



Conclusion of the Agreement for the periodic granting of insurance guarantees constituting unprofessional credit protection and the framework Agreement for periodic counter-guarantee

Company: Alior Bank S.A.

Current report No.: 69/2017

Date: November 8th, 2017

Legal basis: Art. 17 (1) of MAR – confidential information

Content of the report:

With reference to the current report No. 68/2017 of November 8th, 2017, the Management Board of Alior Bank S.A. ("Alior Bank S.A."), acting pursuant to Art. 17 (1) Regulation No 596/20014 of the European Parliament and of the Council of April 16th, 2014, on Market Abuse Regulation (the "MAR") and repealing Directive 2003/6 / EC of the European Parliament and of the Council and Commission Directive 2003 / 124 / EC, 2003/125 / EC and 2004/72 / EC (the "MAR") informs that on November 8th, 2017, PZU SA concluded the Agreement for the periodic granting of insurance guarantees for unfunded credit protection and concluded the Agreement framework of the order for periodic counter-guarantee.

The Agreement for the periodic granting of insurance guarantees constituting unrealistic credit protection defines the rules of granting by PZU SA within the limit of exposure, on behalf of and for Alior Bank SA, insurance guarantee for unfunded credit protection.

The exposure limit under the Agreement for periodic guarantees is PLN 5 billion (five billion zlotys). The limit is valid for a period of 3 years and is renewable, which means that the expiry of the guarantee renews the limit for the "released" amount less than the amount of possible disbursements from the guarantee.

The amount of remuneration for the guarantee will be influenced, among others, by the depreciation of the portfolio. In addition, the premium for the counter-guarantee may be included in the remuneration which PZU SA may order the counterparty to issue.

At the present time it is not possible to specify the amount of remuneration for the guarantee, as it will depend on the amount of the guarantee sum and the quality of the loan secured by the guarantee.

The issue of each guarantee will be preceded by a request from Alior Bank S.A. and the assessment and valuation of the portfolio guarantee presented.

Detailed information about the individual guarantees issued by PZU SA under the Agreement for periodic guarantees will be provided by Alior Bank S.A. to be published in separate current reports.

To secure payment of the guarantee fee, Alior Bank S.A. will submit a declaration on the voluntary submission of the execution in the form of a notarial deed.



The maximum period of validity of the guarantees issued under the Agreement for periodic guarantee is 3 years plus the period for filing claims. Own contribution of Alior Bank S.A. of receivables amounts to 10%.

The Agreement for the periodic granting of insurance guarantees constituting unrealistic credit protection provides for contractual penalties which may be due to PZU SA from Alior Bank S.A. in the event of breach of certain liabilities of Alior Bank S.A. resulting from the Agreement. The total maximum amount of contractual penalties can not exceed PLN 2 000 000 (two million zlotys). The contract does not exclude the possibility of seeking compensation exceeding the sum of contractual penalties.

The framework Agreement for periodic counter-guarantee sets out the rules for the counterparty to be issued to Alior Bank S.A. by the counterparty on behalf of PZU SA.

Available counter limit is PLN 2.6 billion (two billion six hundred million zlotys). The available limit will be reduced each time the next counter is issued against the guarantee amount indicated in the counter, while the available counter limit will be renewable, meaning that the expiry of the counter will result in the renewal of the limit.

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XIII Commercial Department of the District
court for the Capital City of Warsaw,
National Court Register no. (KRS): 0000305178,
Statistical ID no. (REGON): 1141387142,
Tax ID no. (NIP): 1070010731
Share capital: PLN 1,292,636,240.00
(fully paid-up)

Management board consisting of:
Michał Jan Chyczewski – Deputy CEO
Filip Gorczyca – Deputy CEO
Sylwester Grzebinoga – Deputy CEO
Urszula Krzyżanowska-Piękoś – Deputy CEO
Katarzyna Sułkowska – Deputy CEO
Celina Wałęskiewicz – Deputy CEO