



UniCredit Tiriac Bank S.A.

Interim Condensed Consolidated
Financial Statements

For the six months period ended
30 June 2015

Prepared in accordance with
IAS 34 "Interim Financial Reporting"

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To the shareholders of
UniCredit Tiriac Bank S.A.

REPORT ON REVIEW OF INTERIM CONDENSED CONSOLIDATED FINANCIAL INFORMATION

Introduction

We have reviewed the accompanying interim condensed consolidated statement of financial position of UniCredit Tiriac Bank S.A. (the 'Bank') and its subsidiaries: UniCredit Consumer Financing S.A., UniCredit Leasing Corporation IFN S.A, ALLIB Leasing SRL, Debo Leasing IFN SA and UniCredit Insurance Broker SRL as of 30 June 2015 and the related condensed interim consolidated statements of comprehensive income, changes in equity and cash flows for the six month period then ended. Management of the Bank is responsible for the preparation and fair presentation of these interim condensed consolidated financial information in accordance with IAS 34 "Interim Financial Reporting". Our responsibility is to express a conclusion on this interim condensed consolidated financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing adopted by the Romanian Chamber of Financial Auditors and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial information of the Bank is not prepared, in all material respects, in accordance with IAS 34 "Interim Financial Reporting".

*For signature, please refer to the
original Romanian version.*

Deloitte Audit SRL
Bucharest, Romania
31 July 2015

**Interim condensed consolidated statement of comprehensive income
for the six months period ended 30 June 2015**

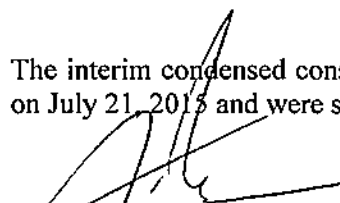
	Note	Six months period ended 30 June 2015 <i>RON</i>	Six months period ended 30 June 2014 <i>RON</i>
Interest income	6	631,016,336	689,103,478
Interest expense	6	(215,921,717)	(280,421,259)
Interest related effect of swap transactions related to refinancing lines with UniCredit Group companies		2,551,254	7,323,511
Net interest income		417,645,873	416,005,730
Fee and commission income		181,092,895	176,909,890
Fee and commission expense		(38,029,831)	(34,170,138)
Net fee and commission income		143,063,064	142,739,752
Net income from trading	7	122,262,213	114,119,388
Fair value adjustment in hedge accounting		(437,201)	10,440,245
Net gains on disposal of financial assets and liabilities not held for trading		51,474,525	63,856,236
Dividends and similar income		1,243,143	186,271
Other operating income		19,079,916	7,466,964
Operating income		754,331,533	754,814,586
Personnel expenses	8	(172,586,881)	(168,486,617)
Depreciation and impairment of tangible assets		(18,770,183)	(24,953,155)
Amortisation and impairment of tangible assets		(22,080,033)	(15,294,564)
Other administrative costs	9	(160,286,590)	(159,223,348)
Other net operating expense		(18,161,907)	(8,433,585)
Operating expenses		(391,885,594)	(376,391,269)
Net operating result		362,445,939	378,423,317
Net impairment losses on financial assets	10	(234,026,745)	(263,594,577)
Net provision releases	21	3,155,400	26,907,704
Net (losses)/releases from other investment activities		(2,750,085)	715,258
Net loss on investments in associates		-	(351,447)
Profit before taxation		128,824,509	142,100,255
Income tax	11	(21,993,079)	(20,768,820)
Net profit for the period		106,831,430	121,331,435
Attributable to:			
Equity holders of the parent		99,043,198	106,716,647
Non-controlling interests		7,788,232	14,614,788
Net profit for the period		106,831,430	121,331,435



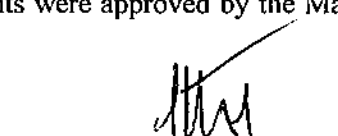
**Interim condensed consolidated statement of comprehensive) income
for the six months period ended 30 June 2015 (continued)**

	Six months period ended 30 June 2015 <i>RON</i>	Six months period ended 30 June 2014 <i>RON</i>
Items that will not be reclassified to profit or loss		
Revaluation surplus on property and equipment (net of deferred tax)	4,191	37,311
Total items that will not be reclassified to profit or loss	4,191	37,311
Items that are or may be reclassified to profit or loss		
Net change in revaluation reserve for available- for-sale financial assets (net of deferred tax)	(76,573,372)	30,867,082
Net change in cash flow hedging reserve (net of deferred tax)	11,896,815	(10,190,009)
Total items that are or may be reclassified to profit or loss	(64,676,557)	20,677,073
Other comprehensive income for the period, net of income tax	(64,672,366)	20,714,384
Total comprehensive income for the period	42,159,064	142,045,819
Attributable to:		
Equity holders of the parent	34,370,832	127,431,031
Non-controlling interests	7,788,232	14,614,788
Total comprehensive income for the period	42,159,064	142,045,819

The interim condensed consolidated financial statements were approved by the Management Board on July 21, 2015 and were signed on its behalf by:

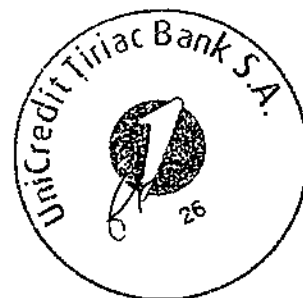

Mr. Rasvan Catalin Radu
Executive President




Mrs. Mihaela Alina Lupu
Chief Financial Officer

**Interim condensed consolidated statement of financial position
for the six months period ended 30 June 2015**

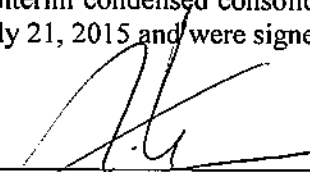
	Note	30 June 2015 <i>RON</i>	31 December 2014 <i>RON</i>
ASSETS			
Cash and cash equivalents	12	3,080,864,975	4,355,627,566
Financial assets held for trading	13	207,593,267	256,170,739
Derivatives used for hedging	13	17,246,535	12,433,477
Fair value changes of the hedged items in portfolio hedge	13	386,480	550,694
Loans and advances to banks		615,362,150	534,259,738
Loans and advances to customers	14	18,324,109,801	18,074,610,272
Net lease receivables	15	2,607,014,490	2,445,023,397
Available-for-sale	16	5,547,517,038	5,948,499,011
Property and equipment		196,462,787	223,946,409
Intangible assets		138,833,085	145,965,564
Current tax asset		9,079,342	21,330,327
Deferred tax assets		59,813,095	53,974,538
Other assets		258,783,141	291,069,030
Non-current assets and disposal groups classified as held for sale		6,015,446	923,771
Total assets		31,069,081,632	32,364,384,533
LIABILITIES			
Financial liabilities held for trading	13	99,617,058	114,778,678
Derivatives used for hedging	13	73,242,988	95,420,025
Deposits from banks	17	4,408,115,406	3,596,087,426
Loans from banks and other financial institutions	18	7,854,254,226	8,101,282,753
Deposits from customers	19	14,113,065,082	15,888,033,085
Debt securities issued		550,392,003	550,317,133
Subordinated liabilities	20	385,662,124	386,494,077
Provisions	21	173,121,938	214,022,848
Current tax liabilities		2,998,633	3,635,321
Other liabilities		286,483,980	334,335,859
Total liabilities		27,946,953,438	29,284,407,205



**Interim condensed consolidated statement of financial position
for the six months period ended 30 June 2014 (continued)**

	Note	30 June 2015 RON	31 December 2014 RON
EQUITY			
Share capital	22	1,101,604,066	1,101,604,066
Share premium		55	55
Revaluation reserve on property and equipment		10,755,806	10,751,615
Cash flow hedging reserve		(50,933,456)	(62,830,271)
Reserve on available-for-sale financial assets		18,346,608	94,919,980
Other reserves		240,534,612	240,534,612
Retained earnings		1,703,726,214	1,604,671,803
Total equity		3,024,033,905	2,989,651,860
Non-controlling interests		98,094,289	90,325,468
Total Group equity		3,122,128,194	3,079,977,328
Total liabilities and equity		31,069,081,632	32,364,384,533

The interim condensed consolidated financial statements were approved by the Management Board on July 21, 2015 and were signed on its behalf by:



Mr. Rasvan Catalin Radu
Executive President




Mrs. Mihaela Alina Lupu
Chief Financial Officer




Interim condensed consolidated statement of changes in shareholders' equity for the six months period ended 30 June 2015

<i>In RON</i>	Share capital	Reserve on available for sale financial assets	Cash flow hedging Reserve	Revaluation of property and equipment	Other reserves	Share premium	Retained earnings	Total	Non-Controlling Interest	Total
Balance at 31 December 2014	1,101,604,066	94,919,980	(62,830,271)	10,751,615	240,534,612	55	1,604,671,803	2,989,651,860	90,325,468	3,079,977,328
Consolidation adjustments related to merger of subsidiaries	-	-	-	-	-	-	11,213	11,213	(19,411)	(8,198)
Total comprehensive income for the period	-	-	-	-	-	-	99,043,198	99,043,198	7,788,232	106,831,430
Other comprehensive income, net of income tax	-	-	-	4,191	-	-	-	4,191	-	4,191
Revaluation surplus	-	-	-	4,191	-	-	-	4,191	-	4,191
Net change in available-for-sale financial assets, net of tax	-	(76,573,372)	-	-	-	-	-	(76,573,372)	-	(76,573,372)
Net change in cash flow hedging reserve, net of tax	-	-	11,896,815	-	-	-	-	11,896,815	-	11,896,815
Total other comprehensive income	-	(76,573,372)	11,896,815	4,191	-	-	-	(64,672,366)	-	(64,672,366)
Total comprehensive income for the period	-	(76,573,372)	11,896,815	4,191	-	-	99,043,198	34,370,832	7,788,232	42,159,064
Balance at 30 June 2015	1,101,604,066	18,346,608	(50,933,456)	10,755,806	240,534,612	55	1,703,726,214	3,024,033,905	98,094,289	3,122,128,194

The interim condensed consolidated financial statements were approved by the Management Board on July 21, 2015 and were signed on its behalf by:


Mr. Rasvan Catalin Radu
 Executive President

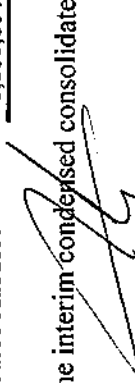

Mrs. Mihaela Alina Lupu
 Chief Financial Officer



Interim condensed consolidated statement of changes in shareholders' equity for the six months period ended 30 June 2014

<i>In RON</i>	Share capital	Reserve on available for sale financial assets	Cash flow hedging Reserve	Revaluation of property and equipment	Other reserves	Share premium	Retained earnings	Total	Controlling Interest	Non-Controlling Interest	Total
Balance at 31 December 2013	1,101,604,066	41,377,457	(31,601,811)	14,966,066	213,573,522	55	1,461,433,792	2,801,353,147	64,566,860	2,865,920,007	
Consolidation adjustments related to acquisition of subsidiaries	-	-	-	-	-	-	51,708,795	51,708,795	44,751	51,753,546	
Total comprehensive income for the period	-	-	-	-	-	-	106,716,647	106,716,647	14,614,788	121,331,435	
Net profit for the period	-	-	-	-	-	-	106,716,647	106,716,647	14,614,788	121,331,435	
Other comprehensive income, net of income tax	-	-	-	37,311	-	-	-	37,311	-	37,311	
Revaluation surplus	-	-	-	37,311	-	-	-	37,311	-	37,311	
Net change in available-for-sale financial assets, net of tax	-	30,867,082	-	-	-	-	-	30,867,082	-	30,867,082	
Net change in cash flow hedging reserve, net of tax	-	-	(10,190,009)	-	-	-	-	(10,190,009)	-	(10,190,009)	
Total other comprehensive income	-	30,867,082	(10,190,009)	37,311	-	-	-	20,714,384	-	20,714,384	
Total comprehensive income for the period	-	30,867,082	(10,190,009)	37,311	-	-	106,716,647	127,431,031	14,614,788	142,045,819	
Balance at 30 June 2014	1,101,604,066	72,244,539	(41,791,820)	15,003,377	213,573,522	55	1,619,859,234	2,980,492,973	79,226,399	3,059,719,372	

The interim condensed consolidated financial statements were approved by the Management Board on July 21, 2015 and were signed on its behalf by:

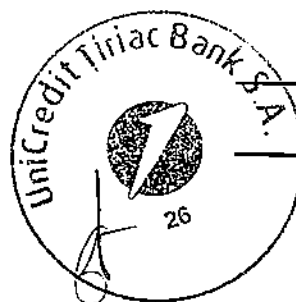

Mr. Rasvan Catalin Radu
 Executive President


Mrs. Mihaela Alina Lupu
 Chief Financial Officer



**Interim condensed consolidated statement of cash flows
for the six months period ended 30 June 2015**

<i>In RON</i>	Note	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Operating activities			
Profit before taxation		128,824,509	142,100,255
Adjustments for non-cash items:			
Depreciation and amortization		40,850,216	38,025,580
Net impairment losses on financial assets	10	239,014,339	263,601,717
Change in fair value of derivatives at fair value through profit or loss		(6,016,196)	(20,355,155)
Other items for which the cash effects are investing or financing		(109,272,075)	(117,655,707)
Other non-cash items		9,904,438	(84,288,116)
Operating profit before changes in operating assets and liabilities		303,305,231	221,428,574
Change in operating assets:			
Increase in financial assets held for trading		39,487,506	(825,648)
(Increase) / Decrease in investment securities available-for-sale		251,795,116	542,025,135
(Increase) / Decrease in loans and advances to banks		(79,131,804)	(58,714,577)
Increase in loans and advances to customers		(540,654,596)	(327,476,056)
Increase in lease investment		217,305,771	(100,332,489)
(Increase) / Decrease in other assets		(265,816,505)	(44,978,637)
Change in operating liabilities:			
Increase / (Decrease) in deposits from banks		812,098,803	(314,489,200)
Increase / (Decrease) in deposits from customers		(1,769,164,755)	(1,933,846,962)
Decrease in other liabilities		(85,996,170)	48,381,727
Income tax paid		(8,965,774)	(11,214,550)
Cash flows used in operating activities		(1,125,737,177)	(1,980,042,683)
Investing activities			
Acquisition of property and equipment		(24,063,659)	(18,021,201)
Proceeds from sale of property and equipment		739,017	-
Acquisition of subsidiaries		-	(70,167,641)
Cash acquired from business combination		-	1,889,517
Dividends received		1,243,143	186,271
Cash flows used in investing activities		(22,081,499)	(86,113,054)



**Interim condensed consolidated statement of cash flows
for the six months period ended 30 June 2015 (continued)**

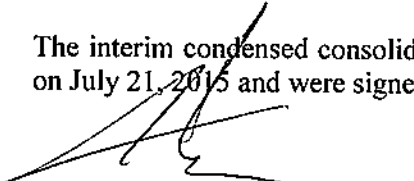
<i>In RON</i>	Note	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Financing activities			
Proceeds from issue of debt securities		-	-
Repayments of loans from financial institutions		(848,045,945)	(246,720,587)
Drawdowns from loans from financial institutions		721,102,030	178,159,668
Cash flows generated used in financing activities		(126,943,915)	(68,560,919)
Net decrease in cash and cash equivalents		(1,274,762,591)	(2,134,716,656)
Cash and cash equivalents at 1 January		4,355,627,566	5,235,422,569
Cash and cash equivalents at 30 June		3,080,864,975	3,100,705,913


Cash flow from operating activities include:	30 June 2015	30 June 2014
Interest received	714,617,016	626,353,649
Interest paid	186,803,376	297,817,481

Analysis of cash and cash equivalents

<i>In RON</i>	30 June 2015	30 June 2014
Cash and cash equivalents comprise:		
Balances with National Bank of Romania	2,389,125,134	2,296,894,842
Cash (including cash in ATMs)	495,782,319	320,365,675
Short term money market placements	107,782,935	430,482,695
Current balances with other banks	88,174,587	52,962,701
Cash and cash equivalents in the cash flow statement	3,080,864,975	3,100,705,913

The interim condensed consolidated financial statements were approved by the Management Board on July 21, 2015 and were signed on its behalf by:


Mr. Rasvan Catalin Radu
Executive President


Mrs. Mihaela Alina Lupu
Chief Financial Officer



Notes attached form an integral part of these interim condensed consolidated financial statements

**Notes to the interim condensed consolidated financial statements
for the six months period ended 30 June 2015**

1. REPORTING ENTITY

The UniCredit Tiriatic Group (the “Group”) consists of UniCredit Tiriatic Bank S.A. (the “Bank”) as parent company and its subsidiaries, UniCredit Consumer Financing IFN S.A. (“UCFIN”), UniCredit Leasing Corporation IFN S.A (“UCLC”), ALLIB Leasing SRL (“ALLIB”), Debo Leasing IFN SA (“DEBO”) and UniCredit Insurance Broker SRL (“UCIB”).

UniCredit Tiriatic Bank S.A. (the “Bank”), having its current registered office at 1F, Expozitiei Boulevard, District 1, Bucharest, Romania, was established as a Romanian commercial bank on 1 June 2007 upon the merger by acquisition of the former UniCredit Romania S.A. (the absorbed bank) by Banca Comerciala HVB Tiriatic S.A. (the absorbing bank) and is licensed by the National Bank of Romania to conduct banking activities.

The Bank provides retail and commercial banking services in Romanian Lei (“RON”) and foreign currency. These include: accounts opening, domestic and international payments, foreign exchange transactions, working capital finance, medium and long term facilities, retail loans, bank guarantees, letter of credits and documentary collections.

UniCredit Tiriatic Bank S.A. is controlled by UniCredit Bank Austria AG and the ultimate parent is UniCredit SpA (Italy).

UniCredit Consumer Financing IFN S.A., having its current registered office at 23-25 Ghetarilor Street, 1st and 3rd floor, District 1, Bucharest, Romania, provides consumer finance loans to individual clients. The Bank has 50.1% controlling interest in UCFIN starting with January 2013.

UniCredit Leasing Corporation IFN S.A., having its current registered office at 23-25 Ghetarilor Street, 1st, 2nd and 4th floor, District 1, Bucharest, Romania, provides financial lease services to corporate clients and individuals. UCLC has become a subsidiary of the Bank starting with April 2014. The merger through absorption of UniCredit Leasing Romania SA (“UCLRO”) by UniCredit Leasing Corporation IFN SA was completed on 1st June 2015, when the Bank has obtained a 99.96% controlling interest (31 December 2014: 99.99%).

Allib Rom S.R.L., having its current registered office in 23-25 Ghetarilor Street, 1st floor, 1st district, Bucharest, Romania, is a real estate finance lease entity, has become a subsidiary of the Bank starting with April 2014. The Bank has an indirect controlling interest of 99.97% through UCLC (31 December 2014: 99.94%).

Debo Leasing IFN S.A., having its current registered office in 23-25 Ghetarilor Street, 2nd floor, 1st district, Bucharest, Romania, is a real estate finance lease entity, has become a subsidiary of the Bank starting with April 2014. The Bank has an indirect controlling interest of 99.97% through UCLC (31 December 2014: 99.94%).

UniCredit Insurance Broker S.R.L., having its current registered office in 23-25 Ghetarilor Street, 2nd floor, 1st district, Bucharest, Romania, intermediates insurance policies related to leasing activities to legal entities and individuals and has become a subsidiary of the Bank starting with June 2014. The Bank has an indirect controlling interest of 99.98% through UCLC (31 December 2014: 99.95%).

The Group operates at 30 June 2015 through the Head Office located in Bucharest and through its network of 182 branches and agencies (31 December 2014: 183) located in Bucharest and the country.



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

2. BASIS OF PREPARATION

a) Statement of compliance

These interim condensed consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”), IAS 34 – *Interim Financial Reporting*.

These financial statements do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Bank as at and for the year ended 31 December 2014.

b) Functional and presentation currency

The financial statements are presented in Romanian Lei (“RON”), which is the functional and presentation currency. Except as indicated, financial information presented in RON has been rounded to the nearest unit.

The exchange rates of major foreign currencies were:

Currencies	30 June 2015	31 December 2014	Change
Euro (EUR)	1: RON 4.4735	1: RON 4.4821	(0.19)%
US Dollar (USD)	1: RON 3.9969	1: RON 3.6868	8.41%

3. SIGNIFICANT ACCOUNTING POLICIES

Except as described below, the accounting policies applied by the Group in these interim condensed consolidated financial statements are the same as those applied by the Bank in its annual consolidated financial statements as at and for the year ended 31 December 2014. Where necessary, comparative figures have been reclassified to conform to changes in presentation in the current period and specific disclosures are presented in the corresponding notes to the financial statements.

a) Basis of consolidation

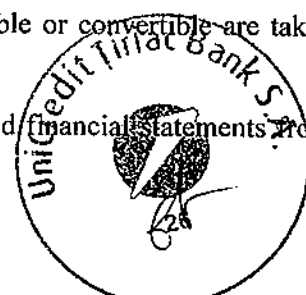
Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an investee if and only if the investor has all of the following elements:

- power over the investee, the investor has existing rights that give it the ability to direct the relevant activities (the activities that significantly affect the investee's returns);
- exposure, or rights, to variable returns from its involvement with the investee;
- the ability to use its power over the investee to affect the amount of the investor's returns.

In assessing control, potential voting rights that presently are exercisable or convertible are taken into account.

The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

3. SIGNIFICANT ACCOUNTING POLICIES (*continued*)

a) Basis of consolidation (*continued*)

Mergers of entities under common control

The merger process between the 2 subsidiaries of the Bank, UCLC (controlling stake of 99.90%) and UCLRO (controlling stake of 99.98%), was completed on 1st of June 2015, when UCLRO was dissolved as a result of its absorption by UCLC. The merger accounting was performed based on the net assets of the 2 subsidiaries of the reference date set up through merger project which has led to a share capital increase of the absorbing entity UCLC by issuing 1,223 new shares and to the change of Bank direct controlling interest to 99.955% in UCLC.

Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealized gains arising from intra-group transactions, have been eliminated in preparing the consolidated financial statements. Unrealized gains arising from transactions with associates are eliminated to the extent of the Group's interest in the enterprise. Unrealized gains arising from transactions with associates are eliminated against the investment in the associate. Unrealized losses are eliminated in the same way as unrealized gains, but only to the extent that there is no evidence of impairment.

4. FINANCIAL RISK MANAGEMENT

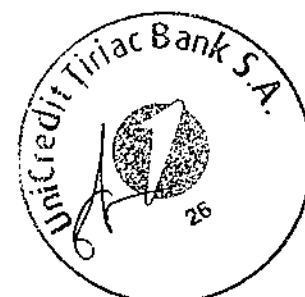
The Group's liquidity indicator Loans/Deposits ratio is as follows:

Ratio	30 June 2015	31 December 2014
Loans / Deposits ratio	148%	129%

There were no significant changes to financial risk management policies of the Bank as compared with those presented in the annual IFRS consolidated financial statements for the year ended 31 December 2014.

5. USE OF ESTIMATES AND JUDGMENTS

The preparation of these interim condensed consolidated financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. In preparing the interim condensed consolidated financial statements the significant judgments made by management in applying the Bank's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at for the year ended 31 December 2014.



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)
6. NET INTEREST INCOME

<i>In RON</i>	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Interest and similar income		
Interest and similar income arising from:		
Loans and advances to customers*	454,203,856	535,986,371
Net lease receivables	75,558,384	39,053,046
Treasury bills and bonds	74,308,425	89,602,206
Current accounts and placements with banks	19,246,409	19,684,539
Others (including derivatives)	8,705,262	4,777,316
Hedging instruments)	(1,006,000)	-
Total interest and similar income	631,016,336	689,103,478
Interest expense and similar charges		
Interest expense and similar charges arising from:		
Deposits from customers	52,054,296	111,479,411
Loans from banks and other financial institutions	113,393,284	110,277,771
Deposits from banks	21,834,739	23,639,344
Interest related to the bonds issued	17,489,997	17,475,674
Others (including derivatives)	10,160,530	17,549,059
Repurchase agreements	998,871	3
Total interest expense and similar charges	215,921,717	280,421,259
Interest related effect of swap transactions related to refinancing lines with UniCredit Group companies**	2,551,254	7,323,511
Net interest income	417,645,873	416,005,730

* Included in interest income for a total amount of RON 20,557,352 (30 June 2014: RON 34,572,646) related to interest income on impaired loans. Interest income and expenses for assets and liabilities other than those carried at fair value through profit or loss are calculated using the effective interest rate method.

** The Bank's financing in RON from the parent company UniCredit Bank Austria AG is immediately swapped into EUR. The related interest effect of these swap transactions on the Bank's income statement amounting to RON 2,551,254 (30 June 2014: RON 7,323,511) is recognized in Net interest income while the effect of exchange rate revaluation is recognized in Net income from trading and other financial instruments at fair value through profit and loss.



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

7. NET INCOME FROM TRADING

<i>In RON</i>	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Net gains from foreign exchange operations (including FX derivatives)	115,290,587	94,308,266
Net gains from interest derivatives	8,042,736	17,206,241
Net gains / (losses) from trading bonds	(1,027,064)	2,604,881
Net losses from commodities derivatives	(44,046)	-
Net income from trading	122,262,213	114,119,388

8. PERSONNEL EXPENSES

<i>In RON</i>	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Wages and salaries other employees' benefits	138,856,075	129,479,688
Social security charges	33,278,336	37,492,741
Other costs *	452,470	1,514,188
Total	172,586,881	168,486,617

* The Group has in place incentive plans for its senior management, consisting in stock options and performance shares which provide that UniCredit SpA ("the Parent") shares will be settled to the grantees. The cost of this scheme is incurred by the Group and not by its Parent, and as a consequence it is recognized as an employee benefit expense.

The Group number of employees at 30 June 2015 was 3,352 (31 December 2014: 3,369).



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)
9. OTHER ADMINISTRATIVE COSTS

<i>In RON</i>	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Office space expenses (rental, maintenance, other)	56,850,506	53,455,959
IT services	36,413,954	36,041,495
Other taxes and duties	23,996,993	22,731,449
Advertising and promotional expenses	11,977,416	13,245,327
Communication expenses	7,491,097	10,673,795
Materials and consumables	4,558,294	4,946,503
Consultancy, legal and other professional services	4,476,473	4,395,068
Personnel training and recruiting	2,737,904	2,300,982
Insurance expenses	1,499,872	1,535,351
Other	10,284,081	9,897,419
Total	160,286,590	159,223,348

10. NET IMPAIRMENT LOSS ON FINANCIAL ASSETS

<i>In RON</i>	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Net charge of impairment losses for loans and advances to customers	214,782,219	250,368,468
Net provision charges for lease receivables	23,948,187	10,971,825
Loans written-off	283,933	2,302,124
Recoveries from loans previously written-off	(4,987,594)	(7,140)
Net charge / (releases) of impairment losses for other financial assets	-	(40,700)
Total	234,026,745	263,594,577



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)
11. TAXATION

<i>In RON</i>	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Direct taxes at 16% (2014: 16%) of taxable profits determined in accordance with Romanian law	14,249,166	18,761,333
Deferred tax expense	7,743,913	2,007,487
Total tax expense	21,993,079	20,768,820

Reconciliation of profit before tax to income tax expense in consolidated the income statement

<i>In RON</i>	Six months period ended 30 June 2015	Six months period ended 30 June 2014
Profit before tax	128,824,509	142,100,255
Tax using the domestic corporation tax rate of 16% (2014: 16%)	20,611,921	22,736,041
Effect of non-deductible expenses	8,688,870	198,680
Effect of non-taxable revenues	(17,673,320)	(4,173,388)
Effect of other temporary differences including differences related to previous fiscal losses	11,470,565	2,007,487
Fiscal credit	(1,104,957)	-
Total tax (income) / expense	21,993,079	20,768,820

12. CASH AND CASH EQUIVALENTS

<i>In RON</i>	30 June 2015	31 December 2014
Balances with National Bank of Romania	2,389,125,134	3,444,348,687
Cash (including cash in ATMs)	495,782,319	591,773,208
Short term Money Market placements	107,782,935	267,343,907
Current balances with other banks	88,174,587	52,161,764
Total	3,080,864,975	4,355,627,566

The balance of current accounts with the National Bank of Romania represents the minimum reserve maintained in accordance with the National Bank of Romania requirements. As at 30 June 2015, the minimum reserve level was settled as 8% (31 December 2014: 10%) for liabilities to customers in RON and 14% (31 December 2014: 14%) for liabilities to customers in foreign currency both with residual maturity less than 2 years from the end of reporting period and for liabilities with the residual maturity greater than 2 years with reimbursement, transfer and anticipated withdrawals clause or 0% for all the other liabilities included in the calculation base.

Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

13. FINANCIAL ASSETS AND LIABILITIES HELD FOR TRADING AND DERIVATIVES USED FOR HEDGING

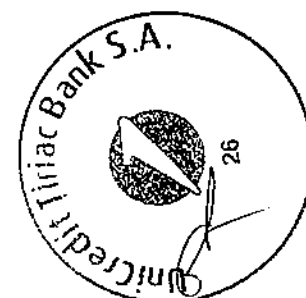
(i) Financial assets at fair value through profit or loss

<i>In RON</i>	30 June 2015	31 December 2014
Derivatives financial instruments held for trading	96,207,754	105,297,720
Investment securities held for trading	111,385,513	150,873,019
Total	207,593,267	256,170,739

(ii) Derivatives assets / liabilities

The derivative assets and liabilities held at fair value through profit and loss at 30 June 2015 may be summarized as follows:

<i>In RON</i>	Notional	Present value	
		Assets	Liabilities
<i>Foreign currency derivatives</i>			
Forward contracts	3,635,627,664	7,975,356	13,446,436
Purchased Options	542,271,926	2,902,309	2,867,044
Sold Options	59,650,450	206,992	205,617
Total foreign currency derivatives	4,237,550,040	11,084,657	16,519,097
<i>Interest rates derivatives</i>			
Interest Rate Swaps	2,513,381,568	54,831,139	52,962,360
Purchased Options	729,041,840	29,848,462	-
Sold Options	729,041,840	-	29,705,230
Total interest rate derivatives	3,971,465,248	84,679,601	82,667,590
Other derivatives	29,353,234	443,496	430,371
Total	8,238,368,522	96,207,754	99,617,058



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

13. FINANCIAL ASSETS AND LIABILITIES HELD FOR TRADING AND DERIVATIVES USED FOR HEDGING (*continued*)

(ii) Derivatives assets / liabilities (continued)

The derivative assets and liabilities held at fair value through profit and loss at 31 December 2014 may be summarized as follows:

<i>In RON</i>	Notional	Present value	
		Assets	Liabilities
<i>Foreign currency derivatives</i>			
Forward contracts	2,980,201,360	5,888,227	13,277,409
Purchased Options	83,373,366	126,374	-
Sold Options	72,458,517	-	143,293
Total foreign currency derivatives	3,136,033,243	6,014,601	13,420,702
<i>Interest rates derivatives</i>			
Interest Rate Swaps	2,050,558,267	60,225,425	62,777,828
Purchased Options	1,181,891,166	34,026,536	33,399,270
Sold Options	537,392,744	198	373,194
Total interest rate derivatives	3,769,842,177	94,252,159	96,550,292
Other derivatives	42,206,486	5,030,960	4,807,684
Total	6,948,081,906	105,297,720	114,788,678



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

13. FINANCIAL ASSETS AND LIABILITIES HELD FOR TRADING AND DERIVATIVES USED FOR HEDGING (*continued*)

(ii) Derivatives assets / liabilities (continued)

The fair values of derivative financial instruments designated as hedging instruments at 30 June 2015 may be summarized as follows:

<i>In RON</i>	Notional	Present value	
		Assets	Liabilities
<i>Cash flow hedge</i>			
Interest rate swap	403,031,097	-	72,850,071
Cross currency swap	291,672,199	17,246,535	392,917
Total Cash flow hedge	694,703,296	17,246,535	73,242,988
<i>Fair value hedge</i>			
Interest rate swap	26,205,821	386,480	-
Total fair value hedge	26,205,821	386,480	-
Total	720,909,117	17,633,015	73,242,988

The fair values of derivative financial instruments designated as hedging instruments at 31 December 2014 may be summarized as follows:

<i>In RON</i>	Notional	Present value	
		Assets	Liabilities
<i>Cash flow hedge</i>			
Interest rate swap	430,255,582	-	93,276,204
Cross currency swap	381,874,920	12,433,477	2,143,821
Total Cash flow hedge	812,130,502	12,433,477	95,420,025
<i>Fair value hedge</i>			
Interest rate swap	13,973,561	550,694	-
Total fair value hedge	13,973,561	550,694	-
Total	826,104,063	12,984,171	95,420,025



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

14. LOANS AND ADVANCES TO CUSTOMERS

The Group's commercial lending is concentrated on companies and individuals domiciled in Romania mainly. The breakdown of loan portfolio at balance sheet's date by type of loan was as follows:

<i>In RON</i>	30 June 2015	31 December 2014
Other term loans	15,393,706,708	14,924,099,928
On demand (call) and short notice (current account)	2,211,080,002	2,431,799,041
Trade receivables	617,449,753	584,362,707
Credit card debt	97,543,165	104,684,185
Advances that are not loans	4,330,173	29,664,411
Net loans and advances to customers	18,324,109,801	18,074,610,272

The Group monitors concentrations of credit risk by sector of activity, client segment, products, ratings, geographical area on a quarterly basis. An analysis of concentrations of credit risk by industry at the reporting date is shown below:

<i>In RON</i>	30 June 2015	31 December 2014
Private entities (including individuals)	5,326,696,493	5,364,457,534
Manufacturing	3,976,537,752	3,738,369,364
Commerce – wholesale and retail	3,063,106,616	3,084,202,519
Real estate	1,500,451,385	1,531,192,115
Construction and civil engineering	876,644,188	855,414,653
Agriculture - forestry – fisheries	701,312,305	609,062,061
Transport and storage services	602,471,942	582,629,741
Information and communication	515,766,521	377,268,536
Public administration and defense; social security insurance	500,845,937	512,512,660
Production and supply of electricity, gas, steam and air conditioning	399,545,839	415,778,985
Professional, scientific and technical activities	317,680,626	399,563,249
Water supply	168,279,019	161,724,972
Hotels and public commercial concern	111,259,689	122,324,596
Financial and insurance institutions	89,935,223	134,085,183
Administrative and support service activities	58,983,365	58,976,325
Extractive industry	33,043,822	37,518,035
Medical and social activities	23,790,136	16,541,730
Arts, entertainment and recreation	3,812,594	500,572
Education	3,774,680	18,619,143
Other services	50,171,669	53,868,299
Total	18,324,109,801	18,074,610,272



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

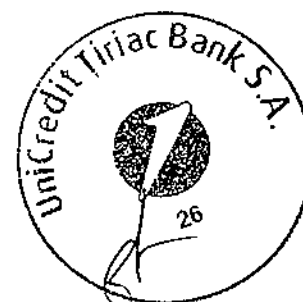
14. LOANS AND ADVANCES TO CUSTOMERS (*continued*)

The movements in loan allowances for impairment may be summarized as follows:

<i>In RON</i>	<u>2015</u>	<u>2014</u>
Specific allowances for impairment		
Balance at 1 January	1,873,776,906	1,807,209,769
Net increases due to adjustments related to expected losses for loans	228,872,035	176,530,157
Transfer between adjustments and other adjustments *	(39,918,592)	(33,822,355)
Decreases due to the cancellations of impairment adjustments **	(414,677,826)	(141,824,940)
Unwinding effect on provisions	41,603,513	40,794,012
Balance at 30 June	1,689,656,036	1,848,886,643
Collective allowances for impairment		
Balance at 1 January	115,295,326	98,228,497
Net increases due to adjustments related to expected losses for loans	(14,089,816)	49,504,527
Transfer between adjustments and other adjustments *	14,699,280	(39,843)
Decreases due to the cancellations of impairment adjustments **	(14,757)	(23,280,494)
Balance at 30 June	115,890,033	124,412,687
Total opening balance	1,989,072,232	1,905,438,266
Total closing balance	1,805,546,069	1,973,299,330

* Transfer between risk classification categories and FX adjustments

** Related to loans written of and sold

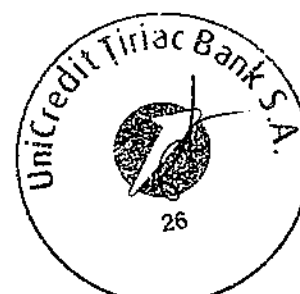


Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)
14. LOANS AND ADVANCES TO CUSTOMERS (continued)
Exposure to credit risk
In RON

	30 June 2015	31 December 2014
Individually significant impaired loans		
Grade 8: Impaired***	2,139,439,109	2,418,015,500
Grade 9: Impaired	225,990,146	172,829,219
Grade 10: Impaired	590,763,863	763,048,122
Gross amount	2,956,193,118	3,353,892,841
Allowance for impairment	(1,427,530,679)	(1,572,975,654)
Carrying amount	1,528,662,439	1,780,917,187
Fair value of collateral	1,162,452,108	1,274,081,740
Property	1,046,195,454	1,137,318,319
Goods	83,846,487	89,037,819
Assignment of receivables	13,852,678	21,092,238
Other collateral*	18,557,489	26,633,364
Other impaired loans		
Grade 8: Impaired	339,257,224	370,248,191
Grade 9: Impaired	9,936,533	5,053,119
Grade 10 Impaired	197,275,252	235,699,630
Other impaired**	18,470,382	12,242,352
Gross amount	564,939,391	623,243,292
Allowance for impairment	(262,125,358)	(298,114,098)
Carrying amount	302,814,033	325,129,194
Fair value of collateral	301,054,933	339,045,391
Property	267,529,826	304,836,510
Goods	8,486,304	8,826,665
Assignment of receivables	3,577,520	5,717,942
Other collateral*	21,461,283	19,664,274
Past due but not impaired		
Grade 1 – 7	1,780,468,173	914,647,074
Less than 90 overdue days	1,777,136,353	911,322,432
More than 90 overdue days	3,331,820	3,324,642
Grade 8	384,869,801	339,546,914
Less than 90 overdue days	372,521,266	327,309,222
More than 90 overdue days	12,348,535	12,237,692
Gross amount	2,165,337,974	1,254,193,988
Allowance for impairment	(44,658,086)	(50,869,497)
Carrying amount	2,120,679,888	1,203,324,491
Neither past due nor impaired		
Grade 1 – 7	14,267,388,076	14,587,250,683
Grade 8	175,797,312	244,974,668
Gross amount	14,443,185,388	14,832,225,351
Allowance for impairment	(71,231,947)	(66,985,951)
Carrying amount	14,371,953,441	14,765,239,400
Total carrying amount	18,324,109,801	18,074,610,272

* Other collateral includes cash and financial risk insurance.

** Loans classified as Past Due, Restructured, Doubtful or Non-performing loans with rating different from 8, 9, 10.

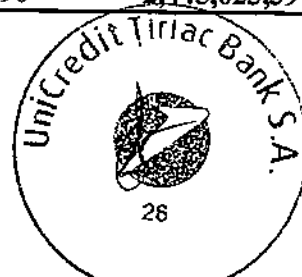


Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)
15. NET LEASE RECEIVABLES

<i>In RON</i>	30 June 2015	31 December 2014
Lease receivables up to one year, gross	1,592,209,511	1,433,078,594
Lease receivables from one to five years, gross	1,005,801,862	984,039,749
Lease receivables over five years, gross	332,999,238	326,828,433
Total lease receivables, gross	2,931,010,611	2,743,946,776
Total lease receivables, net of future interest	2,931,010,611	2,743,946,776
Impairment allowance for lease receivables	(323,996,121)	(298,923,379)
Total net lease receivables	2,607,014,490	2,445,023,397

Concentration of credit risk related to lease receivables

<i>In RON</i>	30 June 2015	31 December 2014
Transport and storage	587,234,396	517,007,064
Wholesale and retail trade	516,295,194	374,178,268
Manufacturing	370,298,694	417,491,869
Electricity, gas, steam and air conditioning supply	245,212,856	251,673,652
Construction	236,929,230	222,333,365
Agriculture, forestry and fishing	168,486,509	158,364,680
Professional, scientific and technical activities	113,944,597	92,180,570
Real estate activities	97,474,215	100,068,791
Administrative and support service activities	73,620,714	75,491,865
Accommodation and food service activities	40,906,645	39,143,634
Human health services and social work activities	40,229,651	41,980,964
Mining and quarrying	32,232,690	37,701,474
Water supply	25,702,642	29,959,784
Information and communication	22,111,195	35,790,030
Private entities (including individuals)	15,660,842	17,193,336
Public administration and defence, compulsory social security	4,607,926	6,814,038
Financial and insurance institutions	4,423,945	6,244,656
Arts, entertainment and recreation	3,098,040	2,933,629
Education	2,147,290	1,707,368
Other services	6,397,219	16,764,360
Total	2,607,014,490	2,445,023,397



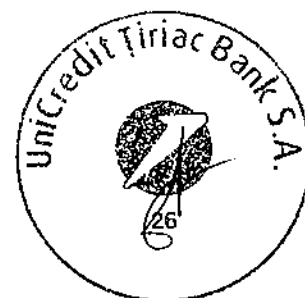
Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

15. NET LEASE RECEIVABLES (continued)

The movements in finance lease allowances for impairment are summarized as follows

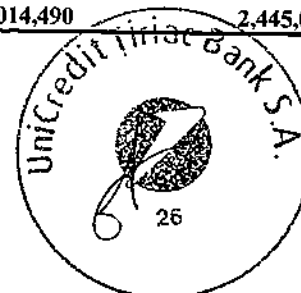
<i>In RON</i>	2015	2014
Specific allowances for impairment		
Balance at 1 January	274,927,394	316,640,718
Net increases due to adjustments related to expected losses for loans	36,415,878	4,179,138
Transfer between adjustments and other adjustments *	(527,515)	-
Balance at 30 June	310,815,757	320,819,856
Collective allowances for impairment		
Balance at 1 January	11,601,301	10,108,374
Net increases due to adjustments related to expected losses for loans	1,602,097	(844,969)
Transfer between adjustments and other adjustment *s	(23,034)	-
Balance at 30 June	13,180,364	9,263,405
Total opening balance	286,528,695	326,749,092
Total closing balance	323,996,121	330,083,261

* Transfer between risk classification categories and FX adjustments



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)
15. NET LEASE RECEIVABLES (continued)
In RON

	30 June 2015	31 December 2014
Finance leases individually impaired		
Grade 8-: Impaired	34,406,453	84,035,985
Grade 9: Impaired	259,876,167	162,576,265
Grade 10: Impaired	119,683,152	95,601,698
Gross amount	413,965,772	342,213,948
Allowance for impairment	(153,666,373)	(125,002,995)
Carrying amount	260,299,399	217,210,953
Fair value of collateral	257,968,824	208,612,462
Property	241,484,411	199,494,697
Other collateral*	16,484,413	9,117,765
Other impaired finance leases		
Grade 8-: Impaired	8,251,054	13,139,525
Grade 9: Impaired	18,031,390	32,375,174
Grade 10: Impaired	143,321,221	151,174,377
Gross amount	169,603,665	196,689,076
Allowance for impairment	(157,149,384)	(162,244,144)
Carrying amount	12,454,281	34,444,932
Fair value of collateral	494,432	10,844,012
Property	494,432	10,624,867
Other collateral*	-	219,145
Finance lease Past due but not impaired		
Grade 1 -7:	469,051,632	269,260,411
Less than 90 overdue days	469,051,632	260,963,468
More than 90 overdue days	-	8,296,943
Grad 8. din care:	49,914	11,719
Less than 90 overdue days	49,914	11,719
More than 90 overdue days	-	-
Gross amount	469,101,546	269,272,130
Allowance for impairment	(3,490,223)	(2,124,309)
Carrying amount	465,611,323	267,147,821
Finance lease neither past due nor impaired		
Grade 1 - 7	1,878,154,178	1,935,225,015
Grade 8	185,450	546,607
Gross amount	1,878,339,628	1,935,771,622
Allowance for impairment	(9,690,141)	(9,551,931)
Carrying amount	1,868,649,487	1,926,219,691
Total carrying amount	2,607,014,490	2,445,023,397



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

16. AVAILABLE-FOR-SALE

a) Investment securities available for sale

As at 30 June 2015, the Group included in investment securities, available for sale bonds, Romanian Government T-bills, bonds issued by the municipality of Bucharest and bonds issued by the Ministry of Public Finance in amount of RON 5,542,487,707 (31 December 2014: RON 5,943,469,919).

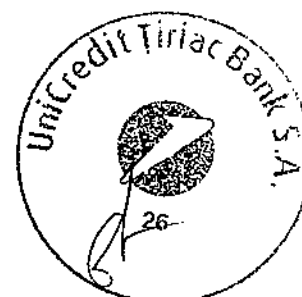
As at 30 June 2015, the investment securities available for sale are pledged in amount of RON 187,257,378 (31 December 2014: RON 177,821,025).

The Group transferred to profit or loss during 2015 an amount of 48,723,682 (2014: RON 63,109,265) representing net gain from disposal of available for sale investment securities. Net change in fair value booked in other comprehensive income was an increase of RON 91,158,776 before tax (30 June 2014: RON 26,362,739), respective RON 76,573,372 net of tax (30 June 2014: RON 22,144,700).

b) Equity investments available for sale

The Group held the following unlisted equity investments, available for sale as at 30 June 2015:

30 June 2015	Nature of business	% interest held	Gross Carrying amount	Impairment	Net Carrying amount
UniCredit Leasing Fleet Management	Operational leasing	9.99	2,346,035	-	2,346,035
Transfond SA	Other financial services	8.04	1,164,862	-	1,164,862
Biroul de Credit SA	Financial services	6.80	645,525	-	645,525
Fondul Roman de Garantare a Creditorilor pentru Intreprinzatorii Privati IFN SA	Financial services	3.10	1,786,564	960,253	826,311
Pioneer Asset Management S.A.I. SA	Other financial services	2.57	194,560	155,496	39,064
Casa de Compensare Bucuresti SA	Financial services	0.91	46,980	39,483	7,497
VISA Europe Limited	Cards	0.01	37	-	37
Total			6,184,563	1,155,232	5,029,331



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

16. AVAILABLE-FOR-SALE (continued)

b) Equity investments available for sale (continued)

The Group held the following unlisted equity investments, available for sale as at 31 December 2014:

31 December 2014	Nature of business	% interest held	Gross Carrying amount	Impairment	Net Carrying amount
UniCredit Leasing Fleet Management	Operational leasing	9.99	2,345,796	-	2,345,796
Transfond SA	Other financial services	8.04	1,164,862	-	1,164,862
Biroul de Credit SA	Financial services	6.80	645,525	-	645,525
Fondul Roman de Garantare a Creditorilor pentru Intreprinzatorii Privati IFN SA	Financial services	3.10	1,786,564	960,253	826,311
Pioneer Asset Management S.A.I. SA	Other financial services	2.57	194,560	155,496	39,064
Casa de Compensare Bucuresti SA	Financial services	0.91	46,980	39,483	7,497
VISA Europe Limited	Cards	0.01	37	-	37
Total			6,184,324	1,155,232	5,029,092



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

17. DEPOSITS FROM BANKS

<i>In RON</i>	30 June 2015	31 December 2014
Term deposits	2,758,407,639	3,125,064,217
Sight deposits	1,273,282,625	354,785,681
Amounts in transit	376,425,142	116,237,528
Total	4,408,115,406	3,596,087,426

18. LOANS FROM BANKS AND OTHER FINANCIAL INSTITUTIONS

<i>In RON</i>	30 June 2015	31 December 2014
Commercial Banks	7,350,220,523	7,587,279,933
International financial institutions	472,701,057	492,422,610
Multilateral development banks	31,332,646	21,580,210
Total	7,854,254,226	8,101,282,753

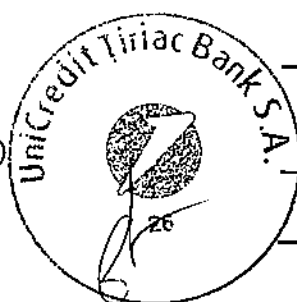
As at 30 June 2015, the final maturity of loans varies from July 2015 to January 2028.

19. DEPOSITS FROM CUSTOMERS

<i>In RON</i>	30 June 2015	31 December 2014
Payable on demand	8,577,012,930	9,074,425,181
Term deposits	4,706,011,767	5,890,544,140
Collateral deposits	793,375,902	861,449,688
Amounts in transit	36,559,279	61,521,523
Certificates of deposits	105,204	92,553
Total	14,113,065,082	15,888,033,085

20. SUBORDINATED LIABILITIES

<i>In RON</i>	30 June 2015	31 December 2014
UniCredit Bank Austria AG (i)	318,449,089	319,142,442
UniCredit Bank Ireland PLC (ii)	67,213,035	67,351,635
Total	385,662,124	386,494,077



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

20. SUBORDINATED LIABILITIES (*continued*)

At 30 June 2015, the following agreements were outstanding:

- (i) Two subordinated loans from UniCredit Bank Austria AG in total amount of RON equivalent 216,964,750 principal, maturing on July 2022 and respectively RON 98,418,000 equivalent (31 December 2014: two facilities in total amount of RON equivalent 217,381,850 principal, maturing on July 2022 and respectively RON 98,606,200 equivalent).

The repayment of outstanding principal and accrued interest of the above-mentioned loans is subordinated to all other obligations of the Bank.

- (ii) UniCredit Ireland: subordinated loan in total amount of RON equivalent 67,102,500 maturing on 30 November 2015 (the same facility in 2014: subordinated loan facility in total amount of RON 67,231,500).

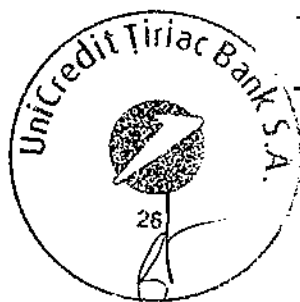
The repayment of outstanding principal and accrued interest of the above-mentioned loans is subordinated to all other obligations of the Bank.

21. PROVISIONS

<i>In RON</i>	30 June 2015	31 December 2014
Provision for financial guarantees	165,881,659	200,836,352
Provision for off-balance commitments and contingencies	2,513,768	1,846,007
Provision for legal disputes	1,211,214	4,861,270
Other provisions	3,515,297	6,479,219
Total	173,121,938	214,022,848

The movements in provisions could be summarized as follows:

<i>In RON</i>	2015	2014
Balance at 1 January	214,035,058	227,627,495
Provision set up during the period	10,269,106	20,719,106
Provision used during the period	(1,298,949)	-
Provision reversed during the period	(49,275,081)	(47,100,609)
FX effect related to off-balance exposure (financial guarantees and commitments)	(608,196)	(4,469,116)
Balance at 30 June	173,121,938	196,776,876



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)
22. ISSUED CAPITAL

The statutory share capital of the Bank as at 30 June 2015 is represented by 40,760,784 ordinary shares (31 December 2014: 40,760,784 ordinary shares) having a face value of RON 9.30 each. The shareholders of the Bank are as follows:

	<u>30 June 2015</u>
	%
UniCredit Bank Austria AG	95.6185
Bank Austria – CEE BeteiligungsgmbH	0.0133
Arno Grundstücksverwaltungs Gesellschaft m.b.H	0.0133
Beteiligungsverwaltungsgesellschaft der Bank Austria Creditanstalt Leasing GmbH	0.0133
Bank Austria Creditanstalt Leasing GmbH	0.0133
UniCredit Leasing Corporation IFN SA	0.0001
Other shareholders	4.3282
Total	100.00
	<u>31 December 2014</u>
	%
UniCredit Bank Austria AG	50.5588
Tiriac Holdings Limited*	45.0597
Bank Austria – CEE BeteiligungsgmbH	0.0133
Arno Grundstücksverwaltungs Gesellschaft m.b.H	0.0133
Beteiligungsverwaltungsgesellschaft der Bank Austria Creditanstalt Leasing GmbH	0.0133
Bank Austria Creditanstalt Leasing GmbH	0.0133
UniCredit Leasing Romania SA	0.0001
Other shareholders	4.3282
Total	100.00

UniCredit Bank Austria AG has acquired all the shares owned by Tiriac Holdings Limited in June 2015.

The share capital comprises of the following:

<i>In RON</i>	<u>30 June 2015</u>	<u>31 December 2014</u>
Statutory share capital	379,075,291	379,075,291
Effect of hyperinflation – IAS 29	722,528,775	722,528,775
Share capital under IFRS	1,101,604,066	1,101,604,066



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

23. RELATED PARTY TRANSACTIONS

The Group entered into a number of banking transactions with UniCredit S.p.A and with members of the UniCredit Group (UniCredit Bank Austria AG, HVB Bank, Istraturist UMAG, UniCredit Produzioni Accentrate, Bulbank A.D., UniCredito Italiano Ireland, Bank Pekao, Kocbank, Yapi Kredi) in the normal course of business. These transactions were carried out on commercial terms and conditions and at market rate.

<i>In RON</i>	30 June 2015		
	Parent Company	Associates	Other related parties
Interest income	11,744,202	-	4,012,001
Interest expense	(125,539,672)	-	(19,544,535)
Interest related effect of Swap transactions regarding refinancing lines with UniCredit Group Companies	2,554,406	-	-
Fee and commission income	5,914,454	-	2,432,508
Fee and commission expense	(1,768,917)	-	(2,984,319)
Other operating income	6,164,384	-	2,322,541
Operating expenses	-	-	(23,504,388)
Net income / (expense)	(100,931,143)	-	(37,266,192)

<i>In RON</i>	30 June 2015		
	Parent Company	Associates	Other related parties
Current accounts and deposits to banks	628,113,939	-	6,604,935
Derivatives used for hedging	5,134,663	-	12,111,872
Loans to customers	-	-	20,081,832
Financial assets held for trading	-	-	4,804,129
Other assets	6,970,155	-	10,160,459
Outstanding receivables	640,218,757	-	53,763,227
Loans received	7,188,006,090	-	218,075,348
Deposit attracted	2,822,946,269	-	159,054,864
Subordinated liabilities	318,449,089	-	67,213,035
Current accounts	20,876,113	-	99,425,949
Debts securities issued	20,624,689	-	-
Financial liabilities held for trading	1,451,189	43,812	85,603,259
Derivatives used for hedging	-	-	72,850,071
Other liabilities	71,374	-	23,478,980
Outstanding payables	10,372,424,813	43,812	725,701,506



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

22. RELATED PARTY TRANSACTIONS (*continued*)

<i>In RON</i>	30 June 2014		
	Parent Company	Associates	Other related parties
Interest income	9,855,654	-	4,389,172
Interest expense	(135,647,659)	-	(23,780,739)
Interest related effect of Swap transactions regarding refinancing lines with UniCredit Group Companies	7,323,511	-	-
Fee and commission income	16,063,439	-	2,432,868
Fee and commission expense	(290,403)	-	(3,131)
Other operating income	4,130,817	-	2,368,014
Operating expenses	(568,393)	-	(24,999,007)
Net income / (expense)	(99,133,034)	-	(39,592,823)

<i>In RON</i>	31 December 2014		
	Parent Company	Associates	Other related parties
Current accounts and deposits to banks	524,788,559	-	15,455,854
Derivatives used for hedging	3,640,139	-	8,793,338
Loans to customers	-	-	79,474,353
Financial assets held for trading	-	-	1,012,527
Other assets	11,335,191	-	24,017,341
Outstanding receivables	539,763,889	-	128,753,413
Deposit attracted	6,045,617,986	-	350,838,893
Loans received	4,030,830,213	-	-
Subordinated liabilities	319,142,442	-	67,351,635
Current accounts	68,150,940	-	15,881,436
Debts securities issued	20,619,628	-	-
Financial liabilities held for trading	10,302,938	-	92,494,040
Derivatives used for hedging	-	-	94,874,783
Other liabilities	16,554,427	-	26,187,408
Outstanding payables	10,511,218,574	-	647,628,195

Transactions with key management personnel

A number of banking transactions are entered into with key management personnel (executive management, administrators of the Bank) in the normal course of business. These mainly include loans, current accounts and deposits. The volumes of related-party transactions are presented in the below tables:

In RON

	30 June 2015	31 December 2014
Loans	656,763	655,600
Current accounts and deposits	5,378,995	4,927,777



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (*continued*)

23. RELATED PARTY TRANSACTIONS (*continued*)

Transactions with key management personnel (*continued*)

No provisions have been recognized in respect of loans given to related parties.

<i>In RON</i>	30 June 2015	30 June 2014
Key management compensation		
Gross salaries	9,854,199	7,407,600

In addition to their salaries, the Bank also provides non-cash benefits to directors and executive officers and they participate in the UniCredit Group's share option program.

24. COMMITMENTS AND CONTINGENCIES

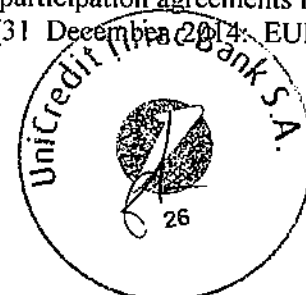
At any time the Group has outstanding commitments to extend credit. These commitments take the form of approved loans and credit card limits and overdraft facilities. Outstanding loan commitments have a commitment period that does not extend beyond the normal underwriting and settlement period of one month to one year.

The Group provides financial guarantees and letters of credit to guarantee the performance of customers to third parties. These agreements have fixed limits and generally extend for a period of up to one year. Expirations are not concentrated in any period.

The contractual amounts of commitments and contingent liabilities are set out in the following table by category. The amounts reflected in the table for commitments assume that amounts are fully advanced. The amounts reflected in the table for guarantees and letters of credit represent the maximum accounting loss that would be recognized at the balance sheet date if counterparties failed completely to perform as contracted.

<i>In RON</i>	30 June 2015	31 December 2014
Financial guarantees given	4,264,247,747	4,405,476,200
Irrevocable commitments	2,086,930,945	1,749,629,012
Commercial guarantees given	231,964,586	185,347,664
Total	6,583,143,278	6,340,452,876

The Group acts as a security agent, payment agent and hedging agent for a series of loan contracts between UniCredit Bank Austria AG and other entities within UniCredit Group as lender and Romanian companies as borrowers. For each of these contracts there is a risk participation agreement by which the Group takes the obligation to pay to UniCredit Bank Austria AG any instalment that the borrowers failed to pay. The total amount of such risk participation agreements in force as at 30 June 2015 is EUR 244,296,984, and CHF 2,655,118 (31 December 2014: EUR 296,369,073 and CHF 2,655,118).



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

24. COMMITMENTS AND CONTINGENCIES (continued)

The Group concluded with UniCredit Bank Austria AG a series of novation contracts through which loan contracts initially concluded by the Group with Romanian companies were transferred to UniCredit Bank Austria AG in exchange for full reimbursement of borrowers' due to the Group. According to these novation contracts the Group is still engaged as security agent and payment agent until the borrower will repay his debt. For each of these novation contracts there is a risk participation agreement by which the Group is obliged to indemnify UniCredit Bank Austria AG.

The novation contracts concluded with UniCredit Bank Austria AG relates to one entity and their total value is EUR 46,000,000 (31 December 2014: EUR 46,000,000).

According to the contracts presented in the paragraphs above the Group pays any amount collected from the borrowers to UniCredit Bank Austria AG.

As compensation for the financial guarantees assumed by the risk participation agreements and for providing security and payment agent services to UniCredit Bank Austria AG, the Group receives the commissions paid by the borrowers plus a portion of the interest margin collected from the borrowers. The Group defers the commissions collected upfront from the risk participation agreements over the time period that remains until the maturity of the facilities.

As at 30 June 2015 the Group was involved in several litigations for which the possible total claims estimated by the Group's lawyers amounted to RON 142,740,389 (31 December 2014: RON 17,415,982). The Group, based upon legal advice, has assessed that a provision amounting to RON 4,334,313 as at 30 June 2015 (31 December 2014: RON 4,861,269 is necessary to be booked for these claims.



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

25. FINANCIAL INSTRUMENTS - FAIR VALUE HIERARCHY

The table below presents the fair value of financial instruments measured at amortised cost, respectively at fair value at the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorised as of 30 June 2015:

In RON

	Level 1	Level 2	Level 3	Total Fair value	Total Book value
Assets held for trading					
Financial assets for trading	111,385,513	93,431,864	2,775,890	207,593,267	207,593,267
Derivatives used for hedging	-	-	17,246,535	17,246,535	17,246,535
Fair value changes of the hedged items in portfolio hedge	-	386,480	-	386,480	386,480
Total trading assets	111,385,513	93,818,344	20,022,425	225,226,282	225,226,282
Available for sale assets					
Investment securities, available for sale	4,298,457,866	1,244,029,841	5,029,331	5,547,517,038	5,547,517,038
Total available for sale assets	4,298,457,866	1,244,029,841	5,029,331	5,547,517,038	5,547,517,038
Trading liabilities					
Financial liabilities for trading	-	96,334,790	3,282,268	99,617,058	99,617,058
Derivatives used for hedging	-	73,242,988	-	73,242,988	73,242,988
Total trading liabilities	-	169,577,778	3,282,268	172,860,046	172,860,046



Notes to the interim condensed consolidated financial statements for the six months period ended 30 June 2015 (continued)

25. FINANCIAL INSTRUMENTS - FAIR VALUE HIERARCHY (continued)

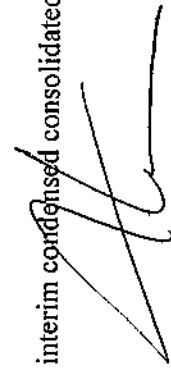
The table below presents the fair value of financial instruments measured at amortised cost, respectively at fair value at the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorized as of 31 December 2014:

<i>In RON</i>	Level 1	Level 2	Level 3	Total Fair value	Total Book value
Assets held for trading					
Financial assets held for trading	150,873,020	105,173,551	124,168	256,170,739	256,170,739
Derivatives used for hedging ¹	-	-	12,433,477	12,433,477	12,433,477
Fair value changes of the hedged items in portfolio hedge	-	550,694	-	550,694	550,694
Total trading assets	150,873,020	105,724,245	12,557,645	269,154,910	269,154,910
Available for sale assets					
Investment securities, available for sale	2,480,872,447	3,462,597,472	5,029,092	5,948,499,011	5,948,499,011
Total available for sale assets	2,480,872,447	3,462,597,472	5,029,092	5,948,499,011	5,948,499,011
Trading liabilities					
Financial liabilities held for trading	-	113,007,983	1,770,695	114,778,678	114,778,678
Derivatives used for hedging	-	93,276,201	2,143,824	95,420,025	95,420,025
Total trading liabilities	-	206,284,184	3,914,519	210,198,703	210,198,703

26. SUBSEQUENT EVENTS

As a result of internal decisions within UniCredit Group, UniCredit Tiriac Bank SA will change its name into UniCredit Bank. The change of name is subject to the approval of the Extraordinary Shareholders Meeting to be held on July 30, 2015. The legal formalities for registration of the change of name with the Trade Registry and the notification of National Bank of Romania will be fulfilled within the legal terms as provided by the law.

The interim condensed consolidated financial statements were approved by the Management Board on July 21, 2015 and were signed on its behalf by:



Mr. Rasvan Catalin Radu
Executive President



Mrs. Mihaela Alina Lupu
Chief Financial Officer



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