

Warsaw, June 14, 2021

Current Report No. 23/2021

Re: Information on the proposed distribution of net profit for 2020 and undistributed profit for 2019

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 June 14, 2021, the Management Board of Bank Handlowy w Warszawie S.A. ("Bank") adopted a resolution on the proposed distribution of net profit for the year 2020 and undistributed net profit for the year 2019.

The Management Board of the Bank recommended to the Annual General Meeting in 2021 to distribute the profit for 2020 in the amount of PLN 158,085,123.29 and undistributed profit for 2019 in the amount of PLN 478,802,436.53 by allocating an appropriate part to the dividend payment, provided that until September 10, 2021 (inclusive), the Polish Financial Supervision Authority will allow the distribution of profit in one of the following ways:

- a) Whole Profit Distribution Condition;
- b) 75% Profit Distribution Condition - if the Whole Profit Distribution Condition fail to be fulfilled,
- c) 50% Profit Distribution Condition - if the 75% Profit Distribution Condition fail to be fulfilled,
- d) If the 50% Profit Distribution Condition fail to be fulfilled, the net profit for 2020 and the undistributed profit for 2019 will remain fully undistributed;

If the Polish Financial Supervision Authority approves the payment of the dividend, the Management Board of the Bank proposed to set the dividend date for September 15, 2021 (the dividend day) and the date of dividend payment for September 22, 2021 (the dividend payment date).

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.

Drafts of resolutions of the General Meeting on the distribution of net profit for 2020 and undistributed profit for 2019 are attached to this report.