

Current report no 35/2022

Date of the report: 15 July 2022

Subject:

Negative impact of 'credit holidays' on mBank Hipoteczny results in 2022

Legal basis:

Art. 17 section 1 of the MAR insider information

Content of the report

The Management Board of mBank Hipoteczny S.A. ("Bank") informs that in connection with signing of the Act on crowdfunding for business ventures and aid to borrowers by the President of Republic of Poland, the negative impact of suspending the performance of mortgage loan agreements granted in Polish currency (the so-called "credit holidays"), on mBank Hipoteczny's profit before tax for the third quarter of 2022 is expected to be in the range of PLN 300 million to PLN 400 million. The above stated range is on the basis of estimated participation between 60% and 80% among currently assumed eligible borrowers.

In addition, the Bank informs that the amount of contribution to the Borrowers Support Fund will be communicated in a separate current report, following receipt by the Bank of this information.

Given the above, the Bank expects that the net result of mBank Hipoteczny S.A. of 2022 will be negative.

The Tier I capital ratios (T1) and the total capital ratios (TCR) of the Bank remain above the minimum capital requirements.