

Warsaw, February 28, 2022

Current Report No. 5/2022

Subject: Individual recommendation of the Polish Financial Supervision Authority regarding the fulfilment of the criteria for the payment of dividends from the net profit generated in 2021

Legal basis: Article 17 (1) of 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. ("Bank") hereby informs that on February 25, 2022 it received a letter from the Polish Financial Supervision Authority ("PFSA") with a dividend recommendation for the Bank.

As at December 31, 2021, in terms of the basic criteria on the dividend policy of commercial banks for 2022, the Bank met the requirements qualifying for the payment of up to 100% of the dividend from the Bank's profit generated in the period from January 1, 2021 to December 31, 2021.

Simultaneously, the Bank does not have more than 5% of foreign currency housing loans for households in its portfolio of receivables from the non-financial sector, therefore it is not necessary to adjust the dividend rate by the criteria resulting from this factor.

In addition, the PFSA recommended the Bank not to take other actions, in particular those outside the scope of current business and operating activities, which could result in a reduction of the own funds, including possible dividend payments from undistributed profit from previous years and share buybacks, without previous consultation with supervisory authority.