

Current Report No. 4/2017

Re: Information on the proposed distribution of net profit for 2016 in the form of dividend

Legal basis: § 38 section 1 item 11 of the Ordinance of the Minister of Finance on current and periodical information provided by issuers of securities and the conditions for regarding information required by the law of a non-member state as equivalent dated 19 February 2009 (Journal of Laws of 2014, item 133, as amended).

On March 14, 2017, the Management Board of Bank Handlowy w Warszawie S.A. ("Bank") adopted a resolution on the proposed distribution of net profit for the year 2016. The Management Board of the Bank recommended a dividend payout in the amount of PLN 591,887,988.00, constituting 98.0% of the stand-alone net profit indicated in the Annual Financial Statement of the Bank for a financial year ended December 31, 2016, which was adopted by the Management Board on March 14, 2017. The dividend will be paid in the form of cash. The final decision on the distribution of the net profit for 2016 will be made by the General Meeting of the Bank.

According to the above, the proposed dividend per one ordinary share would amount to PLN 4.53.

As of December 31, 2016 Bank meets general dividend payment criteria in the amount of 100% of net profit from 2016, indicated in the letter of the Financial Supervision Authority on the dividend policy for commercial banks dated December 21, 2016

The Bank's Management Board proposed to set the dividend date for July 3, 2017 and the date of the dividend payout for July 20, 2017.

The above proposal of the Management Board will be submitted to the Supervisory Board for consideration and assessment and then to the General Meeting so that the resolution can be adopted.