# The affirmation of the Bank's ratings and change of the rating's outlook to stable by Moody's Investors Service

## current report no 17/2020

report date: 05 May 2020

The Management Board of BNP Paribas Bank Polska S.A. ("Bank") hereby informs that on 5 May 2020, the rating agency Moody's Investors Service ("Moody's", "Agency") changed the outlook on the Baa1 long-term deposit ratings of the Bank to "Stable" from "Positive". Concurrently, all other ratings and rating assessments of the Bank have been affirmed.

The rating actions of Moody's reflect the deteriorating operating environment from the coronavirus outbreak in Poland with wide restrictions imposed by the authorities to contain the virus' spread and the associated significant implications for the country's economy and the limited upside potential for the Bank.

The affirmation of the Bank's ratings reflects Moody's expectation of the resilience of the Bank's intrinsic financial strength against the background of a deteriorating operating environment.

More specifically, Moody's affirmation of the Bank's ba1 Baseline Credit Assessment reflects – according to Moody's – its strengthened profitability particularly in terms of net interest margin, moderate asset risk, improved capitalization as well as its reduced reliance on market funding.

According to the Moody's press release:
- Adjusted Baseline Credit Assessment was affirmed at baa3,
- Baseline Credit Assessment was affirmed at ba1,
- Long-term Counterparty Risk Assessment was affirmed at A3(cr),
- Short-term Counterparty Risk Assessment was affirmed at Prime-2(cr),
- Long-term Counterparty Risk Ratings were affirmed at A3,
- Short-term Counterparty Risk Ratings were affirmed at Prime-2 (P-2),
- Short-term deposit ratings (ST Bank Deposits) were affirmed at Prime-2 (P-2),
- Long-term deposit ratings (LT Bank Deposits) were affirmed at Baa1, Outlook was changed To "Stable" From "Positive",
- The rating outlook was changed to "Stable" from "Positive".

_Legal basis_
Article 17 item 1 of the MAR Regulation