

Warsaw, June 8, 2020

Current Report No. 18/2020

Subject: The impact of the interest rate changes on the net interest income of the Capital Group of Bank Handlowy w Warszawie S.A.

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).

The Management Board of Bank Handlowy w Warszawie S.A. ("the Bank"), in reference to Current Report No. 9/2020 of April 16, 2020, presents the information on the updated estimates regarding the impact of the interest rate changes made by the Monetary Policy Council on the net interest income of the Capital Group of Bank Handlowy w Warszawie S.A. ("the Group").

The Bank estimates that the Monetary Policy Council's decisions of March 17 2020, April 8, 2020 and May 28, 2020 related to the change in interest rates (in particular the reduction of the reference rate by 140 basis points) will have a negative impact in the range of PLN 150-180 million on the net interest income of the Group in 2020.

The Bank estimates that the Monetary Policy Council's decision of May 28, 2020 related to the change in interest rates (in particular the reduction of the reference rate by 40 basis points) will have a negative impact on the Group's net interest income and the impact is estimated in the range of PLN 65-70 million in 2020.

The actual impact on the Group's net income will depend on the implementation of the business assumptions, including in the area of debt securities, and the macroeconomic situation.

Both the provided figures and assumptions may change.