

Warsaw, May 7, 2024

Current Report No. 12/2024

Re: Information on the proposed distribution of net profit for 2023

Legal basis: Art. 17 of the Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (MAR).

On May 7, 2024, the Management Board of Bank Handlowy w Warszawie S.A. ("Bank") adopted a resolution on the proposed distribution of net profit for the year 2023.

The Management Board of the Bank recommended to the Annual General Meeting in 2024 to distribute the profit for 2023 in the amount of PLN 2,255,190,345.46 as follows:

- 1) dividend: PLN 1,450,321,560.00
- 2) reserve capital: PLN 804,868,785.46

The Management Board of the Bank proposed to set the dividend date for June 27, 2024 (the dividend day) and the date of dividend payment for July 4, 2024 (the dividend payment date).

The above proposal of dividend payment, representing 64,31% of the net profit for 2023, is in line with the individual recommendation of the Polish Financial Supervision Authority regarding the Bank's compliance with the requirements for the payment of 75% of the dividend from net profit generated in 2023, which the Bank informed about in the current report No. 6/2024 of February 23, 2024.

With reference to current report no. 27/2023 regarding obtaining the permission from the Polish Financial Supervision Authority to buy-back own shares and the commencement of the buy-back process by the Bank, the final amount for dividend payment, and thus for the reserve capital, will depend on the number of own shares held by the Bank on the dividend date.

In line with current reports No. 17/2023 and 20/2023, the part of net profit of 2023 in the amount of PLN 800 million was recognized in the Bank's Tier 1 capital.

The recommendation of the Bank's Management Board will be submitted to the Supervisory Board for consideration and assessment, and then to the General Meeting for the purpose of adopting a resolution. The final decision on the distribution of the net profit for 2023 will be made by the Bank's General Meeting.