



BGZ BNP PARIBAS

Motion to KNF for consent for recognition of 3Q 2018 net profit as a part of Bank's Common Equity Tier 1 capital

current report no. 70/2018

date: 15 November 2018

The Management Board of Bank BGŻ BNP Paribas S.A. ("the Bank") hereby announces that on 15 November 2018 it filed a motion for consent for recognition of a standalone net profit for period from 1 July 2018 to 30 September 2018 in the amount of PLN 134,236,681.54 (in words: one hundred thirty four million two hundred thirty six thousand six hundred eighty one and 54/100 zlotys) as a part of the Bank's Common Equity Tier 1 capital to the Polish Financial Supervision Authority ("KNF").

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 ("Regulation 575/2013"), 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 3Q 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 separate basis by 0.24 pp each and Total capital ratio calculated on a separate basis by 0.23 pp, calculation based on data as at 30 September 2018.

In case of consolidated capital adequacy ratios increase would be equal to 0.23 pp.

Legal basis

Article 17, item 1 of the MAR Regulation