



Information on the impact of the effects of COVID-19 on the performance of Alior Bank S.A. Capital Group

Company: Alior Bank S.A.

Current report no.: 10/2020

Date: March 26th, 2020

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

Content of the report: The Management Board of Alior Bank S.A. (the "Bank") hereby discloses to the public information about the impact of the coronavirus COVID-19 epidemic on operating performance, financial results and outlook for the Bank's Capital Group.

The Bank informs about introducing the necessary actions to maintaining full operational continuity and introducing a number of actions aimed at ensuring the safety of its clients and employees.

The Bank's liquidity position is closely monitored, and liquidity ratios remains at a safe levels.

The capital position remains unchanged, and Tier1 and TCR ratios remain at a stable high level, leaving a safe buffer above the regulatory requirements. Following the reduction of the systemic risk buffer to 0% by the Minister of Finance by the Regulation of March 18th, 2020, the minimum regulatory requirements for the capital ratios of the Bank and the Bank's Capital Group were reduced by 3 p.p., which increases the Bank's capital buffer to a total value of about PLN 2.7 B as at the end of February 2020.

As at the date of publication of this report, the Bank identifies factors that will have a significant impact on the financial results of the Bank and the Group in the next quarters of 2020. Decisions of the Monetary Policy Council of March 17th, 2020, to reduce the NBP reference rate by 0.5 p.p., i.e. to the level of 1.00 percent and the National Bank of Poland on lowering the required reserve rate from 3.5 percent. to 0.5 percent will reduce the net result of the Bank's Capital Group by approximately PLN 27-35 M quarterly and the NIM ratio by 0.18-0.24 p.p. P.A.

Due to the decrease in economic activity in Poland, the Bank expects a decrease in client activity, deterioration of their financial situation and lower sales of financial products. The Bank plans to take measures to limit the impact of these factors on financial results by continuing the implementation of the "More than a bank" strategy.

The above assessment of the impact of the COVID-19 epidemic on performance, financial results and outlook of the Bank's Capital Group were prepared based on the best knowledge of the Bank as at the date of publication of this current report. Given a number of external circumstances, including



the dynamics of events related to, among others, the spread of the COVID-19, the occurrence of legislative changes, the introduction of changes in the regulatory environment and assistance solutions for clients, it is not possible to precisely estimate their impact on the performance and financial results of the Bank's Capital Group.

The current impact of the effects of COVID-19 on the performance of the Bank's Capital Group will be presented in accordance with the recommendations of the European Securities and Markets Authority in interim periodic reports.

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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 1,305,539,910.00
(fully paid-up)

Management board consisting of:
Krzysztof Bachta – CEO
Tomasz Biłous – Deputy CEO
Marcin Jaszczuk – Deputy CEO
Seweryn Kowalczyk – Deputy CEO
Agata Strzelecka – Deputy CEO
Marek Szcześniak – Deputy CEO
Dariusz Szwed – Deputy CEO

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