



Condensed Interim Stand-alone
Financial Statements
of Bank Handlowy w Warszawie S.A.
for the 6-month period ended
30 June 2026



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Condensed income statement

		II quarter	I half of the	II quarter	I half of the
	For a period	01.04. - 30.06.	year	01.04. - 30.06.	year
		2026	2026	2025	2025
PLN'000	Note				
CONTINUING OPERATIONS					
Interest income		707,982	1,348,108	720,478	1,429,691
Similar income		51,753	129,561	98,471	150,569
Interest expense and similar charges		(301,037)	(548,429)	(289,763)	(504,551)
Net interest income		458,698	929,240	529,186	1,075,709
Fee and commission income		141,968	272,503	127,371	255,992
Fee and commission expense		(23,445)	(46,508)	(20,853)	(38,836)
Net fee and commission income		118,523	225,995	106,518	217,156
Dividend income		14,171	14,268	13,809	13,898
Net income on trading financial instruments and revaluation		81,054	283,439	92,556	174,762
Net gain/(loss) on debt investment financial assets measured at fair value through other comprehensive income	10	27,383	222,121	105,348	145,415
Net gain/(loss) on equity and other instruments measured at fair value through income statement		(6,739)	(12,306)	(7,797)	(6,199)
Net gain/(loss) on hedge accounting		(1,135)	(5,053)	4,117	1,687
Other operating income		8,551	20,217	6,722	10,401
Other operating expense		(5,759)	(12,441)	(16,232)	(19,340)
Net other operating income and expense		2,792	7,776	(9,510)	(8,939)
General administrative expense		(199,223)	(523,242)	(158,515)	(426,030)
Depreciation and amortization		(11,732)	(22,429)	(11,626)	(22,335)
Profit on sale of other assets		30,043	29,914	(569)	570
Provision for expected credit losses on financial assets and provisions for contingent commitments	6	(59,487)	(76,313)	(1,179)	(9,015)
Tax on some financial institutions		(43,576)	(76,341)	(35,890)	(64,180)
Profit before tax from continuing activity		410,772	997,069	626,448	1,092,499
Income tax expense		(135,739)	(330,011)	(110,166)	(216,839)
Net profit from continuing operations		275,033	667,058	516,282	875,660
Net profit from discontinued operations		45,100	38,447	(348,661)	(273,638)
Net profit from continuing and discontinued operations		320,133	705,505	167,621	602,022
Including:					
Net profit from continuing operations attributable to Bank's shareholders (in PLN)			705,505		602,022
Weighted average number of ordinary shares (in pcs)			130,081,657		
Earnings per share (in PLN)			5.42		4.61
Diluted net earnings per share (in PLN)			5.42		4.61

*Comparative data have been restated due to the fulfillment of the conditions of discontinued activity. Additional information disclosed in Note 4 "Assets and liabilities classified as held for sale and profit from discontinued operations".

Explanatory notes are integral part of the condensed interim standalone financial statements.

Condensed statement of comprehensive income

		II quarter	I half of the year	II quarter	I half of the year
		01.04. – 30.06. 2026	01.01. – 30.06. 2026	01.04. – 30.06. 2025	01.01. – 30.06. 2025
For a period	Note				
PLN'000					
Net profit from continuing and discontinued operations		320,133	705,505	167,621	602,022
Other comprehensive income, that is or might be reclassified to the income statement		192,453	(155,868)	51,133	101,108
Remeasurement of financial assets measured at fair value through other comprehensive income (net)	9	213,787	15,925	136,465	218,894
(Profit)/Loss reclassification to income statement after derecognition of financial assets measured at fair value through other comprehensive income (net)	9	(21,334)	(171,793)	(85,332)	(117,786)
Other comprehensive income not to be reclassified to profit or loss:		-	1,979	-	-
Actuarial gains on remeasurement of defined benefit plans (net)		-	1,979	-	-
Other comprehensive income net of tax		192,453	(153,889)	51,133	101,108
Total comprehensive income from continuing and discontinued operations		512,586	551,616	218,754	703,130

Explanatory notes are integral part of the condensed interim standalone financial statements.

Condensed statement of financial position

PLN '000	As at Note	30.06.2026	31.12.2025
ASSETS			
Cash and balances with the Central Bank		2,813,088	9,205,484
Amounts due from banks		10,445,545	8,245,819
Hedging derivatives		4,575,288	4,823,372
Debt investment financial assets measured at fair value through other comprehensive income, including:		31,245,251	30,151,984
<i>Assets pledged as collateral</i>		3,021,158	49,130
Shares in subsidiaries		90,885	91,020
Equity and other instruments measured at fair value through income statement		133,706	183,908
Amounts due from customers	7	21,143,932	18,222,892
Tangible fixed assets		330,193	446,980
Intangible assets	8	881,378	878,388
Current income tax receivables		166,652	-
Deferred tax asset		67,097	221,661
Other assets		769,613	384,670
Assets classified as held for sale	4	-	6,083,766
Total assets		72,662,628	78,939,944
LIABILITIES			
Amounts due to banks		9,465,708	3,904,294
Financial liabilities held-for-trading		2,927,767	2,690,099
Hedging derivatives		248,190	358,677
Amounts due to customers		48,316,550	38,341,357
Provisions		71,447	77,176
Current income tax liabilities		-	11,770
Other liabilities		2,321,714	1,039,274
Liabilities classified as held for sale	4	-	22,294,494
Total liabilities		63,351,376	68,909,591
EQUITY			
Ordinary shares		522,638	522,638
Share premium		2,944,585	2,944,585
Treasury stock		(14,525)	(27,311)
Revaluation reserve		84,778	240,646
Other reserves		4,651,238	4,682,403
Retained earnings		1,122,538	1,667,392
Total equity		9,311,252	10,030,353
Total liabilities and equity		72,662,628	78,939,944

Explanatory notes are integral part of the condensed interim standalone financial statements.

Condensed statement of changes in equity

PLN '000	Share capital	Supplementary capital	Treasury shares	Revaluation reserve	Other reserves	Retained earnings	Total equity
Balance as at 1 January 2026	522,638	2,944,585	(27,311)	240,646	4,682,403	1,667,392	10,030,353
Total comprehensive income, including:	-	-	-	(155,868)	1,979	705,505	551,616
Net profit	-	-	-	-	-	705,505	705,505
Other comprehensive income	-	-	-	(155,868)	1,979	-	(153,889)
Currency translation differences from the foreign operations' conversion	-	-	-	(155,868)	-	-	(155,868)
Net valuation of financial assets measured at fair value through other comprehensive income	-	-	-	-	1,979	-	1,979
Capital reward program	-	-	12,786	-	(4,430)	-	8,356
Transfer to capital	-	-	-	-	(28,714)	(1,250,359)	(1,279,073)
Balance as at 30 June 2026	522,638	2,944,585	(14,525)	84,778	4,651,238	1,122,538	9,311,252

PLN '000	Share capital	Supplementary capital	Treasury shares	Revaluation reserve	Other reserves	Retained earnings	Total equity
Balance as at 1 January 2025	522,638	2,944,585	(20,577)	(64,868)	4,039,644	2,434,061	9,855,483
Total comprehensive income, including:	-	-	-	101,108	-	602,022	703,130
Net profit	-	-	-	-	-	602,022	602,022
Other comprehensive income	-	-	-	101,108	-	-	101,108
Currency translation differences from the foreign operations' conversion	-	-	-	101,108	-	-	101,108
Capital reward program	-	-	4,953	-	-	-	-
Dividends paid	-	-	-	-	-	(1,342,777)	(1,342,777)
Transfer to capital	-	-	-	-	1,091,284	(1,091,284)	-
As at 30 June 2025	522,638	2,944,585	(15,624)	36,240	5,135,240	602,022	9,225,101

PLN '000	Share capital	Supplementary capital	Treasury shares	Revaluation reserve	Other reserves	Retained earnings	Total equity
Balance as at 1 January 2024	522,638	2,944,585	(20,577)	(64,868)	4,039,644	2,434,061	9,855,483
Total comprehensive income, including:	-	-	-	305,514	(8,927)	1,667,392	1,963,979
Net profit	-	-	-	-	-	1,667,392	1,667,392
Other comprehensive income	-	-	-	305,514	(8,927)	-	296,587
Net valuation of financial assets measured at fair value through other comprehensive income	-	-	-	305,514	-	-	305,514
Net actuarial profits/(losses) on specific services program valuation	-	-	-	-	(8,927)	-	(8,927)
Capital reward program	-	-	(6,734)	-	8,953	-	2,219
Dividends paid	-	-	-	-	(448,551)	(1,342,777)	(1,791,328)
Transfer to capital	-	-	-	-	1,091,284	(1,091,284)	-
As at 31 December 2024	522,638	2,944,585	(27,311)	240,646	4,682,403	1,667,392	10,030,353

Explanatory notes are integral part of the condensed interim standalone financial statements.

Condensed statement of cash flows

	For a period	01.01.– 30.06. 2025	01.01.– 30.06. 2024
PLN '000			
A. OPERATING ACTIVITIES			
I. Net profit from continuing and discontinued operations		705,505	602,022
II. Adjustments:		4,063,438	4,289,663
Current and deferred income tax recognized in income statement		374,928	146,855
Depreciation and amortization		22,933	27,508
Net impairment due to financial assets value loss		73,655	3,137
Net provisions		1,225	11,124
Net interest income		(1,263,038)	(1,549,814)
Dividend income		(14,268)	(13,898)
Profit/loss on sale of fixed assets		(30,188)	(88)
Net unrealized exchange differences		21,575	236
Net gain/(loss) on equity and other instruments measured at fair value through income statement		12,306	6,199
Remeasurement of assets and liabilities to be disposed of at fair value less costs to sell		(94,717)	467,000
Other adjustments		20,886	24 217
Change in amounts due from banks		(2,119,869)	152,642
Change in amounts due from customers		(2,706,840)	(3,395,303)
Change in debt securities measured at fair value through other comprehensive income		(1,128,920)	(1,088,873)
Change in financial assets held-for-trading		(2,831,408)	(1,394,445)
Change in derivative hedging instruments		-	52,539
Change in other assets		(324,050)	(283,740)
Change in amounts due to banks		4,225,952	103,147
Change in amounts due to customers		8,400,428	9,713,990
Change in liabilities held-for-trading		237,667	336,360
Change in amounts due to hedging derivatives		(110,487)	144,812
Change in other liabilities		1,295,668	826,058
Interest received		1,719,850	1,533,213
Interest paid		(664,254)	(640,209)
Income tax paid		(334,182)	(348,323)
III. Net cash flows from operating activities- continuing and discontinued operations		5,490,357	5,436,366
B. INVESTING ACTIVITIES			
Inflows		119,831	30,279
Disposal of tangible fixed assets		114,641	27,190
Dividends received		5,118	3,089
Other inflows from investing activities		72	-
Outflows		(12,189,466)	(40,187)
Purchase of tangible fixed assets		(13,014)	(25,808)
Purchase of intangible assets		(7,455)	(14,379)
Settlement of retail banking business segment transaction		(12,168,997)	-
Net cash flows from investing activities- continuing and discontinued operations		(12,069,635)	(9,908)
C. FINANCING ACTIVITIES			
Inflows		1,270,440	-
Inflows from long-term loans from financial sector entities (subordinated loan)		1,270,440	-
Outflows		(1,303,567)	(27,113)
Dividends paid		(1,279,074)	-
Repayment of long-term loans from financial sector entities		(16,678)	(20,321)
Outflows from lease payments		(7,815)	(6,792)
Net cash flows from financing activities- continuing and discontinued operations		(33,127)	(27,113)
D. Exchange rates differences resulting from cash and cash equivalent calculation		3,610	(8,653)

	For a period	01.01.– 30.06. 2025	01.01.– 30.06. 2024
PLN '000			
E. Net increase/(decrease) in cash and cash equivalent	(6,608,795)	5,390,692	
F. Cash and cash equivalent at the beginning of reporting period	9,421,899	5,794,361	
G. Cash and cash equivalent at the end of reporting period	2,813,104	11,185,053	

*Explanatory notes are integral part of the condensed interim standalone financial statement.

Supplementary notes to the condensed interim standalone financial statement

1. General information about the Bank

Bank Handlowy w Warszawie S.A. ("the Bank") has the registered office in Poland at Senatorska 16, 00-923 Warsaw. The Bank was established on the basis of Certificate of Incorporation of 13 April 1870 and is registered and under entry No. KRS 0000001538 in the Register of Companies by the District Court for the capital city of Warsaw, XII Economic Department of the National Court Register. Bank works as a joint-stock company. During reporting period, the name of entity has not changed.

Bank was granted statistical REGON No. 000013037 and tax identification No. (NIP) 526-030-02-91.

The Bank was set up for an unspecified period of time.

The share capital of the Bank equals PLN 522,638,400 and is divided into 130,659,600 common bearer shares with a par value of PLN 4.00 per share. Bank is a listed company on the Warsaw Stock Exchange.

The majority and strategic shareholder of the Bank is Citibank Europe Plc based in Dublin, Ireland – a company in the Citi group that brings together foreign investments (parent company of the Bank). The ultimate parent is Citigroup Inc located in Wilmington, Delaware, United States.

The Bank operates on the basis of applicable regulations and its Articles of Association.

The Bank Handlowy S.A. is a universal commercial bank that offers a wide range of banking services for individuals and corporate clients, and through Brokerage Department provides brokerage services for individual and institutional clients.

2. Declaration of conformity

The interim condensed standalone financial statement of the Bank covers the three- and six-month period ended June 30, 2026 and contains comparative data:

- for the three- and six-month periods ended June 30, 2025 – with respect to the income statement and statement of comprehensive income,
- or the six-month period ended June 30, 2025 – with respect to the statement of changes in equity and statement of cash flows,
- as at December 31, 2025 – with respect to the statement of financial position and statement of changes in equity.

The interim condensed standalone financial statements are presented in PLN, rounded to the nearest thousand.

The condensed standalone interim financial statements of Bank Handlowy w Warszawie S.A. ("Bank") has been prepared in accordance with International Accounting Standard IAS 34 'Interim Financial Reporting' adopted by European Union and other applicable regulations.

The financial statements do not include all of the information required for full annual financial and should be read in conjunction with the standalone annual financial statements of the Bank for year ended 31 December 2025 and the consolidated interim financial statements of the Capital Group of Bank Handlowy w Warszawie S.A. for the six-month period ended 30 June 2026, in relation to which it does not contain any significant differences.

The condensed standalone interim financial statements of the Bank were approved by the Board of Directors on 26 August 2026.

This interim condensed standalone financial statement of the Bank has been prepared with the assumption of going concern in the period of at least 12 months since the date of publication. As of the day of signing the standalone financial statement, the Bank's Management does not identify facts and circumstances that would indicate threats to the Bank's ability to operate as a going concern in the period of 12 months since the date of publication due to significant limitation of the Bank's current activities.

3. Significant accounting policies

The interim condensed standalone financial statements of the Bank for the first half of 2026 has been prepared in accordance with accounting principles adopted and described in the annual standalone financial statements of the Bank for the financial year ended 31 December 2025, except for the burden of income tax that was calculated according to the rules of IAS 34.30 (c).

The preparation of interim condensed standalone financial statements of the Bank with accordance to International Financial Reporting Standards requires that the management should make certain estimates and adopt related assumptions that affect the amounts reported in the financial statements. The financial statements are based on the same estimation rules which were used in the annual standalone financial statements of the Bank for the financial year ended 31 December 2025.

The estimations and respective assumptions are made based on historical data available and other multiple factors which under given conditions are considered proper and which form the basis for estimation regarding balance sheet values of assets and liabilities whose value cannot be determined clearly based on other sources. However, actual values may differ from estimates.

The estimations and respective assumptions are subject to recurring reviews. Changes of estimations are recognized in the period in which the estimation was modified if the adjustment concerns only this period or in the period of the change and future periods if the adjustment concerns both this period and the future periods.

The key estimates were presented in the annual standalone financial statements of the Bank for 2025. Additionally, with respect to interim financial statements, the Bank applies the principle of recognizing the financial result income tax charges based on the estimate of the annual effective income tax rate expected by the Bank in the full financial year.

Standards applicable from 1 January 2026

- The amendments to IFRS 9 “Financial Instruments” and IFRS 7 “Financial Instruments: Disclosures” issued May 30, 2024, clarify:
 - ✓ The timing of discontinuation of recognition of financial liabilities from the balance sheet, introducing an option for early derecognition of financial liabilities that are settled through an electronic payment system that meets certain criteria
 - ✓ How to assess the characteristics of contractual cash flows from “non-recourse” financial assets and financial assets in cases where contractual provisions refer to contingent events, including, for example, related to ESG objectives (for the purpose of classifying financial assets)

The amendments to the aforementioned standards also introduce additional disclosure requirements for financial assets and liabilities whose contractual terms make cash flows contingent on contingent events and for equity instruments designated at fair value through other comprehensive income.

Since January 1, 2026, the Bank adjusted its approach to the amended standard for selected outgoing international transfers that are executed with a date later than the order date. In such cases, the liability will be reduced when the obligation is executed. This change affects the Liabilities and Cash and Cash Equivalents items in the Bank's statement of financial position. The impact of this change on the Bank's financial statements is variable and depends on the number and value of such transactions ordered on the balance sheet data (D) with an execution date after that date (D+1).

- Due to the growing role of Power Purchase Agreements (PPAs) in mitigating the effects of climate change and decarbonizing production processes, the International Accounting Standards Board has introduced amendments to IFRS 9 “Financial Instruments” and IFRS 7 “Financial Instruments: Disclosures” (issued on 18 December 2024), which are intended to help better reflect the impact of such agreements on financial statements. The amendments will be effective from 1 January 2026 and will not affect the Bank's financial statements.
- On 18 July 2024, amendments to the International Financial Reporting Standards and International Accounting Standards (Volume 11) were issued, resulting from the annual review. These changes are intended to clarify the wording used in the standards, in order to improve their legibility, consistency and eliminate possible ambiguities. The changes introduced in this review relate to IFRS 1 'First-time Adoption of International Financial Reporting Standards', IFRS 7 'Financial Instruments: Disclosures', IFRS 9 'Financial Instruments', IFRS 10 'Consolidated Financial Statements', IAS 7 'Statement of Cash Flows'. The changes will be effective from 1 January 2026 and will not have a material impact on the Bank's financial statements.

Standards and interpretations issued but awaiting endorsement by the European Union and not yet obligatory

- On May 9, 2024, the IASB issued IFRS 19 “Subsidiaries without Public Accountability: Disclosures”, which allows eligible subsidiaries to apply reduced information disclosure requirements, instead of the requirements

of other IFRS Accounting Standards. The new standard will be applicable to the annual reporting periods beginning January 1, 2027, and the Bank believes it will not have a significant impact on the financial statements.

On November 13, 2025, the International Accounting Standards Board published amendments to IAS 21, "The Effects of Changes in Foreign Exchange Rates." The amendments apply to entities whose presentation currency is the currency of a hyperinflationary economy and whose functional currency or foreign operations currency is the currency of a non-hyperinflationary economy. The amendments provide guidance on the translation of assets, liabilities, equity items, and income and expenses from the functional currency of a non-hyperinflationary economy to the presentation currency of a hyperinflationary economy. The amendments will be effective for annual periods beginning on or after January 1, 2027. These amendments will have no impact on the Bank's financial statements. On May 27, 2026, IASB issued IFRS a new standard, IFRS 20 *Regulatory Assets and Regulatory Liabilities*. The standard has been developed for companies engaged in rate-regulated activities and is intended to help investors in better understanding how rate regulation influence financial results, financial position and prospects for future cash flows of rate-regulated companies. IFRS 20 introduces uniform principles for recognizing the effects of timing differences in regulated rates, occurring in situations where the timing of supply of regulated services differs from the timing of charging customers. In such cases, the revenue previously presented may not have fully reflected the company's actual operating performance. The new standard requires disclosure of these differences in financial statements. The standard complements the requirements of IFRS 15 *Revenue from Contracts with Customers* and replaces the existing IFRS 14 *Regulatory Deferral Accounts*, which has not been approved by European Union. The new standard is effective for annual reporting periods beginning on or after January 2029, with earlier application permitted. In Bank's assessment it will not affect the financial statement.

Standards and interpretations issued but awaiting endorsement by the European Union but not yet obligatory

- On 9 April 2024, the IASB issued IFRS 18 "Presentation and Disclosure in Financial Statements". The standard will be effective for annual reporting periods beginning on January 1, 2027. The new standard is intended to replace IAS 1 – "Presentation of Financial Statements" and will help to achieve comparability of the financial performance of similar entities. The new standard:
 - ✓ introduces a defined structure for the statement of profit or loss. Items in the statement of profit or loss will be classified into one of five categories: operating, investing, financing, income taxes and discontinued operations. The standard requires also to present totals and subtotals, including mandatory inclusion of "Operating profit or loss";
 - ✓ introduces an additional note presenting management-defined performance measures which are subtotals of income and expenses an entity uses in public communications outside financial statements, an entity uses to communicate to users of financial statements management's view of an aspect of the financial performance of the entity as a whole. The disclosure will have to contain a description of the aspects of financial performance that in management's view, is communicated by the management-defined performance measures, how the management-defined performance measure is calculated and reconciliation between the management-defined performance measure and the position from financial statement measured in accordance with other standards;
 - ✓ clarifies the guidelines for data aggregation and disaggregation which focus on grouping items based on their shared characteristics enabling entities to decide which items are presented in the primary financial statements and what information is disclosed in the notes.

The new IFRS 18 standard will also result in certain changes to the statement of cash flow and the statement of financial position, as well as changes to other standards harmonizing disclosure requirements. The implementation of the standard will impact on the presentation and scope of disclosure in the financial statement. The detailed impact will be confirmed during further work on the implementation of the new standard guidelines.

Income tax in interim financial statements

Income tax in interim financial statements is accrued in accordance with IAS 34. Interim period tax expense is accrued using the estimated average annual effective income tax rate applied to the pre-tax result of the interim period. The calculation of the average annual effective income tax rate requires the use of a pre-tax income forecast for the entire fiscal year and permanent differences between the carrying amounts of assets and liabilities and their tax base.

Foreign currency

The statement of financial position and contingent liabilities received and granted denominated in foreign currencies are converted to PLN equivalents using the average exchange rate of the currency determined by the Governor of the National Bank of Poland ("NBP") prevailing at the date of preparation of the condensed interim statement of financial position.

Foreign currency transactions are converted at initial recognition to the functional currency (PLN) using the exchange rates prevailing at the date of transactions.

Foreign exchange profits and losses resulting from revaluation of the statement of financial position items denominated in foreign currencies and settlement of transactions in foreign currencies are included in net profit on foreign exchange, within the Net income on trading financial instruments and revaluation.

The exchange rates of the major currencies applied in the preparation of these financial statements are:

PLN		30 June 2026	31 December 2025	30 June 2025
1	USD	3.7708	3.6016	3.6164
1	CHF	4.6585	4.539	4.5336
1	EUR	4.2963	4.2267	4.2419

4. Assets and liabilities classified as held for sale and profit from discontinued operations

On the June 12, 2026 („Division Date”) the competent registry court has made an entry in the Register of Entrepreneurs of the National Court Register (“Division”) by demerger of Retail Banking Segment (“Retail Banking”) to VeloBank (“VeloBank”)

The division was carried out in form of separation in accordance with procedure described in Article 529 § 5 point 1 Code of Commercial Companies.

As a result of the Division the Bank acquired 744,843 registered ordinary shares type C of the VeloBank. In accordance with the agreement concerning the Division entered into on May 27, 2025, between the Bank, VeloBank, Promontoria Holding 418 B.V (sole shareholder of VeloBank) (“Promontoria”) and Citibank Europe Plc. The Bank without undue delay on June 12, 2026, has sold 744,843 shares of VeloBank to Promontoria i.e. all of the shares acquired by the Bank as a result of the Division.

By virtue of the sale of VeloBank’s shares, Promontoria has affected payment to the Bank in the amount of sale price including:

- (i) fixed price component equaling PLN 430 million, calculated based on Retail Business Segment net assets according to their estimated value on the division date, which was recognized in the Bank results for II quarter of 2025;
- (ii) the maximum amount specified in the Agreement concerning the variable price component;
- (ii) the variable sale price component will be recognized in results of the Bank for II quarter of 2026.

The sale agreement contains provisions for the granting of indemnities, up to specified caps, by the Bank in respect of certain identified risks, which in the future might result in creation of contingent liabilities or provisions.

The sale agreement includes provisions concerning the Bank granting release from legal liability in area of specified identified risks with designated constrained amount, which in the future might result in creation of contingent liabilities or provisions.

In the result of the transaction the Bank has removed assets and liabilities from the balance sheet that were previously categorized as held for sale.

Assets and liabilities disposed of in accordance with the Agreement on the Division as of the Division Date i.e. June 12, 2026, and December 31, 2025:

PLN ‘000	12.06.2026	31.12.2025
Cash and cash equivalents	160,390	216,403
Financial assets held-for-trading	-	3,731
Amounts due from customers	5,861,380	6,168,098
Tangible fixed assets	53,780	46,882
Deferred income tax asset	40,055	57,016
Other assets	46,338	58,636
Total assets	6,161,943	6,550,766
Amounts due to customers measured at amortized cost	20,746,544	22,152,903
Provisions	22,272	23,289
Other liabilities	118,874	118,302
Total liabilities	20,887,690	22,294,494
Net assets and liabilities (excluding surplus liquidity)	(14,725,746)	(15,743,728)
Surplus liquidity	15,621,207	16,642,728
Net assets and liabilities (including surplus liquidity)	895,460	899,000

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The values do not include the loss of value of the group of assets which were not allocated to specific assets held for sale. Revaluation of assets and liabilities held for sale to fair value in the amount PLN 467 million as per December 31, 2025, has been removed from the balance sheet as upon the sale of assets and liabilities held for sale.

The settlement of the transaction consists of:

- the surplus liquidity transferred as cash in the amount of PLN 12,538 million and debt instruments in the amount of PLN 3,082 million;
- received price of the sale in the amount of PLN 530 million;
- cash and cash equivalents transferred as part of net assets in the amount of PLN 160.4 million.

The cash transferred as well as the cash received from the future payment of the purchase price are presented in the cash flow statement under investing activities, whereas the value of the debt instruments transferred was recognized under operating activities.

The analysis of the result on discontinued operations is presented below:

	II quarter 01.01.- 31.03.2026	I half 01.01.- 30.06.2026	II quarter 01.04.- 30.06.2025	I half 01.01.- 30.06.2025
<i>In PLN thousand</i>				
Interest and	203,910	470,135	329,972	664,350
Similar income	11	45	72	162
Interest expense and similar expenses	(55,502)	(136,028)	(98,090)	(190,407)
Net interest income	148,419	334,152	231,954	474,105
Fee and commission income	44,859	97,224	54,035	106,490
Fee and commission expense	(11,548)	(24,656)	(13,721)	(26,043)
Net fee and commission income	33,311	72,568	40,314	80,447
Net income from trading financial instruments and revaluation	5,906	12,645	8,395	16,735
Other operating income	2,648	3,907	1,311	3,250
Other operating expenses	(7,800)	(12,979)	(6,199)	(12,163)
Net income from other operating income and expenses	(5,152)	(9,072)	(4,888)	(8,913)
General and administrative expenses	(179,214)	(393,179)	(220,031)	(415,093)
Depreciation of property, plant and equipment and intangible assets	(292)	(504)	(2,793)	(5,173)
Net income from the sale of other assets	294	274	(415)	(482)
Net income from expected credit losses on financial assets and provisions for contingent liabilities	(5,932)	(3,105)	1,446	11,685
Tax on some financial institutions	(12,372)	(25,132)	(14,793)	(26,796)
Profit/(loss) before tax	(15,032)	(11,353)	39,189	126,515
Income Tax	(6,630)	(16,962)	82,287	(19,342)
Net profit/(loss)	(21,662)	(28,315)	121,476	107,173
Remeasurement of assets and liabilities to be disposed of at fair value less costs to sell	94,717	94,717	(470,137)	(470,137)
Tax effect of remeasurement of assets and liabilities held for sale	(27,955)	(27,955)	-	89,326
Net profit/(loss) from discontinued operations	45,100	38,447	(348,661)	(273,638)
Including				
Net profit/(loss) from discontinued operations due to shareholders of the parent entity (in thousands)		38,447		(273,638)
Weighted average ordinal shares (in units)		130,081,657		130,544,519
Net profit/loss from discontinued operations per one share (in PLN)		0.30		(2.10)
Diluted earnings/loss from discontinued operations per one share (in PLN)		0.30		(2.10)

Revaluation of assets and liabilities held for sale to fair value reduced by the price of sale in the amount of PLN 95 million in the first half of 2026 include the variable component and correction of net assets resulting from sale transaction agreement.

The value of the interest income from discontinued operations includes interest income and expenses from transactions with Retail Segment clients. Due to the fact that in the Retail Banking Segment there was a surplus of deposits over the segment's assets, these funds were invested by Corporate Banking. After the transaction is settled and the Bank exits Retail Banking, the Bank will no longer have a surplus and thereby will not be able to invest it. In the Management Board's opinion, presenting the interest income on the excess of deposits over assets in Retail Banking as an element of

discontinued operations provides information that is therefore relevant to the recipients of the financial statements. The Bank eliminated internal transactions entered before the settlement of the exit transaction (internal interest income and interest expense) from continuing operations.

The Bank determined the level of interest income/net interest income generated by the Corporate Banking segment for the Retail Banking Segment based on this surplus using the formally adopted internal transfer rate methodology between the mentioned segments and presented it separately in Note 7 (Adjustment for excess liquidity related to discontinued operations). The internal transfer rate system is based on market rates at the relevant dates. For products with fixed maturities, rates corresponding to the maturities are selected, while for products with undefined schedules, these rates are adjusted based on behavioral assessments (primarily O/N or 1Y).

5. Segment reporting

Information on operating segments is presented in the Condensed Interim Consolidated Financial Statements of the Capital Group of Bank Handlowy w Warszawie S.A. for the 6-month period ended 30 June 2026.

6. Provision for expected credit losses on assets and provisions for contingent commitments

PLN '000	II quarter 01.04. - 30.06. 2026	I half of the year 01.01. - 30.06. 2026	II quarter 01.04. - 30.06. 2025	I half of the year 01.01. - 30.06. 2025
Provision for expected credit losses on equity				
creation of write-offs	-	(67)	-	(32)
reversal of write-offs	4	4	15	15
	4	(63)	15	(17)
Provision for expected credit losses on amounts due				
Provision creation	(2,832)	(3,925)	(877)	(1,325)
Provision reversal	1,251	6,074	664	1,466
Provision reversal	(1,581)	2,149	(213)	141
Provision for expected credit losses on amounts due				
Provision creation and reversals	(65,470)	(83,545)	(10,898)	(12,588)
Provision creation	(117,349)	(164,754)	(47,225)	(96,374)
Provision reversal	54,066	85,971	39,491	89,993
Other	(2,187)	(4,762)	(3,164)	(6,207)
Recoveries from sold debts	(29)	8,178	10,125	10,134
	(65,499)	(75,367)	(773)	(2,454)
Provision for expected credit losses on debt investment				
Provision creation	(1,619)	(2,532)	(1,367)	(3,083)
Provision reversal	1,115	2,158	1,258	2,276
	(504)	(374)	(109)	(807)
Provision for expected credit losses on financial assets	(67,580)	(73,655)	(1,080)	(3,137)
Created provisions for granted financial and guarantee	(7,117)	(20,116)	(4,241)	(9,832)
Release of provisions for granted financial and guarantee	9,277	14,352	5,588	15,639
Provision for expected credit losses for contingent	2,160	(5,764)	1,347	5,807
Provision for expected credit losses on financial assets	(65,420)	(79,419)	267	2,670

Data for the first half of 2025 include discontinued operations income in the amount of PLN (3,106) for the I half of 2026 and in the amount of PLN 11,685 for I half of 2025. Information on discontinued operations disclosed in Note 4 "Assets and liabilities classified as held for sale and profit from discontinued operations".

7. Amounts due from customers

PLN '000	30.06.2026	31.12.2025
Amounts due from financial sector entities		
Loans, placements and advances	4,524,635	3,576,712
Debt financial assets unlisted	1,402,599	1,002,149

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PLN '000	30.06.2026	31.12.2025
Receivables due to purchased securities with a repurchase agreement	1,584,120	10,880
Guarantee funds and deposits pledged as collateral	1,607,585	1,870,054
Other receivables	7,160	-
Total gross value	9,126,099	6,459,795
Provision for expected for credit losses	(41,910)	(10,854)
Total net value	9,084,189	6,448,941

Amounts due from non-financial sector entities

Loans and advances	9,778,265	15,288,312
Purchased receivables	2,506,468	3,118,387
Realized guarantees	30,679	30,467
Other receivables	175	17,005
Total gross value	12,315,587	18,454,098
Provision for expected for credit losses	(255,844)	(512,287)
Total net value	12,059,743	17,941,811

Total net value of receivables from customers	21,143,932	24,390,752
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Data as of December 31, 2025, includes assets included in the disposal group classified as held for sale in the amount of PLN 6,168,098 thousand (embedded derivatives). Information regarding discontinued operations is presented in Note 4 "Assets and liabilities classified as held for sale and profit from discontinued operations"

Movement in amounts due from customers presents as follows:

PLN '000	Stage 1	Stage 2	Stage 3	Originated credit-impaired assets	Total
Provision for expected credit losses - amounts due from customers					
Provision for expected credit losses as at 1 January 2026	(39,569)	(78,955)	(404,191)	(426)	(523,141)
Transfer to Stage 1	(10,303)	10,021	282	-	-
Transfer to Stage 2	2,703	(3,939)	1,236	-	-
Transfer to Stage 3	147	31,355	(31,502)	-	-
Transfer to Purchased or originated credit-impaired assets	-	-	3,864	(3,864)	-
(Creation)/Releases in the period through the income statement	10,746	(13,110)	(80,511)	(670)	(83,545)
Decrease in provisions due to write-offs	-	-	19,052	-	19,052
Decrease in provisions in connection with the sale of receivables	12,817	33,323	251,127	2,957	300,224
Changes in accrued interest in Stage 3 other than written off and sale of receivables	-	(1)	(9,123)	(1,339)	(10,463)
Decrease in provisions due to derecognition from the balance sheet as a result of significant change	-	-	-	3,316	3,316
Foreign exchange and other movements	(370)	(221)	(2,707)	101	(3,197)
Provision for expected credit losses as at 30 June 2026	(23,829)	(21,527)	(252,473)	75	(297,754)

PLN '000	Stage 1	Stage 2	Stage 3	Originated credit-impaired assets	Total
Provision for expected credit losses - amounts due from customers					
Provision for expected credit losses as at 1 January 2025	(41,995)	(79,207)	(425,169)	733	(545,638)
Transfer to Stage 1	(12,153)	11,204	949	-	-
Transfer to Stage 2	3,192	(6,059)	2,867	-	-

PLN '000	Stage 1	Stage 2	Stage 3 credit-	Originated impaired assets	Total
Provision for expected credit losses - amounts due from customers					
Transfer to Stage 3	517	9,320	(9,837)	-	-
Transfer to impaired assets	-	55	9,080	(9,135)	-
(Creation)/Releases in the period though the income statement	9,654	(17,533)	(26,926)	(930)	(35,735)
Changes resulting from an update of the method used for making estimates (net)	(1,190)	2,754	-	-	1,564
Decrease in provisions due to writ offs	-	-	7,710	-	7,710
Decrease in provisions in connect with the sale of receivables	-	-	68,344	-	71,524
Changes in accrued interest in Sta 3 other than written off and sale o receivables	-	1	(30,234)	(3,055)	(33,288)
Reduction of impairment losses d to de-balance sheet as a result of material change	-	-	-	8,807	8,807
Foreign exchange and other movements	2,406	510	(975)	(26)	1,915
Provision for expected credit losses as at 31 December 2025	(39,569)	(78,955)	(404,191)	(3,606)	(523,141)

8. Intangible assets

Intangible assets in the amount of PLN 881,378 thousand as at 30 June 2026 (as at 31 December 2025: PLN 878,388 thousand) include goodwill in the amount of PLN 851,205 thousand (as at 31 December 2025: PLN 851,205 thousand).

In Banks's financial statement, goodwill arises as a result of the merger between Bank Handlowy w Warszawie S.A. and Citibank (Poland) S.A. which happened on 28 February 2001 and from acquisition of organized part of the banking enterprise ABN Amro Bank (Polska) S.A which happened on 1 March 2005.

The goodwill is stated at cost minus any accumulated impairment losses. Goodwill is not amortized but is only subject to impairment testing. Goodwill is tested for impairment at least annually, unless evidence of impairment is identified. Goodwill allocated to the Retail Banking Segment was fully written off in prior periods. The impairment loss related to goodwill is not subject to reversal.

After the sale of the Retail Banking Segment in June 2026, the Bank has conducted a revision of the structure of cash-generating units. On the basis of this review two cash-generating units have been identified: corporate banking segment and financial markets segment. To each of these identified units, according to the relative value approach, a separation of the firm has been carried out. As of June 30, 2026, PLN 404,388 thousand was assigned to corporate banking and PLN 446,817 thousand was assigned to financial markets. The Bank has conducted a test for the loss of value for the identified cash-generating units. No loss of value was identified.

9. Financial instruments disclosures

Fair value of financial assets and liabilities

The summary below provides statement of financial position (by category) and fair value information for each category of financial assets and liabilities.

PLN '000	Note	30.06.2026		31.12.2025	
		Balance value	Fair value	Balance value	Fair value
Assets					
Amounts due from banks		10,445,545	10,436,887	8,246,058	8,250,663
Amounts due from customers	7	21,143,932	21,193,979	24,390,752	24,730,157
Liabilities					
Amounts due to banks		9,465,708	9,465,640	3,904,507	3,904,535
Amounts due to customers		48,316,550	48,326,640	60,686,497	60,660,560

Data as of December 31, 2025, presents assets and liabilities in disposal groups held for sale. Information on discontinued operations disclosed in Note 4 "Assets and liabilities classified as held for sale and profit from discontinued operations".

Valuation methods and assumptions used for the purposes of fair value

Fair value of assets and financial liabilities are estimated as follows:

- The fair value of financial instruments not quoted on active markets is determined using valuation techniques. If valuation techniques are used to determine fair values, these methods are periodically assessed and verified. All the models are tested and approved before application. As far as possible, only observable data are used in the models, although in some areas, the Banks's management must use estimates. Changes in the assumptions relating to the estimated factors may affect the fair value of financial instruments disclosed.

The Bank applies the following methods of measurement of particular types of derivative instruments:

- FX forwards – discounted cash flow model;
- options – option market-based valuation model;
- interest rate transactions – discounted cash flow model;
- futures – current quotations.
- For valuation of securities transactions – current quotations are used. In case of lack of quotations, adequate models based on discount and forward curves including decrease of credit spread if needed, are used for valuation.
- The fair value of other assets and financial liabilities (excluding described above) are estimated in accordance to commonly accepted models of valuation based on discounted cash flow analysis taking into account fluctuations in market interest rates and changes in margins during the financial period.

Fair value included in standalone statement of financial position

Depending on the method of determining fair value, individual financial assets or liabilities are classified into the following categories:

- Level I: financial assets / liabilities valued directly on the basis of prices quoted in an active market, where regular quotations are available and turnover is sufficient.
The active market includes stock and brokerage quotes and quotes in pricing services type systems, such as Reuters and Bloomberg, which represent the actual market transactions concluded on the market conditions. Level I mainly include debt securities held-for-trading or measured at fair value through other comprehensive income;
- Level II: financial assets / liabilities valued on the basis of models based on input data from the active market, presented in Reuters and Bloomberg systems. Depending on financial instruments, the following specific valuation techniques are used:
 - listed prices for a given instrument or listed prices for an alternative instrument,
 - fair value of interest rate swaps and forward foreign exchange contracts is calculated as the current value of future cash flows based on the market yield curves and current NBP fixing exchange rate in case of foreign currency instruments,
 - other techniques, such as yield curves based on alternative prices for a given financial instrument.
- Level III: financial assets / liabilities valued on the basis of valuation techniques using relevant, non-market parameters.

The tables below present values of financial assets and liabilities in the standalone statement of financial position, in accordance with a fair value, classified by above levels.

As at 30 June 2026

PLN '000	Note	Level I	Level II	Level III	Total
Financial assets					
Financial assets held-for-trading		2,528,931	2,046,357	-	4,575,288
derivatives		-	2,046,357	-	2,046,357
debt securities		2,493,351	-	-	2,493,351
Equity instruments		35,580	-	-	35,580
Debt financial assets measured at fair value through other comprehensive income		28,747,073	2,498,178	-	31,245,251
Equity and other investments measured at fair value through income statement		2,486	-	131,220	133,706
Financial liabilities					
Financial liabilities held-for-trading		265,855	2,661,912	-	2,927,767

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PLN '000	Note	Level I	Level II	Level III	Total
short sale of securities		265,855	-	-	265,855
derivatives		-	2,661,912	-	2,661,912
Hedging derivatives		-	248,190	-	248,190

As at 31 December 2025

PLN '000	Level I	Level II	Level III	Total
Financial assets				
Financial assets held-for-trading	2,330,267	2,496,836	-	4,827,103
derivatives	720	2,496,836	-	2,497,556
debt securities	2,294,275	-	-	2,294,275
equity instruments	35,272	-	-	35,272
Debt financial assets measured at fair value through other comprehensive income	30,151,984	-	-	30,151,984
Equity and other investments measured at fair value through income statement	45,632	-	138,276	183,908
Financial liabilities				
Financial liabilities held-for-trading	10,310	2,679,789	-	2,690,099
short sale of securities	8,880	-	-	8,880
derivatives	1,430	2,679,789	-	2,681,219
Hedging derivatives	-	358,677	-	358,677

The table above presents assets and liabilities in disposal groups held for sale. Information on discontinued operations disclosed in Note 4 "Assets and liabilities classified as held for sale and profit from discontinued operations"

As of June 30, 2026, the structure of VISA stocks owned by the Bank has not been changed in relation to December 31, 2025.

As a result of conversion completed in I half of 2026 the Bank acquired series "A" VISA Inc. preferred shares of a value amounted to PLN 36,021 thousand, the positive result of the transaction equated to PLN 1,875 thousand and was recognized in the Profit and Loss statement as gain on equity and other instruments measured at fair value through income statement.

As of June 30, 2026, the amount of financial assets classified to level III includes the value of the share in Visa Inc. (preference series C) in the amount of PLN 4,750 thousand and the value of other minority shareholding in the amount of PLN 126,470 thousand (as of December 31, 2025, respectively PLN 4,534 thousand and PLN 133,742 thousand).

The sensitivity analysis for equity instruments classified to level III as of 30 June 2026 is presented in the table below:

PLN '000	Fair value	Scenario	Fair value in positive scenario	Fair value in negative scenario
Capital instruments compulsorily measured at fair value through profit or loss	131,219	Change of the key parameter (cost of capital by - 10% / + 10% or conversion rate by + 10% / - 10%)	149,630	116,820

The method of estimating the fair value of series C Visa Inc preference shares takes into account the value of Visa Inc. shares and corrections resulting from disputes (current or potential) to which Visa or the Bank would be a party. Minority shareholding in infrastructure companies measured at fair value taking into account, inter alia, the expected discounted dividends using an assumed cost of capital and the history of profit distribution in the particular companies. Changes in the valuation are accounted for in the Income statement and presented in the Net gain/(loss) on equity and other instruments measured at fair value through income statement.

Changes in financial assets and liabilities in, measured at a fair value that was defined by using relevant parameters not-market based are presented below:

PLN '000	Equity and other investments measured at fair value through income statement	
	01.01-30.06.2026	01.01.-31.12.2025
As at the beginning of period	138,276	134,831
VISA stock conversion – transfer to Level I	-	(4,646)
Revaluation	(7,056)	8,091
As at the end of period	131,220	138,276

In the first half of 2026, the Bank has not made any changes in classification criteria of financial instruments (presented in the statement of financial position at fair value) to each category reflecting the fair value (level I, level II, level III).

In the same period, the Bank did not change the classification of financial assets as a result of a change in the purpose or use of the asset.

10. Net gain/ (loss) on derecognition of asset from balance sheet

The net gain/(loss) on derecognition of financial assets in Bank relates to the gain/(loss) on debt investment financial assets measured at fair value through other comprehensive income.

PLN '000	II quarter 01.04. – 30.06. 2026	I half of the year 01.01. – 30.06. 2026	II quarter 01.04. – 30.06. 2025	I half of the year 01.01. – 30.06. 2025
Net gain/(loss) on debt investment financial assets measured at fair value through other comprehensive income				
Polish treasury bonds	-	174,526	27,541	40,629
EBI securities	-	1,707	-	1,932
Other	27,383	45,888	77,807	102,854
	27,383	222,121	105,348	145,415

Due to specific activity of the Bank, changes in debt investment financial assets measured at fair value through other comprehensive income are presented in operating activities in cash flow statement.

11. Seasonality or periodicity of business activity

The business activity of the Bank does not involve significant events that would be subject to seasonal or cyclical variations.

12. Issue, redemption and repayment of debt and equity securities

In the first half of the year 2026 no issue or pay back of debt or equity securities took place.

The Bank, in implementing the incentive programs referred to in the resolutions adopted by the Extraordinary General Meeting of the Bank on the December 16, 2022, in 2024 converted a specified portion of cash-settled awards into equity-settled awards of the Bank Handlowy w Warszawie S.A., which resulted in a change to the accounting treatment of certain equity awards in accordance with IFRS 2 "Share-based Payment".

On March 2, 2026, the Bank received decision from Polish Financial Supervision Authority ("KNF") dated February 27, 2026, in which the Bank was granted permission to begin purchasing its own shares for the purpose of offering them to eligible employees under the incentive program. Under the above authorization issued for the period until December 27, 2027, the Bank may acquire a maximum of 285,000 own shares and the price of the repurchased own shares of the Bank may not exceed a total of PLN 30,000,000.

In the first half of 2025, the Bank has not been purchasing own shares under the above authorization of Polish Financial Supervision Authority ("KNF").

On March 18, 2026, the Bank transferred free of charge (i.e. initiated the transfer to) eligible employees of the Bank a total of 98,837 shares previously acquired (Tranche I), while on March 23, 2026, the Bank transferred free of charge (i.e. initiated the transfer to) eligible employees of the Bank a total of 26,057 shares previously acquired (Tranche II), giving the total of 124,894 shares across both tranches. The shares transferred represent in total 0,095587% of the share capital of the bank and entitle their holders to 0,095587% of total number of votes at the General Meeting of the Bank.

As at the end of June 2026 the Bank retained 141,893 shares in total representing 0,1085975% of share capital of the Bank and carrying in aggregate the right to 0,1085975% of total votes at the General Meeting of the Bank.

In the period from July 17, 2026, until July 27, 2026, the Bank has acquired in total 55,815 own shares in the nominal value of one share equal to PLN 4.00, representing 0,0427179% of the share capital of the Bank and entitling for 55,815 votes at the General Meeting of the Bank, which constitutes 0,0427179% of the total votes at the General Meeting of the Bank for the total price of PLN 6,809,009.20.

From the beginning of the execution of purchase of shares under the authorization of Polish Financial Supervision Authority ("KNF") from March 2, 2026, through the date of this report, the Bank has acquired 55,815 own shares at the par value of one acquired share equaled to PLN 4.00, representing 0,0427179% the share capital of the Bank and entitling for 55,815 votes at the General Meeting of the Bank, which constitutes 0,0427179% of the total votes at the

General Meeting of the Bank. In the period when the shares were owned by the Bank, Bank did not exercise the voting rights attached to these shares.

13. Paid or declared dividends

On June 17, 2026, the Ordinary General Meeting of Shareholders ("GSM") of the Bank adopted a resolution on distribution of net profit for 2024. Pursuant to the resolution the net profit for 2025 in the amount of PLN 1,667,392,455.21 was distributed as follows:

- Dividend for shareholders: PLN: 1,250,359 633.06,
- Reserve capital: PLN 417,032,822.15 was left undivided.

In addition, GSM decided to allocate for distribution among shareholders the amount of PLN 28,713,895.54 from the Dividend Capital established by the General Meeting Resolution No. 26/2025 of June 27, 2025, regarding the creation of a reserve capital for dividend payment, including advance payments for dividends.

GMS decided to allocate to distribution between shareholder amount equal to PLN 448,551,276.72 ("Interim Dividend", which was paid out to shareholders on October 28, 2025) derived from dividend capital created by General Meeting of Shareholders by resolution number 26/2025 form June 27, 2025, concerning creation of capital reserve for the purpose of dividend payout, including interim dividend payments.

The dividend per one ordinary share is PLN 9.80 gross. The number of shares entitled to dividends is 130,517,707. Simultaneously GMS resolved to determine the dividend record date as June 25, 2026 (dividend record date) and the dividend payment date as June 30, 2026 (dividend payment date).

The payments in this amount were in line with the individual recommendation of the Polish Financial Supervision Authority regarding fulfilling by the Bank of requirements for dividend payment from net profit generated in 2025 and decision of Bank Supervision Commission from May 18, 2026, issued on the bases of Article 129 paragraph 3 of banking law.

14. Changes in the Bank's structure

In the first half of 2026 the structure of the Bank has not changed compared to the end of 2025.

15. Changes in granted and received financial commitments and guarantees

of the table below presents granted and received financial commitments and guarantees as at 30 June 2026 and changes in comparison with the end of 2025:

PLN '000	State as at		Change	
	30.06.2026	31.12.2025	PLN '000	%
Contingent liabilities and guarantees granted				
Letters of credit	156,545	159,738	(3,193)	(2.0%)
Guarantees granted	3,997,257	4,004,978	(7,721)	(0.2%)
Credit lines granted	9,704,758	14,547,861	(4,843,103)	(33.3%)
Other guaranteed liabilities	-	22,754	(22,754)	(100.0%)
	13,858,560	18,735,331	(4,876,771)	(26.0%)
Letters of credit				
Import letters of credit issued	145,664	159,738	(14,074)	(8.8%)
Export letters of credit confirmed	10,881	-	10,881	-
	156,545	159,738	(3,193)	(2.0%)

Data as of December 31, 2025, liabilities in disposal groups held-for-sale in the amount of PLN 5,235,160 thousand. Information on discontinued operations disclosed in Note 4 "Assets and liabilities classified as held for sale and profit from discontinued operations".

The Bank creates provisions for contingent commitments and guarantees granted by the Bank. As at 30 June, 2026 the amount of provisions for granted contingent commitments and guarantees was PLN 22,333 thousand (31 December 2025: PLN 25,767 thousand).

Guarantees granted include guarantees of credit repayment, other guarantees of payment, guarantees on advance payments, guarantees on proper performance, tender guarantees and endorsements on bills.

PLN '000	State as at		Change	
	30.06.2025	31.12.2024	PLN '000	%
Contingent liabilities and guarantees received				
Financial	2,466	-	2,466	-
Guarantees	16,232,076	14,881,119	1,350,957	9.1%
	16,234,542	14,881,119	1,353,423	9.1%

Data as of December 31, 2025, liabilities in disposal groups held for sale in the amount of PLN 496 thousand. Information on discontinued operations disclosed in Note 4 "Assets and liabilities classified as held for sale and profit from discontinued operations".

16. Contingent liabilities and litigation proceedings

No proceedings regarding receivables or liabilities of the Bank conducted in the first half of 2026 in court, public administration authorities or an arbitration authority is of significant value. In Bank's opinion no proceedings conducted in court, public administration authority or an arbitration authority, pose a threat to the Bank's financial liquidity, individually or in total.

In the case of legal proceedings involving the risk of cash outflow the Bank has created appropriate provisions, in accordance with IAS 37.

The value of provisions for disputes as of June 30, 2026, and December 31, 2025 are presented in the table below:

PLN '000	30.06.2026	31.12.2025
Provisions for disputes, including:		
provisions for option cases on derivative instruments	17,850	17,506
provisions for individual cases relating to CJEU judgements	12,341	21,694
Other provisions	9,494	8,343
Provisions for disputes	39,685	47,543

The data presented in the table above does not account for portfolio provisions established in connection with CJEU judgments, which were presented in the financial statements under the line item "Other" and described above.

No significant settlements occurred in the first half of 2026 due to court cases concluded with a final judgment.

- On 27 May 2019 the Bank received a statement of claim submitted by Rigall Arteria Management spółka z ograniczoną odpowiedzialnością sp. k. for the payment of PLN 386,139,180.89 along with statutory interest for delay from the date of filing the claim to the payment date and the amount of PLN 50,017,463.89 including statutory interest for delay from the date of filing the claim to the date of payment. The statement of claim refers to the agency agreement, which covered intermediary services for the Bank's products and services, primarily in the segment of Retail Banking, and was terminated in 2014. The Court has referred the matter to mediation proceedings, which have not resulted in a mutual agreement, which has not resulted in an agreement. On the December 16, 2025, the Regional Court in Warsaw has issued a first-instance judgment in which it awarded PLN 168,718 to Rigall Arteria Management and dismissed the claim in the remaining part.

On 10 February 2020 the Bank received a statement of claim submitted by Rotsa Sales Direct sp. z o.o. for the payment of PLN 419,712,468 along with statutory interest for delay from the date of filing the claim to the payment date and the amount of PLN 33,047,245 including statutory interest for delay from the date of filing the claim to the date of payment. The statement of claim refers to the agency agreement, which covered intermediary services for the Bank's products and services, primarily in the segment of Retail Banking, and was terminated in 2014. The court referred the matter to mediation proceedings, so the case has been brought to consideration the court of first instance.

As of May 25, 2026, Rotsa Sales Direct limited liability company (LLC) and the Bank reached a settlement based on which Rotsa Sales Direct LLC withdrew the lawsuit which resulted in termination of proceedings and closure of the case, without additional costs for the Bank.

- As of June 30, 2026, the Bank was among others a party to 8 court proceedings associated with derivative transactions. Among these, 5 proceedings have not been terminated with a legally binding conclusion, in one case, the court of appeal issued a final judgment against which a cassation appeal may be lodged, and 2 have been terminated and cassation proceedings were pending. In 5 proceedings the Bank acted as a defendant and in 3 as a plaintiff. The claims and allegations in the individual cases against the Bank are based on various legal bases. The subject of the dispute refers mainly to the validity of the derivative transactions and clients' liabilities demanded by the Bank with respect to those derivative transactions, as well as potential claims regarding potential invalidation

of such demands by court decisions. Clients try to prevent the Bank from seeking claims resulting from derivative transactions; they dispute their liabilities towards the Bank, question the validity of the agreements and, in some cases, demand payment from the Bank.

- The Bank was a party to proceedings initiated by the President of the Office of Competition and Consumer Protection (UOKiK) against the Visa and Europay payment system operators and banks – issuers of Visa cards and Europay/Eurocard/Mastercard cards. The Bank was one of the addressees of the President of UOKiK's decision in the case. The proceedings have concerned alleged practices limiting competition on the payment cards market in Poland consisting in the fixing of interchange fees for transactions made with Visa and Europay/Eurocard/Mastercard cards, as well as limiting access to the market for operators who do not belong to the unions of card issuers, against whom the proceedings were initiated. The President of UOKiK's decision was the subject of legal analyses in appeal proceedings. On April 22, 2010, the Appeal Court overturned the verdict of the Court of Competition and Consumer Protection (SOKiK) and referred the case back to the court of first instance. On 21 November 2013 SOKiK made a judgment, under which a penalty imposed on the Bank was modified and set in the amount of PLN 1,775,720. On October 6, 2015, the Appeal Court modified the verdict of the Competition and Consumer Protection Court and denied all appeals from the decision of the President of the Competition and Consumer Protection Office, including the changes of amounts of the fines that were imposed upon banks. As a result, the fine in the amount of 10,228,470 PLN that was originally imposed upon the Bank has been reinstated. As the Bank submitted extraordinary appeal on the 25 October 2017 the Supreme Court has overturned the Appeal Court's verdict, and the case has been returned to the Appeal Court for a second review. The appeals proceedings have begun again. In the first quarter of 2018, the Bank received the reimbursed. By the judgment of November 23, 2020, the Appeal Court set aside the judgment of November 21, 2013, and remitted the case to the court of first instance for reconsideration.
- The Bank is carefully following the changes of the legal environment arising out of the courts' case law regarding mortgage loans indexed to foreign currencies. As of June 30, 2026, the Bank had receivables from retail mortgage loan indexed to the CHF exchange rate at their net carrying amount PLN 9,7 million. Besides the provision for individual litigation cases, the Bank maintained portfolio provision on this account in the amount of PLN 10.4 million as of June 30, 2026 (compared to PLN 15,7 million as of December 31, 2025). Estimation of provisions assumes an expected probability of settlement or litigation and an estimate of loss of the Bank in case of resolution of the case in court. This amount as well as the provisions for the individual litigation cases are recognized in the statement of financial position of the Bank under Provisions.

As of June 30, 2026, the Bank was sued in 48 cases relating to a CHF-indexed loan for a total amount of approximately PLN 19.1 million. 71 cases were legally lost, and the Bank decided to file two cassation appeals (one appeal was rejected on formal grounds, as to the second the Supreme Court refused to accept the cassation appeals for consideration). Most of the cases are in the first instance.

- The Retail Banking business segment of the Bank sale agreement includes provisions concerning the granting by the Bank of a release from liability in respect of certain identified risks with a designated financial limit. According to matters presented above, important information about the retail business segment is presented below:
 - On 22 June 2021, the President of the Office of Competition and Consumer Protection initiated explanatory proceedings to initially determine whether the Bank's actions taken after consumers reported unauthorized payment transactions may justify the initiation of proceedings regarding practices violating the collective interests of consumers or proceedings regarding to recognize the provisions of the standard contract as prohibited. On 8 February 2024, the President of the Office of Competition and Consumer Protection initiated proceedings (decision delivered on 13 February 2024) regarding practices violating the collective interests of consumers regarding unauthorized payment transactions. The charges brought are:
 - failure to refund the amount of an unauthorized payment transaction to the customer within the D+1 deadline despite the lack of premises for such refusal,
 - misleading consumers as to the Bank's obligations and the distribution of the burden of proving the authorization of a payment transaction.

The proceedings are the result of the explanatory proceedings of the President of the Office of Competition and Consumer Protection initiated in June 2021. As at June 30, 2025, the Bank did not create any provision in this respect because it is not possible to reliably estimate its potential outcome.

- As of June 12, 2026, the Bank was the defendant in a total of 402 court cases concerning claims arising from the free credit sanction related to consumer loans offered by the Bank. The total value of the dispute in these cases as of the above date was PLN 10,9 million. The Bank noted the preliminary questions submitted by Polish courts in cases concerning Polish financial market entities, which concern issues related to the free credit sanction, and is closely following the course of proceedings in which these questions are to be resolved. The Bank closely monitors court decisions in cases concerning the free credit sanction. The ruling in the Bank's cases issued during in the period previous to the business transfer transaction of Retail Segment to VeloBank S.A. on the basis of the Agreement on the division by separation of the Bank's retail operations in favor of VeloBank S.A. concluded on May 27, 2025, by VeloBank S.A., Promontoria Holding 418 B.V. and Citibank Europe Plc was overwhelmingly favorable to the Bank.
- In its judgment issued on April 23, 2026, in case C-744/24, the Court of Justice of the European Union interpreted the provisions of Directive 2008/48/EC of the European Parliament and of the Council of April 23, 2008, on credit

agreements for consumers, and stated that Article 3(g) and (j) of Directive 2008/48/EC of the European Parliament and of the Council of April 23, 2008, on credit agreements for consumers and repealing Council Directive 87/102/EEC, as amended by Directive (EU) 2021/2167 of the European Parliament and of the Council of November 24, 2021, in conjunction with Article 10(2) of that Directive, must be interpreted as precluding the inclusion in consumer credit agreements of terms providing for the application of an interest rate not only to the total amount of credit but also to amounts intended to cover costs associated with that credit and thus forming part of the total cost of credit borne by the consumer. In its judgment, the Court thus challenged the possibility of charging interest on credited costs related to consumer credit. The assessment of the impact of the ruling on customer claims requires further observation of trends in national case law and the Court of Justice of the European Union.

17. Transactions with the key management personnel

PLN '000	30.06.2026*		31.12.2025	
	Members of the Management Board	Members of the Supervisory Board	Members of the Management Board	Members of the Supervisory Board
Loans granted	-	-	3,377	51
Deposits	-	-		
Current accounts	-	-	12,964	3,895
Term deposits	-	-	556	29,227
Total Deposits	-	-	13,520	33,122

*According to contract signed on June 12, 2026, a transaction through bank has existed from the Retail Banking Segment.

As of December 31, 2025, no guarantees were granted to members of the Management Board and the Supervisory Board.

All transactions of the Bank with members of the Management Board and the Supervisory Board were concluded at arm's length.

Changes in the composition of the Management Board of the Bank

On June 8, 2026, the Bank received an information about resignation of Mr. Andrzej Wilk as of June 11, 2026, from the role of Vice President of the Bank's Management Board.

Changes in the composition of the Supervisory Board of the Bank

In the first half of 2026, the composition of the Supervisory Board did not change.

Among all employment contracts between the Bank and the members of the Management Board of the Bank, there is no contract that provides for financial compensation in the case of termination with prior notice or for reasons specified in Article 53 of the Labor Code.

A separate non-competition agreement conducted with the Bank applies to each member of the Bank's Management Board. According to its provisions, in case of termination of employment in the Bank, in the period of 12 months (in case of one member of the Management Board – of 6 months) from the date of employment termination, the member of the Management Board is obligated to refrain from competitive activities against the Bank. Due to limitations mentioned above, the Bank will be obliged to pay compensation to the member of the Management Board.

18. Related parties

The Bank is a member of Citigroup Inc, which is the ultimate parent company. The parent entity of the Bank is Citibank Europe PLC based in Ireland.

Within its normal course of business activities, the Bank enters into transactions with related entities, in particular with entities of Citigroup Inc. and subsidiaries.

The transactions with related entities result from present Bank's activity and mainly include deposits, guarantees and derivatives transactions.

Apart from the transactions described in this section, in the presented period neither the Bank nor the Bank's subsidiaries conducted any transactions with related entities, which would be individually or jointly significant. No transaction with related entities was concluded on terms other than market terms.

Transactions with subsidiaries

The receivables and liabilities towards subsidiaries are as follows.

PLN '000	30.06.2026	31.12.2025
Deposits		
Current accounts	468	4,488
Term deposits	104,401	100,599
	104,869	105,087
Deposits		
Balance at the beginning of period	105,087	105,565
Balance at the end of period	104,868	105,087

PLN '000	01.01. - 30.06. 2026	01.01. - 30.06. 2025
Interest and commission income	8	10
Interest and commission expense	1,465	1,989
Other operating income	21	24

On 30 June 2026 and 31 December 2025 there were no write-offs due to value loss of receivables and contingent liabilities granted.

Transactions with other Citigroup entities

The receivables and liabilities towards Citigroup Inc. companies are as follows:

PLN '000	30.06.2026	31.12.2025
Receivables	10,390,520	7,791,730
Liabilities, including:	5,404,794	2,623,925
Deposits*	733,492	500,112
Loans received**	2,375,282	1,060,443
Balance-sheet valuation of derivative transactions		
Assets held-for-trading	327,534	618,584
Liabilities held-for-trading	819,115	605,645
Contingent liabilities granted	276,153	248,245
Contingent liabilities received	125,728	131,871
Contingent derivative transactions (liabilities granted/received), including:	69,055,313	66,728,140
Interest rate instruments	12,950,386	12,855,786
Currency instruments	55,514,923	53,371,076
Securities transactions	590,004	501,278

*As for June 30, 2026, balance sheet liabilities towards the parent entity (Citibank Europe PLC with headquarters in Ireland) and its subsidiaries amounted to PLN 462 million, while off-balance sheet liabilities amounted to PLN 95 million (31 December 2025, respectively PLN 1,623 million and PLN 102 million)

**utilization of part of amount specified in the subordinated loan agreement concluded between the Bank and parent entity in Note 23 in the Condensed Interim Consolidated Financial Statements of the Capital Group of Bank Handlowy w Warszawie S.A. for the 6-month period ended 30 June 2026.

PLN '000	01.01. - 30.06. 2025	01.01. - 30.06. 2025
Interest and commission income*	173,567	186,351
Interest and commission expense*	31,606	35,127
General administrative expenses	55,152	104,434
Other operating income	7,023	4,643

*Interest and commission income in amount of PLN 9,630 thousand (for the first half of 2025: PLN 8,694 thousand) refer to parent entity undertaking, whereas interest and commission costs refer to parent entity undertaking in amount of PLN 26,276 thousand (for the first half of 2025: PLN 20,586 thousand).

The Bank receives income and incurs costs on derivative transactions with entities of Citigroup Inc. in order to hedge market risk. These are back-to-back derivative transactions with Bank's other clients and closing Bank's own position. On 30 June 2026 net balance valuation of transactions on derivatives amounted to PLN (491,581) thousand (31 December 2025: PLN 12,939 thousand).

Furthermore, the Bank incurs costs and receives income from agreements between Citigroup Inc. entities and the Bank, regarding the provision of mutual services.

The costs incurred and accrued (including VAT reflected in the Bank's costs) in the first half of 2026 and also in the first half of 2025, due to the concluded agreements were concerned, in particular, with costs of services regarding maintenance of the Bank's information systems and advisory support. The income was related to data processing and other services rendered by the Bank.

In the first half of 2026, same as in first half of 2025, capitalization of capital expenditures related to work on modifying the functionality of the Bank's IT systems did not take place.

Citibank Europe PLC absorbed interest rate exposures associated with the transferred assets and liabilities from the date of the Bank entering into an agreement to sell its Retail Banking Business through to completion.

Additionally, the Bank may incur certain migration costs from various Citigroup affiliates related to the transaction described in Note 4. Amounts will be billed at market rates by Citigroup. At the end of first half of 2026, there are no outstanding balances between the Bank and its related parties related to the transaction.

No guarantees have been given to or received by the Bank from its related parties in connection to the disposal of Retail Business Segment.

19. Major events after the balance sheet date

On the June 13, 2026, the Bank has received a notice from Bank Guarantee Fund ("BFG"), concerning a joint decision of forced restructuring authorities i.e. Restructuring and Orderly Liquidation Single Resolution Board and BFG, concerning the minimal level of own funds and eligible liabilities ("MREL")

For the group plan of forced restructuring a strategy has been envisaged of forced restructuring, assuming a Single Point of Entry, SPE at the Citigroup Inc. level.

The Bank was not classified as an entity subject to forced restructuring within the meaning of Article 2 paragraph 41a of the BFG Act.

MREL requirement for the Bank has been established at individual level of 15.36% of total value of risk exposure ("TREA") and 5.91% of total exposure measure ("TEM") on individual level. The Bank has been obliged to fulfill the requirements immediately after receiving the notice.

The entirety of MREL requirement should be fulfilled in form of own funds and liabilities fulfilling the criteria specified in Article 98 paragraph 2l of the BFG Act, constituting a transposition of Article 45f paragraph 2 of BRRD Directive.

Simultaneously BFG, indicated that Common Equity Tier I ("CET1") instruments maintained for the purpose of combined buffer requirement cannot be included towards the MREL requirement expressed as a percentage of total amount of risk exposition.

In connection to Bank not being indicated as entity subject to forced restructuring within the meaning of Article 2 paragraph 41a of the BFG Act, the Bank is no longer obliged to follow the requirement concerning own funds and eligible liabilities specified in Article 92a of 575/2013 (TLAC) directive at level of 18% TREA and 6.75% TEM, meaning the minimal required level of Bank's own funds and eligible liabilities expressed a percentage of TREA will reduce by 2.64 p.p.

After the balance sheet date, there were no other material events that should be additionally included in these financial statements.

Members of the Management Board

26 August 2026 Date	Elżbieta Światopełk- Czetwertyńska Name	President of the Management Board Position/Function
26 August 2026 Date	Maciej Kropidłowski Name	Vice-president of the Management Board Position/Function
26 August 2026 Date	Barbara Sobala Name	Vice-president of the Management Board Position/Function
26 August 2026 Date	Patrycjusz Wójcik Name	Vice-president of the Management Board Position/Function
26 August 2026 Date	Tomasz Dziurzyński Name	Member of the Management Board Position/Function
26 August 2026 Date	Sebastian Perczak Name	Member of the Management Board Position/Function