



Correction of the Current Report No. 6/2019: Extension of the authorization to use the AMA application by the Bank

Company: Alior Bank S.A.

Current report no.: 6/2019k

Date: February 21st, 2019

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

Content of the report:

The Management Board of Alior Bank S.A. with its registered office in Warsaw ('the Company', 'the Bank' or 'the Issuer') hereby revises the Current Report No. 6/2019 of February 14th, 2019 (the "Report").

In the Report, the date of February 1st, 2019 was pointed incorrectly as the beginning of the term of validity. The correct date is February 14th, 2019.

Wording of the paragraph before correction:

"In reference to the current report no 88/2017, dated on December 22nd, 2017, the Management Board of Alior Bank S.A. with its registered office in Warsaw ('the Company', 'the Bank' or 'the Issuer') hereby informs that on February 14th, 2019 the Bank received clearance from the Polish Financial Supervision Authority (Komisja Nadzoru Finansowego) for the material extension and joint application of:

- *AMA (Advanced Measurement Approach) – with respect to the activities of Alior Bank SA, taking into account the historical effects of Bank BPH SA's operations in the scope of the acquired part (BPH Core) excluding the branch in Romania;*
- *Standardized approach for the branch in Romania;*

for the purpose of calculating the requirements with respect to own funds from operational risk effective from February 1st, 2019."

Wording of the paragraph after correction:

"In reference to the current report no 88/2017, dated on December 22nd, 2017, the Management Board of Alior Bank S.A. with its registered office in Warsaw ('the Company', 'the Bank' or 'the Issuer') hereby informs that on February 14th, 2019 the Bank received clearance from the Polish Financial Supervision Authority (Komisja Nadzoru Finansowego) for the material extension and joint application of:



- *AMA (Advanced Measurement Approach) – with respect to the activities of Alior Bank SA, taking into account the historical effects of Bank BPH SA's operations in the scope of the acquired part (BPH Core) excluding the branch in Romania;*
- *Standardized approach for the branch in Romania;*

for the purpose of calculating the requirements with respect to own funds from operational risk effective from February 14th, 2019.”

The complete content of the Current Report No. 6/2019 after correction:

In reference to the current report no 88/2017, dated on December 22nd,2017, the Management Board of Alior Bank S.A. with its registered office in Warsaw ('the Company', 'the Bank' or 'the Issuer') hereby informs that on February 14th,2019 the Bank received clearance from the Polish Financial Supervision Authority (Komisja Nadzoru Finansowego) for the material extension and joint application of:

- AMA (Advanced Measurement Approach) – with respect to the activities of Alior Bank SA, taking into account the historical effects of Bank BPH SA's operations in the scope of the acquired part (BPH Core) excluding the branch in Romania;
- Standardized approach for the branch in Romania;

for the purpose of calculating the requirements with respect to own funds from operational risk effective from February 14th, 2019.

The granted clearance reflects the closure of a complex project aimed at the enhancement of the Issuer's operational risk management processes and unification of operational risk management in merged banks. Its effects are reflected in the Bank's operational risk profile as well as the quality of the risk management process in many areas such as operational risk losses or the measurement of operational risk based on the advanced measurement approach.

As a result of AMA implementation within the scope defined by clearance received both on December 22nd,2017 and today, Alior Bank's Tier 1 ratio will be increased by ca. 37 basis points and the TCR ratio will be increased by ca. 45 basis points.