

# **Interim Condensed Separate Financial Statements of Bank Pekao S.A. for the first half of 2025**



**Warsaw, August 2025**

*This document is a free translation of the Polish original. Terminology current in Anglo-Saxon countries has been used where practicable for the purposes of this translation in order to aid understanding. The binding Polish original should be referred to in matters of interpretation.*

I.	Condensed separate income statement .....	3
II.	Condensed separate statement of comprehensive income .....	4
III.	Condensed separate statement of financial position.....	5
IV.	Condensed separate statement of changes in equity.....	6
V.	Condensed separate cash flow statement .....	7
VI.	Notes to the Condensed Separate Financial Statements .....	9
1.	General information .....	9
2.	Business combinations.....	9
3.	Statement of compliance.....	10
4.	Significant accounting policies .....	13
5.	Accounting estimates.....	13
6.	Interest income and expense.....	14
7.	Fee and commission income and expense .....	15
8.	Result on financial assets and liabilities measured at fair value through profit or loss and foreign exchange result..	15
9.	Result on derecognition of financial assets and liabilities not measured at fair value through profit or loss .....	16
10.	Net allowances for expected credit losses.....	16
11.	Other operating income and expenses.....	16
12.	General administrative expenses and depreciation.....	17
13.	Income tax.....	18
14.	Earnings per share.....	19
15.	Dividends .....	19
16.	Cash and cash equivalents .....	19
17.	Loans and advances to banks.....	19
18.	Derivative financial instruments (held for trading).....	20
19.	Loans and advances to customers .....	21
20.	Securities .....	22
21.	Assets pledged as security for liabilities .....	24
22.	Intangible assets .....	25
23.	Property, plant and equipment .....	25
24.	Amounts due to other banks .....	26
25.	Financial liabilities held for trading.....	26
26.	Amounts due to customers.....	26
27.	Debt securities issued .....	26
28.	Provisions.....	27
29.	Contingent commitments and legal claims .....	28
30.	Related party transactions.....	30
31.	Risk management and fair value .....	39
31.1.	Credit risk .....	39
31.2.	Legal risk regarding foreign currency mortgage loans in CHF.....	57
31.3.	Market risk.....	59
31.4.	Liquidity risk.....	60
31.5.	Operational risk .....	60
31.6.	Fair value of financial assets and liabilities .....	61
32.	Additional information to the cash flow statement .....	66
33.	Subsequent events .....	66

## I. Condensed separate income statement

	NOTE	II QUARTER 2025 PERIOD FROM 01.04.2025 TO 30.06.2025	I HALF 2025 PERIOD FROM 01.01.2025 TO 30.06.2025	II QUARTER 2024 PERIOD FROM 01.04.2024 TO 30.06.2024	I HALF 2024 PERIOD FROM 01.01.2024 TO 30.06.2024
Interest income and similar to interest	6	4 632	9 248	4 164	8 456
<i>Interest income calculated using the effective interest method</i>		4 604	9 197	4 142	8 416
<i>Income similar to interest</i>		28	51	22	40
Interest expense	6	(1 311)	(2 622)	(1 326)	(2 624)
<b>Net interest income</b>		<b>3 321</b>	<b>6 626</b>	<b>2 838</b>	<b>5 832</b>
Fee and commission income	7	874	1 693	807	1 582
Fee and commission expense	7	(239)	(469)	(232)	(450)
<b>Net fee and commission income</b>		<b>635</b>	<b>1 224</b>	<b>575</b>	<b>1 132</b>
Dividend income		99	206	38	190
Result on financial assets and liabilities measured at fair value through profit or loss and foreign exchange result	8	91	179	85	197
Result on derecognition of financial assets and liabilities not measured at fair value through profit or loss	9	38	45	(6)	3
Net allowances for expected credit losses	10	(224)	(384)	(193)	(378)
Costs of legal risk of foreign currency mortgage loans	31.2	(296)	(342)	(178)	(213)
Other operating income	11	19	59	63	99
Other operating expenses	11	(143)	(186)	7	(35)
General administrative expenses and depreciation	12	(1 507)	(3 239)	(1 460)	(3 054)
<b>PROFIT BEFORE INCOME TAX</b>		<b>2 033</b>	<b>4 188</b>	<b>1 769</b>	<b>3 773</b>
Income tax expense	13	(466)	(947)	(365)	(787)
<b>NET PROFIT</b>		<b>1 567</b>	<b>3 241</b>	<b>1 404</b>	<b>2 986</b>
Earnings per share (in PLN per share)					
basic for the period	14	5.97	12.35	5.35	11.38
diluted for the period	14	5.97	12.35	5.35	11.38

Notes to the financial statements presented on pages 9 – 66 constitute an integral part of the interim condensed separate financial statements.

## II. Condensed separate statement of comprehensive income

	II QUARTER 2025 PERIOD FROM 01.04.2025 TO 30.06.2025	I HALF 2025 PERIOD FROM 01.01.2025 TO 30.06.2025	II QUARTER 2024 PERIOD FROM 01.04.2024 TO 30.06.2024	I HALF 2024 PERIOD FROM 01.01.2024 TO 30.06.2024
<b>Net profit</b>	<b>1 567</b>	<b>3 241</b>	<b>1 404</b>	<b>2 986</b>
<b>Other comprehensive income (net)</b>				
<b>Items that are or may be reclassified subsequently to profit or loss:</b>				
Impact of revaluation of debt financial instruments and loan measured at fair value through other comprehensive income (net):	103	187	32	74
profit/loss on fair value measurement	133	223	36	84
profit/loss reclassification to income statement after derecognition	(30)	(36)	(4)	(10)
Impact of revaluation of derivative instruments hedging cash flows (net):	267	517	44	(131)
profit/loss from the fair value measurement of financial instruments hedging cash flows in the part constituting effective hedging	177	317	(106)	(426)
profit/loss on financial instruments hedging cash flows reclassified to profit or loss	90	200	150	295
<b>Items that will never be reclassified to profit or loss:</b>				
Impact of revaluation of investments in equity instruments designated at fair value through other comprehensive income (net)	26	80	(8)	(54)
Remeasurements of the defined benefit liabilities (net)	(5)	(5)	-	-
<b>Other comprehensive income (net)</b>	<b>391</b>	<b>779</b>	<b>68</b>	<b>(111)</b>
<b>Total comprehensive income</b>	<b>1 958</b>	<b>4 020</b>	<b>1 472</b>	<b>2 875</b>

Notes to the financial statements presented on pages 9 – 66 constitute an integral part of the interim condensed separate financial statements.

### III. Condensed separate statement of financial position

	NOTE	30.06.2025	31.12.2024
<b>ASSETS</b>			
Cash and cash equivalents	16	18 279	14 245
Loans and advances to banks	17	793	379
Derivative financial instruments (held for trading)	18	4 219	4 228
Hedging instruments		909	448
Loans and advances to customers	19	163 123	153 999
Securities	20	129 656	135 909
Assets pledged as security for liabilities	21	932	1 345
Assets held for sale		16	24
Investments in subsidiaries		1 922	1 922
Investments in associates		42	42
Intangible assets	22	1 649	1 698
Property, plant and equipment	23	1 912	1 878
Income tax assets		832	964
1. Current tax assets		-	-
2. Deferred tax assets	13	832	964
Other assets		2 106	2 170
<b>TOTAL ASSETS</b>		<b>326 390</b>	<b>319 251</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Liabilities</b>			
Amounts due to other banks	24	2 885	2 300
Financial liabilities held for trading	25	1 050	1 399
Derivative financial instruments (held for trading)	18	4 293	4 269
Amounts due to customers	26	266 486	261 218
Hedging instruments		693	1 073
Debt securities issued	27	7 960	6 542
Subordinated liabilities		3 543	2 782
Income tax liabilities		186	1 320
1. Current tax liabilities		186	1 320
2. Deferred tax liabilities	13	-	-
Provisions	28	2 495	2 164
Other liabilities		6 090	4 668
<b>TOTAL LIABILITIES</b>		<b>295 681</b>	<b>287 735</b>
<b>Equity</b>			
Share capital		262	262
Other capital and reserves		25 436	23 059
Retained earnings and net profit for the period		5 011	8 195
<b>TOTAL EQUITY</b>		<b>30 709</b>	<b>31 516</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>326 390</b>	<b>319 251</b>

Notes to the financial statements presented on pages 9 – 66 constitute an integral part of the interim condensed separate financial statements.

## IV. Condensed separate statement of changes in equity

	SHARE CAPITAL	OTHER CAPITAL AND RESERVES					OTHER	RETAINED EARNINGS AND NET PROFIT FOR THE PERIOD	TOTAL EQUITY
		TOTAL OTHER CAPITAL AND RESERVES	SHARE PREMIUM	GENERAL BANKING RISK FUND	OTHER RESERVE CAPITAL	REVALUATION RESERVES			
<b>Equity as at 1.01.2025</b>	<b>262</b>	<b>23 059</b>	<b>9 137</b>	<b>1 983</b>	<b>12 424</b>	<b>(718)</b>	<b>233</b>	<b>8 195</b>	<b>31 516</b>
<b>Total comprehensive income</b>	-	<b>779</b>	-	-	-	<b>779</b>	-	<b>3 241</b>	<b>4 020</b>
Other components of comprehensive income (net)	-	779	-	-	-	779	-	-	779
Net profit for the period	-	-	-	-	-	-	-	3 241	3 241
<b>Appropriation of retained earnings</b>	-	<b>1 606</b>	-	-	<b>1 606</b>	-	-	<b>(6 425)</b>	<b>(4 819)</b>
Dividend paid (Note 15)	-	-	-	-	-	-	-	(4 819)	(4 819)
Profit appropriation to other reserves	-	1 606	-	-	1 606	-	-	(1 606)	-
<b>Other</b>	-	<b>(8)</b>	-	-	<b>(7)</b>	<b>(1)</b>	-	-	<b>(8)</b>
Result on the sale of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	1	(1)	-	-	-
Acquisition of an organised part of the enterprise Pekao Direct sp. z o.o.	-	(8)	-	-	(8)	-	-	-	(8)
<b>Equity as at 30.06.2025</b>	<b>262</b>	<b>25 436</b>	<b>9 137</b>	<b>1 983</b>	<b>14 023</b>	<b>60</b>	<b>233</b>	<b>5 011</b>	<b>30 709</b>

	SHARE CAPITAL	OTHER CAPITAL AND RESERVES					OTHER	RETAINED EARNINGS AND NET PROFIT FOR THE PERIOD	TOTAL EQUITY
		TOTAL OTHER CAPITAL AND RESERVES	SHARE PREMIUM	GENERAL BANKING RISK FUND	OTHER RESERVE CAPITAL	REVALUATION RESERVES			
<b>Equity as at 1.01.2024</b>	<b>262</b>	<b>21 230</b>	<b>9 137</b>	<b>1 983</b>	<b>10 738</b>	<b>(861)</b>	<b>233</b>	<b>8 495</b>	<b>29 987</b>
<b>Total comprehensive income</b>	-	<b>(111)</b>	-	-	-	<b>(111)</b>	-	<b>2 986</b>	<b>2 875</b>
Other comprehensive income (net)	-	(111)	-	-	-	(111)	-	-	(111)
Net profit for the period	-	-	-	-	-	-	-	2 986	2 986
<b>Appropriation of retained earnings</b>	-	<b>1 686</b>	-	-	<b>1 686</b>	-	-	<b>(6 725)</b>	<b>(5 039)</b>
Dividend paid	-	-	-	-	-	-	-	(5 039)	(5 039)
Profit appropriation to other reserves	-	1 686	-	-	1 686	-	-	(1 686)	-
<b>Equity as at 30.06.2024</b>	<b>262</b>	<b>22 805</b>	<b>9 137</b>	<b>1 983</b>	<b>12 424</b>	<b>(972)</b>	<b>233</b>	<b>4 756</b>	<b>27 823</b>

Notes to the financial statements presented on pages 9 – 66 constitute an integral part of the interim condensed separate financial statements.

## V. Condensed separate cash flow statement

	NOTE	I HALF 2025 PERIOD FROM 01.01.2025 TO 30.06.2025	I HALF 2024 PERIOD FROM 01.01.2024 TO 30.06.2024
<b>Cash flow from operating activities – indirect method</b>			
<b>Profit before income tax</b>		<b>4 188</b>	<b>3 773</b>
Adjustments for:			
Depreciation and amortization	12	347	310
(Gains) losses on investing activities		(67)	(74)
Net interest income	6	(6 626)	(5 832)
Dividend income		(206)	(190)
Change in:			
Loans and advances to banks		(408)	(200)
Derivative financial instruments (assets)		9	1 718
Loans and advances to customers		(9 121)	(8 898)
Securities (including assets pledged as security for liabilities)		2 822	3 953
Other assets		1 483	1 082
Amounts due to banks		638	(561)
Financial liabilities held for trading		(349)	163
Derivative financial instruments (liabilities)		24	(1 655)
Amounts due to customers		5 469	13 098
Debt securities issued		23	50
Subordinated liabilities		11	1
Payments for short-term leases and leases of low-value assets		-	-
Provisions		331	102
Other liabilities		(103)	(1 455)
Interest received		9 161	8 256
Interest paid		(2 774)	(2 635)
Income tax paid		(2 128)	(1 724)
<b>Net cash flows from operating activities</b>		<b>2 724</b>	<b>9 282</b>
<b>Cash flow from investing activities</b>			
<b>Investing activity inflows</b>		<b>366 999</b>	<b>697 542</b>
Sale and redemption of securities measured at amortised cost		88 114	170 128
Sale and redemption of securities measured at fair value through other comprehensive income		278 641	527 222
Sale intangible assets		-	18
Sale property, plant and equipment	23	38	13
Dividend received		206	161
<b>Investing activity outflows</b>		<b>(362 913)</b>	<b>(701 507)</b>
Acquisition of securities measured at amortised cost		(83 212)	(178 263)
Acquisition of securities measured at fair value through other comprehensive income		(279 471)	(522 957)
Acquisition of intangible assets		(105)	(117)
Acquisition of property, plant and equipment	23	(125)	(170)
<b>Net cash flows from investing activities</b>		<b>4 086</b>	<b>(3 965)</b>

	NOTE	I HALF 2025 PERIOD FROM 01.01.2025 TO 30.06.2025	I HALF 2024 PERIOD FROM 01.01.2024 TO 30.06.2024
<b>Cash flows from financing activities</b>			
<b>Financing activity inflows</b>		<b>2 860</b>	<b>500</b>
Due to loans and advances received from banks	32	-	-
Issue of debt securities	32	2 110	500
Issue of subordinated liabilities	32	750	-
<b>Financing activity outflows</b>		<b>(5 636)</b>	<b>(5 112)</b>
Repayment of loans and advances received from banks	32	(29)	(41)
Redemption of debt securities	32	(750)	-
Dividends payments	15	(4 819)	(5 039)
Payments for the principal portion of the lease liabilities	32	(38)	(32)
<b>Net cash flows from financing activities</b>		<b>(2 776)</b>	<b>(4 612)</b>
<b>Total net cash flows</b>		<b>4 034</b>	<b>705</b>
including effect of exchange rate fluctuations on cash and cash equivalents held		(115)	(7)
<b>Net change in cash and cash equivalents</b>		<b>4 034</b>	<b>705</b>
<b>Cash and cash equivalents at the beginning of the period</b>		<b>14 245</b>	<b>14 836</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>16</b>	<b>18 279</b>	<b>15 541</b>

Notes to the financial statements presented on pages 9 – 66 constitute an integral part of the interim condensed separate financial statements.



## **VI. Notes to the Condensed Separate Financial Statements**

### **1. General information**

Bank Polska Kasa Opieki Spółka Akcyjna (hereafter 'Bank Pekao S.A.' or 'the Bank'), with its headquarters in Poland 01-066, Żubra Street 1 Warsaw, was incorporated on 29 October 1929 in the Commercial Register of the District Court in Warsaw and has been continuously operating since its incorporation.

Bank Pekao S.A. is registered in the National Court Registry – Enterprise Registry of the Warsaw District Court, XIII Commercial Division of the National Court Registry in Warsaw under the reference number KRS 0000014843.

The Bank's shares are quoted on the Warsaw Stock Exchange (WSE).

Bank Pekao S.A. is a universal commercial bank, offering a broad range of banking services on domestic financial markets, provided to retail and corporate clients, in compliance with the scope of services, set forth in the Bank's Articles of Association.

The Bank runs both PLN and forex operations, and it actively participates in both domestic and foreign financial markets. Moreover, acting through its subsidiaries, the Bank provides stockbroking, leasing, factoring operations and offering other financial services. The Bank's activities do not show any significant cyclical or seasonal changes.

According to IFRS 10 'Consolidated financial statements', the parent entity of Bank Pekao S.A. is Powszechny Zakład Ubezpieczeń S.A. (hereinafter 'PZU S.A.') with its registered office in Warsaw at Rondo Daszyńskiego 4, for which the controlling entity is the State Treasury, which holds 34.1875% of PZU S.A. shares, entitling to 34.1875% of votes at the General Meeting of PZU S.A. Through PZU S.A., the Bank is indirectly controlled by the State Treasury.

The Bank also prepares Consolidated Financial Statements of Bank Pekao S.A. Group.

The share ownership structure of the Bank is presented in the Note 5.4 of the Report on the activities of Bank Pekao S.A. Group for the first half of 2025.

### **2. Business combinations**

#### **Acquisition of the enterprise of Pekao Direct Sp. z o.o.**

In May 2025, the Bank acquired the enterprise of Pekao Direct Sp. z o.o. related to the provision of call center services.

The acquisition of the enterprise of Pekao Direct Sp. z o.o. was accounted for in accordance with the adopted accounting policy applicable to business combinations under common control. The Bank recognized the acquired assets and assumed liabilities at their current book value. As a result of this transaction, the Bank did not recognize any goodwill or gain on a bargain purchase. The PLN 8 million difference between the value of the acquired assets and assumed liabilities and the consideration paid was recognized in the Bank's equity.

### 3. Statement of compliance

The Interim Condensed Separate Financial Statements of Bank Pekao S.A. for the first half of 2025 have been prepared in accordance with International Accounting Standard 34 'Interim Financial Reporting' (IAS 34) as adopted by the European Union.

These financial statements do not include all information and disclosures required for annual financial statements, and shall be read in conjunction with the separate financial statements of Bank Pekao S.A. for the year ended 31 December 2024.

The separate financial statements of Bank Pekao S.A. as at and for the year ended 31 December 2024 are available at the Bank's website [www.pekao.com.pl](http://www.pekao.com.pl).

In accordance with the Decree of the Ministry of Finance dated 29 March 2018 on current and periodic information provided by issuers of securities and the conditions for recognition as equivalent information required by the law of a non-Member State, the Bank is required to publish the financial report for the first half of 2025, i.e. current interim period.

These interim condensed separate financial statements were authorized for issue by the Management Board on 6 August 2025.

#### 3.1. New standards, interpretations and amendments to published standards that have been approved and published by the European Union and are effective on or after 1 January 2025

STANDARD / INTERPRETATION	DESCRIPTION	IMPACT ASSESSMENT
IAS 21 (amendment) 'The Effects of Changes in Foreign Exchange Rates'	<p>The amendment to IAS 21:</p> <ul style="list-style-type: none"> <li>specify when a currency is exchangeable into another currency and when it is not — a currency is exchangeable when an entity is able to exchange that currency for the other currency through markets or exchange mechanisms that create enforceable rights and obligations without undue delay at the measurement date and for a specified purpose; a currency is not exchangeable into the other currency if an entity can only obtain an insignificant amount of the other currency,</li> <li>specify how an entity determines the exchange rate to apply when a currency is not exchangeable — when a currency is not exchangeable at the measurement date, an entity estimates the spot exchange rate as the rate that would have applied to an orderly transaction between market participants at the measurement date and that would faithfully reflect the economic conditions prevailing,</li> <li>require the disclosure of additional information when a currency is not exchangeable — when a currency is not exchangeable an entity discloses information that would enable users of its financial statements to evaluate how a currency's lack of exchangeability affects, or is expected to affect, its financial performance, financial position and cash flows.</li> </ul>	The standard's amendments did not have a material impact on the financial statements in the period of their first application.

### 3.2. New standards, interpretations and amendments to published standards that have been issued by the International Accounting Standards Board (IASB) and have been approved by the European Union but are not yet effective

STANDARD/ INTERPRETATION	DESCRIPTION	IMPACT ASSESSMENT
IFRS 9 (amendment) 'Financial instruments' and IFRS 7 (amendment) 'Financial instruments: disclosures'	<p>The amendments to IFRS 9 and IFRS 7:</p> <ul style="list-style-type: none"> <li>provide an optional exception relating to the derecognition of a financial liability at an earlier date than settlement date, as long as specific conditions are met. This choice applies only to financial liabilities settled via the electronic payment system. An entity that chooses the accounting policy introduced by the above change will be obliged to apply it to all settlements made via the same electronic payment system,</li> <li>clarify the method of analysis of three areas that are assessed when carrying out the test of the characteristics of contractual cash flows ('SPPI test') of financial assets, and thus affect the classification of financial assets, i.e.: <ul style="list-style-type: none"> <li>additional guidelines have been introduced on the analysis of contractual terms that may change cash flows based on contingencies (for example interest rates linked to ESG goals),</li> <li>guidelines regarding 'non-recourse' financial assets have been clarified. A financial asset has 'non-recourse' characteristics if the lender has the right to receive the cash flows generated exclusively by the specified asset. In such a situation, the borrower is exposed to the operational risk of the assets and not the credit risk of the borrower,</li> <li>guidelines on contractually linked instruments have been clarified. In some transactions, the issuer may prioritize payments using multiple contractually linked instruments that result in a concentration of credit risk (so-called 'tranches'). The amendments clarify, among other things, that a key element that distinguishes contractually linked instruments from other 'non-recourse' financial assets is the cascading payment structure, which results in a disproportionate allocation of cash shortfalls (losses) between tranches,</li> </ul> </li> <li>introduce new disclosure requirements for: <ul style="list-style-type: none"> <li>equity instruments designated for measurement at fair value through other comprehensive income,</li> <li>financial assets and liabilities measured at amortized cost, the contractual terms of which may change cash flows due to events not directly related to changes in basic credit risk (e.g. change in cash flows due to compliance with ESG standards or not).</li> </ul> </li> <li>for nature-dependent electricity contracts, which are often structured as power purchase agreements: <ul style="list-style-type: none"> <li>clarify the application of the 'own-use' requirements;</li> <li>permit hedge accounting if these contracts are used as hedging instruments; and</li> <li>add new disclosure requirements to enable investors to understand the effect of these contracts on a company's financial performance and cash flows.</li> </ul> </li> </ul> <p>Date of application: annual periods beginning on or after 1 January 2026.</p>	<p>The Bank is in the process of assessing the impact of the standards' amendments on the financial statements during its first application.</p>
Annual Improvements (Volume 11)	<p>The IASB's Annual improvements are limited to changes that either clarify the text of IFRS standard or correct relatively minor unintended consequences, omissions or conflicts between the requirements in the standards. The changes in the Annual improvements (Volume 11) concern:</p> <ul style="list-style-type: none"> <li>IFRS 1 'First-time Adoption of International Financial Reporting Standards' – hedge accounting by a first-time adopter,</li> <li>IFRS 7 'Financial Instruments: Disclosures': (1) gain or loss on derecognition; (2) disclosure of deferred difference between fair value and transaction price; (3) credit risk disclosures,</li> <li>IFRS 9 'Financial instruments': (1) lessee derecognition of lease liabilities; (2) transaction price,</li> <li>IFRS 10 'Consolidated financial statements' - determination of a 'de facto agent',</li> <li>IAS 7 'Statement of Cash Flows' – cost method.</li> </ul> <p>Date of application: annual periods beginning on or after 1 January 2026.</p>	<p>The Bank claims that the standards' implementation will not have an impact on the financial statements in the period of its first application.</p>

### 3.3. New standards, interpretations and amendments to published standards that have been published by the International Accounting Standards Board (IASB) and not yet approved by the European Union

STANDARD/ INTERPRETATION	DESCRIPTION	IMPACT ASSESSMENT
<b>IFRS 18</b> 'Presentation and Disclosure in Financial Statements'	<p>IFRS 18 replaces IAS 1 'Presentation of financial statements'. The purpose of the new standard is to improve the comparability and transparency of an entity's communication through financial statements and introduces:</p> <ul style="list-style-type: none"> <li>new requirements on presentation within the statement of profit or loss, including specified totals and subtotals. IFRS 18 requires an entity to classify all income and expenses within its statement of profit or loss into one of five categories: operating, investing, financing, income taxes and discontinued operations. The first three categories are new. These categories are complemented by the requirement to present subtotals and totals for 'operating profit or loss', 'profit or loss before financing and income taxes' and 'profit or loss'.</li> <li>the concept of management-defined performance measure ('MPM') and defines it as a subtotal of income and expenses that an entity uses in public communications outside financial statements, to communicate management view's of an aspect of the financial performance of the entity as a whole to users. IFRS 18 requires entities to disclose information about all its MPMs, including: how the measure is calculated, how it provides useful information and a reconciliation to the most comparable subtotal specified by IFRS 18 or another standard.</li> <li>new requirements for aggregation and disaggregation of financial information based on the identified 'roles' of the primary financial statements and the notes.</li> </ul> <p>Date of application: annual periods beginning on or after 1 January 2027.</p>	<p>The introduction of the new standard will not affect the numerical values presented in the financial statements. However, the method of presentation will change, which is currently being analyzed by the Bank.</p>
<b>IFRS 19</b> 'Subsidiaries without Public Accountability: Disclosures'	<p>IFRS 19 allows eligible subsidiaries to apply reduced disclosure requirements while still applying the recognition, measurement and presentation requirements in other IFRS accounting standards.</p> <p>This standard may be applied by subsidiaries that:</p> <ul style="list-style-type: none"> <li>it does not have public accountability (i.e. its equity or debts instruments are not traded in a public market or it does not hold assets in a fiduciary capacity for a broad group of outsiders),</li> <li>it has an ultimate or intermediate parent entity that produces consolidated financial statements available for public use that comply with IFRS Accounting Standards.</li> </ul> <p>Date of application: annual periods beginning on or after 1 January 2027.</p>	<p>This standard will not have an impact on the financial statements in the period of its first application.</p>

### 3.4. Other expected regulatory changes

Starting from 2022, work has been underway in Poland by the National Working Group for Benchmark Reform ('NWG'), the aim of which is to prepare a new benchmark and a timetable for its implementation in such a way as to ensure the security of the financial system.

Due to the fact that the reform of reference indicators consists of many interconnected elements, it was determined that this process would be spread over time, and the reform of reference indicators in Poland would be completed in its entirety by the end of 2027.

In December 2024, the NWG Steering Committee decided to select the target interest rate reference index, replacing the WIBOR reference index and based on unsecured deposits of Credit Institutions and Financial Institutions with the name 'POLSTR'. Thus, the NWG Steering Committee verified and modified its previous decision to select the WIRON index.

In April 2025, the NWG Steering Committee adopted the updated Road Map for benchmark reform in Poland.

## 4. Significant accounting policies

### General information

The interim condensed separate financial statements have been prepared in Polish Zloty, and all amounts are stated in PLN million, unless indicated otherwise.

The financial statements have been prepared on a going concern basis on the assumption that the Bank will continue its business operations substantially unchanged in scope for a period of at least one year from the date of approval by the Bank's Management Board of these financial statements for publication, i.e. from 6 August 2025.

The accounting policies applied by the Bank in these interim condensed separate financial statements are the same as those applied in the Separate Financial Statements of Bank Pekao S.A. for the year ended on 31 December 2024.

In addition, according to IFRS 34, in the interim condensed separate financial statements of Bank Pekao S.A. for the first half of 2025 the Bank has taken into account the principle of recognizing income tax expense based on the best estimate of the weighted average annual income tax rate expected by the Bank for the full financial year.

Changes in published standards and interpretations, which became effective on or after 1 January 2025, had no material impact on the Bank's financial statements.

The financial statements does not take into consideration interpretations and amendments to standards, pending approval by the European Union or approved by the European Union but came into force or shall come into force after the balance sheet date (Note 3.2 and Note 3.3).

## 5. Accounting estimates

The preparation of interim financial statements in accordance with IFRS requires the Management Board of the Bank to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses.

Estimates and assumptions are reviewed on an ongoing basis by the Bank and rely on historic data and other factors including expectation of the future events which seems justified in given circumstances.

Estimates and underlying assumptions are subject to a regular review. Revisions to accounting estimates are recognised prospectively starting from the period in which the estimates are revised.

Information on the areas of significant estimates in these financial statements is presented below.

### Expected credit losses

With regard to all financial assets that are measured at amortised cost or at fair value through other comprehensive income and off-balance sheet liabilities, i.e. financial guarantees or loan commitments, the Bank creates the allowance according to IFRS 9 based on the expected credit losses and taking into account forecasts and expected future economic conditions in the context of credit risk.

The process of estimating expected credit losses requires the use of significant estimates, in particular in the area of:

- 1) assumptions regarding macroeconomic forecasts and possible scenarios how these forecasts will develop in the future,
- 2) rules (thresholds) for identifying a significant increase in credit risk.

Additional information on expected credit losses is presented in Note 31.1.

### Impairment of non-current assets (including goodwill)

At each balance sheet date the Bank reviews its non-current assets for indications of impairment. The Bank performs an impairment test of goodwill on a yearly basis or more often if impairment triggers occur.

Where such indications exist, the Bank makes an estimation of the recoverable value (of a given assets or – in the case of goodwill - all cash-generating units to which the goodwill relates). If the carrying amount of a given asset is in excess of its recoverable value, impairment is defined and a write-down is recorded to adjust the carrying amount to the level of its recoverable value. The recoverable amount of an asset or a cash-generating unit is the higher of its fair value less costs to sell and its value-in-use.

Estimation of the value-in-use of an assets (or cash generating unit) requires assumptions to be made regarding, among other, future cash flows which the Bank may obtain from the given asset (or cash generating unit), any changes in amount or timing of occurrence of these cash flows and other factors such as the lack of liquidity. The adoption of different measurement assumptions may affect the carrying amount of some of the Bank's non-current assets.

As at 30 June 2025, the Bank assessed whether the current market conditions have an impact on the impairment of non-current assets. As a result of this analysis, no need was found to make impairment allowances of non-current assets, including goodwill.

### Provisions for legal risk regarding foreign currency mortgage loans in CHF

At each balance sheet date, the Bank estimates the amount of possible loss resulting from the legal risk related to foreign currency mortgage loans in CHF, and in the case of loans outstanding as at the balance sheet date, the estimate of this loss is an element of the gross carrying amount of the loan determined by the Bank, and the possible excess of the estimated loss over the gross carrying amount is presented similarly to the provision determined for repaid loans, i.e. in accordance with IAS 37 as part of the item 'Provisions'.

Key elements of the estimate include:

- 1) a forecast of the total scale and expected duration of disputes,
- 2) expected financial effects of future court judgments, including costs of statutory interest,
- 3) inclusion of the settlement program with borrowers.

Details on the main assumptions used to estimate the provisions for legal risk regarding foreign currency mortgage loans in CHF and the sensitivity analysis in relation to the significant assumptions of the provision calculation are presented in the Note 31.2.

### Measurement of derivatives, unquoted debt securities measured at fair value through other comprehensive income and loans and advances to customers measured at fair value through other comprehensive income and measured at fair value through profit or loss

The principles of fair value measurement of derivatives, unquoted debt securities measured at fair value through other comprehensive income and loans and advances to customers measured at fair value through other comprehensive income and measured at fair value through profit or loss have not changed compared to 31 December 2024. Additional information on fair value measurement is presented in Note 31.6.

## 6. Interest income and expense

Interest income and similar to interest

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Interbank placements	155	316	176	344
Loans and advances and other receivables from customers	2 837	5 619	2 536	5 262
measured at amortise cost	2 823	5 593	2 527	5 246
measured at fair value through other comprehensive income	5	10	3	5
measured at fair value through profit or loss	9	16	6	11
Debt securities	1 512	3 048	1 348	2 671
measured at amortise cost	1 181	2 309	871	1 698
measured at fair value through other comprehensive income	312	704	461	944
measured at fair value through profit or loss	19	35	16	29
Reverse repo transactions	128	265	104	179
<b>Total (*)</b>	<b>4 632</b>	<b>9 248</b>	<b>4 164</b>	<b>8 456</b>

(\*) Including revenues from hedging derivative instruments in the amounts respectively, minus PLN 122 million for II quarter 2025 (minus PLN 187 million for II quarter 2024) and minus PLN 270 million for I Half 2025 (minus PLN 366 million for I Half 2024).

Interest income and similar to interest

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Interest income calculated using the effective interest method on financial instruments valued:	4 604	9 197	4 142	8 416
measured at amortise cost	4 287	8 483	3 678	7 467
measured at fair value through other comprehensive income	317	714	464	949
Income similar to interest	28	51	22	40
<b>Total</b>	<b>4 632</b>	<b>9 248</b>	<b>4 164</b>	<b>8 456</b>

## Interest expense

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Deposits from customers	(1 078)	(2 179)	(1 131)	(2 229)
Interbank deposits	(17)	(33)	(9)	(27)
Repo transactions	(57)	(99)	(48)	(102)
Loans and advances received	(3)	(5)	(3)	(6)
Leasing	(8)	(16)	(10)	(18)
Debt securities	(148)	(290)	(125)	(242)
<b>Total (*)</b>	<b>(1 311)</b>	<b>(2 622)</b>	<b>(1 326)</b>	<b>(2 624)</b>

(\*) Including the expenses from hedging derivative instruments in the amounts respectively, plus PLN 15 million on II quarter 2025 (plus PLN 9 million on II quarter 2024) and plus PLN 29 million for I Half 2025 (plus PLN 15 million for I Half 2024).

## 7. Fee and commission income and expense

### Fee and commission income

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Accounts maintenance, payment orders and cash transactions	144	303	144	300
Payment cards	228	437	214	415
Loans and advances	104	196	101	194
Margin on foreign exchange transactions with clients	191	367	179	344
Service and sell investment and insurance products	68	126	49	93
Securities operations	63	116	45	94
Custody activity	23	44	21	39
Guarantees, letters of credit and similar transactions	28	55	26	52
Other	25	49	28	51
<b>Total</b>	<b>874</b>	<b>1 693</b>	<b>807</b>	<b>1 582</b>

### Fee and commission expense

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Payment cards	(141)	(277)	(132)	(258)
Cash turnover	(26)	(48)	(30)	(56)
Money orders and transfers	(6)	(12)	(5)	(11)
Securities and derivatives operations	(12)	(23)	(9)	(19)
Acquisition services	(29)	(63)	(38)	(70)
Custody activity	(9)	(16)	(7)	(13)
Accounts maintenance	(2)	(4)	(2)	(3)
Other	(14)	(26)	(9)	(20)
<b>Total</b>	<b>(239)</b>	<b>(469)</b>	<b>(232)</b>	<b>(450)</b>

## 8. Result on financial assets and liabilities measured at fair value through profit or loss and foreign exchange result

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Result on loans and advances to customers measured mandatorily at fair value through profit or loss	(9)	(28)	8	16
Result on securities measured mandatorily at fair value through profit or loss	3	33	(14)	1
Foreign exchange result	63	126	33	82
Result on derivatives	16	11	36	60
Result on securities held for trading	18	37	22	38
<b>Total</b>	<b>91</b>	<b>179</b>	<b>85</b>	<b>197</b>



## 9. Result on derecognition of financial assets and liabilities not measured at fair value through profit or loss

### Realized gains

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Financial assets measured at amortised cost	7	9	3	10
Financial assets measured at fair value through other comprehensive income	36	44	5	12
Financial liabilities measured at amortised cost	-	-	-	-
<b>Total</b>	<b>43</b>	<b>53</b>	<b>8</b>	<b>22</b>

### Realized losses

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Financial assets measured at amortised cost	(5)	(8)	(14)	(19)
Financial assets measured at fair value through other comprehensive income	-	-	-	-
Financial liabilities measured at amortised cost	-	-	-	-
<b>Total</b>	<b>(5)</b>	<b>(8)</b>	<b>(14)</b>	<b>(19)</b>

<b>Net realized profit / loss</b>	<b>38</b>	<b>45</b>	<b>(6)</b>	<b>3</b>
-----------------------------------	-----------	-----------	------------	----------

## 10. Net allowances for expected credit losses

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Receivables from banks and cash and cash equivalents	-	(8)	5	1
Loans and other financial assets measured at amortised cost (*)	(215)	(388)	(131)	(336)
Debt securities measured at amortised cost	(1)	(11)	(6)	(7)
Loans measured at fair value through other comprehensive income	(1)	(9)	(5)	(5)
Debt securities measured at fair value through other comprehensive income	(5)	(4)	4	11
Off-balance sheet commitments	(2)	36	(60)	(42)
<b>Total</b>	<b>(224)</b>	<b>(384)</b>	<b>(193)</b>	<b>(378)</b>

(\*) In 2025, the Bank sold a portfolio of loan receivables with a total gross carrying amount of PLN 176 million (the realized gross result amounted to PLN 28 million).

## 11. Other operating income and expenses

### Other operating income

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Gains on disposal of property, plant and equipment	1	19	44	55
Premises rental income, terminals and IT equipment	9	17	8	17
Compensation, recoveries, penalty fees and fines received	3	6	3	6
Miscellaneous income	3	9	4	11
Recovery of debt collection costs	5	8	3	8
Other	(2)	-	1	2
<b>Total</b>	<b>19</b>	<b>59</b>	<b>63</b>	<b>99</b>



## Other operating expenses

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Provision for liabilities disputable and other provisions	(93)	(93)	42	40
Credit and factoring debt collection costs	(6)	(14)	(7)	(16)
Card transactions monitoring costs	(6)	(11)	(6)	(11)
Costs of pursuing disputed receivables and complaints	(18)	(39)	(10)	(21)
Impairment allowance on fixed assets, litigations and other assets	-	-	-	(4)
Other	(20)	(29)	(12)	(23)
<b>Total</b>	<b>(143)</b>	<b>(186)</b>	<b>7</b>	<b>(35)</b>

## 12. General administrative expenses and depreciation

## Personnel expenses

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Wages and salaries, including:	(632)	(1 198)	(658)	(1 183)
cost of contributions to Employee Capital Plans	(8)	(13)	(8)	(12)
Insurance and other charges related to employees, including:	(112)	(221)	(117)	(218)
salary surcharges	(95)	(187)	(102)	(187)
Share-based payments expenses	(6)	(12)	(7)	(14)
<b>Total</b>	<b>(750)</b>	<b>(1 431)</b>	<b>(782)</b>	<b>(1 415)</b>

## Other administrative expenses

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Overheads, including:	(332)	(634)	(281)	(587)
IT and telecommunications expenses	(115)	(221)	(89)	(182)
property maintenance and service expenses	(54)	(115)	(56)	(127)
advertising and marketing expenses	(54)	(79)	(33)	(61)
consulting services and information sharing expenses	(29)	(53)	(18)	(40)
Tax on certain financial institutions	(215)	(431)	(225)	(448)
Contributions to the Bank Guarantee Fund	(25)	(330)	-	(237)
to the resolution fund	-	(279)	-	(237)
to the banks' guarantee fund	(25)	(51)	-	-
Fees to cover costs of supervision over banks (KNF)	-	(43)	-	(36)
Other taxes and fees	(11)	(23)	(8)	(21)
<b>Total</b>	<b>(583)</b>	<b>(1 461)</b>	<b>(514)</b>	<b>(1 329)</b>

## Depreciation

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Property, plant and equipment	(81)	(161)	(83)	(155)
Intangible assets	(93)	(186)	(81)	(155)
<b>Total</b>	<b>(174)</b>	<b>(347)</b>	<b>(164)</b>	<b>(310)</b>

<b>Total administrative expenses and depreciation</b>	<b>(1 507)</b>	<b>(3 239)</b>	<b>(1 460)</b>	<b>(3 054)</b>
---	----------------	----------------	----------------	----------------

## 13. Income tax

The below note presents the components of tax charge of profit before income tax

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
<b>Profit before income tax</b>	<b>2 033</b>	<b>4 188</b>	<b>1 769</b>	<b>3 773</b>
<b>Tax charge according to applicable tax rate</b>	<b>387</b>	<b>796</b>	<b>336</b>	<b>717</b>
<b>Non-taxable income</b>	<b>(23)</b>	<b>(47)</b>	<b>7</b>	<b>(43)</b>
<b>Non tax deductible costs including:</b>	<b>145</b>	<b>256</b>	<b>81</b>	<b>173</b>
Bank Guarantee Fund fee	5	63	-	45
banking tax	41	82	43	85
the provision for legal risk regarding foreign currency mortgage loans	52	58	37	40
allowances for expected credit losses	20	23	1	1
other non-tax deductible costs	27	30	-	2
Impact of other tax rates applied in accordance with art.19.1.2 of CIT Act	-	-	-	-
Tax relieves not included in the income statement	(5)	(8)	(77)	(77)
The effect of the estimated yearly average effective tax rate	(38)	(48)	18	18
<b>Other</b>	<b>-</b>	<b>(2)</b>	<b>-</b>	<b>(1)</b>
<b>Effective income tax charge on gross profit</b>	<b>466</b>	<b>947</b>	<b>365</b>	<b>787</b>
<b>Effective tax rate</b>	<b>22.92%</b>	<b>22.61%</b>	<b>20.63%</b>	<b>20.86%</b>

The basic components of income tax charge presented in the income statement and equity

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
<b>INCOME STATEMENT</b>				
Current tax charge in the income statement	(584)	(984)	(364)	(843)
Adjustments related to the current tax from previous years	(1)	(8)	(2)	3
Other taxes (e.g. withholding tax)	(1)	(1)	(1)	(1)
<b>Current tax</b>	<b>(586)</b>	<b>(993)</b>	<b>(367)</b>	<b>(841)</b>
Occurrence and reversal of temporary differences	120	46	2	54
<b>Deferred tax</b>	<b>120</b>	<b>46</b>	<b>2</b>	<b>54</b>
<b>Tax charge in the separate income statement</b>	<b>(466)</b>	<b>(947)</b>	<b>(365)</b>	<b>(787)</b>
<b>EQUITY</b>				
<b>Current tax</b>				
Income and costs disclosed in other comprehensive income:				
revaluation of financial instruments – cash flows hedges	(62)	(121)	(10)	31
fair value revaluation through other comprehensive income	(24)	(43)	(7)	(17)
<b>Tax on items that are or may be reclassified subsequently to profit or loss</b>	<b>(86)</b>	<b>(164)</b>	<b>(17)</b>	<b>14</b>
Fair value revaluation through other comprehensive income – equity securities	(5)	(18)	2	13
Remeasurements the defined benefit liabilities	1	1	-	-
<b>Tax charge on items that will never be reclassified to profit or loss</b>	<b>(4)</b>	<b>(17)</b>	<b>2</b>	<b>13</b>
<b>Deferred tax</b>	<b>(90)</b>	<b>(181)</b>	<b>(15)</b>	<b>27</b>
<b>Total charge</b>	<b>(556)</b>	<b>(1 128)</b>	<b>(380)</b>	<b>(760)</b>

## 14. Earnings per share

### Basic earnings per share

Basic earnings per share are calculated by dividing the net profit attributable to equity holders of the Bank by the weighted average number of the ordinary shares outstanding during the period.

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Net profit	1 567	3 241	1 404	2 986
Weighted average number of ordinary shares in the period	262 470 034	262 470 034	262 470 034	262 470 034
Earnings per share (in PLN per share)	5.97	12.35	5.35	11.38

### Diluted earnings per share

Diluted earnings per share are calculated by dividing the net profit attributable to equity holders of the Bank by the weighted average number of the ordinary shares outstanding during the given period adjusted for all potential dilution of ordinary shares.

As at 30 June 2025 and 30 June 2024 there were no diluting instruments in the Bank.

	II QUARTER 2025	I HALF 2025	II QUARTER 2024	I HALF 2024
Net profit	1 567	3 241	1 404	2 986
Weighted average number of ordinary shares in the period	262 470 034	262 470 034	262 470 034	262 470 034
Weighted average number of ordinary shares for the purpose of calculation of diluted earnings per share	262 470 034	262 470 034	262 470 034	262 470 034
Diluted earnings per share (in PLN per share)	5.97	12.35	5.35	11.38

## 15. Dividends

On 24 April 2025, the Ordinary General Meeting of Bank Pekao S.A. adopted a resolution on the distribution of the Bank's net profit for 2024 in the amount of PLN 6 425 million. The amount of PLN 4 819 million was allocated for dividend to shareholders, and the amount of PLN 1 606 million to the reserve capital. The dividend amount per share was PLN 18.36. The dividend record date was 7 May 2025, and the dividend payment date was 23 May 2025.

## 16. Cash and cash equivalents

	30.06.2025	31.12.2024
Cash	3 840	4 461
Current account and deposits at Central Bank	12 410	7 577
Amounts due from banks with an original maturity of up to 3 months	2 043	2 213
<b>Gross carrying amount</b>	<b>18 293</b>	<b>14 251</b>
Allowances for expected credit losses	(14)	(6)
<b>Net carrying amount</b>	<b>18 279</b>	<b>14 245</b>

In the period from 9 June 2025 to 13 July 2025, the Bank is obliged to maintain an average mandatory reserve of PLN 9 072 million (in the period from 31 December 2024 to 9 February 2025: PLN 8 829 million).

As at 30 June 2025 the interest rate of funds held on the mandatory reserve account is at 5.25% (as at 31 December 2024 – 5.75%).

## 17. Loans and advances to banks

Loans and advances to banks by product type

	30.06.2025	31.12.2024
Interbank placements	146	5
Loans and advances	538	276
Other	113	102
<b>Gross carrying amount</b>	<b>797</b>	<b>383</b>
Allowances for expected credit losses	(4)	(4)
<b>Carrying amount</b>	<b>793</b>	<b>379</b>

## 18. Derivative financial instruments (held for trading)

Fair value of trading derivatives

30.06.2025	ASSETS	LIABILITIES
Interest rate transactions		
Interest Rate Swaps (IRS)	3 385	3 438
Forward Rate Agreements (FRA)	58	56
Options	18	21
Other	-	1
Foreign currency		
Cross-Currency Interest Rate Swaps (CIRS)	35	152
Currency Forward Agreements	212	155
Currency Swaps (FX-Swap)	260	226
Options for currency and gold	31	58
Transactions based on commodities and precious metals		
Options	29	29
Other	191	157
<b>Total</b>	<b>4 219</b>	<b>4 293</b>

31.12.2024	ASSETS	LIABILITIES
Interest rate transactions		
Interest Rate Swaps (IRS)	3 566	3 484
Forward Rate Agreements (FRA)	88	84
Options	27	26
Other	-	-
Foreign currency		
Cross-Currency Interest Rate Swaps (CIRS)	31	169
Currency Forward Agreements	54	159
Currency Swaps (FX-Swap)	185	95
Options for currency and gold	24	31
Transactions based on commodities and precious metals		
Options	17	17
Other	236	204
<b>Total</b>	<b>4 228</b>	<b>4 269</b>

## 19. Loans and advances to customers

Loans and advances to customers by product type

	30.06.2025			TOTAL
	AMORTISED COST	FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	FAIR VALUE THROUGH PROFIT OR LOSS	
Mortgage loans (***)	77 692	50	4	77 746
Current accounts	18 063	-	-	18 063
Operating loans	15 734	148	-	15 882
Investment loans	29 315	43	2	29 360
Cash loans	16 331	-	-	16 331
Payment cards receivables	1 306	-	-	1 306
Factoring	2 097	-	-	2 097
Other loans and advances	2 614	-	384	2 998
Reverse repo transactions	4 837	-	-	4 837
<b>Gross carrying amount/Fair value (*)</b>	<b>167 989</b>	<b>241</b>	<b>390</b>	<b>168 620</b>
Allowances for expected credit losses (**)	(5 497)	-	-	(5 497)
<b>Carrying amount</b>	<b>162 492</b>	<b>241</b>	<b>390</b>	<b>163 123</b>

(\*) Fair value applies to loans and advances to customers measured at fair value through other comprehensive income and at fair value through profit or loss.

(\*\*) The allowances for expected credit losses and advances to customers measured at fair value through other comprehensive income in the amount of PLN 11 million is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the loan.

(\*\*\*) In this the adjustment of the gross carrying amount regarding the legal risk of foreign currency mortgage loans in the amount of PLN 963 million described in the Note 31.2.

	31.12.2024			TOTAL
	AMORTISED COST	FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	FAIR VALUE THROUGH PROFIT OR LOSS	
Mortgage loans (***)	77 161	50	5	77 216
Current accounts	14 780	-	-	14 780
Operating loans	14 213	119	4	14 336
Investment loans	27 145	128	4	27 277
Cash loans	15 304	-	-	15 304
Payment cards receivables	1 276	-	-	1 276
Factoring	1 837	-	-	1 837
Other loans and advances	2 227	-	347	2 574
Reverse repo transactions	4 685	-	-	4 685
<b>Gross carrying amount/Fair value (*)</b>	<b>158 628</b>	<b>297</b>	<b>360</b>	<b>159 285</b>
Allowances for expected credit losses (**)	(5 286)	-	-	(5 286)
<b>Carrying amount</b>	<b>153 342</b>	<b>297</b>	<b>360</b>	<b>153 999</b>

(\*) Fair value applies to loans and advances to customers measured at fair value through other comprehensive income and at fair value through profit or loss.

(\*\*) The allowance for expected credit losses for loans and advances to customers measured at fair value through other comprehensive income in the amount of PLN 3 million is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the loan.

(\*\*\*) In this the adjustment of the gross carrying amount regarding the legal risk of foreign currency mortgage loans in the amount of PLN 1 050 million described in the Note 31.2.

**Loans and advances to customers by customer type**

	30.06.2025					TOTAL
	AMORTISED COST			FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME - CARRYING AMOUNT (*)	FAIR VALUE THROUGH PROFIT OR LOSS - CARRYING AMOUNT	
	GROSS CARRYING AMOUNT	ALLOWANCES FOR EXPECTED CREDIT LOSSES	CARRYING AMOUNT			
Corporate	83 781	(3 544)	80 237	241	6	80 484
Individuals (**)	83 028	(1 949)	81 079	-	384	81 463
Budget entities	1 180	(4)	1 176	-	-	1 176
Loans and advances to customers	167 989	(5 497)	162 492	241	390	163 123

(\*) The allowances for expected credit losses for loans and advances to customers measured at fair value through other comprehensive income in the amount of PLN 11 million is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the loan.

(\*\*) In this the adjustment of the gross carrying amount regarding the legal risk of foreign currency mortgage loans in the amount of PLN 963 million described in the Note 31.2.

	31.12.2024					TOTAL
	AMORTISED COST			FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME - CARRYING AMOUNT (*)	FAIR VALUE THROUGH PROFIT OR LOSS - CARRYING AMOUNT	
	GROSS CARRYING AMOUNT	ALLOWANCES FOR EXPECTED CREDIT LOSSES	CARRYING AMOUNT			
Corporate	76 022	(3 220)	72 802	297	7	73 106
Individuals (**)	81 402	(2 061)	79 341	-	348	79 689
Budget entities	1 204	(5)	1 199	-	5	1 204
Loans and advances to customers	158 628	(5 286)	153 342	297	360	153 999

(\*) The allowances for expected credit losses and advances to customers measured at fair value through other comprehensive income in the amount of PLN 3 million is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the loan.

(\*\*) In this the adjustment of the gross carrying amount regarding the legal risk of foreign currency mortgage loans in the amount of PLN 1 050 million described in the Note 31.2.

Additional information on credit risk is presented in Note 31.1.

## 20. Securities

	30.06.2025	31.12.2024
Debt securities held for trading	3 039	1 671
Debt securities measured at amortised cost	106 892	115 004
Debt securities measured at fair value through other comprehensive income	19 018	18 628
Equity instruments held for trading	17	8
Equity instruments designated for measurement at fair value through other comprehensive income	421	326
Equity instruments mandatorily measured at fair value through profit or loss	269	272
<b>Carrying amount</b>	<b>129 656</b>	<b>135 909</b>

**Debt securities held for trading**

	30.06.2025	31.12.2024
Debt securities issued by central governments	2 067	913
T - bills	107	19
T - bonds	1 960	894
Debt securities issued by banks	202	143
Debt securities issued by business entities	770	615
Debt securities issued by local governments	-	-
<b>Total</b>	<b>3 039</b>	<b>1 671</b>

**Debt securities measured at amortised cost**

	30.06.2025	31.12.2024
Debt securities issued by State Treasury	65 083	56 333
T-bills	8 158	5 501
T-bonds	56 925	50 832
Debt securities issued by central banks	6 108	25 060
Debt securities issued by banks	24 547	21 689
Debt securities issued by business entities	6 865	7 509
Debt securities issued by local governments	4 419	4 530
<b>Gross carrying amount</b>	<b>107 022</b>	<b>115 121</b>
Allowances for expected credit losses	(130)	(117)
<b>Carrying amount</b>	<b>106 892</b>	<b>115 004</b>

**Debt securities measured at fair value through other comprehensive income**

	30.06.2025	31.12.2024
Debt securities issued by State Treasury	8 385	6 742
T-bills	1 024	-
T-bonds	7 361	6 742
Other	-	-
Debt securities issued by central banks	999	1 000
Debt securities issued by banks	2 322	2 246
Debt securities issued by business entities	5 950	7 193
Debt securities issued by local governments	1 362	1 447
<b>Carrying amount</b>	<b>19 018</b>	<b>18 628</b>
impairment of assets (*)	(47)	(44)

(\*) The impairment allowance for debt securities measured at fair value through other comprehensive income is included in the 'Revaluation reserve' item and does not reduce the carrying amount.

**Equity securities held for trading**

	30.06.2025	31.12.2024
Shares	17	8
<b>Carrying amount</b>	<b>17</b>	<b>8</b>

**Equity instruments designated for measurement at fair value through other comprehensive income**

	30.06.2025	31.12.2024
Shares	421	326
<b>Carrying amount</b>	<b>421</b>	<b>326</b>

**Equity instruments mandatorily measured at fair value through profit or loss**

	30.06.2025	31.12.2024
Shares	269	272
<b>Carrying amount</b>	<b>269</b>	<b>272</b>

## 21. Assets pledged as security for liabilities

TYPE OF TRANSACTION AS AT 30.06.2025	SECURITY	CARRYING VALUE OF ASSETS PLEDGED AS SECURITY FOR LIABILITIES	NOMINAL VALUE OF ASSETS PLEDGED AS SECURITY FOR LIABILITIES	VALUE OF LIABILITIES SUBJECT TO SECURITY
Repo transactions	Bonds held for trading (measured at fair value through profit or loss)	27	26	27
Repo transactions	Bonds measured at fair value through other comprehensive income	905	929	906
<b>Total</b>		<b>932</b>	<b>955</b>	<b>933</b>

TYPE OF TRANSACTION AS AT 31.12.2024	SECURITY	CARRYING VALUE OF ASSETS PLEDGED AS SECURITY FOR LIABILITIES	NOMINAL VALUE OF ASSETS PLEDGED AS SECURITY FOR LIABILITIES	VALUE OF LIABILITIES SUBJECT TO SECURITY
Repo transactions	Bonds held for trading (measured at fair value through profit or loss)	345	339	346
Repo transactions	Bonds measured at fair value through other comprehensive income	1 000	1 033	1 000
<b>Total</b>		<b>1 345</b>	<b>1 372</b>	<b>1 346</b>

Apart from assets pledged as security for liabilities presented separately in the financial statement, the Bank also identifies liabilities do not meet the criterion of separate presentation in accordance with IFRS 9.

TYPE OF TRANSACTION AS AT 30.06.2025	SECURITY	CARRYING VALUE OF ASSETS PLEDGED AS SECURITY FOR LIABILITIES	NOMINAL VALUE OF ASSETS PLEDGED AS SECURITY FOR LIABILITIES	VALUE OF LIABILITIES SUBJECT TO SECURITY
Coverage of Fund for protection of guaranteed assets to the benefit of the Bank Guarantee Fund	Bonds	-	-	-
Coverage of payment commitments to the guarantee fund for the Bank Guarantee Fund	Bonds	309	300	189
Coverage of payment commitments to the resolution fund for the Bank Guarantee Fund	Bonds	625	650	440
Lombard and technical loan received from the National Bank of Poland	Bonds	6 073	6 662	-
Other loans	Bonds	43	44	34
Coverage of the Guarantee Fund for the Settlement of Stock Exchange Transactions to Central Securities Depository (KDPW)	Cash deposits	53	53	-
Derivatives	Bonds	-	-	-
Uncommitted Collateralized Intraday Technical Overdraft Facility Agreement	Bonds	27	30	-



TYPE OF TRANSACTION AS AT 31.12.2024	SECURITY	CARRYING VALUE OF ASSETS PLEDGED AS SECURITY FOR LIABILITIES	NOMINAL VALUE OF ASSETS PLEDGED AS SECURITY FOR LIABILITIES	VALUE OF LIABILITIES SUBJECT TO SECURITY
Coverage of Fund for protection of guaranteed assets to the benefit of the Bank Guarantee Fund	Bonds	722	710	-
Coverage of payment commitments to the guarantee fund for the Bank Guarantee Fund	Bonds	306	300	173
Coverage of payment commitments to the resolution fund for the Bank Guarantee Fund	Bonds	630	650	440
Lombard and technical loan received from the National Bank of Poland	Bonds	6 516	6 662	-
Other loans	Bonds	49	50	40
Coverage of the Guarantee Fund for the Settlement of Stock Exchange Transactions to Central Securities Depository (KDPW)	Cash deposits	44	44	-
Derivatives	Bonds	-	-	-
Uncommitted Collateralized Intraday Technical Overdraft Facility Agreement	Bonds	28	30	-

## 22. Intangible assets

	30.06.2025	31.12.2024
Intangible assets	1 595	1 644
research and development expenditures	467	443
licenses and patents	693	739
other	4	4
assets under construction	431	458
Goodwill	54	54
<b>Total</b>	<b>1 649</b>	<b>1 698</b>

## 23. Property, plant and equipment

	30.06.2025	31.12.2024
Non-current assets	1 757	1 663
land and buildings	1 110	1 103
machinery and equipment	368	342
transport vehicles	126	74
other	153	144
Non-current assets under construction and prepayments	155	215
<b>Total</b>	<b>1 912</b>	<b>1 878</b>

In the period from 1 January to 30 June 2025 the Bank acquired 'Property, plant and equipment' amounted PLN 125 million (in 2024 - PLN 407 million), while the net carrying amount of property, plant and equipment sold amounted to PLN 38 million (in 2024 - PLN 179 million).

In the period from 1 January to 30 June 2025 and in 2024 there have been no property, plant and equipment whose title is restricted and pledged as security for liabilities.

### Contractual commitments

As at 30 June 2025 the contractual commitments for the acquisition of property, plant and equipment amounted to PLN 25 million (as at 31 December 2024 - PLN 31 million).

## 24. Amounts due to other banks

Amounts due to other banks by product type

	30.06.2025	31.12.2024
Current accounts	1 395	612
Interbank deposits and other liabilities	1 173	1 008
Loans and advances received	290	334
Repo transactions	27	346
<b>Total</b>	<b>2 885</b>	<b>2 300</b>

## 25. Financial liabilities held for trading

	30.06.2025	31.12.2024
Debt securities issued by central governments	1 050	1 399
T-bonds	1 050	1 399
<b>Total</b>	<b>1 050</b>	<b>1 399</b>

## 26. Amounts due to customers

Amounts due to customers by entity and product type

	30.06.2025	31.12.2024
Amounts due to corporate	88 494	89 627
current accounts	61 810	63 047
term deposits and other liabilities	26 684	26 580
Amounts due to budget entities	22 346	20 187
current accounts	19 259	18 215
term deposits and other liabilities	3 087	1 972
Amounts due to individuals	153 974	149 709
current accounts	113 506	105 855
term deposits and other liabilities	40 468	43 854
Repo transactions	906	1 000
Lease liabilities	766	695
<b>Total</b>	<b>266 486</b>	<b>261 218</b>

## 27. Debt securities issued

Debt securities issued by type

	30.06.2025	31.12.2024
Liabilities from bonds	7 960	6 542
<b>Total</b>	<b>7 960</b>	<b>6 542</b>

The Bank redeems its own debt securities issued on a timely basis.

## 28. Provisions

Changes in provisions in the reporting period

I HALF 2025	PROVISIONS FOR LITIGATION AND CLAIMS (*)	PROVISIONS FOR DEFINED BENEFIT PLANS	PROVISIONS FOR OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES GIVEN	OTHER PROVISIONS (**)	TOTAL
<b>Opening balance</b>	<b>1 283</b>	<b>306</b>	<b>519</b>	<b>56</b>	<b>2 164</b>
Provision charges/revaluation	473	19	218	-	710
Provision utilization	(85)	(20)	-	(3)	(108)
Provision releases	-	-	(254)	(21)	(275)
Foreign currency exchange differences	-	-	(4)	-	(4)
Other changes	-	8	-	-	8
<b>Closing balance</b>	<b>1 671</b>	<b>313</b>	<b>479</b>	<b>32</b>	<b>2 495</b>
Short term	-	-	65	3	68
Long term	1 671	313	414	29	2 427

(\*) Including the provision for legal risk regarding foreign currency mortgage loans in CHF in the amount of PLN 1 413 million (details of this provision are presented in Note 31.2).

(\*\*) Including provisions for refunds to customers of increased mortgage loan margins before establishing a mortgage in the amount of PLN 29 million as at 30 June 2025.

2024	PROVISIONS FOR LITIGATION AND CLAIMS (*)	PROVISIONS FOR DEFINED BENEFIT PLANS	PROVISIONS FOR OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES GIVEN	OTHER PROVISIONS (**)	TOTAL
<b>Opening balance</b>	<b>833</b>	<b>287</b>	<b>552</b>	<b>182</b>	<b>1 854</b>
Provision charges/revaluation	682	32	359	62	1 135
Provision utilization	(228)	(14)	-	(68)	(310)
Provision releases	(7)	-	(387)	(37)	(431)
Foreign currency exchange differences	3	-	(5)	-	(2)
Other changes	-	1	-	(83)	(82)
<b>Closing balance</b>	<b>1 283</b>	<b>306</b>	<b>519</b>	<b>56</b>	<b>2 164</b>
Short term	-	49	79	4	132
Long term	1 283	257	440	52	2 032

(\*) Including the provision for legal risk regarding foreign currency mortgage loans in CHF in the amount of PLN 1 135 million (details of this provision are presented in Note 31.2).

(\*\*) Including provisions for refunds to customers of increased mortgage loan margins before establishing a mortgage in the amount of PLN 52 million as at 31 December 2024.

## 29. Contingent commitments and legal claims

### Court cases

As of 30 June 2025 the following court cases are pending with involvement of the Bank, that are important in view of the value of the object of litigation and the risk of outflow of funds (against the Bank):

- brought by the administrator of the restructuring estate of a joint-stock company - a claim to establish that the provisions of the general agreement are ineffective in relation to the restructuring mass of a joint-stock company to the extent that they provide for the transfer of receivables to the Bank in the part including VAT. Value of the object of litigation PLN 190.7 million, initiation date – 10 March 2025. In the current factual and legal situation, the Bank assesses the funds outflow risk - which may result from the resolution of the determination case - as possible,
- brought by the association – a claim for payment of damages against the Bank and 2 other legal person for damages incurred in connection with irregularities committed by the defendants, according to the association, when offering the purchase of premises and financing the construction of a condohotel. Value of the object of litigation PLN 86.7 million litigation, initiation date – 14 November 2022. In the present factual and legal circumstances the Bank assesses the funds outflow risk as possible,
- brought by the receiver for a joint stock company in liquidation bankruptcy – lawsuit for payment of compensation for a damage incurred as a result of the Bank's demanding immediate payment of the amounts due in virtue of payment of the price from the credit receivables transfer agreement and conducting debt enforcement collection of the portion of the price remaining for payment by a court enforcement officer. Value of the object of litigation PLN 57.5 million, litigation initiation date – 30 April 2015. In the present factual and legal circumstances the Bank assesses the funds outflow risk as possible,
- brought by a natural person – lawsuit for payment by the Bank of an amount charged by virtue of settlement of financial future or forward transactions. Value of the object of litigation PLN 38.9 million, litigation initiation date 2 October 2016. On 6 May 2019 the Regional Court in Warsaw issued a sentence ordering the Bank to pay the amount of PLN 3.4 million and as to the remainder the Court dismissed the suit. The sentence is not legally valid. The Bank and the plaintiff appealed against the judgment. On the 16 December 2020 the Court of Appeal in Warsaw quashed the sentence of the Regional Court in its entirety and remitted the case to that Court. In the present factual and legal circumstances the Bank assesses the funds outflow risk in the amount of PLN 35.5 million as possible;
- brought by a natural person – lawsuit for invalidation of the loan agreement and legal collateral agreements and payment of undue benefit, damages and compensation. Value of the object of litigation PLN 30.5 million, litigation initiation date – 22 June 2023. In the present factual and legal circumstances, the Bank assesses the funds outflow risk as possible.

None of the litigations pending in I half of year 2025 before the court, authority competent for arbitrary proceedings or a body of public administration posed a threat for financial liquidity of the Bank.

The Bank created provisions for litigations against the Bank entities which, according to the legal opinion, are connected with a risk of the funds outflow resulting from the fulfillment of the obligation. The value of the provisions as at 30 June 2025 is PLN 1 671 million, of which PLN 1 413 million concerns provisions for legal risk related to foreign currency mortgage loans in CHF (PLN 1 283 million as at 31 December 2024 of which 1 135 million concerns provisions for legal risk related to foreign currency mortgage loans in CHF) - details are presented in Note 31.2.

### Litigation against the Bank concerning the free credit sanction

As at 30 June 2025 there were 1 006 proceedings with a total value of PLN 29.2 million in dispute concerning the sanction of a free loan within the meaning of Article 45 of the Act of 12 May 2011 on consumer credit, in which the plaintiffs claim reimbursement of interest and other costs incurred in connection with the conclusion of the loan agreement (as at 31 December 2024 there were 648 proceedings with a total value of PLN 18.5 million). By 30 June 2025, 78 cases were finally concluded, of which in 67 proceedings the judgments were favorable to the Bank and in 11 unfavorable (by 31 December 2024, 53 cases were finally concluded, of which in 47 proceedings the judgments were favorable to the Bank and in 6 unfavorable).

The Bank disputes the validity of the claims raised in these cases. The case law to date has been mostly favorable to the Bank.

### Proceedings of the Office of the Polish Financial Supervision Authority

On 22 November 2023, the Polish Financial Supervision Authority ('KNF') started administrative proceedings against the Bank that might result in a penalty being imposed on the Bank under Article 176i(1)(4) of the Act on trading in financial instruments. The proceedings were discontinued in the second quarter of 2025.

## **Proceedings of the Office of Competition and Consumer Protection**

### Proceedings of the President of the Office of Competition and Consumer Protection regarding irregularities in the area of complaints

In a letter of 10 November 2023, the President of the Office of Competition and Consumer Protection ('UOKiK') initiated proceedings against the Bank regarding the Bank's use of practices violating the collective interests of consumers in relation to the complaint handling procedure.

The Bank submitted an application to the President of the Office of Competition and Consumer Protection with a request for a decision under Article 28 of the Act on competition and consumer protection, so-called commitment decision. As at 30 June 2025, the Bank recognizes a provision in the amount of PLN 98.2 million regarding the implementation of the commitment proposal presented to the President of the Office of Competition and Consumer Protection (provision in the amount of PLN 64.1 million as at 31 December 2024).

### Proceedings of the President of the Office of Competition and Consumer Protection regarding unauthorized transactions

On 8 February 2024, the President of the Office of Competition and Consumer Protection initiated proceedings regarding practices violating the collective interests of consumers regarding unauthorized payment transactions and the failure to return by the D+1 deadline.

As at 30 June 2025, the Bank recognizes a provision in the amount of PLN 48.6 million regarding to the proposal for the implementation of the commitment presented by the Bank to the President of the Office of Competition and Consumer Protection. Due to the fact that the proceedings and conversations with the Office of Competition and Consumer Protection are ongoing, it is possible that the amount of the provision will change in the future.

### Proceedings of the Office of Competition and Consumer Protection regarding irregularities in the application of the so-called credit holidays

By letter dated 21 January 2025, the Office of Competition and Consumer Protection initiated proceedings against the Bank concerning the Bank's use of practices violating the collective interests of consumers in the scope of suspension of loan repayment (so-called credit holidays).

As at 30 June 2025, the Bank recognizes a provision in the amount of PLN 25 million for the implementation of the commitment.

### Explanatory proceedings of the President of the Office of Competition and Consumer Protection regarding antitrust issues

The Office of Competition and Consumer Protection is currently conducting explanatory proceedings against banks aimed at preliminary determination of whether there may have been a violation of the provisions of the Act on the Protection of Competition and Consumers in connection with the assessment of the creditworthiness of customers and the granting of loans or in connection with the activities of payment organizations or banks in the area of determining the amount, settlement or collection of fees related to transactions using ATMs, which could constitute a justification for initiating antitrust proceedings. The Bank is covered by these explanatory proceedings. At the current stage, the Bank has not created a provision for the proceedings.

### Proceedings conducted by the Financial Ombudsman

As at 30 June 2025 the Financial Ombudsman is conducting 75 administrative proceedings against the Bank for failure to respond to customer complaints on time, and the total amount of penalties imposed on the Bank in these proceedings is PLN 0.6 million, of which 0.6 million was paid by the Bank. The current value of the provision recognized is PLN 0.8 million.

## **Financial commitments granted**

Financial commitments granted by entity

	30.06.2025	31.12.2024
Financial commitments granted		
banks	1 663	2 029
customers	60 377	62 995
budget entities	1 296	1 161
<b>Total</b>	<b>63 336</b>	<b>66 185</b>

**Guarantees given**

Guarantees given by entity

	30.06.2025	31.12.2024
Given to banks:	2 433	2 410
guarantees	1 817	1 799
securities' underwriting guarantees	-	-
sureties	579	589
confirmed export letters of credit	37	22
Given to customers:	28 527	28 963
guarantees	15 425	15 386
securities' underwriting guarantees	1 029	1 107
sureties	12 073	12 470
Given to budget entities:	694	328
guarantees	36	33
securities' underwriting guarantees	658	295
<b>Total</b>	<b>31 654</b>	<b>31 701</b>

**Off-balance sheet commitments received**

Off-balance sheet commitments received by entity

	30.06.2025	31.12.2024
Financial received	920	541
banks	707	131
customers	213	410
budget entities	-	-
Guarantees received	42 167	32 896
banks	9 654	11 366
customers	31 423	20 376
budget entities	1 090	1 154
<b>Total</b>	<b>43 087</b>	<b>33 437</b>

Moreover, the Bank has the ability to obtain financing from National Bank of Poland secured securities.

## 30. Related party transactions

The transactions between the Bank and related parties are typical transactions arising from current operating activities conducted by the Bank. Such transactions mainly include loans, deposits, foreign currency transactions and guarantees. These transactions were concluded on terms that did not differ from market terms.

**The credit granting process applicable to the Bank's management and entities related to the Bank**

According to the Banking Act, credit transactions with Members of the Bank's Management Board and Supervisory Board, persons holding managerial positions at the Bank, with the entities related financially or organizationally therewith, shall be effected according to Regulation adopted by the Supervisory Board of the Bank.

The Regulation provides detailed decision-making procedures, applicable to transactions with such persons and entities, also defining the decision-making levels authorized to take decisions. In particular, the transactions with the Members of the Bank's Management Board or Supervisory Board or with an entity related therewith financially or organizationally, are subject to decisions taken by the Bank's Management Board and Supervisory Board.

Members of the Bank's Management Board and entities related therewith financially or organizationally may take advantage of credit products offered by the Bank on standard terms and conditions of the Bank. In particular, the Bank may not offer more advantageous credit interest rates to such persons or entities.

Credit risk assessment is performed using the methodology applied by the Bank, tailored to the client's segment and type of transaction.

In case of entities related to the Bank, the standard credit procedures are applied, with transaction-related decisions taken exclusively at level of the Bank's Head Office.

**Transactions with related party**

Related party transactions as at 30 June 2025

NAME OF ENTITY	RECEIVABLES FROM LOANS AND PLACEMENTS	SECURITIES	RECEIVABLES FROM REVALUATION OF DERIVATIVES	OTHER RECEIVABLES	LIABILITIES FROM LOANS AND DEPOSITS	LIABILITIES FROM REVALUATION OF DERIVATIVES	OTHER LIABILITIES
PZU S.A. – the Bank's parent entity	1	-	-	16	281	1	-
Entities of PZU S.A. Group excluding the Bank Pekao S.A. Group entities	30	-	-	12	705	4	-
<b>Bank Pekao S.A. Group entities</b>							
<b>Subsidiaries</b>							
Pekao Investment Banking S.A.	-	-	-	-	74	-	3
Pekao Leasing Sp. z o.o.	2 680	3 588	10	-	133	2	107
Pekao Faktoring Sp. z o.o.	3 401	334	-	-	237	-	140
Pekao Fundusz Kapitałowy Sp. z o.o. (in liquidation)	-	-	-	-	59	-	-
Centrum Kart S.A.	-	-	-	6	8	-	-
Pekao Financial Services Sp. z o. o.	-	-	-	-	22	-	7
Pekao Bank Hipoteczny S.A.	709	1 230	-	-	3	-	-
Pekao Property S.A. (in liquidation)	-	-	-	-	-	-	6
Pekao Direct Sp. z o.o.	-	-	-	-	30	-	3
Pekao Investment Management S.A.	-	-	-	-	14	-	-
Pekao TFI S.A. (PIM S.A. subsidiary)	-	-	-	-	61	-	6
PEUF Sp. z o.o. (Pekao Leasing Sp. z o.o. subsidiary)	-	-	-	-	15	-	-
<b>Associates</b>							
Krajowy Integrator Płatności S.A.	-	-	-	-	21	-	-
<b>Total of Bank Pekao S.A. Group entities</b>	<b>6 790</b>	<b>5 152</b>	<b>10</b>	<b>6</b>	<b>677</b>	<b>2</b>	<b>272</b>
Key management personnel of the Bank Pekao S.A.	-	-	-	-	2	-	-
<b>Total</b>	<b>6 821</b>	<b>5 152</b>	<b>10</b>	<b>34</b>	<b>1 665</b>	<b>7</b>	<b>272</b>

## Related party transactions as at 31 December 2024

NAME OF ENTITY	RECEIVABLES FROM LOANS AND PLACEMENTS	SECURITIES	RECEIVABLES FROM REVALUATION OF DERIVATIVES	OTHER RECEIVABLES	LIABILITIES FROM LOANS AND DEPOSITS	LIABILITIES FROM REVALUATION OF DERIVATIVES	OTHER LIABILITIES
PZU S.A. – the Bank's parent entity	-	-	-	10	356	-	-
Entities of PZU S.A. Group excluding the Bank Pekao S.A. Group entities	17	-	1	4	555	3	-
<b>Bank Pekao S.A. Group entities</b>							
<b>Subsidiaries</b>							
Pekao Investment Banking S.A.	-	-	-	-	128	-	-
Pekao Leasing Sp. z o.o.	863	3 962	6	-	56	4	-
Pekao Faktoring Sp. z o.o.	1 760	1 465	-	-	142	-	-
Pekao Fundusz Kapitałowy Sp. z o.o. (in liquidation)	-	-	-	-	58	-	-
Centrum Kart S.A.	-	-	-	-	15	-	-
Pekao Financial Services Sp. z o.o.	-	-	-	-	18	-	-
Pekao Bank Hipoteczny S.A.	295	1 129	1	-	5	-	-
Pekao Property S.A. (in liquidation)	-	-	-	-	27	-	-
Pekao Direct Sp. z o.o.	-	-	-	-	20	-	-
Pekao Investment Management S.A.	-	-	-	-	12	-	-
Pekao TFI S.A. (PIM S.A. subsidiary)	-	-	-	-	188	-	-
PEUF Sp. z o.o. (Pekao Leasing Sp. z o.o. subsidiary)	-	-	-	-	15	-	-
<b>Associates</b>							
Krajowy Integrator Płatności S.A.	-	-	-	-	30	-	-
<b>Total of Bank Pekao S.A. Group entities</b>	<b>2 918</b>	<b>6 556</b>	<b>7</b>	<b>-</b>	<b>714</b>	<b>4</b>	<b>-</b>
Key management personnel of the Bank Pekao S.A.	-	-	-	-	2	-	-
<b>Total</b>	<b>2 935</b>	<b>6 556</b>	<b>8</b>	<b>14</b>	<b>1 627</b>	<b>7</b>	<b>-</b>



Income and expenses from transactions with related parties for the period from 1 January 2025 to 30 June 2025

NAME OF ENTITY	INTEREST INCOME	INTEREST EXPENSE	FEE AND COMMISSION INCOME	FEE AND COMMISSION EXPENSE	INCOME FROM DERIVATIVES AND OTHER	EXPENSES FROM DERIVATIVES AND OTHER
PZU S.A. – the Bank's parent entity	(1)	(9)	34	-	1	(9)
Entities of PZU S.A. Group excluding the Bank Pekao S.A. Group entities	-	(15)	27	-	1	(21)
<b>Bank Pekao S.A. Group entities</b>						
<b>Subsidiaries</b>						
Pekao Investment Banking S.A.	-	(2)	-	-	-	-
Pekao Leasing Sp. z o.o.	125	(3)	16	-	5	-
Pekao Faktoring Sp. z o.o.	74	(2)	5	-	-	-
Pekao Fundusz Kapitałowy Sp. z o.o. (in liquidation)	-	(1)	-	-	-	-
Centrum Kart S.A.	-	-	1	-	4	(39)
Pekao Financial Services Sp. z o.o.	-	-	-	-	-	-
Pekao Bank Hipoteczny S.A.	52	-	1	-	3	-
Pekao Direct Sp. z o.o.	-	-	-	(30)	-	(29)
Pekao Property S.A. (in liquidation)	-	(1)	-	-	-	-
Pekao Investment Management S.A.	-	-	-	-	-	-
Pekao TFI S.A. (PIM S.A. subsidiary)	-	(2)	39	-	-	-
PEUF Sp. z o.o. (Pekao Leasing Sp. z o.o. subsidiary)	-	-	-	-	-	-
<b>Associates</b>						
Krajowy Integrator Płatności S.A.	-	-	1	-	-	-
<b>Total of Bank Pekao S.A. Group entities</b>	<b>251</b>	<b>(11)</b>	<b>63</b>	<b>(30)</b>	<b>12</b>	<b>(68)</b>
Key management personnel of the Bank Pekao S.A.	-	-	-	-	-	-
<b>Total</b>	<b>250</b>	<b>(35)</b>	<b>124</b>	<b>(30)</b>	<b>14</b>	<b>(98)</b>

Income and expenses from transactions with related parties for the period from 1 January 2024 to 30 June 2024

NAME OF ENTITY	INTEREST INCOME	INTEREST EXPENSE	FEE AND COMMISSION INCOME	FEE AND COMMISSION EXPENSE	INCOME FROM DERIVATIVES AND OTHER	EXPENSES FROM DERIVATIVES AND OTHER
PZU S.A. – the Bank's parent entity	(1)	(8)	20	-	1	(4)
Entities of PZU S.A. Group excluding the Bank Pekao S.A. Group entities	-	(8)	17	-	1	(30)
<b>Bank Pekao S.A. Group entities</b>						
<b>Subsidiaries</b>						
Pekao Investment Banking S.A.	-	(3)	-	-	-	-
Pekao Leasing Sp. z o.o.	145	(2)	12	-	1	(6)
Pekao Faktoring Sp. z o.o.	86	(1)	6	-	-	-
Pekao Fundusz Kapitałowy Sp. z o.o. (in liquidation)	-	(1)	-	-	-	-
Centrum Kart S.A.	-	-	1	-	4	(38)
Pekao Financial Services Sp. z o.o.	-	-	-	-	-	-
Pekao Bank Hipoteczny S.A.	55	-	1	-	2	-
Pekao Direct Sp. z o.o.	-	-	-	(38)	1	(43)
Pekao Property S.A. (in liquidation)	-	(1)	-	-	-	-
Pekao Investment Management S.A.	-	-	-	-	-	-
Pekao TFI S.A. (PIM S.A. subsidiary)	-	(1)	35	-	-	-
PEUF Sp. z o.o. (Pekao Leasing Sp. z o.o. subsidiary)	-	-	-	-	-	-
<b>Associates</b>						
Krajowy Integrator Płatności S.A.	-	-	1	-	-	-
<b>Total of Bank Pekao S.A. Group entities</b>	<b>286</b>	<b>(9)</b>	<b>56</b>	<b>(38)</b>	<b>8</b>	<b>(87)</b>
Key management personnel of the Bank Pekao S.A.	-	-	-	-	-	-
<b>Total</b>	<b>285</b>	<b>(25)</b>	<b>93</b>	<b>(38)</b>	<b>10</b>	<b>(121)</b>

Off-balance sheet financial liabilities and guarantees as at 30 June 2025

NAME OF ENTITY	GRANTED		RECEIVED	
	FINANCIAL	GUARANTEES	FINANCIAL	GUARANTEES
PZU S.A. – the Bank's parent entity	3	15	-	-
Entities of PZU S.A. Group excluding the Bank Pekao S.A. Group entities	19	10	-	-
<b>Bank Pekao S.A. Group entities</b>				
<b>Subsidiaries</b>				
Pekao Investment Banking S.A.	-	-	-	-
Pekao Leasing Sp. z o.o.	5 266	14 065	-	-
Pekao Faktoring Sp. z o.o.	3 038	4 764	-	-
Centrum Kart S.A.	7	2	-	-
Pekao Financial Services Sp. z o. o.	-	1	-	-
Pekao Bank Hipoteczny S.A.	935	1 300	-	-
Pekao Direct Sp. z o.o.	-	-	-	-
Pekao TFI S.A. (PIM S.A. subsidiary)	-	-	-	-
<b>Associates</b>				
Krajowy Integrator Płatności S.A.	-	2	-	-
<b>Total of Bank Pekao S.A. Group entities</b>	<b>9 246</b>	<b>20 134</b>	<b>-</b>	<b>-</b>
Key management personnel of the Bank Pekao S.A.	-	-	-	-
<b>Total</b>	<b>9 268</b>	<b>20 159</b>	<b>-</b>	<b>-</b>

Off-balance sheet financial liabilities and guarantees as at 31 December 2024

NAME OF ENTITY	GRANTED		RECEIVED	
	FINANCIAL	GUARANTEES	FINANCIAL	GUARANTEES
PZU S.A. – the Bank's parent entity	3	15	-	-
Entities of PZU S.A. Group excluding the Bank Pekao S.A. Group entities	17	10	-	-
<b>Bank Pekao S.A. Group entities</b>				
<b>Subsidiaries</b>				
Pekao Investment Banking S.A.	-	-	-	-
Pekao Leasing Sp. z o.o.	6 159	14 977	-	-
Pekao Faktoring Sp. z o.o.	5 054	4 387	-	-
Centrum Kart S.A.	7	2	-	-
Pekao Financial Services Sp. z o. o.	-	1	-	-
Pekao Bank Hipoteczny S.A.	1 448	1 300	-	-
Pekao Direct Sp. z o.o.	-	-	-	-
Pekao TFI S.A. (PIM S.A. subsidiary)	-	-	-	-
<b>Associates</b>				
Krajowy Integrator Płatności S.A.	-	2	-	-
<b>Total of Bank Pekao S.A. Group entities</b>	<b>12 668</b>	<b>20 669</b>	<b>-</b>	<b>-</b>
Key management personnel of the Bank Pekao S.A.	-	-	-	-
<b>Total</b>	<b>12 688</b>	<b>20 694</b>	<b>-</b>	<b>-</b>

**Transactions with the State Treasury and significant transactions with entities related to the State Treasury**

The Bank's transactions with the State Treasury were mostly related to treasury securities and banking services. These transactions are concluded and settled on terms obtainable by customers who are not related parties. Significant transactions with the State Treasury and its related entities in accordance with the exception contained in IAS 24.25 are presented below (10 largest clients on the assets side, 10 largest clients on the liabilities side and the 10 largest clients with off-balance sheet commitments granted along with the impact of these transactions on the profit and loss account for the first half of 2025 and year 2024).

Significant transactions with the State Treasury and its related entities as at 30 June 2025

NAME OF ENTITY	RECEIVABLES FROM LOANS, ADVANCES AND PLACEMENTS / SECURITIES	INTEREST INCOME AND FEE AND COMMISSION INCOME
State Treasury	69 975	1 495
Entity 1	14 075	456
Entity 2	3 772	53
Entity 3	1 383	25
Entity 4	774	30
Entity 5	545	4
Entity 6	319	12
Entity 7	272	10
Entity 8	198	9
Entity 9	178	7
Entity 10	173	2
<b>Total</b>	<b>91 664</b>	<b>2 103</b>

NAME OF ENTITY	LIABILITIES FROM LOANS AND DEPOSITS	INTEREST EXPENSE
State Treasury	124	(14)
Entity 1	4 964	(93)
Entity 2	4 446	(10)
Entity 3	1 081	(19)
Entity 4	1 044	(9)
Entity 5	968	(16)
Entity 6	905	(22)
Entity 7	675	(11)
Entity 8	548	(10)
Entity 9	506	(9)
Entity 10	493	(3)
<b>Total</b>	<b>15 754</b>	<b>(216)</b>

NAME OF ENTITY	OFF-BALANCE SHEET COMMITMENTS GRANTED	FEE AND COMMISSION INCOME
State Treasury	200	-
Entity 1	2 290	2
Entity 2	1 500	2
Entity 3	1 140	1
Entity 4	1 003	1
Entity 5	731	2
Entity 6	500	1
Entity 7	320	-
Entity 8	256	1
Entity 9	228	1
Entity 10	227	-
<b>Total</b>	<b>8 395</b>	<b>11</b>

**Significant transactions with the State Treasury and its related entities as at 31 December 2024**

NAME OF ENTITY	RECEIVABLES FROM LOANS, ADVANCES AND PLACEMENTS / SECURITIES	INTEREST INCOME AND FEE AND COMMISSION INCOME
State Treasury	55 454	2 021
Entity 1	12 888	632
Entity 2	4 480	112
Entity 3	978	79
Entity 4	847	35
Entity 5	624	10
Entity 6	583	46
Entity 7	417	20
Entity 8	293	34
Entity 9	271	15
Entity 10	230	24
<b>Total</b>	<b>77 065</b>	<b>3 028</b>

NAME OF ENTITY	LIABILITIES FROM LOANS AND DEPOSITS	INTEREST EXPENSE
State Treasury	57	(12)
Entity 1	3 299	(197)
Entity 2	1 243	(66)
Entity 3	1 064	(36)
Entity 4	1 044	(54)
Entity 5	855	(42)
Entity 6	792	(4)
Entity 7	715	(22)
Entity 8	679	(21)
Entity 9	564	(22)
Entity 10	479	(3)
<b>Total</b>	<b>10 791</b>	<b>(479)</b>

NAME OF ENTITY	OFF-BALANCE SHEET COMMITMENTS GRANTED	FEE AND COMMISSION INCOME
State Treasury	200	-
Entity 1	1 689	-
Entity 2	1 275	-
Entity 3	1 123	-
Entity 4	938	-
Entity 5	769	4
Entity 6	513	1
Entity 7	400	-
Entity 8	370	-
Entity 9	244	2
Entity 10	228	-
<b>Total</b>	<b>7 749</b>	<b>7</b>

**Remuneration expenses of the Bank's Management Board and Supervisory Board Members**

	VALUE OF BENEFITS	
	I HALF 2025	I HALF 2024
<b>Management Board of the Bank</b>		
Short-term employee benefits (*)	6	6
Post-employment benefits	-	1
Long-term benefits (**)	1	2
Paid termination benefits	-	2
Share-based payments (***)	2	3
<b>Total</b>	<b>9</b>	<b>14</b>
<b>Supervisory Board of the Bank</b>		
Short-term employee benefits (*)	1	1
<b>Total</b>	<b>1</b>	<b>1</b>

(\*) Short-term employee benefits include: base salary, bonuses and other benefits that will be paid within 12 months from the balance sheet date.

(\*\*) The item 'Other long-term benefit' includes: provisions for deferred bonus payments.

(\*\*\*) The value of share-based payments is a part of Personnel Expenses, recognized according to IFRS 2 during the reporting period in the income statement, representing the settlement of fair value of share options and shares, including phantom shares, granted to the Members of the Bank's Management Board.

The Bank's Management Board and Supervisory Board Members did not receive any remuneration from subsidiaries and associates in the period from 1 January to 30 June 2025 and in the period from 1 January to 30 June 2024.

## 31. Risk management and fair value

### 31.1. Credit risk

The general framework for the risk management, credit risk mitigation methods and rating models did not change substantially compared to those described in the in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024.

Due to the risk:

- related to the ongoing armed conflict in Eastern Europe and its potential consequences for the situation of businesses and consumer sentiment,
- persistently high interest rates, which translates into high debt burdens for certain customer groups,
- the impact on the loan portfolio of the recent economic slowdown, which was one of the strongest in 15 years, excluding the COVID-19 period, based on both macroeconomic data and economic climate surveys,

The Bank identifies increased credit risk, which was included in the estimation of impairment losses on credit exposures according to the principles described in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024.

#### **Changes in the methodology of calculation an expected credit losses**

In the first half of 2025, the Bank did not change its approach to identifying a significant deterioration in credit risk being the basis for qualifying exposures to Stage 2 and the approach regarding classification to Stage 3.

#### *Sensitivity analysis concerning the forecast of the macroeconomic situation*

The Bank estimates probability weighted expected credit losses taking into account 3 macro-economic scenarios:

- baseline (occurring with a probability of 60%),
- upward (occurring with a probability of 5%),
- downward (occurring with a probability of 35%).

The changes in expected credit losses presented in the tables below for exposures without impairment were designated as the difference between the expected credit losses calculated for a specific macroeconomic scenario and expected credit losses calculated taking into account all scenarios macroeconomic factors weighted with the probability of their realization (in accordance with IFRS 9).

30.06.2025	BASELINE SCENARIO	UPWARD SCENARIO	DOWNWARD SCENARIO
Changes in expected credit losses for exposures without impairment (Stages 1 and 2) assuming 100% implementation of the scenario	(206)	(865)	528

31.12.2024	BASELINE SCENARIO	UPWARD SCENARIO	DOWNWARD SCENARIO
Changes in expected credit losses for exposures without impairment (Stages 1 and 2) assuming 100% implementation of the scenario	(209)	(844)	495

#### *Sensitivity analysis of ECL in established changes of PD and RR/LGD parameters*

The tables below present the results of the ECL sensitivity analysis for the assumed changes in PD and RR/LGD parameters carried out separately for exposures subject to individual and group analysis. For the exposures included in the Bank analysis, the PD and recovery rate (1-RR=LGD) increase and decrease by 1% and 5% scenario were presented compared to the values used to calculate the expected credit loss as of date 30 June 2025 and 31 December 2024. For the exposures analyzed individually, the estimated impact is presented as a reduction of recoveries from collaterals included in the debt collection scenario by 10%.

Changes in impairment allowances level (ECL) in different scenarios of changing the influencing parameters for the calculation of write-offs.

30.06.2025 DELTA PARAMETER	SCENARIO		
	GROUP ANALYSIS		INDIVIDUAL ANALYSIS
	PD CHANGE	RECOVERY RATE CHANGE (1-LGD)	DEBT COLLECTION CHANGE
-10.0%	n/a	n/a	55.9
-5.0%	(72.7)	180.5	n/a
-1.0%	(15.7)	36.1	n/a
1.0%	15.5	(36.1)	n/a
5.0%	76.1	(180.5)	n/a

31.12.2024 DELTA PARAMETER	SCENARIO		
	GROUP ANALYSIS		INDIVIDUAL ANALYSIS
	PD CHANGE	RECOVERY RATE CHANGE (1-LGD)	DEBT COLLECTION CHANGE
-10.0%	n/a	n/a	56.3
-5.0%	(72.6)	185.6	n/a
-1.0%	(14.8)	37.1	n/a
1.0%	13.9	(37.1)	n/a
5.0%	76.6	(185.6)	n/a



The tables below present the level of allowances for expected credit losses gross carrying amount of financial assets not measured at fair value through profit or loss by class of financial assets and the level of provisions for undrawn credit facilities and guarantees given and the nominal value of off-balance sheet commitments granted.

30.06.2025	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	TOTAL
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
LOANS AND ADVANCES TO BANKS AND CENTRAL BANKS MEASURED AT AMORTISED COST (*)						
Gross carrying amount	15 207	-	43	-	-	15 250
Allowances for expected credit losses	(18)	-	-	-	-	(18)
Carrying amount	15 189	-	43	-	-	15 232
LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST						
Gross carrying amount	143 175	17 948	2 829	2 981	1 056	167 989
Allowances for expected credit losses	(650)	(903)	(1 616)	(2 154)	(174)	(5 497)
Carrying amount	142 525	17 045	1 213	827	882	162 492
LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (**)						
Gross carrying amount	50	191	-	-	-	241
Allowances for expected credit losses	-	(11)	-	-	-	(11)
DEBT SECURITIES MEASURED AT AMORTISED COST						
Gross carrying amount	106 590	375	-	-	57	107 022
Allowances for expected credit losses	(74)	(11)	-	-	(45)	(130)
Carrying amount	106 516	364	-	-	12	106 892
DEBT SECURITIES MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (**)						
Gross carrying amount	19 912	11	-	-	-	19 923
Allowances for expected credit losses	(48)	-	-	-	-	(48)
OFF-BALANCE SHEET COMMITMENTS						
Nominal amount	89 603	4 898	452	34	3	94 990
Provisions for off-balance sheet commitments and quarantees given	(175)	(120)	(161)	(21)	(2)	(479)

(\*) Applies to loans and advances to banks and the Central Bank presented in the statement of financial position in the items 'Cash and cash equivalents' and 'Loans and advances to banks'.

(\*\*) Allowances for expected credit losses related to loans and advances to customers measured at fair value through other comprehensive income and debt securities measured at fair value through other comprehensive income is included in the item 'Revaluation reserves' and does not reduce their carrying amount.

31.12.2024	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)	PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	TOTAL
		INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
<b>LOANS AND ADVANCES TO BANKS AND CENTRAL BANKS MEASURED AT AMORTISED COST (*)</b>					
Gross carrying amount	10 125	-	48	-	10 173
Allowances for expected credit losses	(10)	-	-	-	(10)
<b>Carrying amount</b>	<b>10 115</b>	<b>-</b>	<b>48</b>	<b>-</b>	<b>10 163</b>
<b>LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST</b>					
Gross carrying amount	133 681	18 369	2 570	3 053	158 628
Allowances for expected credit losses	(615)	(918)	(1 410)	(2 185)	(5 286)
<b>Carrying amount</b>	<b>133 066</b>	<b>17 451</b>	<b>1 160</b>	<b>868</b>	<b>153 342</b>
<b>LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (**)</b>					
Gross carrying amount	297	-	-	-	297
Allowances for expected credit losses	(3)	-	-	-	(3)
<b>DEBT SECURITIES MEASURED AT AMORTISED COST</b>					
Gross carrying amount	114 916	141	-	64	115 121
Allowances for expected credit losses	(70)	(4)	-	(43)	(117)
<b>Carrying amount</b>	<b>114 846</b>	<b>137</b>	<b>-</b>	<b>21</b>	<b>115 004</b>
<b>DEBT SECURITIES MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (**)</b>					
Gross carrying amount	19 614	14	-	-	19 628
Allowances for expected credit losses	(43)	(1)	-	-	(44)
<b>OFF-BALANCE SHEET COMMITMENTS</b>					
Nominal amount	92 577	4 795	473	32	97 886
Provisions for off-balance sheet commitments and guarantees given	(160)	(118)	(219)	(18)	(519)

(\*) Applies to loans and advances to banks and the Central Bank presented in the statement of financial position in the items 'Cash and cash equivalents' and 'Loans and advances to banks'.

(\*\*) Allowances for expected credit losses related to loans and advances to customers measured at fair value through other comprehensive income and debt securities measured at fair value through other comprehensive income is included in the item 'Revaluation reserves' and does not reduce their carrying amount.

The tables below present the changes in allowances for expected credit losses and gross carrying amount of financial assets not measured at fair value through profit or loss by classes of financial assets.

	LOANS AND ADVANCES TO BANKS AND CENTRAL BANKS MEASURED AT AMORTISED COST (*)					TOTAL
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
GROSS CARRYING AMOUNT						
GROSS CARRYING AMOUNT AS AT 1.01.2025	10 125	-	48	-	-	10 173
Transfer to Stage 1	-	-	-	-	-	-
Transfer to Stage 2	-	-	-	-	-	-
Transfer to Stage 3	-	-	-	-	-	-
New / purchased / granted financial assets	7 280	-	-	-	-	7 280
Financial assets derecognised, other than write-offs (repayments)	(2 203)	-	(5)	-	-	(2 208)
Financial assets written off	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	5	-	-	-	-	5
GROSS CARRYING AMOUNT AS AT 30.06.2025	15 207	-	43	-	-	15 250
ALLOWANCES FOR EXPECTED CREDIT LOSSES						
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2025	10	-	-	-	-	10
Changes in balances included in the income statement (table in the Note 10)	8	-	-	-	-	8
New / purchased / granted financial assets	3	-	-	-	-	3
Financial assets derecognised, other than write-offs (repayments)	(2)	-	-	-	-	(2)
Changes in level of credit risk (excluding the transfers between the Stages)	7	-	-	-	-	7
Transfer to Stage 1	-	-	-	-	-	-
Transfer to Stage 2	-	-	-	-	-	-
Transfer to Stage 3	-	-	-	-	-	-
Financial assets written off	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	-	-	-	-	-	-
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 30.06.2025	18	-	-	-	-	18

(\*) Receivables from the Central Bank include a current account and deposits.

	LOANS AND ADVANCES TO BANKS AND CENTRAL BANKS MEASURED AT AMORTISED COST (*)					TOTAL
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
GROSS CARRYING AMOUNT						
GROSS CARRYING AMOUNT AS AT 1.01.2024	11 217	13	60	-	-	11 290
Transfer to Stage 1	-	-	-	-	-	-
Transfer to Stage 2	-	-	-	-	-	-
Transfer to Stage 3	-	-	-	-	-	-
New / purchased / granted financial assets	1 985	-	-	-	-	1 985
Financial assets derecognised, other than write-offs (repayments)	(2 997)	(13)	(11)	-	-	(3 021)
Financial assets written off	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	(80)	-	(1)	-	-	(81)
GROSS CARRYING AMOUNT AS AT 31.12.2024	10 125	-	48	-	-	10 173
ALLOWANCES FOR EXPECTED CREDIT LOSSES						
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2024	18	-	-	-	-	18
Changes in balances included in the income statement	(7)	-	-	-	-	(7)
New / purchased / granted financial assets	2	-	-	-	-	2
Financial assets derecognised, other than write-offs (repayments)	(5)	-	-	-	-	(5)
Changes in level of credit risk (excluding the transfers between the Stages)	(4)	-	-	-	-	(4)
Transfer to Stage 1	-	-	-	-	-	-
Transfer to Stage 2	-	-	-	-	-	-
Transfer to Stage 3	-	-	-	-	-	-
Financial assets written off	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	(1)	-	-	-	-	(1)
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 31.12.2024	10	-	-	-	-	10

(\*) Receivables from the Central Bank include a current account and deposits.

TOTAL	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST						LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME		
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	TOTAL	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	TOTAL
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT					
<b>GROSS CARRYING AMOUNT</b>									
<b>GROSS CARRYING AMOUNT AS AT 1.01.2025</b>	<b>133 681</b>	<b>18 369</b>	<b>2 570</b>	<b>3 053</b>	<b>955</b>	<b>158 628</b>	<b>297</b>	<b>-</b>	<b>297</b>
Transfer to Stage 1	4 584	(4 566)	-	(18)	-	-	-	-	-
Transfer to Stage 2	(6 608)	6 714	(29)	(77)	-	-	(191)	191	-
Transfer to Stage 3	(178)	(719)	480	417	-	-	-	-	-
New / purchased / granted financial assets	37 551	-	-	-	332	37 883	93	-	93
Financial assets derecognised, other than write-offs (repayments)	(25 575)	(1 938)	(192)	(443)	(358)	(28 506)	(141)	-	(141)
Financial assets written off (*)	-	-	(122)	(266)	(7)	(395)	-	-	-
Modifications not resulting in derecognition	(2)	-	-	-	-	(2)	-	-	-
Legal risk costs for mortgage loans in CHF	-	29	-	58	-	87	-	-	-
Other, in this changes resulting from exchange rates	(278)	59	122	257	134	294	(8)	-	(8)
<b>GROSS CARRYING AMOUNT AS AT 30.06.2025</b>	<b>143 175</b>	<b>17 948</b>	<b>2 829</b>	<b>2 981</b>	<b>1 056</b>	<b>167 989</b>	<b>50</b>	<b>191</b>	<b>241</b>
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES (**)</b>									
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2025</b>	<b>615</b>	<b>918</b>	<b>1 410</b>	<b>2 185</b>	<b>158</b>	<b>5 286</b>	<b>3</b>	<b>-</b>	<b>3</b>
Changes in balances included in the income statement (table in the Note 10)	(59)	138	192	171	(54)	388	6	3	9
New / purchased / granted financial assets	165	-	-	-	32	197	6	-	6
Financial assets derecognised, other than write-offs (repayments)	(45)	(42)	(18)	(27)	(26)	(158)	-	-	-
Changes in level of credit risk (excluding the transfers between the Stages)	(179)	180	210	198	(60)	349	-	3	3
Transfer to Stage 1	195	(191)	-	(4)	-	-	-	-	-
Transfer to Stage 2	(89)	124	(2)	(33)	-	-	(7)	7	-
Transfer to Stage 3	(10)	(97)	44	63	-	-	-	-	-
Financial assets written off (*)	-	-	(122)	(266)	(7)	(395)	-	-	-
Other, in this changes resulting from exchange rates	(2)	11	94	38	77	218	(2)	1	(1)
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 30.06.2025</b>	<b>650</b>	<b>903</b>	<b>1 616</b>	<b>2 154</b>	<b>174</b>	<b>5 497</b>	<b>-</b>	<b>11</b>	<b>11</b>

(\*) Including the value of contractual interest subject to partial write-off in the amount of PLN 321 million.

(\*\*) The allowances for expected credit losses for loans and advances to customers measured at fair value through other comprehensive income is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the loan.

The total value of undiscounted expected credit losses at the time of initial recognition of financial assets purchased or originated credit impaired in the period ended 30 June 2025 amounted to PLN 118 million.

TOTAL	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST						LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME		
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	TOTAL	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	TOTAL
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT					
<b>GROSS CARRYING AMOUNT</b>									
<b>GROSS CARRYING AMOUNT AS AT 1.01.2024</b>	<b>124 178</b>	<b>16 311</b>	<b>2 848</b>	<b>3 400</b>	<b>544</b>	<b>147 281</b>	<b>133</b>	<b>-</b>	<b>133</b>
Transfer to Stage 1	3 768	(3 716)	-	(52)	-	-	-	-	-
Transfer to Stage 2	(10 633)	10 792	(10)	(149)	-	-	-	-	-
Transfer to Stage 3	(687)	(1 492)	1 393	786	-	-	-	-	-
New / purchased / granted financial assets	51 604	-	-	-	435	52 039	161	-	161
Financial assets derecognised, other than write-offs (repayments)	(34 327)	(3 821)	(1 407)	(872)	(277)	(40 704)	-	-	-
Financial assets written off (*)	-	-	(287)	(502)	(36)	(825)	-	-	-
Modifications not resulting in derecognition	(3)	-	-	-	-	(3)	-	-	-
Legal risk costs for mortgage loans in CHF	-	320	-	(28)	(3)	289	-	-	-
Other, in this changes resulting from exchange rates	(219)	(25)	33	470	292	551	3	-	3
<b>GROSS CARRYING AMOUNT AS AT 31.12.2024</b>	<b>133 681</b>	<b>18 369</b>	<b>2 570</b>	<b>3 053</b>	<b>955</b>	<b>158 628</b>	<b>297</b>	<b>-</b>	<b>297</b>
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES (**)</b>									
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2024</b>	<b>773</b>	<b>856</b>	<b>1 975</b>	<b>2 235</b>	<b>33</b>	<b>5 872</b>	<b>1</b>	<b>-</b>	<b>1</b>
Changes in balances included in the income statement	(250)	549	277	172	(43)	705	2	-	2
New / purchased / granted financial assets	377	-	-	-	7	384	2	-	2
Financial assets derecognised, other than write-offs (repayments)	(90)	(49)	(63)	(57)	(18)	(277)	-	-	-
Changes in level of credit risk (excluding the transfers between the Stages)	(537)	598	340	229	(32)	598	-	-	-
Transfer to Stage 1	280	(272)	-	(8)	-	-	-	-	-
Transfer to Stage 2	(141)	205	-	(64)	-	-	-	-	-
Transfer to Stage 3	(74)	(261)	217	118	-	-	-	-	-
Financial assets written off (*)	-	-	(287)	(502)	(36)	(825)	-	-	-
Other, in this changes resulting from exchange rates	27	(159)	(772)	234	204	(466)	-	-	-
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 31.12.2024</b>	<b>615</b>	<b>918</b>	<b>1 410</b>	<b>2 185</b>	<b>158</b>	<b>5 286</b>	<b>3</b>	<b>-</b>	<b>3</b>

(\*) Including the value of contractual interest subject to partial write-off in the amount of PLN 550 million.

(\*\*) The allowances for expected credit losses for loans and advances to customers measured at fair value through other comprehensive income is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the loan.

The total value of undiscounted expected credit losses at the time of initial recognition of financial assets purchased or originated credit impaired in the period ended 31 December 2024 amounted to PLN 569 million.

CORPORATE	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST						LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME		
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	INDIVIDUAL ASSESSMENT	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED) GROUP ASSESSMENT	PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	TOTAL	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	TOTAL
<b>GROSS CARRYING AMOUNT</b>									
<b>GROSS CARRYING AMOUNT AS AT 1.01.2025</b>	<b>62 363</b>	<b>9 181</b>	<b>2 524</b>	<b>1 177</b>	<b>777</b>	<b>76 022</b>	<b>297</b>	<b>-</b>	<b>297</b>
Transfer to Stage 1	2 331	(2 321)	-	(10)	-	-	-	-	-
Transfer to Stage 2	(4 416)	4 458	(29)	(13)	-	-	(191)	191	-
Transfer to Stage 3	(103)	(521)	481	143	-	-	-	-	-
New / purchased / granted financial assets	27 844	-	-	-	307	28 151	93	-	93
Financial assets derecognised, other than write-offs (repayments)	(18 415)	(1 178)	(187)	(149)	(326)	(20 255)	(141)	-	(141)
Financial assets written off	-	-	(117)	(113)	(7)	(237)	-	-	-
Modifications not resulting in derecognition	(2)	-	-	-	-	(2)	-	-	-
Other, in this changes resulting from exchange rates	(234)	(35)	120	138	113	102	(8)	-	(8)
<b>GROSS CARRYING AMOUNT AS AT 30.06.2025</b>	<b>69 368</b>	<b>9 584</b>	<b>2 792</b>	<b>1 173</b>	<b>864</b>	<b>83 781</b>	<b>50</b>	<b>191</b>	<b>241</b>
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES (*)</b>									
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2025</b>	<b>434</b>	<b>336</b>	<b>1 380</b>	<b>890</b>	<b>180</b>	<b>3 220</b>	<b>4</b>	<b>2</b>	<b>6</b>
Changes in balances included in the income statement (table in the Note 10)	53	91	196	60	(34)	366	6	3	9
New / purchased / granted financial assets	131	-	-	-	30	161	6	-	6
Financial assets derecognised, other than write-offs (repayments)	(30)	(21)	(18)	(8)	(23)	(100)	-	-	-
Changes in level of credit risk (excluding the transfers between the Stages)	(48)	112	214	68	(41)	305	-	3	3
Transfer to Stage 1	64	(63)	-	(1)	-	-	-	-	-
Transfer to Stage 2	(70)	76	(2)	(4)	-	-	(7)	7	-
Transfer to Stage 3	(6)	(47)	44	9	-	-	-	-	-
Financial assets written off	-	-	(117)	(113)	(7)	(237)	-	-	-
Other, in this changes resulting from exchange rates	(1)	(5)	94	40	67	195	(3)	(1)	(4)
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 30.06.2025</b>	<b>474</b>	<b>388</b>	<b>1 595</b>	<b>881</b>	<b>206</b>	<b>3 544</b>	<b>-</b>	<b>11</b>	<b>11</b>

(\*) The allowances for expected credit losses for loans and advances to customers measured at fair value through other comprehensive income is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the loan.

CORPORATE	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST						LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME		
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	TOTAL	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	TOTAL
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT					
<b>GROSS CARRYING AMOUNT</b>									
<b>GROSS CARRYING AMOUNT AS AT 1.01.2024</b>	<b>57 681</b>	<b>7 553</b>	<b>2 826</b>	<b>1 322</b>	<b>461</b>	<b>69 843</b>	<b>133</b>	<b>-</b>	<b>133</b>
Transfer to Stage 1	1 549	(1 530)	-	(19)	-	-	-	-	-
Transfer to Stage 2	(6 417)	6 444	(10)	(17)	-	-	-	-	-
Transfer to Stage 3	(487)	(1 147)	1 372	262	-	-	-	-	-
New / purchased / granted financial assets	32 938	-	-	-	344	33 282	161	-	161
Financial assets derecognised, other than write-offs (repayments)	(22 783)	(2 152)	(1 407)	(371)	(236)	(26 949)	-	-	-
Financial assets written off	-	-	(283)	(238)	(36)	(557)	-	-	-
Modifications not resulting in derecognition	(2)	-	-	-	-	(2)	-	-	-
Other, in this changes resulting from exchange rates	(116)	13	26	238	244	405	3	-	3
<b>GROSS CARRYING AMOUNT AS AT 31.12.2024</b>	<b>62 363</b>	<b>9 181</b>	<b>2 524</b>	<b>1 177</b>	<b>777</b>	<b>76 022</b>	<b>297</b>	<b>-</b>	<b>297</b>
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES (*)</b>									
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2024</b>	<b>583</b>	<b>285</b>	<b>1 951</b>	<b>888</b>	<b>55</b>	<b>3 762</b>	<b>1</b>	<b>-</b>	<b>1</b>
Changes in balances included in the income statement	(42)	199	275	35	(22)	445	5	-	5
New / purchased / granted financial assets	224	-	-	-	6	230	5	-	5
Financial assets derecognised, other than write-offs (repayments)	(62)	(17)	(63)	(9)	(14)	(165)	-	-	-
Changes in level of credit risk (excluding the transfers between the Stages)	(204)	216	338	44	(14)	380	-	-	-
Transfer to Stage 1	67	(66)	-	(1)	-	-	-	-	-
Transfer to Stage 2	(120)	124	-	(4)	-	-	(2)	2	-
Transfer to Stage 3	(55)	(177)	213	19	-	-	-	-	-
Financial assets written off	-	-	(283)	(238)	(36)	(557)	-	-	-
Other, in this changes resulting from exchange rates	1	(29)	(776)	191	183	(430)	-	-	-
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 31.12.2024</b>	<b>434</b>	<b>336</b>	<b>1 380</b>	<b>890</b>	<b>180</b>	<b>3 220</b>	<b>4</b>	<b>2</b>	<b>6</b>

(\*) The allowances for expected credit losses for loans and advances to customers measured at fair value through other comprehensive income is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the loan.



MORTGAGE LOANS TO INDIVIDUAL CLIENTS	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST					TOTAL
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT-IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT-IMPAIRED (POCI)	
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
GROSS CARRYING AMOUNT						
GROSS CARRYING AMOUNT AS AT 1.01.2025	58 490	7 549	8	801	135	66 983
Transfer to Stage 1	1 926	(1 924)	-	(2)	-	-
Transfer to Stage 2	(1 434)	1 475	-	(41)	-	-
Transfer to Stage 3	(17)	(93)	(1)	111	-	-
New / purchased / granted financial assets	5 064	-	-	-	20	5 084
Financial assets derecognised, other than write-offs (repayments)	(4 052)	(454)	-	(87)	(13)	(4 606)
Financial assets written off	-	-	(3)	(65)	-	(68)
Modifications not resulting in derecognition	-	-	-	-	-	-
Legal risk costs for mortgage loans in CHF	-	29	-	56	-	85
Other, in this changes resulting from exchange rates	(130)	81	1	59	11	22
GROSS CARRYING AMOUNT AS AT 30.06.2025	59 847	6 663	5	832	153	67 500
ALLOWANCES FOR EXPECTED CREDIT LOSSES						
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2025	52	353	6	465	(18)	858
Changes in balances included in the income statement (table in the Note 10)	(98)	(1)	(2)	69	(9)	(41)
New / purchased / granted financial assets	1	-	-	-	1	2
Financial assets derecognised, other than write-offs (repayments)	(2)	(8)	-	(8)	(2)	(20)
Changes in level of credit risk (excluding the transfers between the Stages)	(97)	7	(2)	77	(8)	(23)
Transfer to Stage 1	95	(94)	-	(1)	-	-
Transfer to Stage 2	-	16	-	(16)	-	-
Transfer to Stage 3	-	(14)	(1)	15	-	-
Financial assets written off	-	-	(3)	(65)	-	(68)
Other, in this changes resulting from exchange rates	-	18	3	36	3	60
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 30.06.2025	49	278	3	503	(24)	809

MORTGAGE LOANS TO INDIVIDUAL CLIENTS	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST					TOTAL
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT-IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT-IMPAIRED (POCI)	
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
GROSS CARRYING AMOUNT						
GROSS CARRYING AMOUNT AS AT 1.01.2024	55 294	6 924	3	893	44	63 158
Transfer to Stage 1	1 790	(1 770)	-	(20)	-	-
Transfer to Stage 2	(3 244)	3 341	-	(97)	-	-
Transfer to Stage 3	(38)	(165)	4	199	-	-
New / purchased / granted financial assets	11 575	-	-	-	78	11 653
Financial assets derecognised, other than write-offs (repayments)	(6 876)	(1 052)	-	(185)	(13)	(8 126)
Financial assets written off	-	-	(1)	(89)	-	(90)
Modifications not resulting in derecognition	(1)	-	-	-	-	(1)
Legal risk costs for mortgage loans in CHF	-	320	-	(29)	(3)	288
Other, in this changes resulting from exchange rates	(10)	(49)	2	129	29	101
GROSS CARRYING AMOUNT AS AT 31.12.2024	58 490	7 549	8	801	135	66 983
ALLOWANCES FOR EXPECTED CREDIT LOSSES						
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2024	59	311	3	503	(12)	864
Changes in balances included in the income statement	(151)	269	-	4	(15)	107
New / purchased / granted financial assets	34	-	-	-	(2)	32
Financial assets derecognised, other than write-offs (repayments)	(4)	(7)	-	(28)	(2)	(41)
Changes in level of credit risk (excluding the transfers between the Stages)	(181)	276	-	32	(11)	116
Transfer to Stage 1	124	(122)	-	(2)	-	-
Transfer to Stage 2	-	40	-	(40)	-	-
Transfer to Stage 3	(1)	(25)	3	23	-	-
Financial assets written off	-	-	(1)	(89)	-	(90)
Other, in this changes resulting from exchange rates	21	(120)	1	66	9	(23)
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 31.12.2024	52	353	6	465	(18)	858

OTHER LOANS AND ADVANCE TO INDIVIDUAL CLIENTS	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST					TOTAL
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT-IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT-IMPAIRED (POCI)	
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
GROSS CARRYING AMOUNT						
GROSS CARRYING AMOUNT AS AT 1.01.2025	11 733	1 547	21	1 075	43	14 419
Transfer to Stage 1	325	(320)	-	(5)	-	-
Transfer to Stage 2	(757)	780	-	(23)	-	-
Transfer to Stage 3	(58)	(105)	-	163	-	-
New / purchased / granted financial assets	4 544	-	-	-	5	4 549
Financial assets derecognised, other than write-offs (repayments)	(3 003)	(299)	-	(207)	(19)	(3 528)
Financial assets written off	-	-	(1)	(88)	-	(89)
Modifications not resulting in derecognition	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	89	13	1	63	11	177
GROSS CARRYING AMOUNT AS AT 30.06.2025	12 873	1 616	21	978	40	15 528
ALLOWANCES FOR EXPECTED CREDIT LOSSES						
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2025	127	227	19	833	(3)	1 203
Changes in balances included in the income statement (table in the Note 10)	(13)	48	-	41	(10)	66
New / purchased / granted financial assets	35	-	-	-	1	36
Financial assets derecognised, other than write-offs (repayments)	(13)	(13)	-	(11)	(1)	(38)
Changes in level of credit risk (excluding the transfers between the Stages)	(35)	61	-	52	(10)	68
Transfer to Stage 1	36	(34)	-	(2)	-	-
Transfer to Stage 2	(19)	31	-	(12)	-	-
Transfer to Stage 3	(3)	(36)	-	39	-	-
Financial assets written off	-	-	(1)	(88)	-	(89)
Other, in this changes resulting from exchange rates	2	(1)	1	(49)	7	(40)
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 30.06.2025	130	235	19	762	(6)	1 140

OTHER LOANS AND ADVANCE TO INDIVIDUAL CLIENTS	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST					TOTAL
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
GROSS CARRYING AMOUNT						
GROSS CARRYING AMOUNT AS AT 1.01.2024	10 465	1 726	19	1 180	36	13 426
Transfer to Stage 1	428	(415)	-	(13)	-	-
Transfer to Stage 2	(925)	960	-	(35)	-	-
Transfer to Stage 3	(160)	(164)	-	324	-	-
New / purchased / granted financial assets	6 403	-	-	-	13	6 416
Financial assets derecognised, other than write-offs (repayments)	(4 287)	(570)	-	(316)	(27)	(5 200)
Financial assets written off	-	-	(3)	(175)	-	(178)
Modifications not resulting in derecognition	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	(191)	10	5	110	21	(45)
GROSS CARRYING AMOUNT AS AT 31.12.2024	11 733	1 547	21	1 075	43	14 419
ALLOWANCES FOR EXPECTED CREDIT LOSSES						
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2024	128	255	19	846	(10)	1 238
Changes in balances included in the income statement	(56)	82	-	133	(6)	153
New / purchased / granted financial assets	118	-	-	-	3	121
Financial assets derecognised, other than write-offs (repayments)	(23)	(25)	-	(20)	(2)	(70)
Changes in level of credit risk (excluding the transfers between the Stages)	(151)	107	-	153	(7)	102
Transfer to Stage 1	88	(84)	-	(4)	-	-
Transfer to Stage 2	(20)	40	-	(20)	-	-
Transfer to Stage 3	(19)	(58)	-	77	-	-
Financial assets written off	-	-	(3)	(175)	-	(178)
Other, in this changes resulting from exchange rates	6	(8)	3	(24)	13	(10)
ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 31.12.2024	127	227	19	833	(3)	1 203

	DEBT SECURITIES MEASURED AT AMORTISED COST (*)					DEBT SECURITIES MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (*)		
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED) INDIVIDUAL ASSESSMENT	PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	TOTAL	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	TOTAL
<b>GROSS CARRYING AMOUNT</b>								
<b>GROSS CARRYING AMOUNT AS AT 1.01.2025</b>	<b>114 916</b>	<b>141</b>	<b>-</b>	<b>64</b>	<b>115 121</b>	<b>19 614</b>	<b>14</b>	<b>19 628</b>
Transfer to Stage 1	4	(4)	-	-	-	1	(1)	-
Transfer to Stage 2	(241)	241	-	-	-	(1)	1	-
Transfer to Stage 3	-	-	-	-	-	-	-	-
New / purchased / granted financial assets	83 222	-	-	-	83 222	279 471	-	279 471
Financial assets derecognised, other than write-offs (repayments)	(90 694)	(3)	-	(6)	(90 703)	(279 417)	(3)	(279 420)
Financial assets written off	-	-	-	-	-	-	-	-
Modifications not resulting in derecognition	-	-	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	(617)	-	-	(1)	(618)	244	-	244
<b>GROSS CARRYING AMOUNT AS AT 30.06.2025</b>	<b>106 590</b>	<b>375</b>	<b>-</b>	<b>57</b>	<b>107 022</b>	<b>19 912</b>	<b>11</b>	<b>19 923</b>
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES (**)</b>								
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2025</b>	<b>70</b>	<b>4</b>	<b>-</b>	<b>43</b>	<b>117</b>	<b>43</b>	<b>1</b>	<b>44</b>
Changes in balances included in the income statement (table in the Note 10)	5	-	-	-	5	12	-	12
New / purchased / granted financial assets	11	-	-	-	11	15	-	15
Financial assets derecognised, other than write-offs (repayments)	(6)	-	-	-	(6)	(3)	-	(3)
Changes in level of credit risk (excluding the transfers between the Stages)	-	-	-	-	-	-	-	-
Transfer to Stage 1	-	-	-	-	-	-	-	-
Transfer to Stage 2	(7)	7	-	-	-	-	-	-
Transfer to Stage 3	-	-	-	-	-	-	-	-
Financial assets written off	-	-	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	6	-	-	2	8	(7)	(1)	(8)
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 30.06.2025</b>	<b>74</b>	<b>11</b>	<b>-</b>	<b>45</b>	<b>130</b>	<b>48</b>	<b>-</b>	<b>48</b>

(\*) Debt securities presented in the statement of financial position under 'Securities' and 'Assets pledged as security for liabilities'.

(\*\*) The allowances for expected credit losses for debt securities measured at fair value through other comprehensive income is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the securities.

	DEBT SECURITIES MEASURED AT AMORTISED COST (*)					DEBT SECURITIES MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (*)		
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED) INDIVIDUAL ASSESSMENT	PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	TOTAL	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	TOTAL
<b>GROSS CARRYING AMOUNT</b>								
<b>GROSS CARRYING AMOUNT AS AT 1.01.2024</b>	<b>92 570</b>	<b>83</b>	<b>-</b>	<b>53</b>	<b>92 706</b>	<b>23 146</b>	<b>38</b>	<b>23 184</b>
Transfer to Stage 1	20	(20)	-	-	-	31	(31)	-
Transfer to Stage 2	(100)	100	-	-	-	(9)	9	-
Transfer to Stage 3	-	-	-	-	-	-	-	-
New / purchased / granted financial assets	348 934	-	-	-	348 934	1 065 171	-	1 065 171
Financial assets derecognised, other than write-offs (repayments)	(328 014)	(19)	-	-	(328 033)	(1 069 310)	(2)	(1 069 312)
Financial assets written off	-	-	-	-	-	-	-	-
Modifications not resulting in derecognition	-	-	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	1 506	(3)	-	11	1 514	585	-	585
<b>GROSS CARRYING AMOUNT AS AT 31.12.2024</b>	<b>114 916</b>	<b>141</b>	<b>-</b>	<b>64</b>	<b>115 121</b>	<b>19 614</b>	<b>14</b>	<b>19 628</b>
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES (**)</b>								
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 1.01.2024</b>	<b>82</b>	<b>3</b>	<b>-</b>	<b>28</b>	<b>113</b>	<b>66</b>	<b>1</b>	<b>67</b>
Changes in balances included in the income statement	(10)	(1)	-	-	(11)	(21)	(1)	(22)
New / purchased / granted financial assets	18	-	-	-	18	20	-	20
Financial assets derecognised, other than write-offs (repayments)	(9)	-	-	-	(9)	(20)	-	(20)
Changes in level of credit risk (excluding the transfers between the Stages)	(19)	(1)	-	-	(20)	(21)	(1)	(22)
Transfer to Stage 1	-	-	-	-	-	-	-	-
Transfer to Stage 2	(3)	3	-	-	-	-	-	-
Transfer to Stage 3	-	-	-	-	-	-	-	-
Financial assets written off	-	-	-	-	-	-	-	-
Other, in this changes resulting from exchange rates	1	(1)	-	15	15	(2)	1	(1)
<b>ALLOWANCES FOR EXPECTED CREDIT LOSSES AS AT 31.12.2024</b>	<b>70</b>	<b>4</b>	<b>-</b>	<b>43</b>	<b>117</b>	<b>43</b>	<b>1</b>	<b>44</b>

(\*) Debt securities presented in the statement of financial position under 'Securities' and 'Assets pledged as security for liabilities'.

(\*\*) The allowances for expected credit losses for debt securities measured at fair value through other comprehensive income is included in the 'Revaluation reserve' item and does not reduce the carrying amount of the securities.

The tables below present changes in provision for off – balance sheet commitments and guarantees given and nominal value of off-balance sheet commitments granted.

	OFF-BALANCE SHEET COMMITMENTS GRANTED					TOTAL
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
NOMINAL VALUE						
NOMINAL VALUE AS AT 1.01.2025	92 572	4 800	473	32	9	97 886
Transfer to Stage 1	1 988	(1 986)	-	(2)	-	-
Transfer to Stage 2	(3 102)	3 103	-	(1)	-	-
Transfer to Stage 3	(65)	(49)	102	12	-	-
New / acquired off-balance sheet commitments	22 319	-	-	-	-	22 319
Extinguished off-balance sheet commitments	(14 869)	(879)	(109)	(4)	(5)	(15 866)
Changes in the level of available off-balance sheet commitments	(8 942)	(84)	(13)	(3)	(1)	(9 043)
Other, in this changes resulting from exchange rates	(298)	(7)	(1)	-	-	(306)
NOMINAL VALUE AS AT 30.06.2025	89 603	4 898	452	34	3	94 990
PROVISIONS FOR OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES GIVEN						
PROVISIONS FOR OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES GIVEN AS AT 1.01.2025	160	118	219	18	4	519
Changes in balances included in the income statement (table in the Note 10)	21	22	(77)	1	(2)	(35)
New / acquired off-balance sheet commitments	84	-	-	-	-	84
Extinguished off-balance sheet commitments	(10)	(15)	(51)	(2)	(2)	(80)
Changes in level of credit risk (excluding the transfers between the Stages)	(53)	37	(26)	3	-	(39)
Transfer to Stage 1	35	(34)	-	(1)	-	-
Transfer to Stage 2	(19)	19	-	-	-	-
Transfer to Stage 3	(20)	(5)	22	3	-	-
Other, in this changes resulting from exchange rates	(2)	-	(3)	-	-	(5)
PROVISIONS FOR OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES GIVEN AS AT 30.06.2025	175	120	161	21	2	479

	OFF-BALANCE SHEET COMMITMENTS GRANTED					TOTAL
	STAGE 1 (12M ECL)	STAGE 2 (LIFETIME ECL - NOT CREDIT- IMPAIRED)	STAGE 3 (LIFETIME ECL - CREDIT-IMPAIRED)		PURCHASED OR ORIGINATED CREDIT- IMPAIRED (POCI)	
			INDIVIDUAL ASSESSMENT	GROUP ASSESSMENT		
NOMINAL VALUE						
NOMINAL VALUE AS AT 1.01.2024	84 129	3 957	464	47	18	88 615
Transfer to Stage 1	1 367	(1 328)	(23)	(16)	-	-
Transfer to Stage 2	(3 370)	3 373	(1)	(2)	-	-
Transfer to Stage 3	(127)	(46)	155	18	-	-
New / acquired off-balance sheet commitments	37 041	-	-	-	1	37 042
Extinguished off-balance sheet commitments	(25 810)	(1 018)	(117)	(9)	(9)	(26 963)
Changes in the level of available off-balance sheet commitments	(560)	(137)	(5)	(5)	(1)	(708)
Other, in this changes resulting from exchange rates	(98)	(1)	-	(1)	-	(100)
NOMINAL VALUE AS AT 31.12.2024	92 572	4 800	473	32	9	97 886
PROVISIONS FOR OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES GIVEN						
PROVISIONS FOR OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES GIVEN AS AT 1.01.2024	223	90	211	24	4	552
Changes in balances included in the income statement	5	63	(98)	1	-	(29)
New / acquired off-balance sheet commitments	142	-	-	-	-	142
Extinguished off-balance sheet commitments	(44)	(23)	(60)	(3)	-	(130)
Changes in level of credit risk (excluding the transfers between the Stages)	(93)	86	(38)	4	-	(41)
Transfer to Stage 1	16	(14)	-	(2)	-	-
Transfer to Stage 2	(36)	37	-	(1)	-	-
Transfer to Stage 3	(55)	(55)	106	4	-	-
Other, in this changes resulting from exchange rates	7	(3)	-	(8)	-	(4)
PROVISIONS FOR OFF-BALANCE SHEET COMMITMENTS AND GUARANTEES GIVEN AS AT 31.12.2024	160	118	219	18	4	519



## 31.2. Legal risk regarding foreign currency mortgage loans in CHF

### Adopted accounting principles and court proceedings related to foreign currency mortgage loans in CHF

The accounting principles have not changed compared to 31 December 2024, and are described in Separate Financial Statements of Bank Pekao S.A. for the year ended on 31 December 2024.

Until 30 June 2025, 9.2 thousand individual court cases were pending against the Bank regarding foreign currency mortgage loans in CHF, which were granted in previous years, with the total value of the claim in the amount of PLN 3 065 million (as at 31 December 2024, the number of cases was 8.3 thousand, and the corresponding value of the dispute is PLN 2 776 million). The main cause of the dispute, as indicated by the plaintiffs, concerns the questioning of the provisions of the loan agreement with regard to the Bank's application of conversion rates based on the Bank's exchange rate Table and results in claims regarding the partial or complete invalidity of the loan agreements. In the period of I half of 2025 the Bank received 1 514 unfavorable court judgments in cases brought by borrowers, including 178 final judgments and 19 favorable court judgments, including none of a legally binding nature (in 2024: 2 285 unfavorable court judgments, including 383 final judgments stating the invalidity of the loan agreement and 29 favorable court judgments, including 2 of a legally binding nature).

### Court settlement program

In April 2025, the Bank expanded the out-of-court settlements program '2% safe settlement' by introducing new settlement options. The program applies to borrowers who as at 31 March 2023 had an active mortgage loan agreement denominated in CHF or those in legal dispute with the Bank.

As part of the settlement, a new debt balance is determined, expressed in PLN and calculated as the loan amount paid by the Bank reduced by all repayments made by the borrower until the settlement is concluded. Under the current program, the resulting amount was increased by contractual interest accrued at a fixed rate of 2% per annum. The new options are more favorable for the borrower, in particular by accruing contractual interest at a lower rate. If the new debt balance turns out to be negative (i.e. there is an overpayment), the Bank refunds the overpaid amount to the borrower. Any remaining debt balance after the settlement is concluded bears interest at a fixed rate of 2% per annum for the first 60 months, and thereafter in accordance with the Bank's current offer.

Until 30 June 2025, the Bank concluded approximately 7 thousand settlements. The Bank analyzes the response from clients and appropriately reflect its impact when calculating the legal risk provisions.

### Legal risk related to foreign currency mortgage loans in CHF - assumptions and calculation methodology

The calculation of the provision performed by the Bank as at 30 June 2025 was based on estimating the expected loss of the Bank resulting from the possible materialization of the legal risk of mortgage loans in CHF. The estimate carried out by the Bank includes the following key elements:

1) forecast of disputes

The entire forecast of future lawsuits concerns loans denominated, active or fully repaid within the last 10 years.

The Bank estimates that in total, i.e. taking into account lawsuits that have been and will be filed by borrowers against the Bank, approximately 60% (compared to approximately 55% at the end of 2024) of the total amount of such loans granted, amounting to CHF 1.4 billion, may be subject to dispute (including approximately 85% for active contracts - unchanged compared to the end of 2024 and approximately 45% for repaid contracts compared to approximately 30% at the end of 2024), and the phenomenon of the inflow of lawsuits may remain significant until the end of 2028.

2) the likelihood of losing a court case

According to the opinion of an external law firm, for the denominated loans acquired by the Bank as a result of the acquisition (demerger) of Bank BPH, the Bank estimates the probability that the contractual provisions will be considered abusive at a minimum of 99% (no changes compared to the end of 2024).

3) financial implications of court disputes

The Bank assumes that if the court finds the contractual provisions abusive, the resolution of the court dispute will be the invalidation of the loan agreement.

Moreover, additional costs related to the resolution of litigation are recognized and are calculated for the entire portfolio covered by the provision calculation: statutory interest for delay and costs of legal representation.

4) inclusion of a settlement program

If a settlement is reached, the Bank no longer expects a lawsuit under a given contract, what is included in the forecast of future lawsuits. Otherwise, the probability and distribution of resolutions of the court dispute are the same as described in point 1)-3).

The level of the provision set by the Bank requires each time the Bank adopts many expert assumptions based on professional judgement.

Subsequent rulings and possible sectoral solutions that will appear on the Polish market with regard to foreign currency mortgage loans in CHF may affect the amount of the provision determined by the Bank and cause the necessity to change individual assumptions adopted in the calculations. In connection with the above-mentioned uncertainty, it is possible that the amount of the provision will change in the future.

Legal risk related to foreign currency mortgage loans in CHF – results and allocation

As at 30 June 2025 the level of accumulated costs of legal risk regarding mortgage loans in CHF estimated by the Bank amounted to PLN 2 377 million and increased by PLN 192 million compared to the level as at 31 December 2024. The main reason for the change in the level of accumulated costs was the update of the forecast for future inflows of court lawsuits.

A summary of the recognition of the provision for legal risk related to foreign currency mortgage loans in CHF in the statement of financial position and income statement is presented in the tables below.

30.06.2025	GROSS CARRYING AMOUNT OF MORTGAGE LOANS IN CHF NET OF THE COST OF LEGAL RISK	ACCUMULATED COSTS OF LEGAL RISK REGARDING MORTGAGE LOANS IN CHF	GROSS CARRYING AMOUNT OF MORTGAGE LOANS IN CHF INCLUDING THE COST OF LEGAL RISK
Loans and advances to customers (adjustment reducing the carrying amount of mortgage loans in CHF)	1 138	964	174
Provisions		1 413	
<b>Total</b>		<b>2 377</b>	

31.12.2024	GROSS CARRYING AMOUNT OF MORTGAGE LOANS IN CHF NET OF THE COST OF LEGAL RISK	ACCUMULATED COSTS OF LEGAL RISK REGARDING MORTGAGE LOANS IN CHF	GROSS CARRYING AMOUNT OF MORTGAGE LOANS IN CHF INCLUDING THE COST OF LEGAL RISK
Loans and advances to customers (adjustment reducing the carrying amount of mortgage loans in CHF)	1 245	1 050	195
Provisions		1 135	
<b>Total</b>		<b>2 185</b>	

Changes in the accumulated costs of legal risk regarding mortgage loans in CHF during the period present the tables below.

I HALF 2025	LOANS AND ADVANCES TO CUSTOMERS (ADJUSTMENT REDUCING THE CARRYING AMOUNT OF MORTGAGE LOANS IN CHF)	PROVISIONS	TOTAL
<b>Opening balance</b>	<b>1 050</b>	<b>1 135</b>	<b>2 185</b>
Revaluation	(18)	360	342
Utilization (settlement of lawsuits and concluded settlements)	(67)	(82)	(149)
Foreign currency exchange differences	(1)	-	(1)
<b>Closing balance</b>	<b>964</b>	<b>1 413</b>	<b>2 377</b>

2024	LOANS AND ADVANCES TO CUSTOMERS (ADJUSTMENT REDUCING THE CARRYING AMOUNT OF MORTGAGE LOANS IN CHF)	PROVISIONS	TOTAL
<b>Opening balance</b>	<b>1 533</b>	<b>755</b>	<b>2 288</b>
Revaluation	19	599	618
Utilization (settlement of lawsuits and concluded settlements)	(445)	(222)	(667)
Foreign currency exchange differences	(57)	3	(54)
<b>Closing balance</b>	<b>1 050</b>	<b>1 135</b>	<b>2 185</b>

Sensitive analysis

The Bank performed a sensitivity analysis in relation to significant assumptions taken into account in estimating the legal risk of the CHF foreign currency loan portfolio, where a change in the level of individual parameters would have the following impact on the level of accumulated costs related to this risk.

Impact on the provision level in the event of changes to the assumptions (with other elements of the calculation unchanged):

PARAMETR	SCENARIO	IMPACT ON THE PROVISION LEVEL AS AT 30.06.2025	IMPACT ON THE PROVISION LEVEL AS AT 31.12.2024
Forecast of the volume of lawsuits on the active portfolio	+1 p.p.	21	24
	-1 p.p.	(21)	(24)
Forecast of the volume of lawsuits on the repaid portfolio	+1 p.p.	18	17
	-1 p.p.	(18)	(17)
Average length of a dispute	+1 month	6	7
	-1 month	(7)	(5)

### 31.3. Market risk

#### Market risk of the trading book

The model of market risk measurement has not changed in relation to the one described in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024.

The tables below present the market risk exposure of the trading portfolio of the Bank measured by Value at Risk.

	30.06.2025	I HALF 2025		
		MINIMUM VALUE	AVERAGE VALUE	MAXIMUM VALUE
foreign exchange risk	0.1	0.01	0.1	1.2
interest rate risk	6.0	2.4	5.2	7.6
Trading portfolio	7.2	3.1	5.8	8.8

	31.12.2024	2024		
		MINIMUM VALUE	AVERAGE VALUE	MAXIMUM VALUE
foreign exchange risk	0.2	0.01	0.1	1.8
interest rate risk	3.4	1.0	3.6	6.2
Trading portfolio	3.4	1.7	4.3	7.2

#### Interest rate risk of the banking book

The banking book interest rate risk management process has not changed significantly in relation to the one described in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024. The internally used sensitivity measures of net interest income (NII) have been modified – now the change in NII in the scenarios is referred to Tier 1 capital. The measure takes also into account the change in the valuation of balance sheet elements recognised in the income statement through the profit and loss account or directly in equity.

The table below presents the NII sensitivity levels to the interest rate change by 100 b.p. and of economic value of the Bank's equity (EVE) to the interest rate change by 200 b.p. (standard regulatory shock including the risk profile of own funds) as at 30 June 2025 and as at 31 December 2024.

IRRBB MEASURES	30.06.2025	31.12.2024
NII Sensitivity (percent of Tier 1 capital)	(0.52)	(0.29)
EVE Sensitivity (percent of own funds)	(3.32)	(4.66)

#### Currency risk

The foreign currency exchange risk management process has not changed significantly in relation to the one described in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024.

The tables below present the Bank's foreign currency risk profile measured by Value at Risk and currency position.

##### Value at Risk

CURRENCY	30.06.2025	31.12.2024
Currencies total (*)	1	2

(\*) VaR presented in 'Currencies total' is VaR constitutes the Bank's total exposure to currency risk. The value of the VaR measure is determined using the same method as for market risk in the trading book, i.e. the historical simulation method based on a 2-year history of observation of the dynamics of market risk factors, with a 99% confidence level, which reflects the level of a one-day loss that may be exceeded with a probability of no more than 1%. By default, the historical simulation method takes into account correlation relationships between currencies.

## Currency position

30.06.2025	BALANCE SHEET OPERATIONS		OFF-BALANCE SHEET OPERATIONS - DERIVATIVES		NET POSITION
	ASSETS	LIABILITIES	LONG POSITION	SHORT POSITION	
EUR	39 253	37 376	18 018	19 976	(81)
USD	9 834	12 602	8 474	5 740	(34)
CHF	237	986	1 249	534	(34)
Other currencies	1 456	1 871	1 038	617	6
<b>TOTAL</b>	<b>50 780</b>	<b>52 835</b>	<b>28 779</b>	<b>26 867</b>	<b>(143)</b>

31.12.2024	BALANCE SHEET OPERATIONS		OFF-BALANCE SHEET OPERATIONS - DERIVATIVES		NET POSITION
	ASSETS	LIABILITIES	LONG POSITION	SHORT POSITION	
EUR	39 043	33 861	12 148	17 302	28
USD	11 547	12 790	6 356	5 113	-
CHF	330	1 027	1 123	583	(157)
Other currencies	1 294	1 937	1 751	1 107	1
<b>TOTAL</b>	<b>52 214</b>	<b>49 615</b>	<b>21 378</b>	<b>24 105</b>	<b>(128)</b>

## 31.4. Liquidity risk

The liquidity risk management process has not changed significantly in relation to that described in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024. The liquidity situation of the Bank remains fully safe and stable with liquidity ratios remain at a high and safe level.

Regulatory liquidity long-term norms and LCR and NSFR (\*)

SUPERVISORY LIQUIDTY NORMS		LIMIT	30.06.2025	31.12.2024
LCR	Liquidity coverage ratio	100%	217%	223%
NSFR	Net stable funding ratio	100%	175%	178%

(\*) The values of regulatory liquidity ratios have been determined in accordance with the principles set out by the Commission Delegated Regulation (EU) 2015/61 of 10 October 2014 to supplement Regulation No. 575/2013 of the European Parliament and the Council with regard to liquidity coverage requirement for credit institutions.

The tables below present adjusted liquidity gap:

30.06.2025	UP TO 1 MONTH	BETWEEN 1 AND 3 MONTHS	BETWEEN 3 MONTHS AND 1 YEAR	BETWEEN 1 AND 5 YEARS	OVER 5 YEARS	TOTAL
Balance sheet assets	111 868	6 621	38 103	92 421	77 377	326 390
Balance sheet liabilities	18 269	11 691	38 112	37 609	190 000	295 681
Off-balance sheet assets/liabilities (net)	(6 227)	(4 524)	2 669	4 324	3 757	(1)
<b>Periodic gap</b>	<b>87 372</b>	<b>(9 594)</b>	<b>2 660</b>	<b>59 136</b>	<b>(108 866)</b>	<b>30 708</b>
<b>Cumulated gap</b>		<b>77 778</b>	<b>80 438</b>	<b>139 574</b>	<b>30 708</b>	

31.12.2024	UP TO 1 MONTH	BETWEEN 1 AND 3 MONTHS	BETWEEN 3 MONTHS AND 1 YEAR	BETWEEN 1 AND 5 YEARS	OVER 5 YEARS	TOTAL
Balance sheet assets	114 878	5 693	36 890	86 878	74 912	319 251
Balance sheet liabilities	23 841	18 304	42 183	50 965	152 442	287 735
Off-balance sheet assets/liabilities (net)	(6 579)	(4 075)	1 885	4 929	3 761	(79)
<b>Periodic gap</b>	<b>84 458</b>	<b>(16 686)</b>	<b>(3 408)</b>	<b>40 842</b>	<b>(73 769)</b>	<b>31 437</b>
<b>Cumulated gap</b>		<b>67 772</b>	<b>64 364</b>	<b>105 206</b>	<b>31 437</b>	

## 31.5. Operational risk

There have been no significant changes in the operational risk management process in relation to the one described in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024.

### 31.6. Fair value of financial assets and liabilities

#### Financial instruments that are measured at fair value in the separate statement of financial position of the Bank

The process of measuring financial instruments at fair value has not changed significantly in relation to the one described in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024.

Assets and liabilities measured at fair value in breakdown by fair value hierarchy levels

30.06.2025	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
<b>Assets:</b>	<b>9 653</b>	<b>10 540</b>	<b>9 262</b>	<b>29 455</b>
Securities held for trading	1 963	942	151	3 056
Derivative financial instruments	-	4 209	10	4 219
Banks	-	1 569	-	1 569
Customers	-	2 640	10	2 650
Hedging instruments	-	909	-	909
Banks	-	299	-	299
Customers	-	610	-	610
Debt securities measured at fair value through other comprehensive income	6 750	4 480	7 788	19 018
Equity instruments designated for measurement at fair value through other comprehensive income	8	-	413	421
Equity instruments mandatorily measured at fair value through profit or loss	-	-	269	269
Assets pledged as security for liabilities	932	-	-	932
Loans and advances to customers measured at fair value through other comprehensive income	-	-	241	241
Loans and advances to customers measured at fair value through profit or loss	-	-	390	390
<b>Liabilities:</b>	<b>1 043</b>	<b>4 993</b>	<b>-</b>	<b>6 036</b>
Financial liabilities held for trading	1 043	7	-	1 050
Derivative financial instruments	-	4 293	-	4 293
Banks	-	1 696	-	1 696
Customers	-	2 597	-	2 597
Hedging instruments	-	693	-	693
Banks	-	56	-	56
Customers	-	637	-	637

31.12.2024	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
<b>Assets:</b>	<b>8 389</b>	<b>12 698</b>	<b>6 496</b>	<b>27 583</b>
Securities held for trading	912	709	58	1 679
Derivative financial instruments	-	4 227	1	4 228
Banks	-	1 490	-	1 490
Customers	-	2 737	1	2 738
Hedging instruments	-	448	-	448
Banks	-	111	-	111
Customers	-	337	-	337
Debt securities measured at fair value through other comprehensive income	6 128	7 314	5 186	18 628
Equity instruments designated for measurement at fair value through other comprehensive income	4	-	322	326
Equity instruments mandatorily measured at fair value through profit or loss	-	-	272	272
Assets pledged as security for liabilities	1 345	-	-	1 345
Loans and advances to customers measured at fair value through other comprehensive income	-	-	297	297
Loans and advances to customers measured at fair value through profit or loss	-	-	360	360
<b>Liabilities:</b>	<b>1 399</b>	<b>5 342</b>	<b>-</b>	<b>6 741</b>
Financial liabilities held for trading	1 399	-	-	1 399
Derivative financial instruments	-	4 269	-	4 269
Banks	-	1 622	-	1 622
Customers	-	2 647	-	2 647
Hedging instruments	-	1 073	-	1 073
Banks	-	44	-	44
Customers	-	1 029	-	1 029

## Change in fair value of financial assets measured at fair value according to Level 3 by the Bank

I HALF 2025	SECURITIES HELD FOR TRADING	DERIVATIVE FINANCIAL INSTRUMENTS (ASSETS)	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS	EQUITY INSTRUMENTS MANDATORILY MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS	DEBT SECURITIES MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	EQUITY INSTRUMENTS DESIGNATED FOR MEASUREMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	DERIVATIVE FINANCIAL INSTRUMENTS (LIABILITIES)
<b>Opening balance</b>	<b>58</b>	<b>1</b>	<b>297</b>	<b>360</b>	<b>272</b>	<b>5 186</b>	<b>322</b>	<b>-</b>
Increases	2 936	10	35	75	-	4 018	91	-
Reclassification from other levels	39	9	-	-	-	1 265	-	-
Transactions made in 2025	-	-	-	-	-	-	-	-
Granting	1 588	-	33	75	-	2 419	-	-
Purchase	1 308	-	-	-	-	310	-	-
Gains on financial instruments	1	1	2	-	-	24	91	-
recognized in the income statement	1	1	2	-	-	24	-	-
recognized in revaluation reserves	-	-	-	-	-	-	91	-
Decreases	(2 843)	(1)	(91)	(45)	(3)	(1 416)	-	-
Reclassification to other levels	(54)	-	-	-	-	(525)	-	-
Settlement/Redemption	-	(1)	(85)	(18)	-	(18)	-	-
Sale	(2 789)	-	-	-	-	(858)	-	-
Losses on financial instruments	-	-	(6)	(27)	(3)	(15)	-	-
recognized in the income statement	-	-	-	(27)	(3)	-	-	-
recognized in revaluation reserves	-	-	(6)	-	-	(15)	-	-
<b>Closing balance</b>	<b>151</b>	<b>10</b>	<b>241</b>	<b>390</b>	<b>269</b>	<b>7 788</b>	<b>413</b>	<b>-</b>
<b>Unrealized income from financial instruments held in portfolio at the end of the period, recognized in:</b>	<b>-</b>	<b>1</b>	<b>(16)</b>	<b>(27)</b>	<b>-</b>	<b>48</b>	<b>-</b>	<b>-</b>
Income statement:	-	1	(9)	(27)	-	(4)	-	-
net interest income	-	-	-	1	-	-	-	-
net allowances for expected credit losses	-	-	(9)	-	-	(4)	-	-
result on financial assets and liabilities held for trading	-	1	-	(28)	-	-	-	-
Other comprehensive income	-	-	(7)	-	-	52	-	-

## Change in fair value of financial assets measured at fair value according to Level 3 by the Bank

2024	SECURITIES HELD FOR TRADING	DERIVATIVE FINANCIAL INSTRUMENTS (ASSETS)	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	LOANS AND ADVANCES TO CUSTOMERS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS	EQUITY INSTRUMENTS MANDATORILY MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS	DEBT SECURITIES MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	EQUITY INSTRUMENTS DESIGNATED FOR MEASUREMENT AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME	DERIVATIVE FINANCIAL INSTRUMENTS (LIABILITIES)
<b>Opening balance</b>	<b>932</b>	<b>3</b>	<b>133</b>	<b>249</b>	<b>210</b>	<b>8 567</b>	<b>380</b>	<b>-</b>
Increases	1 268	3	202	146	62	3 124	-	1
Reclassification from other levels	54	-	-	-	-	171	-	-
Transactions made in 2024	-	-	185	127	-	-	-	-
Granting	340	-	-	-	-	2 038	-	-
Purchase	873	-	-	-	-	652	-	-
Gains on financial instruments	1	3	17	19	62	263	-	1
recognized in the income statement	1	3	14	19	62	116	-	1
recognized in revaluation reserves	-	-	3	-	-	147	-	-
Decreases	(2 142)	(5)	(38)	(35)	-	(6 505)	(58)	(1)
Reclassification to other levels	(21)	-	-	-	-	(2 083)	-	(1)
Settlement/Redemption	(211)	(5)	(38)	(35)	-	(166)	-	-
Sale	(1 910)	-	-	-	-	(4 254)	-	-
Losses on financial instruments	-	-	-	-	-	(2)	(58)	-
recognized in the income statement	-	-	-	-	-	(2)	-	-
recognized in revaluation reserves	-	-	-	-	-	-	(58)	-
<b>Closing balance</b>	<b>58</b>	<b>1</b>	<b>297</b>	<b>360</b>	<b>272</b>	<b>5 186</b>	<b>322</b>	<b>-</b>
<b>Unrealized income from financial instruments held in portfolio at the end of the period, recognized in:</b>	<b>-</b>	<b>-</b>	<b>2</b>	<b>19</b>	<b>-</b>	<b>106</b>	<b>-</b>	<b>-</b>
Income statement:	-	-	(1)	19	-	51	-	-
net interest income	-	-	1	2	-	48	-	-
net allowances for expected credit losses	-	-	(2)	-	-	3	-	-
result on financial assets and liabilities held for trading	-	-	-	17	-	-	-	-
Other comprehensive income	-	-	3	-	-	55	-	-

Transfers of instruments between fair value hierarchy levels are based on changes in availability of active market quotations at the end of the reporting periods.

In the period from 1 January to 30 June 2025 the following transfers of financial instruments between the levels of the fair value hierarchy were made:

- from Level 3 to Level 2: corporate bonds which were valued based on information on the prices of comparable financial instruments, corporate and municipal bonds and commodity derivative instruments with immaterial impact of the estimated credit parameters on the valuation,
- from Level 2 to Level 3: corporate, municipal and sovereign bonds and foreign exchange derivative instruments for which impact of estimated credit parameters was material.

#### Sensitivity analysis

The impact of estimated parameters on measurement of financial instruments for which the Bank applies fair value valuation according to Level 3 as at 30 June 2025 and as at 31 December 2024 is as follows:

FINANCIAL ASSETS	FAIR VALUE AS AT 30.06.2025	VALUATION TECHNIQUE	UNOBSERVABLE FACTOR	RANGE OF FACTOR CHANGES	IMPACT ON FAIR VALUE AS AT 30.06.2025	
					POSITIVE SCENARIO	NEGATIVE SCENARIO
Corporate, municipal and sovereign debt securities	7 939	Discounted cash flow	Credit spread	+50 p.b. / -50 p.b.	67	(86)
Foreign exchange derivatives	10	Discounted cash flow	Probability of default	+20% / -20%	5	-
Loans and advances measured at fair value through profit or loss	390	Discounted cash flow	Credit spread	+50 p.b. / -50 p.b.	19	(18)
Loans and advances measured at fair value through other comprehensive income	241	Discounted cash flow	Credit spread	+50 p.b. / -50 p.b.	1	(1)

EQUITY FINANCIAL ASSETS	FAIR VALUE AS AT 30.06.2025	PARAMETER	RANGE OF FACTOR CHANGES	IMPACT ON FAIR VALUE AS AT 30.06.2025	
				POSITIVE SCENARIO	NEGATIVE SCENARIO
Equity instruments mandatorily measured at fair value through profit or loss	269	Conversion discount	+10% / -10%	4	(4)
Equity instrument in entity providing credit information designated for measurement at fair value through other comprehensive income	332	Discount rate	+1% / -1%	46	(36)

FINANCIAL ASSETS	FAIR VALUE AS AT 31.12.2024	VALUATION TECHNIQUE	UNOBSERVABLE FACTOR	RANGE OF FACTOR CHANGES	IMPACT ON FAIR VALUE AS AT 31.12.2024	
					POSITIVE SCENARIO	NEGATIVE SCENARIO
Corporate and municipal debt securities	5 244	Discounted cash flow	Credit spread	+50 p.b. / -50 p.b.	73	(80)
Commodity derivatives	1	Discounted cash flow	Probability of default	+20% / -20%	-	-
Loans and advances measured at fair value through profit or loss	360	Discounted cash flow	Credit spread	+50 p.b. / -50 p.b.	17	(16)
Loans and advances measured at fair value through other comprehensive income	297	Discounted cash flow	Credit spread	+50 p.b. / -50 p.b.	2	(2)

EQUITY FINANCIAL ASSETS	FAIR VALUE AS AT 31.12.2024	PARAMETER	RANGE OF FACTOR CHANGES	IMPACT ON FAIR VALUE AS AT 31.12.2024	
				POSITIVE SCENARIO	NEGATIVE SCENARIO
Equity instruments mandatorily measured at fair value through profit or loss	272	Conversion discount	+10% / -10%	4	(28)
Equity instrument in entity providing credit information designated for measurement at fair value through other comprehensive income	263	Discount rate	+1% / -1%	31	(25)



**Financial instruments that are not measured at fair value in the separate statement of financial position of the Bank**

The process of valuation of financial instruments that are not presented at fair value in the financial statements has not changed significantly in relation to the one described in the Separate Financial Statements of the Bank Pekao S.A. for the year ended on 31 December 2024.

Assets and liabilities not measured at fair value in the financial statement in breakdown by fair value hierarchy levels

30.06.2025	CARRYING AMOUNT	FAIR VALUE	OF WHICH:		
			LEVEL 1	LEVEL 2	LEVEL 3
Assets					
Cash and cash equivalents	18 279	18 221	3 840	14 363	18
Loans and advance to banks	793	795	-	146	649
Loans and advances to customers measured at amortised cost	162 492	161 131	-	5 234	155 897
Corporate	81 413	81 883	-	5 167	76 716
Mortgage loans to individual clients	66 691	64 463	-	-	64 463
Other loans and advance to individual clients	14 388	14 785	-	67	14 718
Debt securities measured at amortised cost	106 892	106 762	60 441	35 863	10 458
Assets pledged as security for liabilities	-	-	-	-	-
Total Assets	288 456	286 909	64 281	55 606	167 022
Liabilities					
Amounts due to other banks	2 885	2 896	-	1 156	1 740
Amounts due to customers	266 486	266 361	-	1 394	264 967
Debt securities issued	7 960	7 996	-	7 996	-
Subordinated liabilities	3 543	3 544	-	3 544	-
Total Liabilities	280 874	280 797	-	14 090	266 707

31.12.2024	CARRYING AMOUNT	FAIR VALUE	OF WHICH:		
			LEVEL 1	LEVEL 2	LEVEL 3
Assets					
Cash and cash equivalents	14 245	14 196	4 461	9 719	16
Loans and advance to banks	379	380	-	5	375
Loans and advances to customers measured at amortised cost	153 342	153 998	-	5 152	148 846
Corporate	74 000	74 651	-	5 114	69 537
Mortgage loans to individual clients	66 125	65 464	-	-	65 464
Other loans and advance to individual clients	13 217	13 883	-	38	13 845
Debt securities measured at amortised cost	115 004	113 660	55 410	49 327	8 923
Assets pledged as security for liabilities	-	-	-	-	-
Total Assets	282 970	282 234	59 871	64 203	158 160
Liabilities					
Amounts due to other banks	2 300	2 304	-	1 733	571
Amounts due to customers	261 218	261 106	-	1 204	259 902
Debt securities issued	6 542	6 581	-	6 581	-
Subordinated liabilities	2 782	2 781	-	2 781	-
Total Liabilities	272 842	272 772	-	12 299	260 473

## 32. Additional information to the cash flow statement

Changes in liabilities arising from financing activities

	BALANCE AS AT 1.01.2025	CHANGES FROM FINANCING CASH FLOWS		CHANGES FROM NON- CASH CHANGES (a.o. ACCRUED INTEREST, DISCOUNT, FOREIGN EXCHANGE DIFFERENCES)	BALANCE AS AT 30.06.2025
		INCURRED	REPAYMENT		
Debt securities issued	6 542	2 110	(750)	58	7 960
Subordinated liabilities (*)	2 782	750	-	11	3 543
Loans and advances received	334	-	(29)	(15)	290
Lease liabilities	695	-	(38)	109	766
<b>Total</b>	<b>10 353</b>	<b>2 860</b>	<b>(817)</b>	<b>163</b>	<b>12 559</b>

(\*) On 4 April 2025, the Bank issued 10 years subordinated bonds with a total nominal value of PLN 0.75 billion. The funds from the issue were designated – after receiving the approval of the Polish Financial Supervision Authority on 23 April 2025 – to increase the Bank's supplementary capital, pursuant to art. 127 para. 2 point 2 of the Banking Law and art. 63 of Regulation No. 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and amending Regulation No. 648/2012. The bonds were introduced to trading on the ASO Catalyst market.

	BALANCE AS AT 1.01.2024	CHANGES FROM FINANCING CASH FLOWS		CHANGES FROM NON- CASH CHANGES (a.o. ACCRUED INTEREST, DISCOUNT, FOREIGN EXCHANGE DIFFERENCES)	BALANCE AS AT 30.06.2024
		INCURRED	REPAYMENT		
Debt securities issued	4 078	500	-	49	4 627
Subordinated liabilities	2 781	-	-	1	2 782
Loans and advances received	476	-	(41)	(77)	358
Lease liabilities	585	-	(32)	129	682
<b>Total</b>	<b>7 920</b>	<b>500</b>	<b>(73)</b>	<b>102</b>	<b>8 449</b>

## 33. Subsequent events

Significant events after the balance sheet date are presented in Note 9.9 'Events after the balance sheet date' of the Report on the activities of Bank Pekao S.A. Group for I half of 2025.

06.08.2025	Cezary Stypułkowski	President of the Bank's Management Board	The original Polish document is signed with a qualified electronic signature
Date	Name/Surname	Position/Function	Signature
06.08.2025	Marcin Gadowski	Vice President of the Bank's Management Board	The original Polish document is signed with a qualified electronic signature
Date	Name/Surname	Position/Function	Signature
06.08.2025	Robert Sochacki	Vice President of the Bank's Management Board	The original Polish document is signed with a qualified electronic signature
Date	Name/Surname	Position/Function	Signature
06.08.2025	Błażej Szczecki	Vice President of the Bank's Management Board	The original Polish document is signed with a qualified electronic signature
Date	Name/Surname	Position/Function	Signature
06.08.2025	Dagmara Wojnar	Vice President of the Bank's Management Board	The original Polish document is signed with a qualified electronic signature
Date	Name/Surname	Position/Function	Signature
06.08.2025	Marcin Zygmantowski	Vice President of the Bank's Management Board	The original Polish document is signed with a qualified electronic signature
Date	Name/Surname	Position/Function	Signature