

Warsaw, February 9, 2021.

## **Current Report No. 5/2021**

### **Subject: Impairment loss reducing goodwill in the Consumer Banking segment**

**Legal basis:** Art.17 (1) 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”) informs that in accordance with the International Accounting Standard 36, a goodwill impairment test was performed, which resulted in recognition of impairment loss reducing goodwill related to the Consumer Bank segment by PLN 215 million. The total amount of the impairment will have an impact on the Bank's financial results in the fourth quarter of 2020.

The key factor which triggered recording the impairment was the effects of the COVID-19 pandemic, in particular a reduction in interest rates to the record low level and a significant deterioration of business conditions, which resulted in lower activity of retail customers.

This is a one-off event and has no impact on the Bank’s liquidity and capital ratios.