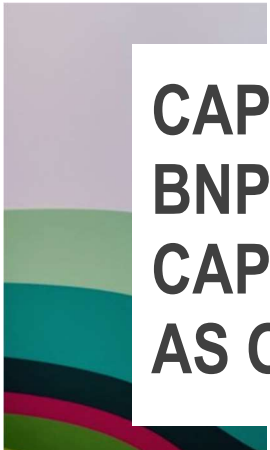


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**CAPITAL ADEQUACY INFORMATION OF  
BNP PARIBAS BANK POLSKA S.A.  
CAPITAL GROUP  
AS OF 30 JUNE 2019**

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## 1. INTRODUCTION

In accordance with the Regulation of the European Parliament and of the Council (EU) No 575/2013 as of 26 June 2013 on prudential requirements for credit institutions and investment firms, amending Regulation (EU) No 648/2012 (Acts. Office. EU. L No. 176, p. 1), hereinafter referred to as "**Regulation (EU) No 575/2013**", BNP Paribas Bank Polska S.A. with its registered office in Warsaw, hereinafter referred to as "**Bank**", is obliged to publish in a publicly accessible manner information about the qualitative and quantitative adequacy of the capital excluding irrelevant information, proprietary or confidential.

According to the art. 433 of Regulation (EU) No 575/2013, the Bank publishes at least annually, the disclosures of which is required by virtue of Part Eight of Regulation (EU) No 575/2013. Pursuant to the obligation specified in article 13 of the Regulation (EU) No 575/2013, Bank publicly discloses as defined in art. 437, 438, 440, 442, 450, 451 and 453 the information based on data available at the highest, national level of consolidation for prudential purposes. In addition, Bank discloses information on unencumbered assets based on art. 443 of Regulation (EU) No 575/2013.

In the light of the scale and relevant characteristics of Bank's business and taking into account 0020European Banking Authority Guidelines on disclosure requirements under Part Eight of Regulation (EU) No 575/2013 - **EBA/GL/2016/11**, the Bank discloses quarterly and semi-annually some information regarding capital adequacy and pay particular attention to the possible need for more frequent disclosure of items of information laid down in Article 437, and points (c) to (f) of Article 438 of Regulation (EU) No 575/2013, and information on risk exposure and other items prone to rapid change.

This document provides information on the capital adequacy of the BNP Paribas Bank Polska S.A. Capital Group as of 30 June 2019.

## 2. OWN FUNDS

Based on the art. 437 of the Regulation (EU) No 575/2013 the Bank discloses full reconciliation of own funds items in relation to the financial statements.

**Table 1. Full reconciliation of own funds items in relation to the financial statements as of 30 June 2019**

POSITIONS OF THE CONSOLIDATED FINANCIAL STATEMENT USED FOR THE CALCULATION OF OWN FUNDS	Positions on 30 June 2019	Correction for companies not subject to prudential consolidation	Filters	Part of the unrecognized annual profit	OWN FUNDS POSITIONS
					[k. PLN]
<b>Assets</b>					
Intangible assets	489 069	400	-	-	497 669
Deferred tax assets net of related tax liability	989 616	588	81 298	-	907 730
<b>Liabilities</b>					
Subordinated liabilities	1 867 972	-	-	-	1 865 230
- including subordinated loans recognized as instruments in Tier II	1 865 230	-	-	-	1 865 230
<b>Core capital</b>					
Common Shares	147 419	-	-	-	147 419
Other capital instruments, including:	10 683 734	-	-	-	10 683 734
- share premium accounts	7 259 316	-	-	-	7 259 316
- general risk fund	627 154	-	-	-	627 154
- reserve capital	2 797 264	-	-	-	2 797 264
revaluation reserve, including:	125 763	-	-	-	125 763
Result of the current year	378 661	-15 237	-	234 743	159 155

Bank discloses own funds structure together with regulatory adjustments to Tier I and Tier II capital.

**Table 2. The own funds structure with regulatory adjustments as of 30 June 2019**

No.*		AMOUNT AT DISCLOSURE DATE (k. PLN)	(B) REGULATION (EU) No 575/2013 ARTICLE REFERENCE
<b>Common Equity Tier I capital: instruments and reserves</b>			
1	Capital instruments and the related share premium accounts	7 406 735	26 (1), 27, 28, 29, EBA list 26 (3)
	Of which: common shares	147 419	EBA list 26 (3)
2	Retained earnings	-275 853	26 (1) (c)
3	Accumulated other comprehensive income (and other reserves, to include unrealised gains and losses under the applicable accounting standards)	2 923 027	26 (1)
3a	Funds for general banking risk	627 154	26 (1) (f)
6	Common Equity Tier I (CET1) capital before regulatory adjustments	10 681 062	
<b>Common Equity Tier I (CET1) capital: regulatory adjustments</b>			
7	Additional value adjustment (negative amount)	-14 362	34,105
8	Intangible assets (net of related tax liability) (negative amount)	-497 669	36 (1) (b), 37, 472 (4)
26b	Amount to be added to Common Equity Tier 1 capital with regard to IFRS 9 during the transition period	340 668	473 (a)
28	Total regulatory adjustments to Common Equity Tier I (CET1)	-171 363	
29	Common Equity Tier I (CET1) capital	10 509 699	
44	Additional Tier I (AT1) capital	0	
45	Tier I capital (T1 = CET1 + AT1)	10 509 699	
<b>Tier II (T2) capital: instruments and provisions</b>			
46	Capital instruments and the related share premium accounts	1 865 230	62, 63
51	Tier II (T2) capital before regulatory adjustments	1 865 230	
58	Tier II (T2) capital	1 865 230	
59	Total capital (TC = T1 + T2)	12 374 929	
60	Total risk weighted assets	81 565 516	
<b>Capital ratios and buffers</b>			
61	Common Equity Tier I (as a percentage of risk exposure amount)	12,84%	92 (2) (a), 465
62	Tier I (as a percentage of risk exposure amount)	12,84%	92 (2) (b), 465
63	Total capital (as a percentage of risk exposure amount)	15,12%	92 (2) (c)
64	Institution specific buffer requirement (CET1 requirement in accordance with article 92(1)(a) plus capital conservation and countercyclical buffer requirements, plus systematic important institution buffer expressed as a percentage of risk amount)	5,750%	CRD 128, 129, 130
65	of which: capital conservation buffer requirement	2,500%	
66	of which: countercyclical buffer requirement	0,000%	
67	of which: systematic risk buffer requirement	3,000%	
67a	of which: Global Systematically Important Institution (G-SII) or Other Systematically Important Institution (O-SII) buffer	0,250%	CRD 131
68	Common Equity Tier I available to meet buffers (as a percentage of risk exposure amount)	5,75%	CRD 128

**Amounts below the threshold (before risk weighting)**

75	Deferred tax assets arising from temporary differences (amount below 10% threshold, net of related tax liability where the conditions in Article 38 (3) are met)	989 028	36 (1) (c), 38, 48, 470, 472 (5)
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With reference to the art.437 of the Regulation (EU) No 575/2013 the Bank discloses main features to Tier I capital.

**Table 3. Capital instruments' main features in Common Equity Tier I Capital as at 30 June 2019**

1	Issuer	BGŻ BNP Paribas S.A.
2	Unique identifier (e.g. CUSIP, ISIN or Bloomberg identifier for private placement)	ISIN code: PLBGZ0000010
3	Governing law(s) of the instrument Regulatory Treatment	Polish Yes
4	Transitional Resolution (UE) no 575/2013 rules	Common Equity Tier I Partial issue reclassification to lower category of capital
5	Post-transitional Resolution (UE) no 575/2013 rules	Common Equity Tier I
6	Eligible at solo/(sub-)consolidated/solo & (sub-)consolidated	Solo & (Sub-)consolidated
7	Instrument type (types to be specified by each jurisdiction)	Instrument type: ordinary share. Classification - Common Equity Tier I instrument in accordance with Article 28 of Regulation (EU) No. 575/2013.
8	Amount recognised in regulatory capital (currency in million, as at the last reporting date)	PLN 15.09 mn (series A) PLN 7.81 mn (series B) PLN 0.25 mn (series C) PLN 3.22 mn (series D) PLN 10.64 mn (series E) PLN 6.13 mn (series F) PLN 8.00 mn (series G) PLN 5.00 mn (series H) PLN 28.10 mn (series I) PLN 2.50 mn (series J) PLN 10.80 mn (series K) PLN 49,88 mn (series L) Registered shares of series B are preference shares.  The privilege concerning the shares of series B, includes the right to receive payment of the full nominal amount per share in the event of liquidation of the Bank after satisfying creditors, first before payments attributable to ordinary shares, which are payments in face of execution of the privilege may not cover the nominal amount of those shares.  The amount recognized in regulatory capital does not differ from the amount of the issued instrument.
9	Nominal amount of instrument	PLN 147 418 918

9a	Issue price	PLN 1
9b	Redemption price	Not applicable
10	Accounting classification	Equity
11	Original issue date	09.09.1994.
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	No
15	Optional call date, contingent call dates and redemption amount	Not applicable
16	Subsequent call dates, if applicable	Not applicable
	Coupons/dividends	Dividends
17	Fixed or floating dividend/coupon	Floating
18	Coupon rate and any related index	Not applicable
19	Existence of a dividend stopper	Yes
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing) - in relation to the payment of the coupon/dividend	Fully discretionary
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount) - in relation to the payment of the coupon/dividend	Fully discretionary
21	Existence of step up or other incentive to redeem	No
22	Noncumulative or cumulative	Noncumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion trigger(s) Not applicable	Not applicable
25	If convertible, fully or partially	Not applicable
26	If convertible, conversion rate	Not applicable
27	If convertible, mandatory or optional conversion	Not applicable
28	If convertible, specify instrument type convertible into	Not applicable
29	If convertible, specify issuer of instrument it converts into	Not applicable
30	Write-down features	No
31	If write-down, write-down trigger(s)	Not applicable
32	If write-down, full or partial	Not applicable
33	If write-down, permanent or temporary	Not applicable
34	If temporary write-down, description of write-up mechanism	Not applicable
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Not applicable
36	Non-compliant transitional features	No
37	If yes, specify non-compliant features	Not applicable

### 3. CAPITAL REQUIREMENTS

According to art. 438 of the Regulation (EU) No 575/2013, the Bank is publishing overview of risk weighted assets and amounts representing 8% of the risk-weighted exposure, separately for each exposure class, which are presented in table below.

**Table 4. Risk weighted assets overview as of 30 June 2019**

[k. PLN]		RWAs		Capital requirements
		30 June 2019	31 March 2019	30 June 2019
<b>1</b>	<b>Credit risk</b>	<b>71 629 085</b>	<b>73 531 843</b>	<b>5 730 327</b>
2	Of which standardised approach	71 629 085	73 531 843	5 730 327
4	Of which advanced IRB approach	-	-	-
5	Of which equity positions under the simple risk-weighted approach	-	-	-
<b>6</b>	<b>Counterparty Credit Risk</b>	<b>1 366 081</b>	<b>1 282 892</b>	<b>109 286</b>
7	Of which mark-to-market	1 082 631	950 466	86 610
10	Of which internal model method (IMM)	-	-	-
11	Of which CCP - default fund contributions	-	-	-
12	Of which CVA	283 450	332 426	22 676
<b>14</b>	<b>Securitisation exposures in the banking book</b>		-	
15	Of which IRB approach (IRB)	-	-	-
16	Of which IRB supervisory formula approach (SFA)	-	-	-
17	Of which internal assessment approach (IAA)	-	-	-
18	Of which standardised approach	-	-	-
<b>19</b>	<b>Market risk</b>	<b>919 841</b>	<b>799 079</b>	<b>73 587</b>
20	Of which standardised approach	919 841	799 079	73 587
21	Of which IMA	-	-	-
<b>23</b>	<b>Operational risk</b>	<b>7 941 509</b>	<b>7 940 920</b>	<b>635 321</b>
24	Of which basic indicator approach	151 797	151 797	12 144
25	Of which standardised approach	7 789 712	7 789 123	623 177
26	Of which advanced measurement approach (AMA)	-	-	-
<b>27</b>	<b>Amounts below the thresholds for deduction (subject to 250% risk weight)</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>29</b>	<b>TOTAL</b>	<b>81 856 516</b>	<b>83 554 734</b>	<b>6 548 521</b>

### 4. CREDIT RISK

Bank discloses information regarding the institution's exposure to credit risk resulting from the art. 442 of the Regulation (EU) No 575/2013. In the following tables credit quality of exposures is presented.

**Table 5. Credit quality of exposures by exposure class and instrument as at 30 June 2019**

[k. PLN]	Gross exposures			Stage 3 provisions	Stage 1 & stage 2 provisions
	Defaulted exposures	Non-defaulted exposures	Total		
Central governments or central banks	-	26 368 766	26 368 766	-	3
Regional governments or local authorities	-	404 688	404 689	-	2 158
Public sector entities	-	15 381	15 381	-	73
Multilateral development banks	-	-	-	-	-
International organisations	-	-	-	-	-
Institutions	9	2 978 537	2 978 546	-	1 856
Corporates	2 113 229	45 644 985	47 758 213	-	284 096
Of which SMEs	774 073	19 876 680	20 650 753	-	154 038

Retail	2 678 623	31 152 460	33 831 084	-	447 606
<i>Of which SMEs</i>	1 467 488	17 491 992	18 959 480	-	208 804
Exposures secured by mortgages on immovable property	-	20 226 910	20 226 910	-	127 874
<i>Of which SMEs</i>	-	3 029 335	3 029 335	-	20 027
Exposures in default	-	-	-	1 896 464	-
Exposures associated with particularly high risk	-	74 537	74 537	-	20 800
Equity	-	191 004	191 004	-	17 566
Other items	251	5 269 493	5 269 744	-	1 250
<b>Total standardised approach</b>	<b>4 792 112</b>	<b>132 326 760</b>	<b>137 118 872</b>	<b>1 896 464</b>	<b>903 281</b>
<b>Total</b>	<b>4 792 112</b>	<b>132 326 760</b>	<b>137 118 872</b>	<b>1 896 464</b>	<b>903 281</b>

Table 6. Credit quality of exposures by industry or counterparty types as at 30 June 2019

[k. PLN]	Gross exposures			30 June 2019	
	Defaulted exposures	Non-defaulted exposures	Total	Stage 3 provisions	Stage 1 & stage 2 provisions
Agriculture, Food, Tobacco	1 159 951	17 568 769	18 728 720	403 035	171 303
Wholesale Trade	366 701	8 420 173	8 786 873	194 862	22 601
Real Estate	308 155	5 605 314	5 913 470	69 312	20 156
Materials & Ores	83 127	5 017 911	5 101 038	48 416	13 179
Retail Trade	140 226	4 676 847	4 817 073	58 034	36 820
Building & Public Works	380 820	4 391 313	4 772 133	205 619	17 224
Equipment excl. IT	195 707	4 378 908	4 574 615	117 440	10 094
Finance	19 449	4 368 312	4 387 761	4 767	2 746
Business Services	113 609	4 014 802	4 128 411	45 171	27 611
Transport & Storage	160 422	2 409 637	2 570 059	64 572	15 796
Household Goods	91 413	1 272 263	1 363 675	30 673	3 176
Chemicals excl. Pharmaceuticals	3 189	1 127 143	1 130 332	903	1 515
Automotive	7 585	1 305 328	1 312 913	4 947	1 479
Utilities (Electricity, Gas, Water, etc)	23 407	1 048 205	1 071 612	8 455	8 997
Communications Services	1 243	1 491 376	1 492 619	495	2 376
Healthcare & Pharmaceuticals	16 219	870 924	887 144	9 315	10 584
Information Technologies	29 544	735 883	765 427	8 052	2 242
Hotels, Tourism, Leisure	77 260	369 429	446 688	35 451	3 728
Other	1 614 083	63 254 224	64 868 308	586 945	531 654
<b>TOTAL</b>	<b>4 792 112</b>	<b>132 326 760</b>	<b>137 118 872</b>	<b>1 896 464</b>	<b>903 281</b>

Table 7. Credit quality of exposures by geography as at 30 June 2019

[k. PLN]	Gross exposures			30 June 2019	
	Defaulted exposures	Non-defaulted exposures	Total	Stage 3 provisions	Stage 1 & stage 2 provisions
<b>Europe</b>	<b>4 791 906</b>	<b>132 216 683</b>	<b>137 008 589</b>	<b>1 896 346</b>	<b>903 074</b>
Poland	4 785 053	127 803 633	132 588 686	1 893 300	898 049
France	160	1 469 972	1 470 132	95	357
Luxembourg	1	530 534	530 535	-	124



United Kingdom	434	221 812	222 246	217	1 640
Other European countries	6 258	2 190 731	2 196 989	2 734	2 905
<b>Rest of the World</b>	<b>195</b>	<b>206</b>	<b>110 077</b>	<b>110 284</b>	<b>118</b>
<b>TOTAL</b>	<b>4 792 112</b>	<b>132 326 760</b>	<b>137 118 872</b>	<b>1 896 464</b>	<b>903 281</b>

**Table 8. Contractual maturities of past-due exposures as at 30 June 2019**

		Non-defaulted exposures						Defaulted exposures		
[k. PLN]	≤30 days	>30 days, ≤60 days	>60 days, ≤90 days	>90 days, ≤180 days	>180 days, ≤1 year	>1 year	Total	>90 days, ≤180 days	>180 days, ≤1 year	>1 year
Loans	131 904 478	207 875	98 246	26 581	35 250	64 857	132 337 287	2 039 818	364 977	2 376 790
<b>Total</b>	<b>131 904 478</b>	<b>207 875</b>	<b>98 246</b>	<b>26 581</b>	<b>35 250</b>	<b>64 857</b>	<b>132 337 287</b>	<b>2 039 818</b>	<b>364 977</b>	<b>2 376 790</b>

## 5. USE OF CREDIT RISK MITIGATION TECHNIQUES

In terms of art. 453 of the Regulation (EU) No 575/2013 Bank discloses information regarding credit risk mitigation techniques.

**Table 9. Standardised approach – Credit risk exposure and credit risk mitigation effects as at 30 June 2019**

		Gross exposure		EAD		RWAs	
[k. PLN]	Balance sheet	Off-balance sheet	Balance sheet	Off-balance sheet	RWAs	RWA density	
Central governments or central banks	26 368 694	72	26 912 465	15 466	2 302 021	8,5%	
Regional governments or local authorities	243 972	160 717	243 409	96 489	67 980	20,0%	
Public sector entities	10 059	5 322	9 003	2 345	5 674	50,0%	
Multilateral development banks	-	-	-	-	-	-	
International organisations	-	-	-	-	-	-	
Institutions	405 883	1 020 796	1 011 897	397 655	706 638	50,1%	
Corporates	25 783 549	19 099 640	24 776 307	6 754 085	30 506 553	96,8%	
Retail	25 217 191	5 935 269	24 544 871	2 476 029	17 531 953	64,9%	
Exposures secured by mortgages on immovable property	19 019 609	1 207 301	18 885 411	518 978	16 145 818	83,2%	
Exposures in default	4 651 959	136 707	2 665 442	57 365	3 568 256	131,1%	
Exposures associated with particularly high risk	74 537	-	53 737	-	80 605	150,0%	
Equity	191 004	-	173 438	-	245 100	141,3%	
Other items	5 269 493	-	5 268 244	-	1 551 118	29,4%	
<b>Total</b>	<b>107 235 949</b>	<b>27 565 823</b>	<b>104 544 222</b>	<b>10 318 413</b>	<b>72 711 716</b>	<b>63,3%</b>	

The total amount of exposures after accounting offsets and with the effects of credit risk mitigation, and broken

down by different types of exposure classes are presented in the table below.

**Table 10. The total amount of exposures after accounting offsets and credit risk mitigation techniques as at 30 June 2019**

[k. PLN]	30 June 2019			
	Total exposure	Guarantees and credit derivatives	Collateral	Risk mitigation Total guarantees and collaterals
Central governments or central banks	26 368 766	-	-	-
Regional governments or local authorities	404 688	-	-	-
Public sector entities	15 381	1 095	-	1 095
Multilateral development banks	-	-	-	-
International organisations	-	-	-	-
Institutions	2 978 537	838 833	1 994	840 827
Corporates	45 644 985	1 613 471	243 025	1 856 497
Retail	31 152 460	295 215	23 205	318 420
Secured by mortgages on immovable property	20 226 910	13 618	2 913	16 531
Exposures in default	4 792 112	93 868	8 368	102 236
Exposures associated with particularly high risk	74 537	-	-	-
Equity	191 004	-	-	-
Other items	5 269 493	-	-	-
<b>TOTAL</b>	<b>137 118 872</b>	<b>2 856 101</b>	<b>279 504</b>	<b>3 135 606</b>

## 6. LEVEREGE RISK

The Bank discloses some information on its leverage ratio based on Commission Implementing Regulation (EU) 2016/200 of 15 February 2016 laying down implementing technical standards with regards to disclosure of the leverage ratio of institutions according to art. 451 of the Regulation (EU) No 575/2013 (Acts. Office. EU. Series L No. 39, p. 5) with later D.

The calculation of leverage ratio of the Bank Capital Group as of 30 June 2019 was made under the provisions of Commission Delegated Regulation (EU) 2015/62 as of 10 October 2014 amending Regulation (EU) No 575/2013 in respect of the leverage ratio (Acts. Office. EU. Series L No. 309, p. 5), hereinafter referred to as "Delegated Regulation 2015/62.". According to the Delegated Regulation 2015/62 financial leverage ratio is expressed as a percentage of the value of the quotient of Tier I capital and total exposure measure by the end of the reporting period, while total exposure measure is the sum of the exposure values determined under all of the assets and off-balance items not deducted when determining the capital measure Tier I .

**Table 11. Leverage Ratio**

Reference date	30 June 2019
Entity name	BNP Paribas Bank Polska S.A.
Level of application	consolidated

**Table 12. Summary reconciliation of accounting assets and leverage ratio exposures as of 30 June 2019**

		Applicable Amount in k. PLN
<b>1</b>	<b>Total assets as per published financial statements</b>	<b>104 046 553</b>
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation	-
	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio total exposure measure in accordance with Article 429(13) of Regulation (EU) No 575/2013)	-
3		-
4	Adjustments for derivative financial instruments	2 317 101
5	Adjustment for securities financing transactions (SFTs)	-
6	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	910 469 628
	(Adjustment for intragroup exposures excluded from the leverage ratio total exposure measure in accordance with Article 429(7) of Regulation (EU) No 575/2013)	-
EU-6a		-
	(Adjustment for exposures excluded from the leverage ratio total exposure measure in accordance with Article 429(14) of Regulation (EU) No 575/2013)	-
EU-6b		-
7	Other adjustments	-
<b>8</b>	<b>Leverage ratio total exposure measure</b>	<b>116 833 282</b>

**Table 13. Leverage ratio common disclosure as of 30 June 2019**

		CRR leverage ratio exposures in k. PLN
<b>On-balance sheet exposures (excluding derivatives and SFTs)</b>		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	116 335 613
2	(Asset amounts deducted in determining Tier I capital)	-497 669
<b>3</b>	<b>Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)</b>	<b>116 833 282</b>
<b>Derivative exposures</b>		
4	Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)	1 203 862
5	Add-on amounts for PFE associated with all derivatives transactions (mark-to-market method)	1 113 239
EU-5a	Exposure determined under Original Exposure Method	0

6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	0
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	0
8	(Exempted CCP leg of client-cleared trade exposures)	0
9	Adjusted effective notional amount of written credit derivatives	0
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	0
<b>11</b>	<b>Total derivatives exposures (sum of lines 4 to 10)</b>	<b>2 317 101</b>
<b>SFT exposures</b>		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	0
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	0
14	Counterparty credit risk exposure for SFT assets	0
EU-14a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Articles 429b(4) and 222 of Regulation (EU) No 575/2013	0
15	Agent transaction exposures	0
EU-15a	(Exempted CCP leg of client-cleared SFT exposure)	0
<b>16</b>	<b>Total securities financing transaction exposures (sum of lines 12 to 15a)</b>	<b>0</b>
<b>Other off-balance sheet exposures</b>		
17	Off-balance sheet exposures at gross notional amount	27 457 803
18	(Adjustments for conversion to credit equivalent amounts)	-16 988 175
<b>19</b>	<b>Other off-balance sheet exposures (sum of lines 17 and 18)</b>	<b>10 469 628</b>
<b>Exempted exposures in accordance with Article 429(7) and (14) of Regulation (EU) No 575/2013 (on and off balance sheet)</b>		
EU-19a	(Intragroup exposures (solo basis) exempted in accordance with Article 429(7) of Regulation (EU) No 575/2013 (on and off balance sheet))	0
EU-19b	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	0
<b>Capital and total exposure measure</b>		
<b>20</b>	<b>Tier I capital</b>	<b>10 509 699</b>
<b>21</b>	<b>Leverage ratio total exposure measure (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)</b>	<b>116 833 282</b>
<b>Leverage ratio</b>		
<b>22</b>	<b>Leverage ratio</b>	<b>9,00</b>
<b>Choice on transitional arrangements and amount of derecognised fiduciary items</b>		
EU-23	Choice on transitional arrangements for the definition of the capital measure	transitional
EU-24	Amount of derecognised fiduciary items in accordance with Article 429(11) of Regulation (EU) No 575/2013	0

**Table 14. Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures) as at 30 June 2019**

	CRR leverage ratio exposures in k. PLN
<b>EU-1 Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:</b>	<b>104 046 553</b>
EU-2 Trading book exposures	0
EU-3 Banking book exposures, of which:	104 046 553
EU-4 Covered bonds	0
EU-5 Exposures treated as sovereigns	26 912 465

EU-6	Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	252 412
EU-7	Institutions	1 011 897
EU-8	Secured by mortgages of immovable properties	18 885 411
EU-9	Retail exposures	24 544 871
EU-10	Corporate	24 776 307
EU-11	Exposures in default	2 665 442
EU-12	Other exposures (eg equity, securitisations, and other non-credit obligation assets)	4 997 749

**Table 15 Description of the processes used to manage the risk of excessive leverage and description of the factors that had an impact on the leverage Ratio as at 30 June 2019**

1	Description of the processes used to manage the risk of excessive leverage	The leverage risk is defined by the Bank in the Bank's Risk Strategy and Internal Capital Adequacy Assessment Process Methodology while reporting is described in Instructions for the preparation of the COREP report and Leverage Ratio in BNP Paribas Bank Polska SA.
2	Description of the factors that had an impact on the leverage Ratio during the period to which the disclosed leverage Ratio refers	The risk of excessive leverage means the risk of an insufficient leverage ratio due to a decrease in the institution's own funds as a result of expected or incurred losses (decrease in numerator) or unexpected and unmanaged increase in total exposure (increase in denominator). The value of financial leverage depends directly on the economic size of the bank and its capital plan. The value of leverage is one of the basic indicators monitored on a regular basis. Thanks to this, the Bank has the necessary information to avoid breaking the safe level of the leverage. The largest impact on the leverage ratio as at the reporting date 30.06.2019. had the sale of an organized part of the Bank's enterprise intended for factoring to BGŻ BNP Paribas Faktoring sp.z o.o. on June 30, 2019.

## 7. COMPARISON OF BANK'S OWN FUNDS AND CAPITAL AND LEVERAGE RATIOS WITH AND WITHOUT THE APPLICATION OF TRANSITIONAL ARRANGEMENTS FOR IFRS 9 OR ANALOGOUS ECLS

In accordance with the Regulation of the European Parliament and of the Council (EU) No 2017/2395 of 12 December 2017 amending Regulation (EU) No 575/2013 as regards transitional arrangements for mitigating the impact of the introduction of IFRS 9 on own funds and for the large exposures treatment of certain public sector exposures denominated in the domestic currency of any Member State, the Bank discloses the amounts of own funds, Common Equity Tier 1 capital and Tier 1 capital, the Common Equity Tier 1 capital ratio, the Tier 1 capital ratio, the total capital ratio and the leverage ratio the Bank would have in case the Bank was not to apply the art. 1 of this Regulation.

**Table 16. Comparison of Banks' own funds, capital and leverage ratios with and without the application of transitional arrangements for IFRS 9 or analogous ECLS as of 30 June 2019**

	30 June 2019	31 March 2019	[k. PLN] 31 December 2018	30 September 2018
<b>Available capital (amounts)</b>				
1 Common Equity Tier I (CET1) capital	10 509 699	10 295 741	10 334 299	7 163 238
2 Common Equity Tier I (CET1) capital as if IFRS 9 or analogous ECLS transitional arrangements had not been applied	10 169 031	9 955 073	9 953 553	6 867 728
3 Tier I capital	10 509 699	10 295 741	10 334 299	7 163 238
4 Tier I capital as if IFRS 9 or analogous ECLS transitional arrangements had not been applied	10 169 031	9 955 073	9 953 553	6 867 728
5 Total capital	12 374 929	12 173 696	12 206 789	8 851 232
6 Total capital as if IFRS 9 or analogous ECLS transitional arrangements had not been applied	12 034 261	11 833 028	11 826 043	8 555 722
<b>Risk-weighted assets (amounts)</b>				
7 Total risk-weighted assets	81 856 516	83 554 734	83 451 281	58 145 604
8 Total risk-weighted assets as if IFRS 9 or analogous ECLS transitional arrangements had not been applied	81 711 565	83 410 597	83 050 515	57 828 143
<b>Capital ratios</b>				
9 Tier I (as a percentage of risk exposure amount)	12,84%	12,32%	12,38%	12,32%
10 Common Equity Tier I (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLS transitional arrangements had not been applied	12,45%	11,94%	11,98%	11,88%
11 Tier I (as a percentage of risk exposure amount)	12,84%	12,32%	12,38%	12,32%
12 Tier I (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLS transitional arrangements had not been applied	12,45%	11,94%	11,98%	11,88%
13 Total capital (as a percentage of risk exposure amount)	15,12%	14,57%	14,63%	15,22%
14 Total capital (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLS transitional arrangements had not been applied	14,73%	14,19%	14,24%	14,80%
<b>Leverage ratio</b>				
15 Leverage ratio total exposure measure	116 833 282	119 057 168	116 882 561	77 737 147
16 Leverage ratio	9,00%	8,65%	8,84%	9,21%
17 Leverage ratio as if IFRS 9 or analogous ECLS transitional arrangements had not been applied	8,70%	8,36%	8,52%	8,83%

## 8. SUBSEQUENT EVENTS

On 10 July 2019 Bank received the Polish Financial Supervision Authority's ("KNF") decision dated 9 July 2019 on the expiry of the decision dated 15 October 2018 under which KNF recommended that the Bank should maintain own funds to cover an additional capital requirement to secure the risk resulting from FX mortgage loans and credit facilities for households at 0.36 pp above the Total Capital Ratio, 0.27 pp above the Tier I Capital Ratio and 0.20 p.p. above the Common Equity Tier I Ratio, referred to in Article 92(1) of Regulation (EU) No 575/2013. It means that the Bank is not obliged to maintain own funds to cover the additional capital requirement in order to secure the risk resulting from FX mortgage loans and credit facilities for households. The reason for the decision was a decrease in the Bank's exposure to foreign currency loans granted to households below 10% of the total portfolio of the Bank's receivables due from the non-financial sector.

As at the date of receiving the decision of the KNF the level of own funds maintained by the Bank satisfies the recommended capital requirements on the standalone and consolidated basis.