

Minimum requirement for own funds and eligible liabilities ("MREL") set for BNP Paribas Bank Polska S.A.

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The Management Board of BNP Paribas Bank Polska S.A. ("Bank") hereby informs that the Bank received a letter from the Banking Guarantee Fund ("BGF") dated 22 November 2021 concerning the joint decision of the resolution authorities, i.e. the Single Resolution Board, Magyar Nemzeti Bank (Central Bank of Hungary), Finanstilsynet (Danish Financial Supervisory Authority) and BGF on the minimum requirement for own funds and eligible liabilities ("MREL").

In the resolution plan of the BNP Paribas S.A. Group a resolution strategy with a Single Point of Entry was envisaged.

The MREL for the Bank was set on individual basis at 15.90% of the total risk exposure amount ("TREA") and 5.91% of total exposure measure ("TEM"). The requirement should be reached by 31 December 2023.

Further, the BGF set interim MREL goals which:

- for TREA are: 11.95% by the end of 2021 and 13.92% by the end of 2022 and
- for TEM are: 3.00% by the end of 2021 and 4.46% by the end of 2022.

The total MREL should be satisfied with own funds and eligible liabilities under Article 98 of the BGF Act transposing Article 45f(2) of the BRRD2. The BGF expect that the recapitalization equivalent portion of the MREL would be met with additional AT1 instruments, T2 instruments and other subordinated eligible liabilities bought directly or indirectly by the parent entity.

As at 30 September 2021, the Bank complies with the MREL requirement defined as at 31 December 2021.

Legal basis

Article 17, item 1 of the Market Abuse Regulation (MAR)