

## Motion to KNF for consent for recognition of 4Q 2018 net profit as a part of Bank's Common Equity Tier 1 capital

### current report no. 03/2019

date: 14 March 2019

The Management Board of Bank BGŻ BNP Paribas S.A. ("the Bank") hereby announces that on 14 March 2019 it filed a motion for consent for recognition of a standalone net profit for period from 1 October 2018 to 31 December 2018 in the amount of PLN 36,429,608.99 (thirty six million four hundred twenty nine thousand six hundred eight zlotys and 99/100 zlotys) as a part of the Bank's Common Equity Tier 1 capital to the Polish Financial Supervision Authority ("KNF").

It means that the Bank's Management Board does not intend to recommend any dividend payment from the 2018 net profit.

Pursuant to Article 26, item 2 of Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms, the competent authority shall grant permission where the following conditions are met:

- a) those profits have been verified by persons independent of the institution that are responsible for the auditing of the accounts of that institution;
- b) the institution has demonstrated to the satisfaction of the competent authority that any foreseeable charge or dividend has been deducted from the amount of those profits.

Recognition of the 4Q 2018 net profit as a part of the Bank's Common Equity Tier 1 capital will improve: Common Equity Tier I ratio (CET I) and Tier I capital ratio calculated on a stand-alone and consolidated basis by 0.05 pp each and Total capital ratio calculated on a separate and consolidated basis by 0.04 pp, calculation based on data as at 31 December 2018.

#### Legal basis

Article 17, item 1 of the MAR Regulation