Ordinary shares	5.250	100,00	0,00	31/12/2016	EUR	17.829.559	5.214.493
KB CONSULT PLC Havenlaan 2 1080 Brussel 8 Belgium 0437.623.220	Ordinary shares	174	0,05	99,95	31/12/2016	EUR	836.272	-15.569
ARDA-IMMO PLC Interleuvenlaan 16 3001 Heverlee Belgium 0474.415.914	Ordinary shares	61.713	19,06	0,00	31/12/2016	EUR	3.615.548	277.247
24+ PLC Roderveldlaan 4 2600 Berchem (Antwerpen) Belgium 0895.810.836	Ordinary shares	3.075	50,00	50,00	31/12/2016	EUR	1.452.792	461.227
Experience@Work CALL Minderbroedersgang 12 2800 Mechelen Belgium 0627.819.632	Ordinary shares	33	33,33	0,00	31/12/2016	EUR	121.763	-98.947

INFORMATION RELATING TO THE SHARE IN THE CAPITAL

SHARE IN THE CAPITAL AND OTHER RIGHTS IN OTHER COMPANIES

NAME, full address of the REGISTERED OFFICE and for the enterprise governed by Belgian law, the COMPANY NUMBER	Shares held by				Information from the most recent period for which annual accounts are available			
	Nature	directly		subsi- diaries	Primary financial statement	Mone- tary unit	Capital and reserves	Net result
		Number	%	%			(+) of (-) (in units)	

OTHER INVESTMENTS AND DEPOSIT, DEFFERED CHARGES AND ACCRUED INCOME (ASSETS)

	Codes	Period	Previous period
INVESTMENTS: OTHER INVESTMENTS AND DEPOSITS			
Shares and current investments other than fixed income investments ..	51	0,00	0,00
Shares - Book value increased with the uncalled amount	8681	0,00	0,00
Shares - Uncalled amount	8682	0,00	0,00
Precious metals and works of art	8683	0,00	0,00
Fixed income securities	52	0,00	0,00
Fixed income securities issued by credit institutions	8684	0,00	0,00
Fixed term accounts with credit institutions	53	0,00	0,00
With residual term or notice of withdrawal			
up to one month	8686	0,00	0,00
between one month and one year	8687	0,00	0,00
over one year	8688	0,00	0,00
Other investments not mentioned above	8689	0,00	0,00

DEFFERED CHARGES AND ACCRUED INCOME**Allocation of heading 490/1 of assets if the amount is significant.**

Deferred charges
Accrued income
Suspence accounts

Period
45.267.123,35
36.778.676,46
61.366,34

STATEMENT OF CAPITAL AND SHAREHOLDING STRUCTURE

STATEMENT OF CAPITAL

Social capital

Issued capital at the end of the period
 Issued capital at the end of the period

Codes	Period	Previous period
100P	XXXXXXXXXXXXXXXX	1.455.289.897,87
(100)	1.456.074.585,67	

Changes during the period

Capital increase staff

Structure of the capital
 Different categories of shares

No-par shares

Registered shares

Shares dematerialized

Codes	Amounts	Number of shares
	784.687,80	225.485
	1.456.074.585,67	418.597.567
8702	XXXXXXXXXXXXXXXX	69.458.436
8703	XXXXXXXXXXXXXXXX	349.139.131

Capital not paid

Uncalled capital
 Capital called, but not paid
 Shareholders having yet to pay up in full

Codes	Uncalled capital	Capital called, but not paid
(101)		XXXXXXXXXXXXXXXX
8712	XXXXXXXXXXXXXXXX	

OWN SHARES

Held by the company itself

Amount of capital held

Number of shares held

Held by the subsidiaries

Amount of capital held

Number of shares held

Commitments to issue shares

Owing to the exercise of conversion rights

Amount of outstanding convertible loans

Amount of capital to be subscribed

Corresponding maximum number of shares to be issued

Owing to the exercise of subscription rights

Number of outstanding subscription rights

Amount of capital to be subscribed

Corresponding maximum number of shares to be issued

Authorized capital, not issued

Codes	Period
8721	0,00
8722	0
8731	0,00
8732	0
8740	0,00
8741	0,00
8742	0
8745	0
8746	0,00
8747	0
8751	694.326.862,24

Shared issued, not representing capital

Distribution

Number of shares held

Number of voting rights attached thereto

Allocation by shareholder

Number of shares held by the company itself

Number of shares held by its subsidiaries

Codes	Period
8761	0
8762	0
8771	0
8781	0

STRUCTURE OF SHAREHOLDINGS OF THE ENTERPRISE AT YEAR-END CLOSING DATE

as shown by the notifications received by the company in accordance with the Companies Code, Article 631 §2, final paragraph, and Article 632 §2, final paragraph; the act of 2 May 2007 on the disclosure of major holdings, Article 14, paragraph four; and the Royal Decree of 21 August 2008 comprising further rules on certain multilateral trading facilities, Article 5.

NAAM van de personen die maatschappelijke rechten van de onderneming in eigendom hebben, met vermelding van het ADRES (van de maatschappelijke zetel, zo het een rechtspersoon betreft), en van het ONDERNEMINGSNUMMER, zo het een onderneming naar Belgisch recht betreft	Aard	Aangehouden maatschappelijke rechten		%
		Aantal Stemrechten		
		Verbonden aan effecten	Niet verbonden aan effecten	
KBC Ancora Comm. Va Mgr. Ladeuzeplein 15, 3000 Leuven 464965639	Gewone	77.516.380		18,52%
MRBB cvba Diestsevest 32 / 5b, 3000 Leuven 403552959	Gewone	47.889.864		11,44%
CERA cvba Mgr. Ladeuzeplein 15, 3000 Leuven 403581960	Gewone	11.127.166		2,66%
Blackrock Inc. 55 East 52nd Street, New York, NY 10055, Verenigde Staten	Gewone	20.982.248		5,01%
Parvus Asset Management Europe Ltd. Clifford Street 7, W1S 2FT, Londen, Verenigd Koninkrijk	Gewone	12.341.146		2,95%
vennootschappen behorend tot de KBC Groep	Gewone	300		0,00%
andere vaste aandeelhouders	Gewone	32.020.498		7,65%

The mentioned notifications are based on a strict interpretation of higher law. For additional information about the shareholder structure, reference is made to the annual report.

PROVISIONS FOR OTHER LIABILITIES AND CHARGES

ANALYSIS OF THE HEADING 164/5 OF LIABILITIES IF THE AMOUNT IS SIGNIFICANT

Provision for disability benefits

238.252,47

Provision for future commitments

36.154,39

Period
238.252,47
36.154,39

STATEMENT OF AMOUNTS PAYABLE, ACCRUED CHARGES AND DEFERRED INCOME
BREAKDOWN OF AMOUNTS PAYABLE WITH AN ORIGINAL PERIOD TO MATURITY OF MORE THAN ONE YEAR, ACCORDING TO THEIR RESIDUAL TERM
Current portion of amounts payable after more than one year falling due within one year

	Codes	Period
Financial debts	8801	0,00
Subordinated loans	8811	0,00
Unsubordinated debentures	8821	0,00
Leasing and other similar obligations	8831	0,00
Credit institutions	8841	0,00
Other loans	8851	0,00
Trade debts	8861	0,00
Suppliers	8871	0,00
Bills of exchange payable	8881	0,00
Advance payments received on contracts in progress	8891	0,00
Other amounts payable	8901	0,00
Total amounts payable after more than one year, not more than one year	(42)	0,00

Amounts payable after more than one year, between one and five years

Financial debts	8802	4.146.837.901,36
Subordinated loans	8812	1.400.000.000,00
Unsubordinated debentures	8822	2.746.837.901,36
Leasing and other similar obligations	8832	0,00
Credit institutions	8842	0,00
Other loans	8852	0,00
Trade debts	8862	0,00
Suppliers	8872	0,00
Bills of exchange payable	8882	0,00
Advance payments received on contracts in progress	8892	0,00
Other amounts payable	8902	0,00
Total amounts payable after more than one year, between one and five years	8912	4.146.837.901,36

Amounts payable after more than one year, over five years

Financial debts	8803	2.954.804.450,24
Subordinated loans	8813	2.180.297.138,48
Unsubordinated debentures	8823	774.507.311,76
Leasing and other similar obligations	8833	0,00
Credit institutions	8843	0,00
Other loans	8853	0,00
Trade debts	8863	0,00
Suppliers	8873	0,00
Bills of exchange payable	8883	0,00
Advance payments received on contracts in progress	8893	0,00
Other amounts payable	8903	11.115,00
Total amounts payable after more than one year, over five years	8913	2.954.815.565,24

AMOUNTS PAYABLE GUARANTEED (headings 17 and 42/48 of liabilities)

Amounts payable guaranteed by Belgian public authorities

	Codes	Period
Financial debts	8921	0,00
Subordinated loans	8931	0,00
Unsubordinated debentures	8941	0,00
Leasing and other similar obligations	8951	0,00
Credit institutions	8961	0,00
Other loans	8971	0,00
Trade debts	8981	0,00
Suppliers	8991	0,00
Bills of exchange payable	9001	0,00
Advance payments received on contracts in progress	9011	0,00
Remuneration and social security	9021	0,00
Other amounts payable	9051	0,00
Total amounts payable guaranteed by Belgian public authorities	9061	0,00

Amounts payable guaranteed by real guarantees given or irrevocably promised by the enterprise on its own assets

Financial debts	8922	0,00
Subordinated loans	8932	0,00
Unsubordinated debentures	8942	0,00
Leasing and other similar obligations	8952	0,00
Credit institutions	8962	0,00
Other loans	8972	0,00
Trade debts	8982	0,00
Suppliers	8992	0,00
Bills of exchange payable	9002	0,00
Advance payments received on contracts in progress	9012	0,00
Taxes, remuneration and social security	9022	0,00
Taxes	9032	0,00
Remuneration and social security	9042	0,00
Other amounts payable	9052	0,00
Total amounts payable guaranteed by real guarantees given or irrevocably promised by the enterprise on its own assets	9062	0,00

AMOUNTS PAYABLE FOR TAXES, REMUNERATION AND SOCIAL SECURITY

Taxes (headings 450/3 and 178/9 of the liabilities)

	Codes	Period
Expired taxes payable	9072	0,00
Non expired taxes payable	9073	12.555.981,81
Estimated taxes payable	450	2.739.320,29
Remuneration and social security (headings 454/9 and 178/9 of the liabilities)		
Amount due to the National Office of Social Security	9076	0,00
Other amounts payable relating to remuneration and social security	9077	65.297.344,93

ACCRUED CHARGES AND DEFERRED INCOME

Allocation of heading 492/3 of liabilities if the amount is significant

Accrued charges
Deffered income

Period
61.701.023,29
8.520.665,09

OPERATING RESULTS**OPERATING INCOME****Net turnover**

Broken down by categories of activity

Services

837.485.843,67

859.119.503,15

Allocation into geographical markets

Belgian customers

795.864.250,09

810.928.140,90

Customers E.U.

41.621.593,58

48.191.362,25

Other operating income

Operating subsidies and compensatory amounts received from public authorities

740

0,00

0,00

OPERATING COSTS**Employees for whom the company has submitted a DIMONA declaration or are recorded in the general personnel register**

Total number at the closing date

9086

4.160

4.171

Average number of employees calculated in full-time equivalents

9087

3.882,7

4.021,0

Number of actual worked hours

9088

5.625.985

5.801.356

Personnel costs

Remuneration and direct social benefits

620

247.030.610,71

263.075.501,47

Employers' social security contributions

621

67.415.494,67

72.533.470,66

Employers' premiums for extra statutory insurances

622

16.194.988,50

17.546.004,65

Other personnel costs

623

20.239.113,01

20.980.480,17

Old-age and widows' pensions

624

12.989,50

0,00

	Codes	Period	Previous period
Provisions for pensions			
Additions (uses and write-back) (+)/(-)	635	261.910,63	4.420.456,57
Amounts written off			
Stocks and contracts in progress			
Recorded	9110	0,00	0,00
Written back	9111	0,00	0,00
Trade debtors			
Recorded	9112	0,00	0,00
Written back	9113	0,00	0,00
Provisions for risks and charges			
Additions	9115	11.319.224,92	9.416.857,97
Uses and write-back	9116	11.168.804,04	5.807.495,80
Other operating charges			
Taxes related to operation	640	1.113.236,56	1.096.831,70
Other charges	641/8	384.583,99	229.131,31
Hired temporary staff and persons placed at the enterprise's disposal			
Total number at the closing date	9096	0	0
Average number calculated as full-time equivalents	9097	4,5	5,7
Number of actual worked hours	9098	8.872	11.003
Charges to the enterprise	617	351.955,00	465.037,00

FINANCIAL RESULTS

	Codes	Period	Previous period
RECURRING FINANCIAL INCOME			
Other financial income			
Subsidies granted by public authorities and recorded as income for the period			
Capital subsidies	9125	0,00	0,00
Interest subsidies	9126	0,00	0,00
Allocation of other financial income			
Other financial income		2.500.253,25	39.037,21
Additional Tier 1 Capital		81.549.999,99	81.550.000,02
Tier 2 Capital		40.228.153,31	40.290.154,98
Conversion Differences		1.326.003,88	2.601.938,30
Holdco		24.539.444,84	7.905.974,51
Subordinated Loan KBC Verzekeringen		8.230.680,59	8.576.458,98
RECURRING FINANCIAL CHARGES			
Depreciation of loan issue expenses	6501	0,00	0,00
Capitalized Interests	6503	0,00	0,00
Amounts written off current assets			
Recorded	6510	0,00	0,00
Written back	6511	0,00	0,00
Other financial charges			
Amount of the discount borne by the enterprise, as a result of negotiating amounts receivable	653	0,00	0,00
Provisions of a financial nature			
Appropriations	6560	0,00	0,00
Uses and write-backs	6561	0,00	0,00
Allocation of other financial charges			
Other financial charges		425.392,40	251.699,62
Exchange Differences		1.238.452,57	3.647.876,45
Loss selling own shares		332.521,95	0,00

INCOME AND CHARGE OF EXCEPTIONAL SIZE OR INCIDENCE

	Codes	Period	Previous period
NON-RECURRING INCOME	76	1.888,86	1,00
Non-recurring operating income	(76A)	1.888,86	1,00
Write-back of depreciation and of amounts written off intangible and tangible fixed assets	760	0,00	0,00
Write-back of provisions for extraordinary operating liabilities and charges	7620	0,00	0,00
Capital gains on disposal of intangible and tangible fixed asset	7630	0,00	0,00
Other non-recurring operating income	764/8	1.888,86	1,00
Non-recurring financial income	(76B)	0,00	0,00
Write-back of amounts written down financial fixed assets	761	0,00	0,00
Write-back of provisions for extraordinary financial liabilities and charges	7621	0,00	0,00
Capital gains on disposal of financial fixed assets	7631	0,00	0,00
Other non-recurring financial income	769	0,00	0,00
NON-RECURRING EXPENSES	66	3.116.531,44	7.578.557,71
Non-recurring operating charges	(66A)	3.116.531,44	7.578.557,71
Non-recurring depreciation of and amounts written off formation expenses, intangible and tangible fixed assets	660	3.051.070,37	7.578.557,71
Provisions for extraordinary operating liabilities and charges: Appropriations (uses)	6620	0,00	0,00
Capital losses on disposal of intangible and tangible fixed assets	6630	0,00	0,00
Other non-recurring operating charges	664/7	65.461,07	0,00
Non-recurring operating charges carried to assets as restructuring costs	6690	0,00	0,00
Non-recurring financial charges	(66B)	0,00	0,00
Amounts written off financial fixed assets	661	0,00	0,00
Provisions for extraordinary financial liabilities and charges - Appropriations (uses)	6621	0,00	0,00
Capital losses on disposal of financial fixed assets	6631	0,00	0,00
Other non-recurring financial charges	668	0,00	0,00
Non-recurring financial charges carried to assets as restructuring costs	6691	0,00	0,00

INCOME TAXES AND OTHER TAXES**INCOME TAXES**

	Codes	Period
Income taxes on the result of the period	9134	7.119.183,70
Income taxes paid and withholding taxes due or paid	9135	4.951.825,84
Excess of income tax prepayments and withholding taxes paid recorded under assets	9136	0,00
Estimated additional taxes	9137	2.167.357,86
Income taxes on the result of prior periods	9138	0,00
Additional income taxes due or paid	9139	0,00
Additional income taxes estimated or provided for	9140	0,00
In so far as taxes of the period are materially affected by differences between the profit before taxes as stated in annual accounts and the estimated taxable profit		
Changes in tax reserves and provisions		-8.054.057,42
Added value and losses on shares		332.521,95
Application of the participation exemption regime for dividends received		-1.007.360.731,31
Taxes losses		-22.080.895,47
Taxable provisions		-2.674.478,34
Disallowed expenses		8.750.580,88

Impact of non recurring results on the amount of the income taxes relating to the current period

Period

Status of deferred taxes

	Codes	Period
Deferred taxes representing assets	9141	8.023.435,01
Accumulated tax losses deductible from future taxable profits	9142	0,00
Passive latencies	9144	0,00
Allocation of deferred taxes representing liabilities		

VALUE ADDED TAXES AND OTHER TAXES BORNE BY THIRD PARTIES**Value added taxes charged**

	Codes	Period	Previous period
To the enterprise (deductible)	9145	36.302.834,31	32.247.167,75
By the enterprise	9146	41.623.216,49	36.988.985,55
Amounts withheld on behalf of third party			
For payroll withholding taxes	9147	73.919.593,59	79.929.246,57
For withholding taxes on investment income	9148	187.787.625,12	61.991.154,60

RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET

Codes	Period
PERSONAL GUARANTEES PROVIDED OR IRREVOCABLY PROMISED BY THE ENTERPRISE AS SECURITY FOR DEBTS AND COMMITMENTS OF THIRD PARTIES	9149 <u>88.144.916,00</u>
Of which	
Bills of exchange in circulation endorsed by the enterprise	9150 0,00
Bills of exchange in circulation drawn or guaranteed by the enterprise	9151 0,00
Maximum amount for which other debts or commitments of third parties are guaranteed by the enterprise	9153 0,00
REAL GUARANTEES	
Real guarantees provided or irrevocably promised by the enterprise on its own assets as security of debts and commitments of the enterprise	
Mortgages	
Book value of the immovable properties mortgaged	9161 0,00
Amount of registration	9171 0,00
Pledging of goodwill - Amount of the registration	9181 0,00
Pledging of other assets - Book value of other assets pledged	9191 0,00
Guarantees provided on future assets - Amount of assets involved	9201 0,00
Real guarantees provided or irrevocably promised by the enterprise on its own assets as security of debts and commitments of third parties	
Mortgages	
Book value of the immovable properties mortgaged	9162 0,00
Amount of registration	9172 0,00
Pledging of goodwill - Amount of the registration	9182 0,00
Pledging of other assets - Book value of other assets pledged	9192 0,00
Guarantees provided on future assets - Amount of assets involved	9202 0,00

Codes	Period
GOODS AND VALUES, NOT DISCLOSED IN THE BALANCE SHEET, HELD BY THIRD PARTIES IN THEIR OWN NAME BUT AT RISK TO AND FOR THE BENEFIT OF THE ENTERPRISE	
SUBSTANTIAL COMMITMENTS TO ACQUIRE FIXED ASSETS	
SUBSTANTIAL COMMITMENTS TO DISPOSE OF FIXED ASSETS	
FORWARD TRANSACTIONS	
Goods purchased (to be received)	9213 500.000.000,00
Goods sold (to be delivered)	9214 0,00
Currencies purchased (to be received)	9215 0,00
Currencies sold (to be delivered)	9216 15.579.863,03

RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET

COMMITMENTS RELATING TO TECHNICAL GUARANTEES IN RESPECT OF SALES OR SERVICES

Period

AMOUNT, NATURE AND FORM CONCERNING LITIGATION AND OTHER IMPORTANT COMMITMENTS

Period

SUPPLEMENT RETIREMENTS OR SURVIVORS PENSION PLANS IN FAVOUR OF THE PERSONNEL OR THE EXECUTIVES OF THE ENTERPRISE

Brief description

All members of staff are covered by a supplementary pension scheme that includes an additional death benefit, orphan's annuity and invalidity benefits. The amount covered under these schemes (which are defined benefit schemes) depends on the average final salary, number of years of service and age at the time of retirement.

These pension schemes are financed entirely by the employer through annual contributions that are recognised in the income statement. These contributions, calculated on an actuarial basis using the aggregate cost method, are transferred to the Pensioenfond KBC OFP (KBC pension fund for employees) and the Pensioenfond Senior Management KBC OFP (KBC pension fund for senior management), whose specific task is to manage the accrued reserves, to pay out the supplementary pension benefit and to carry out the necessary administration.

With effect from 2014, a defined contribution plan was introduced that is mandatory for all new employees and optional for employees signed up to the aforementioned defined benefit plan. Since 2015, the defined benefit plan is therefore a closed plan (i.e. no new members can sign up to it). The new defined contribution plan is funded entirely by the employer. For contribution plans, a statutory minimum return is guaranteed, which is 1,75%.

The management of the reserves built up in this way, the payout of those reserves and the administration of the plan is also entrusted to the OFP Pensioenfond KBC and the OFP Pensioenfond Senior Management KBC.

In addition, staff may contribute to a supplementary pension scheme (defined contribution plan). It is based solely on members' personal contributions which are deducted directly from their salaries. The statutory guaranteed return is 1,75%.

Management of the reserves accrued in this way, their payment and associated administration is the responsibility of the Pensioenfond KBC OFP and Pensioenfond Senior Management KBC OFP.

Measures taken by the enterprise to cover the resulting charges

PENSIONS FUNDED BY THE ENTERPRISE

Estimated amount of the commitments resulting from past services

Methods of estimation

Code	Period
9220	0,00

NATURE AND FINANCIAL IMPACT OF SIGNIFICANT EVENTS AFTER THE CLOSING DATE NOT INCLUDED IN THE BALANCE SHEET OR THE INCOME STATEMENT

Period

RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET

COMMITMENTS TO PURCHASE OR SALE AVAILABLE TO THE COMPANY AS ISSUER OF OPTIONS FOR SALE OR PURCHASE

Period

NATURE AND COMMERCIAL OBJECTIVE OF TRANSACTIONS NOT REFLECTED IN THE BALANCE SHEET

Provided that the risks or advantages coming from these transactions are significant and if the disclosure of the risks or advantages is necessary to appreciate the financial situation of the company

KBC Group NV is the representative of a VAT unit.

KBC Group NV irrevocably and unconditionally guarantees all of the liabilities - referred to in Section 5 (c)

of the Irish Companies (Amendment) Act 1986 - of the following Irish companies in respect of

the financial year ending on 31 December 2017 allowing these companies to be eligible for

exemption from certain disclosure requirements, pursuant to Section 17 of the

Irish Companies (Amendment) Act 1986 :

- KBC Fund Management Limited.

(Cf. 9149)

3 KBC Group guarantees the subordinated perpetual

bond issue in GBP of KBC Bank ISIN Code BE0119284710

Period
0,00
38.644.794,00
0,00
0,00
0,00
0,00
0,00
0,00
49.500.122,00
0,00

OTHER RIGHTS AND COMMITMENTS NOT REFLECTED IN THE BALANCE SHEET (including those which can not be quantified)

Period

**RELATIONSHIPS WITH AFFILIATED ENTERPRISES, ASSOCIATED ENTERPRISES AND OTHERS
ENTERPRISES LINKED BY PARTICIPATING INTERESTS**

	Codes	Period	Previous period
AFFILIATED ENTERPRISES			
Financial fixed assets	(280/1)	21.146.911.711,60	19.370.369.509,42
Participating interests	(280)	14.043.698.630,11	14.043.698.630,11
Subordinated amounts receivable	9271	7.103.213.081,49	5.326.670.879,31
Other amounts receivable	9281	0,00	0,00
Amounts receivable	9291	32.516.265,82	8.456.692,54
Over one year	9301	0,00	0,00
Within one year	9311	32.516.265,82	8.456.692,54
Current investments	9321	0,00	0,00
Shares	9331	0,00	0,00
Amounts receivable	9341	0,00	0,00
Amounts payable	9351	436.706,57	532.611,82
Over one year	9361	0,00	0,00
Within one year	9371	436.706,57	532.611,82
Personal and real guarantees			
Provided or irrevocably promised by the enterprise as security for debts or commitments of affiliated enterprises	9381	88.144.916,00	91.855.805,27
Provided or irrevocably promised by affiliated enterprises as security for debts or commitments of the enterprise	9391	0,00	0,00
Other significant financial commitments	9401	0,00	0,00
Financial results			
Income from financial fixed assets	9421	1.047.933.132,97	1.204.175.392,82
Income from current assets	9431	1.343.628,28	0,58
Other financial income	9441	154.548.278,73	138.322.588,49
Debt charges	9461	240.903,81	330.214,65
Other financial charges	9471	349.727,56	59.754,51
Disposal of fixed assets			
Capital gains obtained	9481	0,00	0,00
Capital losses suffered	9491	0,00	0,00

**RELATIONSHIPS WITH AFFILIATED ENTERPRISES, ASSOCIATED ENTERPRISES AND OTHERS
ENTERPRISES LINKED BY PARTICIPATING INTERESTS**

	Codes	Period	Previous period
ASSOCIATED ENTERPRISES			
Financial fixed assets	9253	0,00	0,00
Participating interests	9263	0,00	0,00
Subordinated amounts receivable	9273	0,00	0,00
Other amounts receivable	9283	0,00	0,00
Amounts receivable	9293	0,00	0,00
Over one year	9303	0,00	0,00
Within one year	9313	0,00	0,00
Amounts payable	9353	0,00	0,00
Over one year	9363	0,00	0,00
Within one year	9373	0,00	0,00
Personal and real guarantees			
Provided or irrevocably promised by the enterprise as security for debts or commitments of associated enterprises	9383	0,00	0,00
Provided or irrevocably promised by associated enterprises as security for debts or commitments of the enterprise	9393	0,00	0,00
Other significant financial commitments	9403	0,00	0,00
OTHER ENTERPRISES LINKED BY PARTICIPATING INTERESTS			
Financial fixed assets	9252	914.657,54	914.657,54
Participating interests	9262	914.657,54	914.657,54
Subordinated amounts receivable	9272	0,00	0,00
Other amounts receivable	9282	0,00	0,00
Amounts receivable	9292	0,00	167.994,79
Over one year	9302	0,00	167.994,79
Within one year	9312	0,00	0,00
Amounts payable	9352	0,00	0,00
Over one year	9362	0,00	0,00
Within one year	9372	0,00	0,00

**TRANSACTIONS WITH ENTERPRISES LINKED BY PARTICIPATING INTERESTS OUT OF MARKET
CONDITIONS**

Mention of these transactions if they are significant, including the amount of the transactions, the nature of the link, and all information about the transactions which should be necessary to get a better understanding of the situation of the company

Null

Period

FINANCIAL RELATIONSHIPS WITH**DIRECTORS, MANAGERS, INDIVIDUALS OR BODIES CORPORATE WHO CONTROL THE ENTERPRISE WITHOUT BEING ASSOCIATED THEREWITH OR OTHER ENTERPRISES CONTROLLED BY THESE PERSONS**

Amounts receivable from these persons

Conditions on amounts receivable, rate, duration, possibly reimbursed amounts, canceled amounts or renounced amounts

Guarantees provided in their favour

Other significant commitments undertaken in their favour

Amount of direct and indirect remunerations and pensions, included in the income statement, as long as this disclosure does not concern exclusively or mainly, the situation of a single identifiable person

To directors and managers

To former directors and former managers

Codes	Period
9500	0,00
9501	0,00
9502	0,00
9503	5.909.385,12
9504	0,00

AUDITORS OR PEOPLE THEY ARE LINKED TO

Auditor's fees

Fees for exceptional services or special missions executed in the company by the auditor

Other attestation missions

Tax consultancy

Other missions external to the audit

Fees for exceptional services or special missions executed in the company by people they are linked to

Other attestation missions

Tax consultancy

Other missions external to the audit

Codes	Period
9505	229.445,00
95061	526.061,00
95062	0,00
95063	4.226,00
95081	0,00
95082	0,00
95083	84.863,00

Mentions related to article 133, paragraph 6 from the Companies Code

DERIVATIVES NOT MEASURED AT FAIR VALUE

FOR EACH CATEGORY OF FINANCIAL DERIVATIVES NOT MEASURED AT FAIR VALUE

Category of financial derivatives	Hedge risk	Speculation/hedging	Volume	Period		Previous period	
				Book value	Fair value	Book Value	Fair value
intrest rate swap	intrest risk	Hedging	500.000.000	1.037.306,00	-2.774.150,00	0,00	0,00

FINANCIAL FIXED ASSETS CARRIED AT AN AMOUNT IN EXCESS OF FAIR VALUE

Amount of individual assets or appropriate groupings of those assets

Reasons for not reducing the book value

Informations that suggest than the book value will be recovered

Book value	Fair value

INFORMATION RELATING TO CONSOLIDATED ACCOUNTS**INFORMATION TO DISCLOSE BY EACH ENTERPRISE THAT IS SUBJECT TO COMPANY LAW ON THE CONSOLIDATED ACCOUNTS OF ENTERPRISES**

The enterprise has drawn up published a consolidated annual statement of accounts and a management report*

~~The enterprise has not published a consolidated annual statement of accounts and a management report, since it is exempt for this obligation for the following reason*~~

~~The enterprise and its subsidiaries on consolidated basis exceed not more than one of limits mentioned in art. 16 of Company Law*~~

~~The enterprise only has subsidiaries which, considering the assessment of the consolidated assets, consolidated financial position or consolidated results, individual or together, are of a negligible size* (Art. 110 of Company Law)~~

~~The enterprise itself is a subsidiary of an enterprise which does prepare and publish consolidated accounts in which annual accounts of the enterprise are included*~~

Name, full address of the registered office and, for an enterprise governed by Belgian Law, the company number of the parent company(ies) and the specification whether the parent company(ies) prepare(s) and publish(es) consolidated annual accounts in which the annual accounts of the enterprise are included**

If the parent company(ies) is (are) (an) enterprise(s) governed by foreign law disclose where the consolidated accounts can be obtained**

* Delete where no appropriate.

** Where the accounts of the enterprise are consolidated at different levels, the information should be given for the consolidated aggregate at the highest level on the one hand and the lowest level on the other hand of which the enterprise is a subsidiary and for which consolidated accounts are prepared and published.

VALUATION RULES

I. GENERAL VALUATION RULES

In accordance with Article 28(1) of the Royal Decree of 30 January 2001 for implementing the Companies Code, the directors resolve as follows.

GENERAL

As regards all matters subject to binding law, the general principles laid down in that royal decree shall apply, especially those contained in Chapter II ('Valuation Rules').

As regards those matters for which the law lays down suppletive rules and provided the law confers a choice on the company, the directors resolve that the specific accounting policies should be implemented as set out below.

In conformity with article 24 of the Royal Decree of 30 January 2001 for implementing the Companies Code, the annual accounts are drawn up according to the principle of a true and fair view. A transparent, clear en consistent financial reporting is important for KBC Bank as a financial institution. As such, KBC aims to align as much as possible, within the possibilities of the Belgian accounting law and the systems, with the international accounting standards IFRS, as applied for the consolidated annual accounts.

Insofar as the directors should be of the view that any cases are insufficiently material to warrant a suppletive or derogative ruling and no explicit valuation principle is provided for them in these rules, they shall be dealt with according to the same method types as are contained in the following, and no specific remark will be added in this regard.

The financial year runs from 1 January through 31 December.

The balance sheet and the profit and loss account are prepared annually in euros.

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II. ASSETS

1. FORMATION EXPENSES

Capital increase expenses are directly recognised in full in the result of the financial year in which the capital increase takes place.

2. INTANGIBLE FIXED ASSETS

2.1 General

All intangible fixed assets are recorded at acquisition cost, less accumulated amortisation.

Intangible fixed assets are amortised on a straight-line, daily basis.

Supplementary or extraordinary amortisation charges are applied if, due to changes in economic or technological circumstances, the relevant carrying value exceeds the value in use.

When intangible fixed assets are sold, realised gains or losses are taken immediately to the income statement.

If these assets are permanently withdrawn from use, the remaining amount to be written off is charged directly to profit or loss.

2.2 Goodwill

'Goodwill' means:

" The positive difference between the acquisition price and the net value of the company (or branch of activity) acquired.

" The positive difference between the contract value of a contribution in kind and its net worth.

Capitalised goodwill is amortised according to the straight-line method over a period of five years, unless the Board of Directors decides otherwise.

2.3 Software

In order to optimise the synergy effect of the KBC merger in Belgium, in principle (and apart from possible exceptions), all software is centralized in KBC Group NV, with the costs of using the software being charged on to users according to actual use and on a 'cost-sharing' basis.

From financial year 2004, the entire cost of all acquisitions of software will be capitalised provided the conditions for capitalisation have been satisfied. Other expenditure relating to the acquisition of software is also capitalised and amortised over the software's economic life. The following distinctions are made as regards software:

System software

'System software' is the initial software linked to the acquisition of hardware, whose installation is needed for the hardware to function. It is software that governs internal operation of the computer and ensures communication with the configuration or the network, and thus includes operating systems, support software and compilers. By purchasing the hardware, KBC generally acquires a lifetime user's licence.

System software is amortised at the same rate as hardware, i.e. over three years from the time it is available for use, according to the straight-line method.

Standard software

'Standard software' means software purchased from third parties, more particularly the 'applications software' referred to by the Belgian Commission for Accounting Standards (CAS), which includes product-linked software, management software, database software, communications software, infrastructure software, security software and development software, in other words, all software that is not operating software and that has a useful life of several years.

Standard software is capitalised and amortised using the straight-line method over five years from the time it is available for use.

Core systems with a longer life are amortised straight line over an eight-year period. 'Core systems' are standard types of software including back-end data applications for processing operations during the day and updates of general ledger balances on the mainframe computer. Examples of such core systems include the applications used for processing deposits, loans and credit, interfaces with the general ledger and reporting tools.

Customised and tailor-made software

Some purchased software programs and/or software models are customised before being delivered or put into use. This type of software, developed on a bespoke basis as an addition to existing standard software, is referred to in its entirety as 'customised software'.

'Tailor-made software' means customised software that has been developed from scratch at the request of the bank/insurance to the bank's/insurance's specifications, and not added to existing software.

Recourse is often had to both external and internal information technology experts for this sort of development.

All charges relating to continuity projects, as well as research expenses for investments, are recorded directly in the income statement. However, development expenses (both internal and external) for investments are capitalised as an intangible fixed asset and amortised over a period of five years where the following conditions are met:

" To contribute to the business activities of the company;

" To be of future utility

VALUATION RULES

- " The price must be identifiable separately;
- " the software will be used in a durable manner for the business.

An investment project is a project that:

- is an introduction of or a replacement for a major business activity;
- is large in scope.

Core systems with a longer life are amortised straight line over an eight-year period. 'Core systems' are standard types of software including back-end data applications for processing operations during the day and updates of general ledger balances on the mainframe computer. Examples of such core systems include the applications used for processing deposits, loans and credit, interfaces with the general ledger and reporting tools.

Expenses incurred subsequently relative to customised and tailor-made software are recorded as expenses unless it is probable that the outlay has a future additional utility for the company compared to the initial assessment of the future utility or return. The expense must also be capable of being separately and reliably allocated to the already capitalised software. Where these conditions are met, the additional expense can then be capitalised and amortised over the asset's residual life.

Amortisation is not recognised until such time as the asset is available for use.

3. TANGIBLE FIXED ASSETS

3.1 General

All tangible fixed assets are recorded at acquisition cost, less accumulated depreciation. Tangible fixed assets are depreciated straight line on a daily basis.

All tangible fixed assets are recorded at acquisition cost, including ancillary, directly attributable costs (acquisition costs, non-deductible VAT, demolition expenses, etc.). These additional costs are also written off over the life of the asset.

Supplementary or extraordinary depreciation charges are applied if, due to changes in economic or technological circumstances, the carrying value exceeds the value in use.

When tangible fixed assets are sold, realised gains or losses are recognized immediately in the income statement.

When the asset is permanently withdrawn from use, the remaining amount to be written off is charged directly to profit or loss.

Tangible fixed assets that demonstrate a long-lasting and sustainable capital gain compared to their carrying value may be revalued. This capital gain is written off over the average residual useful life of the asset in question.

3.2 Movable property

3.2.1 Difference between charges and investments

The acquisition cost of tangible assets is determined by individualization of the cost of each component. Each asset listed on an internal summary is capitalised regardless of acquisition cost. The criteria for including an asset on this list include the unit price, the relative materiality of the type of article and the need for individual follow-up.

For works of art, the limit is 2 500 euros (excluding VAT). If the cost is between 250 and 2 500 euros, however, the item is considered as 'decoration' and capitalised and written off over ten years according to the straight-line method as in the case of furniture. Decorative items costing less than 250 euros are recorded as charges.

3.2.2 Furniture and vehicles

Since financial year 2006, moveable property (mainly furniture) used on administrative premises of KBC Bank and KBC Insurance has been centrally purchased, capitalised and managed.

Furniture is depreciated at 10% over ten years according to the straight-line method.

Since financial year 2007, vehicles have also been capitalised. Vehicles are depreciated at 25%, including non-deductible VAT, on a straight-line basis over four years.

3.2.3 Plant, machinery and equipment in buildings owned by the company

Distinctions are made among various types of plant, each being depreciated at a specific rate (in line with customary practice).

It is standard practice to depreciate plant, machinery and equipment designated as hardware according to the straight-line method over a period of three years, such as in the case of personal computers, printers and servers.

Machines that are leased are also written off over three years.

Other movable property taken up in this header:

- Alarm installations: 10 years
- Strong box: 10 years
- Kitchen installations: 10 years
- Industrial plant: 10 years
- Telephone switchboards: 5 years
- Cabling: 5 years
- ATMs and deposit machines: 5 years

4. FINANCIAL FIXED ASSETS AND CURRENT INVESTMENTS

4.1 Participating interests and other portfolio securities

Participating interests and shares are valued at acquisition cost, per set identified. The securities sold are valued using the method of individualisation. Additional costs incurred on acquisition of securities are charged immediately to the results for the financial year.

When the securities are valued at the end of the financial year and a decline in value is notified and that this decline is considered as long-lasting and sustainable, an impairment equal to the decline in value will be recorded for the securities in question.

To establish the sustainable nature of the decline in value, the Board of Directors may use:

- " for listed securities:
 - o the trend in the share price;
 - o changes in net worth according to the annual accounts;
 - o The fair value based on the performance of and outlook with regard to profitability

" for unlisted securities:

- o changes in net worth according to the annual accounts;
- o The fair value based on the performance of and outlook with regard to profitability

If a security on which such an impairment had already been recorded demonstrate a lasting increase in value, the impairment will be reversed in whole or in part.

Participating interests, shares and profit-sharing certificates classified as financial fixed assets may be revalued if, in light of their usefulness to the company, they demonstrate an incontestable and lasting increase in value.

Listed shares and other variable-yield securities are valued at the lower of their acquisition cost or market value at balance sheet date. Other securities are valued at least once a year, based on the annual accounts for the past year. File administrators are responsible for

VALUATION RULES

ensuring that any significant negative changes during the course of the year are also dealt with.

4.2 Own shares (Treasury shares)

The treasury shares the KBC group has or may have in portfolio are made up of two types of shares that must be valued and monitored separately:

" Treasury shares held for the purpose of employee stock option plans are valued at their acquisition cost. If the options are not exercised on the expiry date (because the share price is too low), the shares in question will be cancelled, without having any impact on the result. If there is a legal obstacle blocking cancellation of the shares in question, these shares will be valued as shares that were purchased under the KBC share buyback programme (see below).

When the share options are exercised (the first time was in 2004), the treasury shares repurchased for this purpose are sold. They are removed from the accounts according to the First In, First Out (FIFO) method (at the acquisition cost of the first shares repurchased).

" Treasury shares that are purchased under the KBC share buyback programme are valued per set identified at the lower of their acquisition value and market value at balance sheet date. When they are sold, they are valued (just like shares in the investment portfolio) according to the method of individualization. As long as both types of treasury share are recorded as on-balance-sheet assets, a reserve not available for distribution has to be set aside. When the shares are cancelled, the reserve not available for distribution is reversed. If amounts are written down on the type 2 treasury shares, this amount is transferred directly from the reserve not available for distribution to the reserve available for distribution.

4.3 AMOUNTS RECEIVABLE AT MORE THAN ONE YEAR AND AMOUNTS RECEIVABLE WITHIN ONE YEAR

These are recognised at nominal value. However, amounts receivable represented by fixed-income securities are valued at acquisition cost. The difference between the acquisition costs and the redemption value is reflected as an interest item in the profit and loss account on an accruals basis over the remaining term to maturity of the securities. It is included in the profit and loss account on a discounted basis, based on the internal rate of return at the time of purchase.

The accounting treatment of subordinated loans granted to affiliated companies is similar to fixed income securities as described above. Amounts receivable in foreign currency are recognised at their equivalent euro value using the fixed exchange rate applying at the end of the preceding month. For the purposes of valuation at the end of the financial year, the carrying value is adjusted according to the fixed exchange rate on 31 December.

The positive and negative translation differences are recognised in profit or loss.

If, at the close of the financial year, the realisation value of a receivable is lower than its carrying value, and if this decline in value can be considered real and lasting in nature, an impairment is applied.

Security paid in cash by way of guarantee to public authorities or utilities is recorded in its nominal amount.

5. OTHER ASSETS

5.1. Stocks of warehoused items

Warehoused items comprise requisites for Print and Post-processing assignments.

All items recognised under 'stocks of warehoused items' are valued there for accounting purposes at the moving average price, calculated on the basis of the items' purchase price.

5.2. Orders in progress

Specific software developed by KBC for third parties is recognised under 'orders in progress'. This concerns the marketing of tailor-made software (i.e. software developed on a contractual basis and built entirely to the client's specifications). This software may have been developed from scratch by KBC or using purchased basic software.

The manufacturing price includes all costs that can be allocated directly to the project (e.g., third-party development costs, infrastructure, implementation of software). Maintenance and after-sales service is considered as a period expense.

5.3. Sundry other assets

All other asset items are recorded at nominal value. Amounts receivable in foreign currency are recognised at their equivalent euro value using the fixed exchange rate applying at the end of the preceding month. For the purposes of valuation at the end of the financial year, the carrying value is adjusted according to the fixed exchange rate on 31 December.

The positive and negative translation differences are recognised in profit or loss.

5.4. Transitory accounts

These items allow income and expenditure to be allocated to the proper accounting period. The option premiums received with regard to the issued stock option plans are recognised in the profit and loss account as and when, and to the extent that, the stock options expire or are exercised.

The option premiums set aside by the employer are recognised pro rata in the income statement as personnel expenses during the performance period (period between subscription and opportunity to exercise).

If employees who hold options transfer between KBC-group entities, the option premium paid (the part that has not yet been taken to the income statement) is charged to the company the employee is transferring to.

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III. LIABILITIES

1. AMOUNTS PAYABLE

1.1. Debts represented by securities

Debts represented by securities are recognised in the balance sheet in the amount made available, plus or minus the difference between this amount and the redemption price for the portion that has already matured, calculated on the basis of the yield to maturity on recognition. Differences between the amount made available and the redemption value of the debt are recorded as interest on an accruals basis in the profit and loss account.

The costs incurred on issue of the debt securities are recognised as paid commission on a straight-line basis over the term of the instrument. The capitalised costs are recorded under 'Accrued charges and deferred income'.

With regard to commercial paper, the difference between the amount made available and the nominal value is entered pro rata temporis in the profit and loss account as an interest charge.

1.2. Subordinated liabilities

Subordinated liabilities are measured in the same way as other liabilities, irrespective of whether they are represented by securities.

1.1. Other liabilities

These are recognised at nominal value. With regard to commercial paper, the difference between the amount made available and the nominal value is entered pro rata temporis in the income statement as an interest charge.

All amounts payable (i.e. amounts payable in respect of tax, remuneration and social security charges, dividends payable on own shares and invoices payable) of a fixed amount or that can be estimated accurately are required to be recorded at nominal value, even if not yet

VALUATION RULES

represented by an instrument.

Amounts payable in foreign currency are recognised at their equivalent euro value using the fixed exchange rate applying at the end of the preceding month. For the purposes of valuation at the end of the financial year, the carrying value is adjusted according to the fixed exchange rate on 31 December.

The positive and negative translation differences are recognised in profit or loss.

2. PROVISIONS

2.1 General

Provisions for liabilities and charges are intended to cover losses or charges whose nature is clearly defined and which, at the balance sheet date, are likely to be incurred and whose amount can be estimated with sufficient certainty. All provisions are IFRS-compliant.

2.2 Provisions for taxes

In anticipation of additional tax charges (not yet assessed) for past financial years, a provision may be set aside for the disputed portion of taxes. The undisputed portion of taxes yet to be assessed is recorded under the estimated tax liabilities on the liabilities side of the balance sheet.

The additional tax charges already assessed for past financial years are recognised in full under the tax liabilities on the liabilities side of the balance sheet. For the disputed portion of taxes that have been assessed, a claim (i.e. income) is recognised if an appeal has been/will be lodged and if it is sufficiently certain that the claim will stand. The claims recorded for disputed taxes are periodically subjected to an impairment test.

Due to a uniform application of Belgian Accounting Law within KBC Group, the board of directors decided to change the valuation rules and to no longer recognize deferred taxes on temporary taxable differences between the fiscal and accounting value. The decision is driven by regulatory developments for Group banking entities.

The change reduces the result of KBC Group with 3 million euros.

SOCIAL BALANCE SHEET

Number of joint industrial committee:

STATEMENT OF THE PERSONS EMPLOYED**EMPLOYEES FOR WHOM THE ENTERPRISE SUBMITTED A DIMONA DECLARATION OR WHO ARE RECORDED IN THE GENERAL PERSONNEL REGISTER****During the current period****Average number of employees**

	Codes	Total	1. Men	2. Women
Full-time	1001	2.448,0	1.824,0	624,0
Part-time	1002	1.027,0	354,0	673,0
Total in full-time equivalents	1003	3.221,7	2.086,5	1.135,2

Number of hours actually worked

	Codes	Total	1. Men	2. Women
Full-time	1011	3.507.547	2.644.353	863.194
Part-time	1012	1.034.086	360.863	673.223
Total	1013	4.541.633	3.005.216	1.536.417

Personnel costs

	Codes	Total	1. Men	2. Women
Full-time	1021	256.834.735,00	196.509.944,00	60.324.791,00
Part-time	1022	71.138.890,00	25.761.204,00	45.377.686,00
Total	1023	327.973.625,00	222.271.148,00	105.702.477,00

Advantages in addition to wages

1033	6.450.475,00	4.371.554,00	2.078.921,00
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During the preceding period

	Codes	P. Total	1P. Men	2P. Women
Average number of employees in FTE	1003	3.518,9	2.254,7	1.264,2
Number of hours actually worked	1013	5.014.503	3.292.725	1.721.778
Personnel costs	1023	355.093.590,12	238.196.349,12	116.897.241,00
Advantages in addition to wages	1033	7.161.925,23	4.804.210,75	2.357.714,48

	Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
At the closing date of the period				
Number of employees	105	2.421	1.019	3.180,6
By nature of the employment contract				
Contract for an indefinite period	110	2.419	1.019	3.178,6
Contract for a definite period	111	2	0	2,0
Contract for the execution of a specifically assigned work	112	0	0	0,0
Replacement contract	113	0	0	0,0
According to gender and study level				
Men	120	1.787	365	2.049,8
primary education	1200	0	0	0,0
secondary education	1201	160	89	219,6
higher non-university education	1202	738	172	864,2
university education	1203	889	104	966,0
Women	121	634	654	1.130,8
primary education	1210	0	0	0,0
secondary education	1211	54	128	144,1
higher non-university education	1212	239	282	456,0
university education	1213	341	244	530,7
By professional category				
Management staff	130	53	1	53,8
Employees	134	2.368	1.018	3.126,8
Workers	132	0	0	0,0
Others	133	0	0	0,0

HIRED TEMPORARY STAFF AND PERSONNEL PLACED AT THE ENTERPRISE'S DISPOSAL**During the period**

Average number of persons employed	150	4,5	0,0
Number of hours actually worked	151	8.872	0
Costs for the enterprise	152	351.955,00	0,00

Codes	1. Hired temporary staff	2. Persons placed at the enterprise's disposal
150	4,5	0,0
151	8.872	0
152	351.955,00	0,00

LIST OF PERSONNEL MOVEMENTS DURING THE PERIOD**ENTRIES**

Number of employees for whom the enterprise submitted a DIMONA declaration or who have been recorded in the general personnel register during the financial year

By nature of employment contract

Contract for an indefinite period	210	171	38	201,5
Contract for a definite period	211	3	0	3,0
Contract for the execution of a specifically assigned work	212	0	0	0,0
Replacement contract	213	0	0	0,0

Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
205	174	38	204,5

DEPARTURES

Number of employees whose contract-termination date has been entered in DIMONA declaration or in the general personnel register during the financial year

By nature of employment contract

Contract for an indefinite period	310	228	128	315,8
Contract for a definite period	311	7	1	7,9
Contract for the execution of a specifically assigned work	312	0	0	0,0
Replacement contract	313	0	0	0,0

By reason of termination of contract

Retirement	340	17	55	48,2
Unemployment with extra allowance from enterprise	341	0	0	0,0
Dismissal	342	8	4	11,0
Other reason	343	210	70	264,5
Of which the number of persons who continue to render services to the enterprise at least half-time on a self-employed basis	350	0	0	0,0

Codes	1. Full-time	2. Part-time	3. Total full-time equivalents
305	235	129	323,7

INFORMATION ON TRAINING PROVIDED TO EMPLOYEES DURING THE PERIOD

	Codes	Men	Codes	Women
Total of initiatives of formal professional training at the expense of the employer				
Number of employees involved	5801	1.163	5811	811
Number of actual training hours	5802	20.661	5812	9.656
Net costs for the enterprise	5803	7.068.748,00	5813	493.282,00
of which gross costs directly linked to training	58031	3.534.374,00	58131	246.641,00
of which fees paid and payments to collective funds	58032	3.534.374,00	58132	246.641,00
of which grants and other financial advantages received (to deduct).. ..	58033	0,00	58133	0,00
Total of initiatives of less formal or informal professional training at the expense of the employer				
Number of employees involved	5821	2.026	5831	1.194
Number of actual training hours	5822	8.681	5832	5.521
Net costs for the enterprise	5823	85.967,00	5833	506.694,00
Total of initiatives of initial professional training at the expense of the employer				
Number of employees involved	5841	0	5851	0
Number of actual training hours	5842	0	5852	0
Net costs for the enterprise	5843	0,00	5853	0,00