



Bank Polski

**CONDENSED INTERIM CONSOLIDATED FINANCIAL
STATEMENTS OF THE PKO BANK POLSKI S.A. GROUP FOR
THE SIX-MONTH PERIOD ENDED 30 JUNE 2025**

SELECTED FINANCIAL DATA RELATING TO THE CONSOLIDATED FINANCIAL STATEMENTS

SELECTED FINANCIAL DATA	PLN million			EUR million		
	01.01-30.06.2025	01.01-30.06.2024	Change % (A-B)/B	01.01-30.06.2025	01.01-30.06.2024	Change % (D-E)/E
	A	B	C	D	E	F
Net interest income	12,135	10,246	18.4%	2,875	2,377	21.0%
Net fee and commission income	2,529	2,558	(1.1%)	599	593	1.0%
Net expected credit losses and net impairment allowances on non-financial assets	(762)	(766)	(0.5%)	(181)	(178)	1.7%
Administrative expenses	(4,724)	(4,141)	14.1%	(1,119)	(961)	16.4%
Profit before tax	6,939	5,789	19.9%	1,644	1,343	22.4%
Net profit (including non-controlling shareholders)	5,130	4,394	16.8%	1,215	1,019	19.2%
Net profit attributable to the parent company	5,130	4,395	16.7%	1,215	1,020	19.1%
Earnings per share for the period - basic (in PLN/EUR)	4.10	3.52	16.5%	0.97	0.82	18.3%
Earnings per share for the period - diluted (in PLN/EUR)	4.10	3.52	16.5%	0.97	0.82	18.3%
Net comprehensive income	6,411	4,942	29.7%	1,519	1,146	32.5%
Total net cash flows	1,481	(3,181)	(146.6%)	351	(738)	(147.6%)

SELECTED FINANCIAL DATA	PLN million			EUR million		
	30.06.2025	31.12.2024	Change % (A-B)/B	30.06.2025	31.12.2024	Change % (D-E)/E
	A	B	C	D	E	F
Total assets	547,296	525,225	4.2%	129,021	122,917	5.0%
Total equity	51,931	52,370	(0.8%)	12,242	12,256	(0.1%)
Share capital	1,250	1,250	-	295	293	0.7%
Number of shares (in million)	1,250	1,250	-	1,250	1,250	-
Book value per share (in PLN/EUR)	41.54	41.90	(0.9%)	9.79	9.81	(0.2%)
Diluted number of shares (in million)	1,250	1,250	-	1,250	1,250	-
Diluted book value per share (in PLN/EUR)	41.54	41.90	(0.9%)	9.79	9.81	(0.2%)
Total Capital Ratio (%)	17.30	18.58	(6.9%)	17.30	18.58	(6.9%)
Tier 1	44,546	44,255	0.7%	10,501	10,357	1.4%
Tier 2	2,771	3,039	(8.8%)	653	711	(8.2%)

SELECTED FINANCIAL STATEMENT ITEMS HAVE BEEN TRANSLATED INTO EUR AT THE FOLLOWING RATES	01.01-30.06.2025	01.01-30.06.2024
arithmetic mean of the NBP exchange rates at the end of a month (income statement, statement of comprehensive income and cash flow statement items)	4.2208	4.3109
	30.06.2025	31.12.2024
NBP mid exchange rates at the date indicated (statement of financial position items)	4.2419	4.2730

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CONSOLIDATED INCOME STATEMENT

INCOME STATEMENT	Note	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Net interest income		6,153	12,135	5,054	10,246
Interest and similar income	11	8,483	16,803	7,538	15,360
of which calculated under the effective interest rate method	11	8,410	16,644	7,431	15,137
Interest expense	11	(2,330)	(4,668)	(2,484)	(5,114)
Net fee and commission income		1,276	2,529	1,280	2,558
Fee and commission income	12	1,743	3,418	1,681	3,304
Fee and commission expense	12	(467)	(889)	(401)	(746)
Net other income		246	583	418	777
Net income from insurance business, of which:		157	311	190	366
Insurance revenue (net of reinsurance)		378	754	367	715
Cost of insurance activities (net of reinsurance)		(183)	(374)	(139)	(272)
Dividend income		14	14	22	22
Gains/(losses) on financial transactions		57	134	40	102
Net foreign exchange gains/ (losses)		55	115	81	147
Gains/(losses) on derecognition of financial instruments		30	36	20	40
of which measured at amortized cost		2	4	9	18
Net other operating income and expense, of which:		(67)	(27)	65	100
other operating income		112	221	108	209
other operating expenses		(179)	(248)	(43)	(109)
Result on business activities		7,675	15,247	6,752	13,581
Net allowances for expected credit losses	13	(281)	(481)	(251)	(453)
Impairment of non-financial assets	14	(69)	(281)	(201)	(313)
Cost of legal risk of mortgage loans in convertible currencies	15	(1,249)	(2,222)	(982)	(2,320)
Administrative expenses	16	(2,204)	(4,724)	(1,962)	(4,141)
Tax on certain financial institutions		(336)	(662)	(323)	(626)
Share in profits and losses of associates and joint ventures		20	62	20	61
Profit before tax		3,556	6,939	3,053	5,789
Income tax	17	(895)	(1,809)	(702)	(1,395)
Net profit (including non-controlling shareholders)		2,661	5,130	2,351	4,394
Profit (loss) attributable to non-controlling shareholders		-	-	-	(1)
Net profit attributable to equity holders of the parent company		2,661	5,130	2,351	4,395
Earnings per share					
- basic/diluted earnings per share for the period (PLN)		2.13	4.10	1.88	3.52
Weighted average number of ordinary shares during the period (in million)		1,250	1,250	1,250	1,250
Weighted average diluted number of ordinary shares during the period (in million)*		1,250	1,250	1,250	1,250

*Both in the period of three and six months ended 30 June 2025 and in the corresponding periods of 2024, there were no dilutive instruments. Therefore, the amount of diluted earnings per share is the same as the amount of basic earnings per share.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

STATEMENT OF COMPREHENSIVE INCOME	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Net profit (including non-controlling shareholders)	2,661	5,130	2,351	4,394
Other comprehensive income	748	1,281	188	548
Items which may be reclassified to profit or loss	748	1,281	188	548
Cash flow hedges (net) (Note 19)	513	850	236	211
Gains/losses recognized in other comprehensive income during the period	301	554	(172)	(876)
Amounts transferred from other comprehensive income to the income statement	332	495	463	1,136
Deferred tax	(120)	(199)	(55)	(49)
Fair value of financial assets measured at fair value through other comprehensive income (net)	281	505	(35)	341
Remeasurement of fair value, gross	375	658	(37)	440
Gains /losses transferred to the profit or loss (on disposal)	(28)	(32)	(11)	(22)
Deferred tax	(66)	(121)	13	(77)
Currency translation differences on foreign operations	(45)	(79)	(14)	(24)
Share in other comprehensive income of associates and joint ventures	-	6	1	18
Finance income and costs from insurance business, net	(1)	(1)	-	2
Finance income and costs from insurance business, gross	(1)	(1)	(1)	2
Deferred tax	-	-	1	-
Total net comprehensive income, of which attributable to:	3,409	6,411	2,539	4,942
equity holders of the parent	3,409	6,411	2,539	4,943
non-controlling interest	-	-	-	(1)

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

STATEMENT OF FINANCIAL POSITION	Note	30.06.2025	31.12.2024
ASSETS		547,296	525,225
Cash and balances with the Central Bank		21,221	23,494
Amounts due from banks	18	10,222	5,089
Hedging derivatives	19	56	120
Other derivative instruments	19	2,185	1,999
Securities	20	219,158	210,531
Reverse repo transactions		84	892
Loans and advances to customers	21	277,461	266,158
Assets in respect of insurance activities		99	105
Property, plant and equipment under operating lease		2,794	2,653
Property, plant and equipment		3,243	3,320
Assets held for sale		3	11
Intangible assets		4,102	4,153
Investments in associates and joint ventures		287	291
Current income tax receivable		8	6
Deferred tax assets		2,354	3,056
Other assets		4,019	3,347
LIABILITIES AND EQUITY		547,296	525,225
LIABILITIES		495,365	472,855
Amounts due to Central bank		9	11
Amounts due to banks	22	3,593	2,373
Hedging derivatives	19	95	285
Other derivative instruments	19	2,152	2,396
Amounts due to customers	23	430,447	419,778
Liabilities in respect of insurance activities		2,104	2,449
Loans and advances received	24	1,202	1,268
Liabilities in respect of debt securities in issue	24	25,714	23,457
Subordinated liabilities	24	4,288	4,291
Other liabilities		17,377	8,188
Current income tax liabilities		359	899
Deferred tax liabilities		866	809
Provisions	25	7,159	6,651
EQUITY		51,931	52,370
Share capital		1,250	1,250
Reserves and accumulated other comprehensive income		34,235	30,503
Unappropriated profits		11,327	11,324
Net profit or loss for the period		5,130	9,304
Capital and reserves attributable to equity holders of the parent company		51,942	52,381
Non-controlling interests		(11)	(11)



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CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR 6 MONTHS ENDED 30 JUNE 2025	Share capital	Reserves and accumulated other comprehensive income					Retained earnings	Net profit or loss for the period	Total capital and reserves attributable to equity holders of the parent company	Total non-controlling interests	Total equity
		Reserves			Accumulated other comprehensive income	Reserves and accumulated other comprehensive income					
		Supplementary capital	General banking risk fund	Other reserves							
As at the beginning of the period	1,250	22,858	1,070	8,890	(2,315)	30,503	11,324	9,304	52,381	(11)	52,370
Transfer from retained earnings	-	-	-	-	-	-	9,304	(9,304)	-	-	-
Transfer between retained earnings and equity, including reserve capital for the payment of dividends (including interim dividends)	-	36	-	2,415	-	2,451	(2,451)	-	-	-	-
Dividend	-	-	-	-	-	-	(6,850)	-	(6,850)	-	(6,850)
Comprehensive income	-	-	-	-	1,281	1,281	-	5,130	6,411	-	6,411
As at the end of the period	1,250	22,894	1,070	11,305	(1,034)	34,235	11,327	5,130	51,942	(11)	51,931

FOR 6 MONTHS ENDED 30 JUNE 2025	Accumulated other comprehensive income						
	Share in other comprehensive income of associates and joint ventures	Fair value of financial assets measured at fair value through other comprehensive income	Cash flow hedges	Finance income and costs from insurance business	Actuarial gains and losses	Foreign currency translation differences from foreign operations	Total
As at the beginning of the period	(43)	(669)	(1,122)	1	(27)	(455)	(2,315)
Comprehensive income	6	505	850	(1)	-	(79)	1,281
As at the end of the period	(37)	(164)	(272)	-	(27)	(534)	(1,034)

FOR 6 MONTHS ENDED 30 JUNE 2024	Share capital	Reserves and accumulated other comprehensive income					Retained earnings	Net profit or loss for the period	Total capital and reserves attributable to equity holders of the parent company	Total non-controlling interests	Total equity
		Reserves			Accumulated other comprehensive income	Reserves and accumulated other comprehensive income					
		Supplementary capital	General banking risk fund	Other reserves							
As at the beginning of the period	1,250	22,860	1,070	7,138	(3,392)	27,676	10,810	5,502	45,238	(11)	45,227
Transfer from retained earnings	-	-	-	-	-	-	5,502	(5,502)	-	-	-
Dividend	-	-	-	-	-	-	(3,237)		(3,237)		(3,237)
Transfer between retained earnings and equity, including reserve capital for the payment of dividends (including interim dividends)	-	(2)	-	1,756	-	1,754	(1,754)	-	-	-	-
Comprehensive income	-	-	-	-	548	548	-	4,395	4,943	(1)	4,942
As at the end of the period	1,250	22,858	1,070	8,894	(2,844)	29,978	11,321	4,395	46,944	(12)	46,932

FOR 6 MONTHS ENDED 30 JUNE 2024	Accumulated other comprehensive income						
	Share in other comprehensive income of associates and joint ventures	Fair value of financial assets measured at fair value through other comprehensive income	Cash flow hedges	Finance income and costs from insurance business	Actuarial gains and losses	Foreign currency translation differences from foreign operations	Total
As at the beginning of the period	(66)	(1,021)	(1,860)	(1)	(24)	(420)	(3,392)
Comprehensive income	18	341	211	2	-	(24)	548
As at the end of the period	(48)	(680)	(1,649)	1	(24)	(444)	(2,844)

CONSOLIDATED STATEMENT OF CASH FLOWS

	Note	01.01- 30.06.2025	01.01- 30.06.2024 (restated)
Cash flows from operating activities			
Profit before tax		6,939	5,789
Income tax paid		(1,910)	(1,881)
Total adjustments:		(3,068)	(12,936)
Depreciation and amortization	16	805	739
(Gains)/losses on investing activities		(16)	(31)
Net interest income (from income statement)		(12,135)	(10,246)
Interest received		12,828	12,081
Interest paid		(4,061)	(4,823)
Dividends received		(2)	(3)
Change in:			
amounts due from banks		(1,507)	148
hedging derivatives		(217)	(264)
other derivative instruments		(430)	(449)
securities		(1,588)	(3,063)
loans and advances to customers		(12,231)	(8,095)
reverse repo transactions		808	(121)
assets in respect of insurance activities		6	25
property, plant and equipment under operating lease		(141)	(253)
non-current assets held for sale		8	-
other assets		(911)	(310)
accumulated allowances for expected credit losses		203	174
accumulated allowances on non-financial assets and other provisions		805	1,150
amounts due to the Central Bank		(2)	1
amounts due to banks		1,220	1
amounts due to customers		10,768	2
repo transactions		-	10
liabilities in respect of insurance activities		(345)	38
loan and advances received		(9)	(44)
liabilities in respect of debt securities in issue		(8)	51
other liabilities		2,486	464
Other adjustments		598	(118)
Net cash from/used in operating activities		1,961	(9,028)

	01.01- 30.06.2025	01.01- 30.06.2024 (restated)
Cash flows from investing activities		
Inflows from investing activities	189,018	435,135
Redemption and sale of securities measured at fair value through other comprehensive income	172,263	426,952
Redemption of securities measured at amortized cost	13,319	4,681
Interest received on securities measured at fair value through other comprehensive income	2,058	2,413
Interest received on securities measured at amortized cost	1,342	1,034
Proceeds from disposal of intangible assets, property, plant and equipment and assets held for sale	34	52
Other inflows from investing activities	2	3
Outflows on investing activities	(190,805)	(431,306)
Purchase of securities measured at fair value through other comprehensive income	(169,084)	(412,194)
Purchase of securities measured at amortized cost	(21,374)	(18,752)
Purchase of intangible assets and property, plant and equipment	(347)	(360)
Net cash from/used in investing activities	(1,787)	3,829
Cash flows from financing activities		
Distribution of dividends	-	(1,600)
Proceeds from debt securities in issue	14,753	12,405
Redemption of debt securities	(12,309)	(7,983)
Repayment of loans and advances	(53)	(54)
Payment of lease liabilities	(146)	(145)
Repayment of interest on financial liabilities	(938)	(605)
Net cash from financing activities	1,307	2,018
Total net cash flows	1,481	(3,181)
of which foreign exchange differences on cash and cash equivalents	(257)	(18)
Cash and cash equivalents at the beginning of the period	27,293	30,212
Cash and cash equivalents at the end of the period	28,774	27,031

ADDITIONAL INFORMATION AND EXPLANATORY NOTES

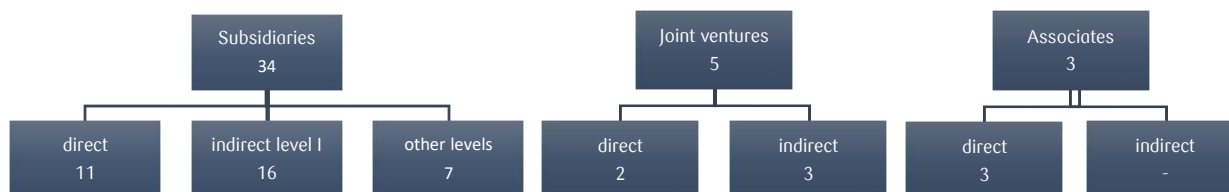
1. ACTIVITIES OF THE GROUP

BASIC INFORMATION ON THE PARENT COMPANY:

Name of the reporting entity	Powszechna Kasa Oszczędności Bank Polski Spółka Akcyjna (PKO BANK POLSKI S.A. or THE BANK)
Country of registration	Poland
Registered office	Warsaw
Address of the registered office of the entity	On 27 June 2025, the address of the Bank with its registered office in Warsaw changed from: ul. Puławska 15, 02-515 Warsaw to: ul. Świętokrzyska 36, 00-116 Warsaw.
National Court Register	District Court for the Capital City of Warsaw in Warsaw, 12 th Commercial Division of the National Court Register Entry number 0000026438
Statistical ID No (REGON):	016298263
Principal activities	A bank which services both Polish and foreign individuals, legal and other entities.
Place of business:	Poland and through Branches in the Federal Republic of Germany, the Czech Republic, the Slovak Republic, and Romania.

KEY INFORMATION ON THE **POWSZECHNA KASA OSZCZĘDNOŚCI BANK POLSKI SPÓŁKA AKCYJNA GROUP (PKO BANK POLSKI S.A. GROUP, THE BANK'S GROUP or GROUP)**

PKO BANK POLSKI S.A. – the parent company



No.	ENTITY NAME DIRECT SUBSIDIARIES	REGISTERED OFFICE	ACTIVITY	OWNERSHIP INTEREST (%)	
				30.06.2025	31.12.2024
1	PKO Bank Hipoteczny S.A.	Warsaw	banking activities	100	100
2	PKO Towarzystwo Funduszy Inwestycyjnych S.A.	Warsaw	investment fund management	100	100
3	PKO Leasing S.A.	Warsaw	leasing and lending	100	100
4	PKO BP BANKOWY PTE S.A.	Warsaw	pension fund management	100	100
5	PKO BP Finat sp. z o.o.	Warsaw	services, including transfer agent services and outsourcing of IT specialists	100	100
6	PKO Życie Towarzystwo Ubezpieczeń S.A.	Warsaw	life insurance	100	100
7	PKO Towarzystwo Ubezpieczeń S.A.	Warsaw	other personal insurance and property insurance	100	100
8	PKO Finance AB	Sollentuna, Sweden	financial services	100	100
9	KREDOBANK S.A.	Lviv, Ukraine	banking activities	100	100
10	NEPTUN - fizan ¹	Warsaw	investing funds collected from fund participants	100	100
11	PKO VC - fizan ¹	Warsaw		100	100

¹ the percentage of the Fund's investment certificates held by the Bank is presented in the item "Share in capital".

No.	ENTITY NAME	REGISTERED OFFICE	ACTIVITY	OWNERSHIP INTEREST (%)*	
	INDIRECT SUBSIDIARIES			30.06.2025	31.12.2024
	PKO Leasing S.A. GROUP				
1	PKO Agencja Ubezpieczeniowa sp. z o.o.	Warsaw	intermediation in concluding insurance agreements	100	100
	1.1 PKO Leasing Finanse sp. z o.o.	Warsaw	sale of post-lease assets	100	100
2	PKO Leasing Sverige AB	Stockholm, Sweden	leasing	100	100
3	Prime Car Management S.A.	Gdańsk	leasing, fleet management	100	100
	3.1 Futura Leasing S.A.	Gdańsk	sale of post-lease assets	100	100
	3.2 Masterlease sp. z o.o.	Gdańsk	leasing	100	100
	3.3 MasterRent24 sp. z o.o.	Gdańsk	short-term lease of cars	100	100
4	PKO Faktoring S.A.	Warsaw	factoring	100	100
5	Polish Lease Prime 1 DAC ¹	Dublin, Ireland	SPV established for securitization of lease receivables	-	-
	PKO Życie Towarzystwo Ubezpieczeń S.A. GROUP				
6	Ubezpieczeniowe Usługi Finansowe sp. z o.o. w likwidacji (in liquidation)	Warsaw	services	100	100
	KREDOBANK S.A. GROUP				
7	“KREDOLEASING” sp. z o.o.	Lviv, Ukraine	leasing	100	100
	NEPTUN - fizan				
8	Qualia sp. z o.o.	Warsaw	after-sale services in respect of developer products	100	100
9	Sarnia Dolina sp. z o.o. w likwidacji (in liquidation)	Warsaw	development activities	100	100
10	Bankowe Towarzystwo Kapitałowe S.A.	Warsaw	services	100	100
	10.1 „Inter-Risk Ukraina” spółka z dodatkową odpowiedzialnością ²	Kyiv, Ukraine	debt collection	99.90	99.90
	10.2 Finansowa Kompania “Prywatne Inwestycje” sp. z o.o. ³	Kyiv, Ukraine	financial services	95.4676	95.4676
	10.2.1 Finansowa Kompania “Idea Kapitał” sp. z o.o.	Lviv, Ukraine	services	100	100
11	“Sopot Zdrój” sp. z o.o.	Sopot	property management	72.9769	72.9769
12	“Zarząd Majątkiem Górczewska” sp. z o.o.	Warsaw	property management	100	100
13	Molina sp. z o.o. w likwidacji (in liquidation)	Warsaw	general partner in partnerships limited by shares of a fund	100	100
14	Molina spółka z ograniczoną odpowiedzialnością w likwidacji 1 S.K.A. (in liquidation)	Warsaw	buying and selling real estate on own account, real estate management	100	100
15	Molina spółka z ograniczoną odpowiedzialnością 4 S.K.A. w likwidacji (in liquidation)	Warsaw		100	100
16	Molina spółka z ograniczoną odpowiedzialnością 6 S.K.A. w likwidacji (in liquidation)	Warsaw		100	100

^{*} share of direct parent in the entity's equity

¹⁾ In accordance with IFRS 10, PKO Leasing S.A. exercises control over the company, although it does not have a capital share in it. The Company is placed in liquidation.

²⁾ Finansowa Kompania „Prywatne Inwestycje” sp. z o.o. is the second shareholder of the company.

³⁾ „Inter-Risk Ukraina” – a company with additional liability – is the second shareholder of the company.

No.	ASSOCIATES AND JOINT VENTURES ENTITY NAME	REGISTERED OFFICE	ACTIVITY	OWNERSHIP INTEREST (%)*	
				30.06.2025	31.12.2024
Joint ventures of PKO Bank Polski S.A.					
1	Operator Chmury Krajowej sp. z o.o.	Warsaw	cloud computing services	50	50
2	Centrum Elektronicznych Usług Płatniczych eService sp. z o.o.	Warsaw	financial services support activities, including handling transactions concluded using payment instruments	34	34
	1 EVO Payments International s.r.o.**	Prague, the Czech Republic	financial services support activities	34	34
Joint venture NEPTUN - fizan					
	2 "Centrum Obsługi Biznesu" sp. z o.o.	Poznań	property management	41.45	41.45
Joint venture PKO VC - fizan					
	3 BSAfer sp. z o.o.	Stalowa Wola	managing marketing consents	35.06	35.06
Associates of PKO Bank Polski S.A.					
1	Bank Pocztowy S.A.	Bydgoszcz	banking activities	25.0001	25.0001
2	Poznański Fundusz Poręczeń Kredytowych sp. z o.o.	Poznań	guarantees	33.33	33.33
3	System Ochrony Banków Komercyjnych S.A.	Warsaw	manager of the security system referred to in Article 130e of the Banking Law	21.11	21.11

^{*} share in equity of the entity exercising joint control / having a significant impact / the direct parent.

^{**} share in the entity's capital from the perspective of the parent entity PKO Bank Polski S.A.

2. CHANGES IN THE GROUP COMPANIES

On 29 April 2025, the Extraordinary Shareholders' Meeting of Ubezpieczeniowe Usługi Finansowe sp. z o.o. adopted a resolution on the dissolution of the company and placing it into liquidation. On 25 May 2025, an appropriate entry was made in the KRS and the business name was changed to Ubezpieczeniowe Usługi Finansowe sp. z o.o. w likwidacji (in liquidation).

3. INFORMATION ON MEMBERS OF THE SUPERVISORY BOARD AND MANAGEMENT BOARD

Information on members of the Supervisory Board and Management Board are presented in Chapter 4.1 "INFORMATION ON THE SUPERVISORY BOARD AND MANAGEMENT BOARD OF THE BANK" of the PKO Bank Polski S.A. Group Directors' Report for the first half of 2025 (hereinafter: the **DIRECTORS' REPORT**).

4. APPROVAL OF THE CONSOLIDATED FINANCIAL STATEMENTS

These condensed interim consolidated financial statements of the PKO Bank Polski S.A. Group (hereinafter the **FINANCIAL STATEMENTS**), reviewed by the Audit Committee and the Supervisory Board on 12 August 2025, were approved for publication by the Management Board on 12 August 2025.

5. REPRESENTATION BY THE MANAGEMENT BOARD

The Management Board hereby represents that, to its best knowledge, the financial statements of the Group and the comparative data have been prepared in accordance with the applicable accounting policies and give a true, fair and clear view of the Group's financial position and its results of operations.

6. GOING CONCERN

The financial statements have been prepared on the basis of the assumption that the Group will continue as a going concern for a period of at least 12 months from the date of approval of the financial statements by the Management Board for publication, i.e. from 12 August 2025. As at the date of signing of these financial statements, the Management Board of the Bank did not identify any facts or circumstances which would indicate any threats to the Group's ability to continue in operation as a going concern for at least 12 months after the publication as a result of intended or forced discontinuing or significantly curtailing the existing operations of the Bank's Group.

The Bank's Management Board considered the impact of: current situation in Ukraine and legal risk of mortgage loans in convertible currencies, and assessed that these factors do not cause significant uncertainty in the Group's ability to continue as a going concern.

7. THE BASIS FOR PREPARATION OF THE FINANCIAL STATEMENTS

The Group has prepared its condensed interim consolidated financial statements in accordance with the requirements of International Accounting Standard 34 "Interim Financial Reporting" as endorsed by the European Union.

These financial statements do not comprise all the information and disclosures which may be required in annual consolidated financial statements and should be read jointly with the annual consolidated financial statements of the PKO Bank Polski S.A. Group for the year ended 31 December 2024 that were prepared in accordance with the International Financial Reporting Standards endorsed by the European Union (hereinafter the **FINANCIAL STATEMENTS OF THE GROUP FOR 2024**).

The financial statements cover the three- and six-month period ended 30 June 2025 and contains comparative figures:

- the three- and six-month period ended 30 June 2024 with regard to the consolidated income statement and consolidated statement of comprehensive income,
- the six-month period ended 30 June 2024 with regard to the statement of changes in consolidated equity, and consolidated statement of cash flows,
- as at 31 December 2024 with regard to the consolidated statement of financial position.

The financial data is presented in millions of Polish zlotys (PLN), unless otherwise indicated. Figures have been rounded to the nearest million Polish zloty and any differences from previously published figures may be due to rounding.

To prepare these financial statements, the Group applied the accounting policies and calculation methods consistent with those applicable in the financial year ended 31 December 2024, described in detail in the financial statements of the Group for 2024. In addition, the Group has taken into account the principle of recognising income tax expense based on the best estimate of the weighted average annual income tax rate expected by the Group for the full financial year.

8. CHANGES IN ACCOUNTING POLICIES APPLICABLE FROM 1 JANUARY 2025 AND EXPLANATION OF THE DIFFERENCES BETWEEN PREVIOUSLY PUBLISHED FINANCIAL STATEMENTS AND THESE FINANCIAL STATEMENTS

The Group has not implemented any changes in accounting policies, with the exception of changes resulting from new standards and amendments to standards applicable from 1 January 2025, which had no material impact on the financial statements. At the same time, in the financial statements for 2024, in order to increase the transparency of disclosures, to better reflect the nature of the transactions and to adapt to market practice, the Group changed the presentation of:

- interest rate derivatives where the counterparty is a CCP or clearing broker – the valuation of the derivatives was netted against the Variation Margin value;
- provision for accrued holiday entitlements – transferred from "Provisions" to "Other liabilities".

Comparative data was adjusted; these changes did not affect the financial result or the net asset value.

CASH FLOWS FROM OPERATING ACTIVITIES – SELECTED DATA	01.01- 30.06.2024 before restatement	Change	01.01- 30.06.2024 restated
Total adjustments	(12,800)	(136)	(12,936)
Change in:			
hedging derivatives	(72)	(192)	(264)
other derivative instruments	(484)	35	(449)
loans and advances to customers	(8,088)	(7)	(8,095)
accumulated allowances on non-financial assets and other provisions	1,181	(31)	1,150
amounts due to banks	(27)	28	1
other liabilities	433	31	464
Net cash from/used in operating activities	(8,892)	(136)	(9,028)
Total net cash flows	(3,045)	(136)	(3,181)
Cash and cash equivalents at the beginning of the period	31,328	(1,116)	30,212
Cash and cash equivalents at the end of the period	28,283	(1,252)	27,031

9. NEW STANDARDS AND INTERPRETATIONS, AND AMENDMENTS TO STANDARDS

- **STANDARDS AND AMENDMENTS TO STANDARDS EFFECTIVE FROM 1 JANUARY 2025**

STANDARD / AMENDMENT	DESCRIPTION	EFFECTIVE DATE	EFFECT ON THE GROUP
IAS 21 "The Effects of Changes in Foreign Exchange Rates"	The amendments clarify the principles for applying exchange rates in cases of lack of currency exchangeability and specify the required disclosures.	1 January 2025 (endorsed by the EU on 12 November 2024)	no effect on the consolidated financial statements

• **NEW STANDARDS AND AMENDMENTS TO STANDARDS THAT HAVE BEEN PUBLISHED AND HAVE BEEN ENDORSED BY THE EUROPEAN UNION**

STANDARD / AMENDMENT	DESCRIPTION	EFFECTIVE DATE	EFFECT ON THE GROUP
Amendments to IFRS 9 "Financial Instruments" and IFRS 7 "Financial Instruments: Disclosures"	The amendments relate to the derecognition of financial liabilities settled through electronic transfer, classification of financial assets and enhanced disclosures.	01.01.2026	Under analysis
"Annual Improvements to IFRSs – Volume 11" of the International Accounting Standards Board	Harmonisation and clarification of selected standards (including IFRS 1, 7, 9, 10, IAS 7).	01.01.2026	Under analysis
Amendments to IFRS 9 and IFRS 7 on nature-dependent energy supply agreements (RES).	They relate to power purchase agreements for energy from nature-dependent sources (PPA); application including in hedge accounting and new disclosures.	01.01.2026	Under analysis

• **NEW STANDARDS AND AMENDMENTS TO STANDARDS THAT HAVE BEEN PUBLISHED BUT HAVE NOT BEEN ENDORSED BY THE EUROPEAN UNION**

STANDARD / AMENDMENT	DESCRIPTION	EFFECTIVE DATE	EFFECT ON THE GROUP
IFRS 18 "Presentation and disclosures in financial statements"	A new standard replacing IAS 1. It introduces new categories in the income statement, requirements for management performance measures (MPMs) used by Management and aggregation principles.	01.01.2027	Under analysis
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	Simplified disclosures for subsidiaries without public accountability.	01.01.2027	No material effect

10. SEGMENT REPORTING

The description of the operating segments is included in the Group's financial statements for 2024.

INCOME STATEMENT BY SEGMENT	Continuing operations			
	Retail segment	Corporate and investment segment	Transfer center and other	Total operations of the Group
2 quarters from 01.01.2025 to 30.06.2025				
Net interest income	9,261	3,530	(656)	12,135
Net fee and commission income	1,948	638	(57)	2,529
Net other income	338	96	149	583
Net income from insurance business	306	5	-	311
Dividend income	-	-	14	14
Gains/(losses) on financial transactions	23	46	65	134
Net foreign exchange gains/ (losses)	112	47	(44)	115
Gains on derecognition of financial instruments	6	12	18	36
Net other operating income and expense	(115)	(8)	96	(27)
Income/(expenses) relating to internal customers	6	(6)	-	-
Result on business activities	11,547	4,264	(564)	15,247
Net allowances for expected credit losses	(239)	(242)	-	(481)
Impairment of non-financial assets	(223)	(4)	(54)	(281)
Cost of legal risk of mortgage loans in convertible currencies	(2,222)	-	-	(2,222)
Administrative expenses, of which:	(3,737)	(877)	(110)	(4,724)
depreciation and amortization	(511)	(91)	(5)	(607)
net regulatory charges	(322)	(189)	(39)	(550)
Tax on certain financial institutions	(460)	(282)	80	(662)
Segment profit/(loss)	4,666	2,859	(648)	6,877
Share in profits and losses of associates and joint ventures				62
Profit before tax				6,939
Income tax expense (tax burden)				(1,809)
Net profit (including non-controlling shareholders)				5,130
Net profit attributable to equity holders of the parent company				5,130

INCOME STATEMENT BY SEGMENT	Continuing operations			
	Retail segment	Corporate and investment segment	Transfer center and other	Total operations of the Group
2 nd quarter period from 01.04.2025 to 30.06.2025				
Net interest income	4,625	1,765	(237)	6,153
Net fee and commission income	978	328	(30)	1,276
Net other income	103	59	84	246
Result on business activities	5,706	2,152	(183)	7,675
Net allowances for expected credit losses	(92)	(189)	-	(281)
Impairment of non-financial assets	(58)	(1)	(10)	(69)
Cost of legal risk of mortgage loans in convertible currencies	(1,249)	-	-	(1,249)
Administrative expenses, of which:	(1,808)	(357)	(39)	(2,204)
depreciation and amortization	(257)	(46)	(3)	(306)
net regulatory charges	(69)	(7)	(1)	(77)
Tax on certain financial institutions	(233)	(144)	41	(336)
Segment profit/(loss)	2,266	1,461	(191)	3,536
Share in profits and losses of associates and joint ventures				20
Profit before tax				3,556
Income tax expense (tax burden)				(895)
Net profit (including non-controlling shareholders)				2,661
Net profit attributable to equity holders of the parent company				2,661

ASSETS AND LIABILITIES BY SEGMENT	Retail segment	Corporate and investment segment	Transfer center and other	Total operations of the Group
30.06.2025				
Assets	209,087	192,266	143,294	544,647
Investments in associates and joint ventures				287
Unallocated assets				2,362
Total assets				547,296
Liabilities	361,715	92,389	40,036	494,140
Unallocated liabilities				1,225
Total liabilities				495,365

INCOME STATEMENT BY SEGMENT	Continuing operations			
	Retail segment	Corporate and investment segment	Transfer center and other	Total operations of the Group
2 quarters from 01.01.2024 to 30.06.2024				
Net interest income	7,949	3,449	(1,152)	10,246
Net fee and commission income	1,927	672	(41)	2,558
Net other income	548	88	141	777
Net income from insurance business	361	5	-	366
Dividend income	-	-	22	22
Gains/(losses) on financial transactions	27	50	25	102
Net foreign exchange gains/ (losses)	103	26	18	147
Gains on derecognition of financial instruments	24	16	-	40
Net other operating income and expense	25	(1)	76	100
Income/(expenses) relating to internal customers	8	(8)	-	-
Result on business activities	10,424	4,209	(1,052)	13,581
Net allowances for expected credit losses	(251)	(202)	-	(453)
Impairment of non-financial assets	(225)	-	(88)	(313)
Cost of legal risk of mortgage loans in convertible currencies	(2,320)	-	-	(2,320)
Administrative expenses, of which:	(3,285)	(779)	(77)	(4,141)
depreciation and amortization	(485)	(85)	(6)	(576)
net regulatory charges	(190)	(174)	(9)	(373)
Tax on certain financial institutions	(416)	(253)	43	(626)
Segment profit/(loss)	3,927	2,975	(1,174)	5,728
Share in profits and losses of associates and joint ventures				61
Profit before tax				5,789
Income tax expense (tax burden)				(1,395)
Net profit (including non-controlling shareholders)				4,394
Profit (loss) attributable to non-controlling shareholders				(1)
Net profit attributable to equity holders of the parent company				4,395

INCOME STATEMENT BY SEGMENT	Continuing operations			
	Retail segment	Corporate and investment segment	Transfer center and other	Total operations of the Group
2 nd quarter period from 01.04.2024 to 30.06.2024				
Net interest income	3,841	1,724	(511)	5,054
Net fee and commission income	975	333	(28)	1,280
Net other income	297	52	69	418
Result on business activities	5,113	2,109	(470)	6,752
Net allowances for expected credit losses	(1)	(250)	-	(251)
Impairment of non-financial assets	(157)	-	(44)	(201)
Cost of legal risk of mortgage loans in convertible currencies	(982)	-	-	(982)
Administrative expenses, of which:	(1,614)	(312)	(36)	(1,962)
depreciation and amortization	(249)	(42)	(3)	(294)
net regulatory charges	(17)	(5)	(1)	(23)
Tax on certain financial institutions	(211)	(131)	19	(323)
Segment profit/(loss)	2,148	1,416	(531)	3,033
Share in profits and losses of associates and joint ventures				20
Profit before tax				3,053
Income tax expense (tax burden)				(702)
Net profit (including non-controlling shareholders)				2,351
Profit (loss) attributable to non-controlling shareholders				-
Net profit attributable to equity holders of the parent company				2,351

ASSETS AND LIABILITIES BY SEGMENT	Retail segment	Corporate and investment segment	Transfer center and other	Total operations of the Group
31.12.2024				
Assets	199,746	191,439	130,687	521,872
Investments in associates and joint ventures				291
Unallocated assets				3,062
Total assets				525,225
Liabilities	347,060	90,883	33,204	471,147
Unallocated liabilities				1,708
Total liabilities				472,855

11. INTEREST INCOME AND EXPENSE

INTEREST AND SIMILAR INCOME	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Loans and other amounts due from banks and the Central Bank ¹	340	658	379	774
Debt securities	2,452	4,822	2,076	3,998
measured at amortized cost	1,234	2,372	843	1,601
measured at fair value through other comprehensive income	1,209	2,433	1,225	2,380
measured at fair value through profit or loss	9	17	8	17
Loans and advances to customers ²	5,272	10,497	4,681	9,794
measured at amortized cost	5,208	10,355	4,582	9,588
measured at fair value through profit or loss	64	142	99	206
Repo transactions	21	27	6	10
Finance lease receivables	398	799	396	784
Total, of which:	8,483	16,803	7,538	15,360
on impaired financial instruments	185	357	150	285
net income/(expense) on non-substantial modification	(8)	(12)	(494)	(517)
Interest income calculated using the effective interest rate method	8,410	16,644	7,431	15,137
at amortized cost	7,201	14,211	6,206	12,757
at fair value through other comprehensive income	1,209	2,433	1,225	2,380
Income similar to interest income on instruments measured at fair value through profit or loss	73	159	107	223
Total	8,483	16,803	7,538	15,360

¹ Under this item, in the first half of 2025, the Group recognised interest income on funds in the current account with the NBP of PLN 387 million (PLN 371 million in the corresponding period).

² This item includes the effect of the statutory credit holidays recognised in the first half of 2024 in the amount of PLN 488 million.

INTEREST EXPENSE ON:	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Hedging derivatives	(411)	(869)	(484)	(988)
Amounts due to banks	(24)	(44)	(18)	(36)
Loans and advances received	(8)	(17)	(16)	(32)
Leases	(13)	(24)	(11)	(19)
Amounts due to customers	(1,511)	(2,974)	(1,662)	(3,495)
Repo transactions	(1)	(5)	(1)	(4)
Issues of securities	(284)	(578)	(243)	(438)
Subordinated liabilities	(78)	(157)	(49)	(102)
Total	(2,330)	(4,668)	(2,484)	(5,114)

INTEREST INCOME BY SEGMENT	2 nd quarter period from 01.04.2025 to 30.06.2025			
	Retail segment	Corporate and investment segment	Transfer center and other	Total
Loans and other amounts due from banks and balances with the Central Bank	5	145	190	340
Debt securities	35	1,085	1,332	2,452
Loans and advances to customers	3,979	1,293	-	5,272
Repo transactions	-	21	-	21
Finance lease receivables	254	144	-	398
Total	4,273	2,688	1,522	8,483

INTEREST INCOME BY SEGMENT	2 quarters YTD from 01.01.2025 to 30.06.2025			
	Retail segment	Corporate and investment segment	Transfer center and other	Total
Loans and other amounts due from banks and balances with the Central Bank	6	264	388	658
Debt securities	73	2,232	2,517	4,822
Loans and advances to customers	7,911	2,586	-	10,497
Repo transactions	-	27	-	27
Finance lease receivables	510	289	-	799
Total	8,500	5,398	2,905	16,803

INTEREST INCOME BY SEGMENT	2 nd quarter period from 01.04.2024 to 30.06.2024			
	Retail segment	Corporate and investment segment	Transfer center and other	Total
Loans and other amounts due from banks and balances with the Central Bank	1	191	187	379
Debt securities	42	1,165	869	2,076
Loans and advances to customers	3,373	1,308	-	4,681
Repo transactions	-	6	-	6
Finance lease receivables	250	146	-	396
Total	3,666	2,816	1,056	7,538

INTEREST INCOME BY SEGMENT	2 quarters YTD from 01.01.2024 to 30.06.2024			
	Retail segment	Corporate and investment segment	Transfer center and other	Total
Loans and other amounts due from banks and balances with the Central Bank	2	398	374	774
Debt securities	80	2,267	1,651	3,998
Loans and advances to customers	7,165	2,629	-	9,794
Repo transactions	-	10	-	10
Finance lease receivables	494	290	-	784
Total	7,741	5,594	2,025	15,360

12. FEE AND COMMISSION INCOME AND EXPENSES

FEE AND COMMISSION INCOME	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Loans and insurance	320	633	315	636
lending	229	456	231	470
offering insurance products	24	44	22	43
operating leases and fleet management	67	133	62	123
Investment funds, pension funds and brokerage activities	253	531	244	499
servicing investment funds and OFE (including management fees)	154	296	121	230
servicing and selling investment and insurance products	1	2	2	3
brokerage activities	98	233	121	266
Cards	583	1,099	550	1,059
Margins on foreign exchange transactions	229	444	219	409
Bank accounts and other	358	711	353	701
servicing bank accounts	256	508	247	491
cash operations	27	52	28	55
servicing foreign mass transactions	39	75	37	73
customer orders	13	25	13	26
fiduciary services	4	7	3	6
other	19	44	25	50
Total, of which:	1,743	3,418	1,681	3,304
on financial instruments not measured at fair value through profit or loss	1,591	3,113	1,545	3,041

FEE AND COMMISSION EXPENSE	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Loans and insurance	(34)	(65)	(29)	(58)
commission paid to external entities for product sales	(7)	(10)	(5)	(10)
cost of construction project supervision and property appraisal	(14)	(26)	(12)	(22)
fees to Biuro Informacji Kredytowej	(10)	(22)	(5)	(13)
loan handling	(3)	(7)	(7)	(13)
Investment funds, pension funds and brokerage activities	(16)	(35)	(9)	(23)
Cards	(340)	(635)	(289)	(534)
Bank accounts and other	(77)	(154)	(74)	(131)
on account of guarantees received	(30)	(57)	(29)	(43)
clearing services	(16)	(33)	(16)	(32)
commissions for operating services provided by banks	(4)	(8)	(4)	(7)
sending short text messages (SMS)	(14)	(28)	(13)	(26)
servicing foreign mass transactions	(8)	(16)	(6)	(12)
other	(5)	(12)	(6)	(11)
Total	(467)	(889)	(401)	(746)

FEE AND COMMISSION INCOME BY SEGMENT	2 nd quarter period from 01.04.2025 to 30.06.2025			
	Retail segment	Corporate and investment segment	Transfer center and other	Total
Loans, insurance, operating leases and fleet management	190	128	2	320
Investment funds, pension funds and brokerage activities	225	28	-	253
Cards	570	13	-	583
Margins on foreign exchange transactions	136	93	-	229
Bank accounts and other	257	101	-	358
Total	1,378	363	2	1,743

FEE AND COMMISSION INCOME BY SEGMENT	2 quarters YTD from 01.01.2025 to 30.06.2025			
	Retail segment	Corporate and investment segment	Transfer center and other	Total
Loans, insurance, operating leases and fleet management	369	259	5	633
Investment funds, pension funds and brokerage activities	453	78	-	531
Cards	1,075	24	-	1,099
Margins on foreign exchange transactions	287	157	-	444
Bank accounts and other	513	198	-	711
Total	2,697	716	5	3,418

FEE AND COMMISSION INCOME BY SEGMENT ¹	2 nd quarter period from 01.04.2024 to 30.06.2024			
	Retail segment	Corporate and investment segment	Transfer center and other	Total
Loans, insurance, operating leases and fleet management	171	141	3	315
Investment funds, pension funds and brokerage activities	209	35	-	244
Cards	534	16	-	550
Margins on foreign exchange transactions	147	72	-	219
Bank accounts and other	252	101	-	353
Total	1,313	365	3	1,681

FEE AND COMMISSION INCOME BY SEGMENT ¹	2 quarters YTD from 01.01.2024 to 30.06.2024			
	Retail segment	Corporate and investment segment	Transfer center and other	Total
Loans, insurance, operating leases and fleet management	342	288	6	636
Investment funds, pension funds and brokerage activities	418	81	-	499
Cards	1,029	30	-	1,059
Margins on foreign exchange transactions	273	136	-	409
Bank accounts and other	504	197	-	701
Total	2,566	732	6	3,304

NET INCOME ON OPERATING LEASES AND FLEET MANAGEMENT	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Income on operating leases and fleet management	188	370	163	322
Costs of operating leases and fleet management	(20)	(39)	(18)	(36)
Depreciation of property, plant and equipment under operating leases	(101)	(198)	(83)	(163)
Net income on operating leases and fleet management	67	133	62	123

13. NET ALLOWANCES FOR EXPECTED CREDIT LOSSES

NET ALLOWANCES FOR EXPECTED CREDIT LOSSES	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Amounts due from banks	(2)	(4)	-	3
Debt securities	(1)	18	(23)	(19)
- measured at fair value through other comprehensive income	(1)	13	(15)	(5)
- measured at amortized cost	-	5	(8)	(14)
Loans and advances to customers (measured at amortized cost)	(295)	(525)	(86)	(394)
real estate loans	6	55	55	45
business loans	(189)	(323)	(43)	(112)
consumer loans	(91)	(212)	(60)	(261)
factoring receivables	-	(2)	(2)	(2)
finance lease receivables	(21)	(43)	(36)	(64)
Other financial assets	(1)	(3)	(2)	(5)
Financial liabilities and guarantees granted	18	33	(140)	(38)
Total	(281)	(481)	(251)	(453)

CHANGE IN ACCUMULATED ALLOWANCES FOR EXPECTED CREDIT LOSSES FOR 6 MONTHS ENDED 30 JUNE 2025	Opening balance	Net allowances for expected credit losses	Change in allowances due to write-offs and other adjustments	Closing balance
Amounts due from banks	(2)	(4)	-	(6)
Debt securities	(92)	18	(14)	(88)
Loans and advances to customers	(9,185)	(525)	290	(9,420)
Other financial assets	(129)	(3)	-	(132)
Financial liabilities and guarantees granted	(633)	33	2	(598)
Total	(10,041)	(481)	278	(10,244)

CHANGE IN ACCUMULATED ALLOWANCES FOR EXPECTED CREDIT LOSSES FOR 6 MONTHS ENDED 30 JUNE 2024	Opening balance	Net allowances for expected credit losses	Change in allowances due to write-offs and other adjustments	Closing balance
Amounts due from banks	(9)	3	-	(6)
Debt securities	(72)	(19)	5	(86)
Loans and advances to customers	(10,206)	(394)	269	(10,331)
Other financial assets	(136)	(5)	3	(138)
Financial liabilities and guarantees granted	(751)	(38)	-	(789)
Total	(11,175)	(453)	278	(11,350)

Projections of the key macroeconomic parameters and their assumed probabilities of materialization:

scenario as at 30.06.2025	baseline			optimistic			pessimistic		
probability	75%			5%			20%		
	2026	2027	2028	2026	2027	2028	2026	2027	2028
GDP growth y/y	3.5	3.1	3.0	8.7	5.6	3.0	(1.6)	0.5	3.0
Unemployment rate	3.0	3.2	2.8	2.7	3.0	2.8	6.2	5.0	2.8
Property price index	100.4	104.0	106.6	112.3	122.4	125.4	89.7	88.1	90.3
3M WIBOR (%)	4.5	3.8	3.4	5.4	4.6	3.6	2.9	2.2	2.9

scenario as at 31.12.2024	baseline			optimistic			pessimistic		
probability	75%			5%			20%		
	2025	2026	2027	2025	2026	2027	2025	2026	2027
GDP growth y/y	3.4	3.3	3.1	8.8	8.3	4.7	(1.9)	(1.8)	1.6
Unemployment rate	2.8	2.8	2.8	2.6	2.7	2.8	4.6	5.2	2.8
Property price index	100.2	102.6	105.7	107.3	118.5	124.0	93.5	88.5	89.8
3M WIBOR (%)	5.5	4.3	3.8	6.5	5.9	4.9	4.4	2.7	2.7

14. IMPAIRMENT OF NON-FINANCIAL ASSETS

NET IMPAIRMENT OF NON-FINANCIAL ASSETS	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Property, plant and equipment	-	(1)	(31)	(16)
Investments in associates and joint ventures	-	(31)	-	(47)
Other non-financial assets ¹	(69)	(249)	(170)	(250)
Total	(69)	(281)	(201)	(313)

¹ including PLN 214 million of impairment loss on receivables from customers for whom the agreements have been legally declared invalid in respect of the principal originally disbursed to these customers in the first half of 2025 (PLN 225 million in the first half of 2024).

CHANGE IN ACCUMULATED IMPAIRMENT LOSSES ON NON-FINANCIAL ASSETS FOR 6 MONTHS ENDED 30 JUNE 2025	Opening balance	Impairment of non-financial assets	Other	Closing balance
Property, plant and equipment under operating lease	(10)	-	-	(10)
Property, plant and equipment	(140)	(1)	5	(136)
Assets held for sale	(1)	-	1	-
Intangible assets	(382)	-	(1)	(383)
Investments in associates and joint ventures	(349)	(31)	-	(380)
Other non-financial assets	(703)	(249)	14	(938)
Total	(1,585)	(281)	19	(1,847)

CHANGE IN ACCUMULATED IMPAIRMENT LOSSES ON NON-FINANCIAL ASSETS FOR 6 MONTHS ENDED 30 JUNE 2024	Opening balance	Impairment of non-financial assets	Other	Closing balance
Property, plant and equipment under operating lease	(3)	-	-	(3)
Property, plant and equipment	(135)	(16)	7	(144)
Intangible assets	(382)	-	9	(373)
Investments in associates and joint ventures	(275)	(47)	-	(322)
Other non-financial assets	(358)	(250)	16	(592)
Total	(1,153)	(313)	32	(1,434)

15. COST OF THE LEGAL RISK OF MORTGAGE LOANS IN CONVERTIBLE CURRENCIES

IMPACT OF LEGAL RISK OF MORTGAGE LOANS IN CONVERTIBLE CURRENCIES	Gross carrying amount of mortgage loans in convertible currencies net of the cost of legal risk	Accumulated cost of legal risk of mortgage loans in convertible currencies	Gross carrying amount of mortgage loans in convertible currencies including the cost of legal risk
as at 30.06.2025			
Loans and advances to customers/adjustment reducing the carrying amount of loans, of which:	9,398	6,906	2,492
- related to the portfolio of mortgage loans in CHF	7,936	6,496	1,440
- related to the portfolio of mortgage loans in EUR	1,441	410	1,031
Rezerwy ¹		6,173	
Total		13,079	
as at 31.12.2024			
Loans and advances to customers/adjustment reducing the carrying amount of loans, of which:	11,455	7,666	3,789
- related to the portfolio of mortgage loans in CHF and EUR	11,429	7,666	3,763
Rezerwy ¹		5,733	
Total		13,399	

¹ As at 30 June 2025, the provision for settlements and judgements on EUR loans amounts to PLN 528 million (as at 31 December 2024: PLN 212 million).

CHANGE IN THE ACCUMULATED COST OF LEGAL RISK OF MORTGAGE LOANS IN CONVERTIBLE CURRENCIES DURING THE PERIOD	01.01-30.06.2025	01.01-30.06.2024
Carrying amount at the beginning of the period	(13,399)	(11,307)
cost of legal risk of mortgage loans in convertible currencies (income statement) ¹	(2,222)	(2,320)
offset of settlements and judgments for the period against accumulated losses ²	2,743	978
revaluation of loss for the period and other changes ³	(201)	465
Carrying amount at the end of the period	(13,079)	(12,184)

¹ The amount of these costs is due to updates of the legal risk assessment model parameters, which relate to the forecast of the number of court cases, an increase in the expected costs of the settlement program, and an update of the estimated costs related to statutory interest accrued during the dispute with the customer.

² The item includes the effects of final judgements invalidating loan agreements, which amounted to PLN 1,641 million for the six-month period ended 30 June 2025 (PLN 468 million for the six-month period ended 30 June 2024).

³ Revaluation of the loss in respect of the legal risk is associated with the effect of changes in foreign exchange rates on the part of the loss which is recognized in the convertible currency as adjustment to the gross carrying amount of loans.

ANALYSIS OF THE MODEL'S SENSITIVITY TO CHANGES IN KEY PARAMETERS	Increase/decrease of the cost of legal risk	
	30.06.2025	31.12.2024
1 p.p. increase in the likelihood of the Bank winning in court (instead of a 1 p.p. increase in the probability of declaring an agreement invalid)	(106)	(105)
1 p.p. decrease in the number of settlements	12	9
1 p.p. increase in the number of lawsuits for the active portfolio (at the cost of inactive customers)	54	41
1 p.p. increase in the lawsuit to settlement conversion ratio	(33)	(31)
1 p.p. increase in the number of lawsuits for the repaid portfolio	69	54
extension of the period for accrual of statutory interest by 90 days	186	199

16. ADMINISTRATIVE EXPENSES

ADMINISTRATIVE EXPENSES	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Employee benefits	(1,289)	(2,554)	(1,163)	(2,253)
Wages and salaries, including:	(1,055)	(2,092)	(953)	(1,846)
costs of contributions to the employee pension plan	(28)	(54)	(24)	(48)
Social security, of which:	(189)	(378)	(168)	(328)
contributions for disability and retirement benefits	(159)	(313)	(137)	(280)
Other employee benefits	(45)	(84)	(42)	(79)
Overheads, of which:	(532)	(1,013)	(482)	(939)
rent	(34)	(62)	(34)	(61)
IT	(172)	(312)	(113)	(218)
Depreciation and amortization	(306)	(607)	(294)	(576)
property, plant and equipment, of which:	(133)	(267)	(135)	(270)
IT	(31)	(62)	(32)	(65)
right-of-use assets	(67)	(130)	(66)	(132)
intangible assets, of which:	(173)	(340)	(159)	(306)
IT	(172)	(338)	(158)	(304)
Costs of regulatory charges	(77)	(550)	(23)	(373)
Contributions and payments to the Bank Guarantee Fund	(53)	(428)	-	(272)
Fees to PFSA	(2)	(77)	(1)	(58)
Other taxes and fees	(22)	(45)	(22)	(43)
Total	(2,204)	(4,724)	(1,962)	(4,141)

¹ Starting from the Group's financial statements for 2024, the Group recognises costs of court and stamp duty, including on appeals, fees related to mediation at the PFSA and fees related to lawsuits against customers in overhead costs (previously in costs of regulatory charges). Comparative data has been adjusted.

17. INCOME TAX

Income tax in the interim financial statements is determined in accordance with IAS 34. The tax expense in the interim period is determined using the tax rate that would have applied to the expected profit before tax for the full year, i.e. using the estimated average annual effective income tax rate applied to income before tax in the interim period. The calculation of the average annual effective income tax rate requires the use of a forecast of income before tax for the full year and permanent differences relating to the carrying amounts and tax bases of assets and liabilities. The projected annual effective tax rate is 26.07%. The increase in the average annual effective income tax rate relative to the nominal income tax rate is mainly driven by the costs of legal risk related to mortgage loans in convertible currencies, the tax on certain financial institutions and contributions and other compulsory levies that are not tax-deductible (including contributions to the Bank Guarantee Fund).

	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Income tax expense recognized in the income statement	(895)	(1,809)	(702)	(1,395)
Current income tax expense	(891)	(1,373)	(912)	(1,534)
Deferred income tax on temporary differences	(4)	(436)	210	139
Income tax expense recognized in other comprehensive income in respect of temporary differences	(186)	(320)	(41)	(126)
Total	(1,081)	(2,129)	(743)	(1,521)

RECONCILIATION OF THE EFFECTIVE TAX RATE	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Profit or loss before tax	3,556	6,939	3,053	5,789
Tax at the statutory rate in force in Poland (19%)	(675)	(1,318)	(580)	(1,100)
Effect of different tax rates of foreign entities	(2)	(6)	(2)	(8)
Effect of permanent differences between profit before income tax and taxable income	(218)	(485)	(120)	(287)
Cost of legal risk of mortgage loans in convertible currencies	(133)	(337)	(133)	(306)
Asset/reserve from the average tax rate	18	65	73	196
Financial institution tax	(64)	(126)	(61)	(119)
Contributions and payments to the Bank Guarantee Fund	(10)	(81)	-	(52)
Income tax expense recognized in the income statement	(895)	(1,809)	(702)	(1,395)
Effective tax rate	-	26.07	-	24.10

18. AMOUNTS DUE FROM BANKS

AMOUNTS DUE FROM BANKS	30.06.2025	31.12.2024
Measured at amortized cost	10,228	5,091
Deposits with banks	6,832	2,674
Current accounts	1,705	1,210
Loans and advances granted	1,691	1,206
Cash in transit	-	1
Gross carrying amount	10,228	5,091
Allowances for expected credit losses	(6)	(2)
Net carrying amount	10,222	5,089

19. HEDGE ACCOUNTING AND OTHER DERIVATIVE INSTRUMENTS

CARRYING AMOUNT OF HEDGING INSTRUMENTS	30.06.2025		31.12.2024	
	Assets	Liabilities	Assets	Liabilities
Cash flow hedges	924	844	577	1,697
interest rate risk – IRS	887	784	478	1,466
foreign exchange risk and interest rate risk – CIRS	37	60	99	231
Fair value hedges	510	1	492	5
interest rate risk – IRS	510	1	492	5
Total (without offsetting effect)	1,434	845	1,069	1,702
IRS offsetting effect	(1,378)	(750)	(949)	(1,417)
Total	56	95	120	285

CHANGE IN OTHER COMPREHENSIVE INCOME RELATING TO CASH FLOW HEDGES AND AN INEFFECTIVE PORTION OF CASH FLOW HEDGES	2 nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2 nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Accumulated other comprehensive income at the beginning of the period, net	(785)	(1,122)	(1,885)	(1,860)
Impact on other comprehensive income during the period, gross	633	1,049	291	260
Gains/losses recognized in other comprehensive income during the period	301	554	(172)	(876)
Amounts transferred from other comprehensive income to the income statement, of which:	332	495	463	1,136
- net interest income	416	875	473	968
- net foreign exchange gains/ (losses)	(84)	(380)	(10)	168
Tax effect	(120)	(199)	(55)	(49)
Accumulated other comprehensive income at the end of the period, net	(272)	(272)	(1,649)	(1,649)
Ineffective portion of cash flow hedges recognized in the income statements, including in:	2	1	1	(4)
Net foreign exchange gains/ (losses)	(2)	(2)	1	(4)
Gains/(losses) on financial transactions	4	3	-	-

OTHER DERIVATIVE INSTRUMENTS - BY TYPE	30.06.2025		31.12.2024	
	Assets	Liabilities	Assets	Liabilities
IRS	2,899	2,984	3,256	3,386
CIRS	57	52	39	20
FX Swap	614	602	687	747
Options	298	591	357	573
Commodity swap	79	69	93	84
FRA	25	24	26	23
Forward	628	339	374	233
Commodity Forward	270	238	279	250
Other	2	-	-	-
Total (without offsetting effect)	4,872	4,899	5,111	5,316
IRS and FRA offsetting effect	(2,687)	(2,747)	(3,112)	(2,920)
Total	2,185	2,152	1,999	2,396

NOMINAL AMOUNTS OF UNDERLYING INSTRUMENTS (BUY AND SELL TOGETHER) hedging instruments and other derivative instruments	30.06.2025	31.12.2024
IRS	537,510	534,422
hedging instruments	144,072	159,744
Purchase	72,036	79,872
Sale	72,036	79,872
other	393,438	374,678
Purchase	196,719	187,339
Sale	196,719	187,339
CIRS	37,348	28,602
hedging instruments	29,802	19,925
Purchase	14,815	9,808
Sale	14,987	10,117
other	7,546	8,677
Purchase	3,774	4,346
Sale	3,772	4,331
FX Swap	73,595	88,351
Purchase of currencies	36,808	44,129
Sale of currencies	36,787	44,222
Options	112,578	98,434
Purchase	55,734	48,612
Sale	56,844	49,822
FRA	36,179	38,249
Purchase	17,936	19,181
Sale	18,243	19,068
Forward	61,703	52,252
Purchase of currencies	31,060	26,294
Sale of currencies	30,643	25,958
Other, including commodity swap, commodity forward and futures	11,627	11,433
Purchase	5,836	5,712
Sale	5,791	5,721

20. SECURITIES

SECURITIES 30.06.2025	held for trading	not held for trading, measured at fair value through profit or loss	measured at fair value through other comprehensiv e income	measured at amortized cost	Total
Debt securities	379	372	96,808	120,520	218,079
NBP money bills	-	-	1,998	-	1,998
treasury bonds (in PLN)	223	111	67,125	85,478	152,937
treasury bonds (in foreign currencies)	1	41	8,896	1,374	10,312
treasury bills	75	-	1,293	-	1,368
corporate bonds (in PLN) secured with the State Treasury guarantees	47	100	6,963	9,827	16,937
municipal bonds (in PLN)	10	-	5,207	10,299	15,516
corporate bonds (in PLN) ¹	23	120	1,286	4,695	6,124
corporate bonds (in foreign currencies) ²	-	-	4,040	8,847	12,887
Equity securities	39	1,058	-	-	1,097
Total (excluding adjustment relating to hedge accounting)	418	1,430	96,808	120,520	219,176
Adjustment relating to fair value hedge accounting	-	-	-	(18)	(18)
Total	418	1,430	96,808	120,502	219,158

¹ The item includes, among other items, bonds of international financial organizations of PLN 3,805 million.

² The item includes, among other items, bonds of international financial organizations of PLN 10,501 million.

SECURITIES 31.12.2024	held for trading	not held for trading, measured at fair value through profit or loss	measured at fair value through other comprehensi ve income	measured at amortized cost	Total
Debt securities	328	612	98,029	110,561	209,530
NBP money bills	-	-	7,996	-	7,996
treasury bonds (in PLN)	243	109	60,920	73,532	134,804
treasury bonds (in foreign currencies)	1	288	10,725	1,394	12,408
corporate bonds (in PLN) secured with the State Treasury guarantees	24	103	8,426	13,974	22,527
municipal bonds (in PLN)	9	-	5,221	10,399	15,629
corporate bonds (in PLN) ¹	51	112	1,903	3,994	6,060
corporate bonds (in foreign currencies) ²	-	-	2,838	7,268	10,106
Equity securities	36	984	-	-	1,020
Total (excluding adjustment relating to hedge accounting)	364	1,596	98,029	110,561	210,550
Adjustment relating to fair value hedge accounting	-	-	-	(19)	(19)
Total	364	1,596	98,029	110,542	210,531

¹ The item includes, among other items, bonds of international financial organizations of PLN 4,013 million.

² The item includes, among other items, bonds of international financial organizations of PLN 7,599 million.

21. LOANS AND ADVANCES TO CUSTOMERS

LOANS AND ADVANCES TO CUSTOMERS 30.06.2025	not held for trading, measured at fair value through profit or loss	measured at amortized cost	Total
retail and private banking	1,883	160,857	162,740
real estate	2	121,776	121,778
consumer	1,881	38,949	40,830
finance lease receivables	-	132	132
businesses	8	29,756	29,764
real estate	-	4,887	4,887
business	8	11,926	11,934
factoring receivables	-	117	117
finance lease receivables	-	12,826	12,826
corporate	1	84,957	84,958
real estate	-	312	312
business	1	70,135	70,136
factoring receivables	-	6,224	6,224
finance lease receivables	-	8,286	8,286
Loans and advances to customers (excluding adjustment relating to hedge accounting)	1,892	275,570	277,462
Adjustment relating to fair value hedge accounting	-	(1)	(1)
Total	1,892	275,569	277,461

LOANS AND ADVANCES TO CUSTOMERS 31.12.2024	not held for trading, measured at fair value through profit or loss	measured at amortized cost	Total
retail and private banking	2,097	153,064	155,161
real estate	1	118,077	118,078
consumer	2,096	34,874	36,970
finance lease receivables	-	113	113
businesses	59	28,207	28,266
real estate	-	5,005	5,005
business	59	10,769	10,828
factoring receivables	-	89	89
finance lease receivables	-	12,344	12,344
corporate	15	82,717	82,732
real estate	-	112	112
business	15	68,160	68,175
factoring receivables	-	6,445	6,445
finance lease receivables	-	8,000	8,000
Loans and advances to customers (excluding adjustment relating to hedge accounting)	2,171	263,988	266,159
Adjustment relating to fair value hedge accounting	-	(1)	(1)
Total	2,171	263,987	266,158

• IMPACT OF THE GEOPOLITICAL SITUATION IN UKRAINE ON THE PORTFOLIO OF LOANS AND ADVANCES TO CUSTOMERS

As at 30 June 2025, the Group updated the analysis of the business loans portfolio of its Polish customers from the perspective of the risk arising from the military conflict in Ukraine. Applying a threshold of $\geq 5\%$ share of counterparties from Russia, Belarus or Ukraine in customers' turnover, the value of the risk-exposed portfolio amounted to PLN 2.5 billion (31 December 2024: PLN 1.7 billion). The measurement of exposures considered the level of business relations and macroeconomic scenarios. The portfolio was classified to Stage 2, while in cases of significant evidence of inability to service liabilities, individual exposures were transferred to Stage 3.

The retail portfolio granted to Russian, Belarusian or Ukrainian nationals amounted to PLN 147 million (31 December 2024: PLN 140 million) and was recognised in Stage 2.

The allowance for expected credit losses for the above portfolios amounted to PLN 43 million (31 December 2024: PLN 78 million).

- **SYNTHETIC SECURITIZATION TRANSACTION EXECUTED ON A PORTFOLIO OF LOANS**

On 12 May 2025, the Group entered into a package of synthetic securitization agreements with Christofferson, Robb & Company operating through one of its investment entities (the "Investor") executed on a portfolio of corporate loans with an aggregate nominal value of PLN 1,892 million as at 28 February 2025. As part of this transaction, the Group transferred to the Investor a significant part of the credit risk from the selected portfolio subject to securitization. The selected portfolio of the securitized corporate loans remains on the Group's balance sheet. The risk transfer of the securitized portfolio is carried out through a credit protection instrument in the form of a financial guarantee secured by a deposit placed with the Bank.

The Transaction meets the requirements for significant risk transfer set out in the CRR Regulation and has been structured as meeting the STS criteria (simple, transparent and standardised securitisation) in accordance with Regulation (EU) 2017/2402 as amended by Regulation (EU) 2021/557. Detailed information in this respect is presented in the report "CAPITAL ADEQUACY AND OTHER INFORMATION SUBJECT TO DISCLOSURE AS OF JUNE 30, 2025."

Santander Corporate & Investment Banking acted as sole arranger and lead adviser to the Transaction.

22. AMOUNTS DUE TO BANKS

AMOUNTS DUE TO BANKS	30.06.2025	31.12.2024
Measured at fair value through profit or loss	1	4
Liabilities in respect of a short position in securities	1	4
Measured at amortized cost	3,592	2,369
Deposits from banks	757	597
Current accounts	2,823	1,758
Other monetary market deposits	12	14
Total	3,593	2,373

23. AMOUNTS DUE TO CUSTOMERS

AMOUNTS DUE TO CUSTOMERS 30.06.2025	Amounts due to households ¹	Amounts due to business entities	Amounts due to public sector	Total
Measured at fair value through profit or loss	190	39	-	229
Liabilities in respect of a short position in securities	-	39	-	39
Liabilities in respect of insurance products	190	-	-	190
Measured at amortized cost	328,957	79,242	21,677	429,876
Cash on current accounts and overnight deposits of which	241,798	58,049	18,663	318,510
savings accounts and other interest-bearing assets	64,346	14,365	9,314	88,025
Term deposits	86,421	20,569	2,970	109,960
Other liabilities	720	624	44	1,388
Liabilities in respect of insurance products	18	-	-	18
Amounts due to customers (excluding adjustment relating to hedge accounting)	329,147	79,281	21,677	430,105
Adjustment relating to fair value hedge accounting	342	-	-	342
Total	329,489	79,281	21,677	430,447

¹ Households include private individuals, sole proprietors and individual farmers.

AMOUNTS DUE TO CUSTOMERS 31.12.2024	Amounts due to households ¹	Amounts due to business entities	Amounts due to public sector	Total
Measured at fair value through profit or loss	169	31	-	200
Liabilities in respect of a short position in securities	-	31	-	31
Liabilities in respect of insurance products	169	-	-	169
Measured at amortized cost	317,649	80,062	21,630	419,341
Cash on current accounts and overnight deposits of which	229,732	56,570	19,961	306,263
savings accounts and other interest-bearing assets	58,999	14,475	14,134	87,608
Term deposits	87,230	22,799	1,636	111,665
Other liabilities	668	693	33	1,394
Liabilities in respect of insurance products	19	-	-	19
Amounts due to customers (excluding adjustment relating to hedge accounting)	317,818	80,093	21,630	419,541
Adjustment relating to fair value hedge accounting	237	-	-	237
Total	318,055	80,093	21,630	419,778

¹ Households include private individuals, sole proprietors and individual farmers.

AMOUNTS DUE TO CUSTOMERS BY SEGMENT	30.06.2025	31.12.2024
Amounts due to customers (excluding adjustment relating to hedge accounting)	430,105	419,541
retail and private banking	300,951	287,779
corporate	79,775	80,498
businesses	49,170	51,076
other liabilities (including liabilities in respect of insurance products)	209	188
Adjustment relating to fair value hedge accounting	342	237
Total	430,447	419,778

24. FINANCING RECEIVED

FINANCING RECEIVED	30.06.2025	31.12.2024
Loans and advances received from:	1,202	1,268
international financial organisations	1,193	1,258
other financial institutions	9	10
Liabilities in respect of debt securities in issue:	25,714	23,457
mortgage covered bonds issued by PKO Bank Hipoteczny S.A.	7,225	6,705
bonds issued by PKO Bank Hipoteczny S.A.	2,363	2,432
bonds issued by PKO Bank Polski S.A.	13,839	11,999
bonds issued by the PKO Leasing S.A. Group	2,287	2,321
Subordinated liabilities	4,288	4,291
Total	31,204	29,016

For details of issues carried out by Group entities, see Section 2.1 "MAJOR EVENTS, INCLUDING NON-TYPICAL EVENTS" of the Directors' Report.



Bank Polski

25. PROVISIONS

FOR 6 MONTHS ENDED 30 JUNE 2025	Provisions for financial liabilities and guarantees granted ¹	Provisions for legal claims, excluding legal claims relating to mortgage loans in convertible currencies	Provisions for legal claims against the bank relating to mortgage loans in convertible currencies ^{2,3}	Provisions for retirement benefits and other defined post- employment benefits	Restructuring	Other provisions, including provisions for employee disputed claims ⁴	Total
As at the beginning of the period	633	119	5,733	79	23	64	6,651
Increases, including increases of existing provisions	114	10	1,417	-	-	142	1,683
Utilized amounts	-	(3)	(972)	(3)	(4)	(19)	(1,001)
Unused provisions reversed during the period	(147)	(20)	-	-	-	(1)	(168)
Other changes and reclassifications	(2)	-	(5)	-	1	-	(6)
As at the end of the period	598	106	6,173	76	20	186	7,159
Short-term provisions	479	6	-	12	20	126	643
Long-term provisions	119	100	6,173	64	-	60	6,516
FOR 6 MONTHS ENDED 30 JUNE 2024							
As at the beginning of the period	751	114	3,001	72	29	60	4,027
Increases, including increases of existing provisions	42	15	1,698	1	-	2	1,758
Utilized amounts	-	(4)	(223)	(2)	(3)	(25)	(257)
Unused provisions reversed during the period	(4)	(6)	-	(1)	-	(3)	(14)
Other changes and reclassifications	-	-	(580)	-	-	-	(580)
As at the end of the period	789	119	3,896	70	26	34	4,934
Short-term provisions	492	6	-	11	26	6	541
Long-term provisions	297	113	3,896	59	-	28	4,393

¹ See note "CREDIT RISK MANAGEMENT".

² See note "COST OF LEGAL RISK OF MORTGAGE LOANS IN CONVERTIBLE CURRENCIES".

³ The value of PLN 580 million in the line "other changes and reclassifications" in the column "Provisions for legal claims against the Bank relating to mortgage loans in convertible currency" relates to the reclassification (allocation) of the provision for legal risk of mortgage loans to loans and advances to customers (retail and private banking real estate loans) as a deduction from their gross carrying amount.

⁴ In the second quarter of 2025, the Group recognised a provision for consumer protection matters in the amount of PLN 125 million.

26. OFF-BALANCE SHEET LIABILITIES RECEIVED AND GRANTED

FINANCIAL AND GUARANTEE COMMITMENTS GRANTED – nominal value	30.06.2025	31.12.2024
Credit lines and limits	82,158	87,106
Other	3,920	3,940
Total financial commitments granted, including:	86,078	91,046
irrevocable commitments granted	36,426	34,498
Guarantees and sureties granted, including:	13,252	12,098
irrevocable commitments granted	6,341	5,681
performance guarantee	4,290	3,788
Total	99,330	103,144

As at 30 June 2025, the Group also had binding offer commitments in the amount of PLN 5,458 million relating mainly to the financing of business loans, mortgage loans and loans to individuals, and organising bond issues for local government units.

For more information on credit risk exposures, see note 31 [“CREDIT RISK MANAGEMENT”](#).

OFF-BALANCE SHEET LIABILITIES RECEIVED BY NOMINAL VALUE	30.06.2025	31.12.2024
Financial	187	106
Guarantees	22,475	20,616
Total	22,662	20,722

The increase in off-balance sheet guarantee liabilities received in the first half of 2025 resulted, among others, from synthetic securitization transactions described in detail in note 21. [“LOANS AND ADVANCES TO CUSTOMERS.”](#)

27. LEGAL CLAIMS

The total value of court proceedings in which the Group companies act as:	30.06.2025	31.12.2024
defendant	14,893	15,587
plaintiff	6,434	7,313

• MATERIAL LITIGATION CONCERNING CREDIT PRODUCTS OFFERED BY THE GROUP

As at 30 June 2025, the Group is involved in court proceedings related to three main categories of credit products: mortgage loans in convertible currencies (mainly CHF), mortgage loans bearing interest at a floating rate (WIBOR), and consumer loans subject to the so-called free credit sanction (FCS).

1) MORTGAGE LOANS IN CONVERTIBLE CURRENCIES

As at 30 June 2025, 35,203 court proceedings were pending against the Bank with a total value in dispute of PLN 14,529 million (as at 31 December 2024: 36,004 proceedings with a total value of PLN 14,764 million).

The subject matter of the claims are mainly demands for declaration of invalidity of agreements or for repayment of performance rendered by customers in execution of allegedly invalid agreements. Customers allege abusive provisions and/or that the agreements are contrary to the law. None of the clauses used by the Bank in the agreements was entered in the register of prohibited contractual clauses. In the Bank's assessment, the number of proceedings is strongly influenced by marketing campaigns of law firms, which encourage borrowers to file lawsuits.

The Group monitors on an ongoing basis the case law of national and EU courts in foreign currency loan cases.

As at 30 June 2025, 11,279 final judgments were rendered in the Bank's cases, the majority of which were in favour of borrowers.

On 25 April 2024, in case ref. III CZP 25/22, the Supreme Court, sitting as the full Civil Chamber, issued a resolution which has the force of law. In this resolution, the Supreme Court held, inter alia, that after finding the exchange rate clause to be abusive, it cannot be replaced by another mechanism, and consequently the agreement is not binding in its entirety. It was also indicated that the parties have independent claims for the repayment of wrongful performance, and the limitation period of the Bank's claim for repayment of the disbursed principal begins to run, in principle, from the day the agreement was challenged by the customer. However, the parties to the agreement are not entitled to interest until there is a delay in the repayment of the performance, nor to other consideration for the use of the capital.

The Bank files lawsuits for the repayment of disbursed capital (restitution lawsuits). As at 30 June 2025, the Group filed 18,852 such lawsuits for a total amount of PLN 4,303 million. Additionally, restitution claims are raised as alternative claims in other cases, including debt collection proceedings.

On 19 June 2025, in case C-396/24, the CJEU issued a judgment in which it held, inter alia, that Article 7(1) of Directive 93/13 precludes national regulations which allow the seller or supplier to demand reimbursement of the entire nominal amount of the loan, irrespective of the repayments made by the consumer.

In 2024, the Regional Court in Warsaw referred a preliminary ruling question to the CJEU (ref. C-753/24) concerning the compatibility with EU law of national provisions allowing for the grant of a time-barred claim by the Bank if equity considerations so require. The question concerns the interpretation of Article 7(1) of Directive 93/13 and the principles of effectiveness, proportionality, legal certainty and access to justice. The Bank and other parties, including the European Commission and the Republic of Poland, submitted written observations. The Bank submitted a request for oral proceedings before the CJEU.

In the Bank's assessment, both the CJEU case law and the practice of applying the Supreme Court resolution will be of material significance for the further course of proceedings concerning foreign currency loans.

2) MORTGAGE LOANS BEARING INTEREST AT A FLOATING RATE

As at 30 June 2025, 501 court proceedings were pending against the Group (as at 31 December 2024: 347), in which customers challenge the floating interest rate structure and the rules for setting the WIBOR benchmark rate. The total value of the subject matter of the dispute in these cases was PLN 120 million (as at 31 December 2024: PLN 81 million). The Group has not established a provision for the above proceedings, assessing the claims as unfounded.

By order of 31 May 2024, the Regional Court in Częstochowa referred preliminary ruling questions to the Court of Justice of the European Union in a case brought by a borrower against the Bank (ref. C-471/24). The questions concern the possibility of examining contractual clauses relating to interest rates based on the WIBOR index in light of the provisions of Directive 93/13/EEC, in particular:

- whether examination of these clauses as potentially unfair is possible,
- whether these clauses may be regarded as non-transparent or as causing a contractual imbalance to the detriment of the consumer,
- and whether it is possible to maintain the contract in force with an interest rate based solely on the bank's margin (i.e. with a fixed interest rate), in the event of elimination of the WIBOR index.

The preliminary ruling request has been served on the Bank, which submitted a written position on the case. On 11 June 2025, oral proceedings took place. The delivery of the Advocate General's opinion is scheduled for 11 September 2025.

3) LITIGATION AGAINST THE BANK CONCERNING THE FREE CREDIT SANCTION

As at 30 June 2025, there were 5,685 court proceedings pending against the Group relating to the free credit sanction, with a total value in dispute of PLN 143 million (as at 31 December 2024, there were 4,214 proceedings with a total value of PLN 100 million). These proceedings are initiated by customers or entities that have acquired receivables from customers and relate to the provisions of cash loan agreements. The Group disputes the validity of the claims raised in these cases, and the case law to date is largely in favour of the Group. The Group had not set up a provision for these proceedings.

By order of 25 January 2024, the District Court for Warsaw-Śródmieście addressed preliminary ruling questions to the CJEU concerning, inter alia:

- the possibility of assignment of consumer rights to a third party who is not a consumer,
- the court's obligation to examine of its own motion unfair terms in claim assignment agreements.

The proceedings are pending under case number C-80/24. The Bank submitted a written position. On 30 April 2025, the Advocate General's opinion was delivered. The Bank awaits the scheduling of the judgment publication date by the CJEU.

By order of 19 July 2024, the Regional Court in Poznań referred legal issues to the Supreme Court concerning, inter alia:

- the scope of the court's obligation in examining the free credit sanction,
- the time limit for the expiry of the right to submit a statement regarding the sanction,
- the grounds for applying the free credit sanction,
- the principles of charging interest on non-interest costs of the loan,
- the effects of incorrect calculation of the annual percentage rate.

A Supreme Court hearing is scheduled for 30 July 2025.

By order of 19 November 2024, the District Court in Białystok referred preliminary ruling questions to the CJEU concerning the obligations of the national court when examining claims relating to the free credit sanction, including:

- the scope of examining infringements of legal provisions,
- requirements concerning the early repayment procedure,
- the effects of the absence of a complete description of this procedure.

The proceedings are pending under case number C-831/24. The Bank submitted its written position in April 2025.

By order of 28 March 2025, the Regional Court in Opole addressed the CJEU with a question concerning the interpretation of provisions relating to sanctions for breach of information obligations in consumer credit agreements. The case awaits referral to the CJEU.

In a case (concerning another bank) pending under ref. No C-472/23, the CJEU issued a ruling on 13 February 2025, stating that:

1. the specification of an overstated APRC in a credit agreement, as a consequence of certain terms of that agreement being found to be unfair, does not in itself constitute an infringement of the obligation to provide information,
2. the indication in a credit agreement of circumstances justifying an increase in charges, where a reasonably observant and circumspect consumer is not in a position to ascertain whether they have arisen and their effect, constitutes an infringement of the obligation to provide information, where it calls into question the possibility for the consumer to assess the extent of his or her liability,
3. in the event of an infringement of the obligation to provide information, the bank may be deprived of its right to interest and charges, where that infringement affects the consumer's ability to assess the extent of his or her liability, with the verification falling within the competence of the national court.

- **PROCEEDINGS BEFORE THE PRESIDENT OF THE OFFICE OF COMPETITION AND CONSUMER PROTECTION (UOKiK)**

- 1) **PROCEEDINGS RELATING TO MODIFICATION CLAUSES**

The proceedings were initiated on 12 March 2019 and concern provisions of the template agreement enabling the Bank to unilaterally amend the terms and conditions of the agreement, including fees and commission. In the opinion of the President of UOKiK, these clauses give the Bank unlimited freedom in shaping the content of the agreement, which may violate good practice and be a gross violation of consumers' interests. In its response of 31 May 2019, the Bank challenged the validity of the allegations, indicating that the provisions are precisely defined and clearly specify the conditions for their application. In the course of the proceedings, UOKiK issued summonses to provide additional information, including by orders of 7 June 2022 and 19 April 2024. The Bank provided responses respectively on: 11 July and 30 September 2022 and 24 May and 27 June 2024. By letter of 7 July 2025, the President of UOKiK notified that the deadline for completion of the proceedings has been extended until 31 December 2025. By letter dated 28 July 2025, the President of the Office of Competition and Consumer Protection called on the Bank to indicate, within 30 days, the amount of turnover generated by the Bank in 2024. The Group has not recognised a provision for these proceedings.

- 2) **PROCEEDINGS IN RESPECT OF UNAUTHORISED TRANSACTIONS**

The proceedings were initiated on 2 February 2024 and concern two main practices of the Bank which, in the opinion of UOKiK, may violate the collective interests of consumers:

- informing consumers, in responses to reports of unauthorised transactions, about establishing their responsibility for unauthorised transactions solely on the basis of a correct authentication process, without specifying concrete evidence of gross negligence or intentional action, which may breach Article 45(2) of the Act on payment services,
- withdrawing the conditional refund in the case of negative investigation of the complaint, which – according to UOKiK – may be inconsistent with Article 46(1) of the same Act.

In a letter of 27 March 2024, the Bank challenged the allegations, claiming that they were unfounded, and on 26 June 2024 declared its willingness to engage in discussions with UOKiK in order to find a solution that takes into account the interests of both parties. In a letter to UOKiK of 9 May 2025, the Bank presented proposals for commitments, and on 28 May 2025 a meeting with UOKiK took place at which these were discussed. The Bank provided further information in letters dated June 11, 2025, and July 10, 2025. The next meeting with the Office of Competition and Consumer Protection (UOKiK) is planned for the third quarter of 2025.

- 3) **PROCEEDINGS RELATING TO INTEREST RATE VARIATION CLAUSES**

The proceedings were initiated by a decision of 5 April 2024 and relate to clauses contained in contractual templates which allow the Bank to change the interest rate on the revolving limit based on changes in the basic NBP interest rates or WIBOR benchmark rates (1M, 3M, 6M, 9M, 12M). UOKiK challenged:

- the possibility of changing the interest rate in the event of a change in rates by at least 0.25 percentage points (for NBP rates) or 0.10 percentage points (for WIBOR), to an extent reaching even three times these changes,
- the possibility of making a change to the interest rate within six months of the occurrence of the grounds for the change.

In its response of 29 May 2024, the Bank deemed the allegations unfounded. On 25 April 2025, the Bank provided additional information concerning turnover and the number of active contracts containing the challenged provisions as well as information about refraining from submitting commitments. On 27 May 2025, UOKiK requested the provision of further information, which was provided by the Bank on 9 June 2025. The Group has not recognised a provision for these proceedings.

- **PROCEEDINGS BEFORE THE COURT OF COMPETITION AND CONSUMER PROTECTION**

- 1) **PROCEEDINGS ON SPREAD CLAUSES**

The proceedings were initiated by the Bank's appeal (submitted on 13 November 2020) against the decision of the President of UOKiK dated 16 October 2020. In the said decision, the President of UOKiK declared the provisions contained in the template agreement "Annex to the housing loan/mortgage loan agreement" in the section "Appendix to the annex 'Rules for determining foreign exchange spreads at PKO BP S.A.'" as inadmissible provisions and prohibited their further use. In addition, the President of UOKiK:

- obliged the Bank to inform all consumers being parties to the indicated annexes about the decision to declare their provisions inadmissible and the consequences of this decision - within three months from the effective date of the decision
- imposed the obligation to publish an appropriate declaration on the Bank's website for a period of four months, no later than within one month from the effective date of the decision;
- imposed a fine on the Bank of PLN 40,741, payable to the Financial Education Fund.

In its appeal against the decision, the Bank requested that it be annulled or amended, challenging the legitimacy of declaring the indicated contractual provisions inadmissible, the legality and proportionality of the President of UOKiK's interference with the Bank's pricing policy, as well as the abnormally excessive - in the Bank's opinion - amount of the fine. The President of UOKiK sustained its position in response to the appeal. In a judgment of 10 October 2023, the Court of Competition and Consumer Protection (SOKiK) overturned the decision of the President of UOKiK in its entirety. However, as a result of appeals filed by the President of UOKiK and the public prosecutor, the Court of Appeal in Warsaw, in a judgment of 5 July 2024, amended the judgment of SOKiK and dismissed the Bank's appeal. Following the judgment of 10 October 2023, the Bank filed a request for a statement of reasons, a request to suspend enforcement of the judgment and decision, and then - on 4 November 2024 - filed a cassation complaint. By order of 12 July 2024, the Court of Appeal halted enforcement of the appealed judgment and the decision of the President of UOKiK pending completion of the proceedings before the Supreme Court. On 11 December 2024, the UOKiK's response to the cassation complaint was received. On 14 February 2025, the Supreme Court notified the composition of the adjudicating panel and assigned a case reference number. As at 30 June 2025, the Group recognises a provision for these proceedings of PLN 41 million (unchanged from 31 December 2024).

- 2) **PROCEEDINGS RELATED TO RESTRICTIVE PRACTICES ON THE MARKET OF PAYMENTS WITH PAYMENT CARDS IN POLAND**

The Bank is a party to proceedings initiated by the President of UOKiK on the basis of a decision dated 23 April 2001 upon the request of the Polish Trade and Distribution Organization - Employers Association (Polska Organizacja Handlu i Dystrybucji - Związek Pracodawców) against operators of the Visa and Europay payment systems and banks issuing Visa and Europay/ Eurocard/ Mastercard banking cards. The proceedings concern the suspicion of applying practices limiting competition on the market of card payments in Poland, in particular through joint determination of interchange fees and limiting access to the market for external entities. By decision of 29 December 2006, the President of UOKiK found that these practices restrict competition and imposed a fine of PLN 16.6 million on the Bank. Following the Bank's appeal, the Court for Competition and Consumer Protection (SOKiK) in a judgment of 21 November 2013 reduced the fine to PLN 10.4 million. As a result of appeals by the parties, the Court of Appeal in Warsaw in a judgment of 6 October 2015 reinstated the original fine of PLN 16.6 million and PLN 4.8 million against Nordea Bank Polska S.A., of which the Bank is the legal successor. The fine was paid by the Bank in October 2015, but after the judgment was annulled by the Supreme Court (judgment of 25 October 2017) and the case was submitted for re-examination, it was reimbursed to the Bank on 21 March 2018. In subsequent proceedings, on 23 November 2020, the Court of Appeal in Warsaw revoked the judgment of the Warsaw District Court of 2013 and submitted it for re-examination. The case is currently proceeding again at first instance before the Warsaw District Court. As at 30 September 2025, the Group recognises a provision for these proceedings of PLN 21 million (unchanged from 31 December 2024).

- **PROCEEDINGS BEFORE THE POLISH FINANCIAL SUPERVISION AUTHORITY**

- 1) The PFSA is conducting proceedings against the Bank, operating through an organizationally separate unit - the Brokerage Office, regarding the imposition of an administrative penalty in connection with suspected violations of the

Act on counteracting money laundering and terrorist financing ("AML"). The Bank provided explanations concerning, inter alia, benefits or avoided losses resulting from violations, potential losses of third parties and possible penalties imposed under the AML Act. The PFSA also informed the Bank about forwarding a letter to the GIIF requesting information on the Bank's AML violations to date. The administrative proceedings are expected to be completed by 30 July 2025. The Group has not set up a provision for these proceedings.

- 2) The PFSA conducted administrative proceedings against the Bank regarding the imposition of a monetary penalty pursuant to Article 176i(1)(4) of the Act on trading in financial instruments. The proceedings concerned suspected breach by the Bank of the management and control requirements set out in Article 16 of Regulation (EU) 2016/1011 of 8 June 2016 on the use of indices as benchmarks. On 9 May 2025, the PFSA issued a decision to discontinue the proceedings in their entirety.
- 3) The PFSA is conducting administrative proceedings against the Bank regarding the imposition of sanctions pursuant to Article 3c of the Act on financial market supervision. The proceedings concern suspected breach by the Bank of the provisions of Regulation (EU) No 1286/2014 on key information documents for packaged retail and insurance-based investment products (PRIIPs), in particular Article 5(1) and Article 14 in conjunction with Article 4(1), (3), (4) and (5). On 20 June 2025, the PFSA informed about extending the scope of the administrative proceedings by changing the period under examination, i.e. changing the existing period from 10 October 2024 to 15 May 2024 to a new period from 1 January 2018 to 27 June 2024, and about changing the legal basis of the suspected violation indicated in this notice from Article 14 PRIIPs to Article 13(1) PRIIPs. The Group has not set up a provision for these proceedings.
- 4) Administrative proceedings, initiated ex officio, are pending against PKO TFI S.A. (hereinafter: the Company) conducted by the PFSA regarding the imposition of an administrative penalty under the Act on counteracting money laundering and terrorist financing. The proceedings concern suspected violations of obligations regarding: a) improper identification and verification of the customer when establishing a business relationship via remote channels; b) failure to obtain data on the customer's country of birth; c) failure to identify beneficial owner data and failure to update information on business relationships; d) failure to apply enhanced financial security measures in cases of increased risk and in situations specified in Articles 44 and 46 of the Act; e) failure to implement all required elements in the internal AML procedure. The Company responded to the PFSA's request on 20 April 2023. By notice of 30 June 2025, the PFSA informed about extending the proceedings until 29 August 2025. As at 30 June 2025 and as at 31 December 2024, the Group recognises a provision for these proceedings in the amount of PLN 2 million.

• **OTHER PROCEEDINGS**

1) PROCEEDINGS BEFORE THE GENERAL INSPECTOR OF FINANCIAL INFORMATION (GIIF)

The GIIF is conducting administrative proceedings against the Bank for the imposition of an administrative penalty for failure to comply with its obligations under the Act of 1 March 2018 on the prevention of money laundering and terrorist financing (AML). The failure to comply with obligations was identified by the PFSA during an inspection conducted at the Bank from 22 December 2022 to 9 March 2023, covering: (a) the period from 13 July 2018 to 22 December 2022 with regard to the implementation of the obligation specified in Article 72 of the AML Act, (b) the period from 20 July 2021 to 22 December 2022 with regard to the implementation of the other obligations specified in the AML Act. The Bank responded to the GIIF's letter, also requesting to refrain from imposing an administrative penalty due to the corrective actions taken. By order of 30 June 2025, the proceedings were extended until 11 August 2025. The Group has not set up a provision for these proceedings.

2) PROCEEDINGS BEFORE THE HEAD OF THE CUSTOMS AND TAX OFFICE

The Head of the Mazovian Customs and Tax Office in Warsaw (hereinafter, the "Head") initiated proceedings to impose a financial penalty on the Bank in connection with the violation of Article 1(1) in connection with Article 2(1) of the Act on special solutions in the field of counteracting aggression in Ukraine and Article 1(1) of Council Regulation No 765/2006 of 18 May 2006 concerning restrictive measures in view of the situation in Belarus and Belarus' participation in Russia's aggression against Ukraine. Due to the explanations submitted to the Head, the Bank requested that no administrative penalty be imposed. By order of 24 July 2025, a new deadline for concluding the case was set for 23 September 2025. The Group did not recognise a provision for these proceedings.

3) CLAIMS FOR DAMAGES IN RESPECT OF THE INTERCHANGE FEE

The Bank was served eight summons to participate, as an outside intervener on the defendant's side, in cases relating to the interchange fees. Other banks are defendants in the case and, in some cases, also card organizations. At present, the total value of the claims amounts to PLN 832 million and concerns damages for excessive interchange fees resulting from practices that restrict competition, as well as capitalised statutory interest for delay.

The Bank joined these proceedings as an outside intervener. Since these proceedings are not pending against the Bank, their value was not included in the total value of the cases against the Bank. If the courts find the claims justified, the defendants may claim recourse in separate court proceedings from other banks including from the Bank.

As at 30 June 2025, final and binding judgments had been issued in five of these proceedings, all favourable to the defendants and dismissing the claims (in one case, a partial judgment was issued, and the proceedings in the remaining scope are ongoing before the court of first instance). A cassation appeal was filed in one case. Two proceedings resulted in non-final judgments dismissing the plaintiffs' claims. In one case, no judgment has been issued yet. In all cases where the claims have been dismissed in whole or in part, the statute of limitations objection has been upheld.

28. SHAREHOLDING STRUCTURE OF THE BANK

According to the information available as at 30 June 2025, the Bank's shareholding structure is as follows:

ENTITY NAME	number of shares	% of votes	Nominal value of 1 share	Ownership interest (%)
As at 30 June 2025				
State Treasury	367,918,980	29.43%	PLN 1	29.43%
Nationale Nederlanden Otwarty Fundusz Emerytalny ¹	92,123,687	7.37%	PLN 1	7.37%
Allianz Polska Otwarty Fundusz Emerytalny ¹	79,873,383	6.39%	PLN 1	6.39%
Other shareholders ²	710,083,950	56.81%	PLN 1	56.81%
Total	1,250,000,000	100%	---	100%
As at 31 December 2024				
State Treasury	367,918,980	29.43%	PLN 1	29.43%
Nationale-Nederlanden Open Pension Fund ¹	98,669,361	7.89%	PLN 1	7.89%
Allianz Polska Otwarty Fundusz Emerytalny ¹	83,713,383	6.70%	PLN 1	6.70%
Other shareholders ²	699,698,276	55.98%	PLN 1	55.98%
Total	1,250,000,000	100%	---	100%

¹ Calculation of shareholdings as at the end of the year published by PTE in bi-annual and annual information about the structure of fund assets and quotation from Bloomberg.

² Including Bank Gospodarstwa Krajowego, which as at 30 June 2025 and 31 December 2024 held 24,487,297 shares carrying 1.96% of the votes at the GSM.

The Bank's shares are listed on the Warsaw Stock Exchange.

Series	Type of shares	Number of shares	Nominal value of 1 share	Nominal value of the series
A Series	ordinary registered shares	312,500,000	PLN 1	312,500,000
A Series	ordinary bearer shares	197,500,000	PLN 1	197,500,000
B Series	ordinary bearer shares	105,000,000	PLN 1	105,000,000
C Series	ordinary bearer shares	385,000,000	PLN 1	385,000,000
D Series	ordinary bearer shares	250,000,000	PLN 1	250,000,000
Total	---	1,250,000,000	---	1,250,000,000

29. FAIR VALUE HIERARCHY

For a description of fair value measurement techniques and inputs, see the financial statements of the Group for 2024.

ASSETS MEASURED AT FAIR VALUE 30.06.2025	Carrying amount	Level 1	Level 2	Level 3
		Prices quoted on active markets	Valuation techniques based on observable market data	Other valuation techniques
Hedging derivatives	56	-	56	-
Other derivative instruments	2,185	1	2,184	-
Securities	98,656	79,490	18,468	698
held for trading	418	397	21	-
debt securities	379	358	21	-
equity securities	39	39	-	-
not held for trading, measured at fair value through profit or loss	1,430	735	235	460
debt securities	372	152	120	100
equity securities	1,058	583	115	360
measured at fair value through other comprehensive income	96,808	78,358	18,212	238
debt securities	96,808	78,358	18,212	238
Loans and advances to customers	1,892	-	-	1,892
not held for trading, measured at fair value through profit or loss	1,892	-	-	1,892
real estate loans	2	-	-	2
business loans	9	-	-	9
consumer loans	1,881	-	-	1,881
Total financial assets measured at fair value	102,789	79,491	20,708	2,590

LIABILITIES MEASURED AT FAIR VALUE 30.06.2025	Carrying amount	Level 1	Level 2	Level 3
		Prices quoted on active markets	Valuation techniques based on observable market data	Other valuation techniques
Hedging derivatives	95	-	95	-
Other derivative instruments	2,152	-	2,152	-
Liabilities in respect of a short position in securities	40	40	-	-
Liabilities in respect of insurance products	190	-	190	-
Total financial liabilities measured at fair value	2,477	40	2,437	-

ASSETS MEASURED AT FAIR VALUE 31.12.2024	Carrying amount	Level 1	Level 2	Level 3
		Prices quoted on active markets	Valuation techniques based on observable market data	Other valuation techniques
Hedging derivatives	120	-	120	-
Other derivative instruments	1,999	1	1,998	-
Securities	99,989	75,773	23,547	669
held for trading	364	364	-	-
debt securities	328	328	-	-
equity securities	36	36	-	-
not held for trading, measured at fair value through profit or loss	1,596	944	225	427
debt securities	612	398	114	100
equity securities	984	546	111	327
measured at fair value through other comprehensive income (debt securities)	98,029	74,465	23,322	242
Loans and advances to customers	2,171	-	-	2,171
not held for trading, measured at fair value through profit or loss	2,171	-	-	2,171
real estate loans	1	-	-	1
business loans	74	-	-	74
consumer loans	2,096	-	-	2,096
Total financial assets measured at fair value	104,279	75,774	25,665	2,840

LIABILITIES MEASURED AT FAIR VALUE 31.12.2024	Carrying amount	Level 1	Level 2	Level 3
		Prices quoted on active markets	Valuation techniques based on observable market data	Other valuation techniques
Hedging derivatives	285	-	285	-
Other derivative instruments	2,396	1	2,395	-
Liabilities in respect of a short position in securities	35	35	-	-
Liabilities in respect of insurance products	169	-	169	-
Total financial liabilities measured at fair value	2,885	36	2,849	-

IMPACT OF ESTIMATES ON FAIR VALUE MEASUREMENT OF LEVEL 3 FINANCIAL INSTRUMENTS	30.06.2025		31.12.2024	
	Fair value in		Fair value in	
	positive scenario	negative scenario	positive scenario	negative scenario
Shares in Visa Inc. ¹	54	50	56	52
Other equity investments ²	297	269	262	237
Corporate bonds ³	338	337	339	338
Loans and advances to customers ⁴	1,987	1,797	2,280	2,062

¹ scenario assuming a discount rate in respect of the future conditions of converting C-series shares to ordinary shares at a level of 0%/100% respectively

² scenario assuming a change in the discount rate of +/- 5%

³ scenario assuming a change in the credit spread of +/- 10%

⁴ scenario assuming a change in the company's value of +/- 0.5p.p.

RECONCILIATION OF CHANGES DURING THE REPORTING PERIOD TO FAIR VALUE AT LEVEL 3	01.01- 30.06.2025	01.01- 30.06.2024
Opening balance at the beginning of the period	2,840	3,533
Acquisition of equity instruments	-	1
Acquisition of corporate bonds	3	180
Redemption of corporate bonds	(6)	(1)
Granting and increase in exposure to loans and advances to customers	424	457
Repayment of loans and advances to customers	(549)	(697)
Derecognition of loans and advances to customers	(141)	(1)
Write-off of loans and advances to customers	(29)	(62)
Net gain/(loss) on financial instruments measured at fair value through profit or loss	25	29
Change in the valuation recognized in OCI	(1)	2
Other, including exchange difference ¹	24	(87)
Closing balance	2,590	3,354

¹ The item "Other, including exchange difference" includes a decrease due to conversion of Visa Inc. series C shares into Visa series A Preferred shares

30. FINANCIAL ASSETS AND FINANCIAL LIABILITIES NOT PRESENTED AT FAIR VALUE IN THE CONSOLIDATED STATEMENT OF FINANCIAL POSITION

For a description of fair value measurement techniques and inputs, see the financial statements of the Group for 2024.

30.06.2025	carrying amount	fair value			Total fair value
		Level 1	Level 2	Level 3	
Cash and balances with the Central Bank	21,221	3,619	17,602	-	21,221
Amounts due from banks	10,222	-	10,222	-	10,222
Securities¹	120,520	87,341	27,982	4,751	120,074
treasury bonds (in PLN)	85,478	85,091	-	-	85,091
treasury bonds (in foreign currencies)	1,374	1,376	-	-	1,376
corporate bonds (in PLN) secured with the State Treasury guarantees	9,827	874	8,761	-	9,635
municipal bonds (in PLN)	10,299	-	10,290	-	10,290
corporate bonds (in PLN)	4,695	-	-	4,751	4,751
corporate bonds (in foreign currencies)	8,847	-	8,931	-	8,931
Reverse repo transactions	84	-	84	-	84
Loans and advances to customers¹	275,570	-	-	277,558	277,558
real estate loans	126,975	-	-	125,189	125,189
business loans	82,061	-	-	83,900	83,900
consumer loans	38,949	-	-	40,796	40,796
factoring receivables	6,341	-	-	6,342	6,342
finance lease receivables	21,244	-	-	21,331	21,331
Other financial assets	2,581	-	-	2,581	2,581
Amounts due to Central bank	9	-	9	-	9
Amounts due to banks	3,592	-	3,592	-	3,592
Amounts due to customers¹	429,876	-	-	429,601	429,601
amounts due to households	328,957	-	-	328,685	328,685
amounts due to business entities	79,242	-	-	79,239	79,239
amounts due to public sector	21,677	-	-	21,677	21,677
Loans and advances received	1,202	-	-	1,202	1,202
Liabilities in respect of debt securities in issue	25,714	-	23,773	2,286	26,059
Subordinated liabilities	4,288	-	4,313	-	4,313
Other financial liabilities	5,817	-	-	5,817	5,817

¹ excluding adjustment relating to fair value hedge accounting

31.12.2024	carrying amount	fair value			Total fair value
		Level 1	Level 2	Level 3	
Cash and balances with the Central Bank	23,494	3,927	19,567	-	23,494
Amounts due from banks	5,089	-	5,089	-	5,089
Securities¹	110,561	74,557	29,113	3,938	107,608
treasury bonds (in PLN)	73,532	71,021	-	-	71,021
treasury bonds (in foreign currencies)	1,394	1,391	-	-	1,391
corporate bonds (in PLN) secured with the State Treasury guarantees	13,974	2,145	11,461	-	13,606
municipal bonds (in PLN)	10,399	-	10,432	-	10,432
corporate bonds (in PLN)	3,994	-	-	3,938	3,938
corporate bonds (in foreign currencies)	7,268	-	7,220	-	7,220
Reverse repo transactions	892	-	892	-	892
Loans and advances to customers¹	263,988	-	-	265,521	265,521
real estate loans	123,194	-	-	121,376	121,376
business loans	78,929	-	-	80,615	80,615
consumer loans	34,874	-	-	36,503	36,503
factoring receivables	6,534	-	-	6,534	6,534
finance lease receivables	20,457	-	-	20,493	20,493
Other financial assets	2,482	-	-	2,482	2,482
Amounts due to Central bank	11	-	11	-	11
Amounts due to banks	2,369	-	2,369	-	2,369
Amounts due to customers¹	419,341	-	-	419,898	419,898
amounts due to households	317,649	-	-	318,176	318,176
amounts due to business entities	80,062	-	-	80,092	80,092
amounts due to public sector	21,630	-	-	21,630	21,630
Loans and advances received	1,268	-	-	1,268	1,268
Liabilities in respect of debt securities in issue	23,457	-	21,340	2,321	23,661
Subordinated liabilities	4,291	-	4,335	-	4,335
Other financial liabilities	4,227	-	-	4,227	4,227

¹ excluding adjustment relating to fair value hedge accounting

31. CREDIT RISK MANAGEMENT

As at 30 June 2025 and 31 December 2024 all amounts due from banks were classified as Stage 1.

SECURITIES (excluding adjustments relating to fair value hedge accounting) 30.06.2025	Stage 1	Stage 2	Stage 3	Total
Measured at fair value through other comprehensive income				
Gross/net carrying amount – fair value	96,743	56	9	96,808
Measured at amortized cost				
Gross carrying amount	119,748	860	-	120,608
Allowances for expected credit losses	(66)	(22)	-	(88)
Net carrying amount	119,682	838	-	120,520
Total securities				
Gross carrying amount	216,491	916	9	217,416
Allowances for expected credit losses	(66)	(22)	-	(88)
Net carrying amount	216,425	894	9	217,328

SECURITIES (excluding adjustments relating to fair value hedge accounting) 31.12.2024	Stage 1	Stage 2	Stage 3	Total
Measured at fair value through other comprehensive income				
Gross/net carrying amount – fair value	97,612	407	10	98,029
Measured at amortized cost				
Gross carrying amount	109,417	1,236	-	110,653
Allowances for expected credit losses	(66)	(26)	-	(92)
Net carrying amount	109,351	1,210	-	110,561
Total securities				
Gross carrying amount	207,029	1,643	10	208,682
Allowances for expected credit losses	(66)	(26)	-	(92)
Net carrying amount	206,963	1,617	10	208,590

LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST (excluding adjustment relating to fair value hedge accounting) 30.06.2025	Stage 1	Stage 2	Stage 3	POCI	Total
Gross carrying amount	238,363	35,920	10,066	641	284,990
real estate loans	117,049	10,311	1,293	73	128,726
business loans	64,760	16,010	5,240	461	86,471
consumer loans	35,953	3,260	1,979	106	41,298
factoring receivables	6,209	55	113	-	6,377
finance lease receivables	14,392	6,284	1,441	1	22,118
Allowances for expected credit losses	(1,213)	(3,473)	(4,855)	121	(9,420)
real estate loans	(67)	(975)	(718)	9	(1,751)
business loans	(483)	(1,476)	(2,465)	14	(4,410)
consumer loans	(544)	(785)	(1,118)	98	(2,349)
factoring receivables	(1)	-	(35)	-	(36)
finance lease receivables	(118)	(237)	(519)	-	(874)
Net carrying amount	237,150	32,447	5,211	762	275,570
real estate loans	116,982	9,336	575	82	126,975
business loans	64,277	14,534	2,775	475	82,061
consumer loans	35,409	2,475	861	204	38,949
factoring receivables	6,208	55	78	-	6,341
finance lease receivables	14,274	6,047	922	1	21,244

In the first half of 2025, a new loss-at-default (LGD) model based on machine learning algorithms was implemented. The LGD model and the exposure-at-default (EAD) model were expanded to include components that incorporate the Bank's expectations regarding future macroeconomic conditions (so-called forward-looking information). At the same time, the macroeconomic probability-of-default (PD) model was adjusted for sensitivity to inflation. These changes resulted in a PLN 12 million reduction in expected credit loss provisions.

LOANS AND ADVANCES TO CUSTOMERS MEASURED AT AMORTISED COST (excluding adjustment relating to fair value hedge accounting) 31.12.2024	Stage 1	Stage 2	Stage 3	POCI	Total
Gross carrying amount	223,999	38,734	9,860	580	273,173
real estate loans	113,771	9,782	1,393	75	125,021
business loans	58,832	18,889	4,969	405	83,095
consumer loans	31,793	3,389	1,915	99	37,196
factoring receivables	6,376	84	113	-	6,573
finance lease receivables	13,227	6,590	1,470	1	21,288
Allowances for expected credit losses	(1,173)	(3,398)	(4,705)	91	(9,185)
real estate loans	(71)	(974)	(795)	13	(1,827)
business loans	(489)	(1,453)	(2,204)	(20)	(4,166)
consumer loans	(505)	(742)	(1,173)	98	(2,322)
factoring receivables	(1)	-	(38)	-	(39)
finance lease receivables	(107)	(229)	(495)	-	(831)
Net carrying amount	222,826	35,336	5,155	671	263,988
real estate loans	113,700	8,808	598	88	123,194
business loans	58,343	17,436	2,765	385	78,929
consumer loans	31,288	2,647	742	197	34,874
factoring receivables	6,375	84	75	-	6,534
finance lease receivables	13,120	6,361	975	1	20,457

OTHER FINANCIAL ASSETS 30.06.2025	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	2,579	-	134	2,713
Allowances for expected credit losses	-	-	(132)	(132)
Net carrying amount	2,579	-	2	2,581

OTHER FINANCIAL ASSETS 31.12.2024	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount	2,480	1	130	2,611
Allowances for expected credit losses	-	-	(129)	(129)
Net carrying amount	2,480	1	1	2,482



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FINANCIAL AND GUARANTEE COMMITMENTS GRANTED 30.06.2025	STAGE 1		STAGE 2		STAGE 3		POCI		Total nominal amount	Total provisions per IFRS 9	Total net amount
	Notional amount	Provision	Notional amount	Provision	Notional amount	Provision	Notional amount	Provision			
Credit lines and limits	74,989	(170)	6,850	(299)	314	(71)	5	-	82,158	(540)	81,618
real estate	7,596	(12)	121	(9)	3	(1)	-	-	7,720	(22)	7,698
business	49,894	(136)	5,150	(217)	264	(64)	1	-	55,309	(417)	54,892
consumer	10,754	(22)	1,568	(73)	18	(6)	4	-	12,344	(101)	12,243
in respect of factoring	6,123	-	11	-	29	-	-	-	6,163	-	6,163
in respect of finance leases	622	-	-	-	-	-	-	-	622	-	622
Other	3,920	-	-	-	-	-	-	-	3,920	-	3,920
Total financial commitments granted, including:	78,909	(170)	6,850	(299)	314	(71)	5	-	86,078	(540)	85,538
irrevocable commitments granted	32,429	(94)	3,944	(178)	50	(13)	3	-	36,426	(285)	36,141
Total guarantees and sureties granted, including:	11,689	(11)	1,200	(35)	41	(10)	322	(2)	13,252	(58)	13,194
irrevocable commitments granted	5,041	(8)	973	(32)	38	(8)	289	(2)	6,341	(50)	6,291
performance guarantee	3,750	(4)	421	(23)	15	(3)	104	(1)	4,290	(31)	4,259
									-	-	
Total financial and guarantee commitments granted	90,598	(181)	8,050	(334)	355	(81)	327	(2)	99,330	(598)	98,732

FINANCIAL AND GUARANTEE COMMITMENTS GRANTED 31.12.2024	STAGE 1		STAGE 2		STAGE 3		POCI		Total nominal amount	Total provisions per IFRS 9	Total net amount
	Notional amount	Provision	Notional amount	Provision	Notional amount	Provision	Notional amount	Provision			
Credit lines and limits	76,584	(165)	10,206	(328)	312	(60)	4	-	87,106	(553)	86,553
real estate	6,670	(18)	142	(10)	4	(2)	-	-	6,816	(30)	6,786
business	53,839	(123)	8,546	(234)	253	(52)	-	-	62,638	(409)	62,229
consumer	10,274	(24)	1,498	(84)	16	(6)	4	-	11,792	(114)	11,678
in respect of factoring	5,057	-	20	-	39	-	-	-	5,116	-	5,116
in respect of finance leases	744	-	-	-	-	-	-	-	744	-	744
Other	3,940	-	-	-	-	-	-	-	3,940	-	3,940
Total financial commitments granted, including:	80,524	(165)	10,206	(328)	312	(60)	4	-	91,046	(553)	90,493
irrevocable commitments granted	28,998	(92)	5,407	(199)	91	(15)	2	-	34,498	(306)	34,192
Total guarantees and sureties granted, including:	10,254	(10)	1,406	(39)	101	(30)	337	(1)	12,098	(80)	12,018
irrevocable commitments granted	4,003	(8)	1,580	(38)	98	(28)	-	-	5,681	(74)	5,607
performance guarantee	2,900	(4)	740	(28)	28	(13)	120	(1)	3,788	(46)	3c,742
Total financial and guarantee commitments granted	90,778	(175)	11,612	(367)	413	(90)	341	(1)	103,144	(633)	102,511

32. MANAGEMENT OF INTEREST RATE RISK, CURRENCY RISK AND LIQUIDITY RISK

• INTEREST RATE RISK MANAGEMENT

Sensitivity of interest income in the non-trading book of the Group to the abrupt shift in the yield curve of 100 bp down in a one-year horizon in all currencies	30.06.2025	31.12.2024
Sensitivity of interest income (PLN million)	(739)	(548)

The economic value sensitivity measure (stress-test) of the non-trading book of the Group in all currencies	30.06.2025	31.12.2024
Sensitivity of economic value (PLN million)	(1,816)	(1,660)

IR VaR in the Bank's trading book	30.06.2025	31.12.2024
IR VaR for a 10-day time horizon at a confidence level of 99% (PLN million):		
Average value	6	7
Maximum value	12	15
Value at the end of the period	2	5

• CURRENCY RISK MANAGEMENT

The Bank's FX VaR, in aggregate for all currencies	30.06.2025	31.12.2024
VaR for a 10-day time horizon at a confidence level of 99% (in PLN million) ¹	43	3

¹ Taking into account the nature of the operation of the other Group companies which generate material currency risk and the specific characteristics of the market in which they operate, the Parent Company does not determine the consolidated VaR sensitivity measure. Such companies use their own risk measures to manage their interest rate risk. KREDOBANK S.A. applies the 10-day VaR which amounted to approx. PLN 0.3 million as at 30 June 2025 and as at 31 December 2024.

FOREIGN CURRENCY POSITION ¹	30.06.2025	31.12.2024
EUR	(78)	(92)
CHF	(851)	(122)
Other (Global, Net)	25	5

¹ The positions do not include structural positions in UAH for which the Bank obtained approval from the PFSA to exclude them from the calculation of the currency positions.

Currency positions (in addition to volatility of foreign exchange rates) are a key factor determining the level of currency risk to which the Group is exposed. The foreign currency positions are determined by all foreign currency transactions concluded, both in the statement of financial position and off-balance sheet transactions. Structural positions in UAH, for which the Bank obtained approval from the PFSA to exclude them from the calculation of the currency positions, are not included in the currency position calculation.

• LIQUIDITY RISK MANAGEMENT

	on demand	0 – 1 month	1 – 3 months	3 – 6 months	6 – 12 months	12 – 24 months	24 – 60 months	more than 60 months
30.06.2025								
Adjusted periodic gap	17,097	136,668	(20,620)	(199)	(10,654)	14,020	37,499	(173,811)
Adjusted cumulative periodic gap	17,097	153,765	133,145	132,946	122,292	136,312	173,811	-
31.12.2024								
Adjusted periodic gap	19,635	130,621	(12,768)	(4,643)	(15,566)	21,456	30,748	(169,483)
Adjusted cumulative periodic gap	19,635	150,256	137,488	132,845	117,279	138,735	169,483	-

In all time horizons, the adjusted cumulative liquidity gap of the Group was positive both as at 30 June 2025 and 31 December 2024. This means that the Group has a surplus of the assets receivable over the liabilities payable.

SUPERVISORY LIQUIDITY MEASURES	30.06.2025	31.12.2024
NSFR - net stable funding ratio	154.9%	156.1%
LCR - liquidity coverage ratio	271.1%	245.1%

In the six-month period ended 30 June 2025 and 31 December 2024, liquidity measures remained above their respective supervisory limits.

• OTHER INFORMATION - FINANCIAL LIABILITIES, INCLUDING PAST DUE LIABILITIES

FINANCIAL LIABILITIES	30.06.2025	31.12.2024
Financial liabilities, including:	473,915	458,719
Past due	5	3

33. CAPITAL ADEQUACY

Capital adequacy	30.06.2025	31.12.2024
Equity	51,931	52,370
capital: share capital, supplementary capital, other reserves, and general risk reserve	36,519	34,068
retained earnings	11,327	11,324
net profit or loss for the year	5,130	9,304
other comprehensive income and non-controlling interests	(1,045)	(2,326)
Exclusions from equity:	4,766	8,072
deconsolidation - adjustments due to prudential consolidation	(58)	(89)
net profit or loss for the period	5,097	9,285
cash flow hedges	(273)	(1,124)
Other fund reductions:	2,973	2,973
goodwill	961	961
other intangible assets	1,586	1,657
securitisation positions	22	-
additional asset adjustments (AVA, DVA, NPE, exceedance of the thresholds set out in Article 48 CRR) ¹	404	355
Provisional treatment of unrealized gains and losses on securities measured at fair value through OCI according to Art. 468 of the CRR	354	821
Temporary reversal of IFRS 9 impact²	-	810
Current period profit/loss, included by permission from the PFSA/after approval of profit distribution by AGM	-	1,299
Tier 1	44,546	44,255
Tier 2 capital (subordinated debt)	2,771	3,039
Own funds	47,317	47,294
Requirements for own funds	21,876	20,362
Credit risk	18,783	17,542
Operational risk ²	2,934	2,672
Market risk	100	115
Credit valuation adjustment risk	59	33
Total capital ratio	17.30	18.58
Tier 1 capital ratio	16.29	17.39

¹ AVA – additional valuation adjustment, DVA – debt valuation adjustment, NPE – non-performing exposures adjustment.

² The temporary reversal of the IFRS 9 impact on own funds was applicable until the end of 2024.

³ In 2025, an increase in the capital requirement for operational risk was recorded, related to the entry into force of CRR3. Under the new regulations, the Bank ceased to apply the AMA (Advanced Measurement Approach) for determining the capital requirement, which had allowed the use of an internal model tailored to the Bank's specific risk profile. The AMA was replaced by a standardised approach to calculating the capital requirement for operational risk, applicable uniformly across the banking sector in the European Union, as defined in the CRR Regulation.

According to CRR Regulation, prudential consolidation is used for capital adequacy purposes, which unlike consolidation in accordance with IFRS, covers only subsidiaries that meet the definition of an institution, financial institution or any ancillary services enterprise. In addition, pursuant to Article 19 (1) of the CRR, prudential consolidation may exclude entities whose total value of assets and off-balance sheet items is less than EUR 10 million.

34. DIVIDENDS AND PROFIT APPROPRIATION

Information on the PFSA's position on dividend policy in 2024 is described in the Group's financial statements for 2024 in the note [DIVIDENDS AND PROFIT APPROPRIATION](#) and in chapter 10.1 "Dividends and profit appropriation" of the Directors' Report.

In accordance with the decision of 13 June 2025 of the Annual General Meeting on distribution of profit for 2024:

- PLN 6,850 million was allocated for distribution among shareholders (the dividend will be paid on 14 August 2025)
- PLN 2,300 million was transferred to the reserve capital for the payment of dividend, including interim dividend in accordance with § 30 of the Bank's Articles of Association.

At the same time, the AGM passed a resolution to leave the Bank's retained earnings undistributed.

35. TRANSACTIONS WITH THE STATE TREASURY AND RELATED ENTITIES

TRANSACTIONS WITH THE STATE TREASURY

The Group's transactions with the State Treasury were mostly related to treasury securities and banking services. These transactions are concluded and settled on terms obtainable by customers who are not related parties. Moreover, the Group performs housing loan agreements in the "legacy" portfolio and carries out settlements in respect of repurchase of interest on housing loans by the State Budget. Biuro Maklerskie PKO Banku Polskiego S.A. plays the role of an agent for the issue of retail Treasury bonds under the agreement signed with the Ministry of Finance on 11 February 2003, receiving a fee for this service in the amount of PLN 144 million in the six-month period ended 30 June 2025 and PLN 181 million in the six-month period ended 30 June 2024.

RELATED-PARTY TRANSACTIONS – CAPITAL LINKS

All transactions presented below were arm's length transactions.

Associates and joint ventures	Receivables	of which loans	Liabilities	Off-balance sheet liabilities granted
30.06.2025	238	88	378	433
31.12.2024	147	85	195	446

Associates and joint ventures	Total income	of which interest and commission income	Total expense	of which interest and commission income
01.01.-30.06.2025	436	394	110	83
01.01.-30.06.2024	416	383	113	84

RELATED-PARTY TRANSACTIONS – PERSONAL LINKS

As at 30 June 2025 and 31 December 2024, seven entities were related to the Group through the key management personnel of the Bank or close family members of the key management personnel. In the first half of 2025 and in the corresponding period, no transactions were conducted between the Bank and those entities.

BENEFITS FOR THE KEY MANAGEMENT

COST OF REMUNERATION OF THE BANK'S MANAGEMENT AND SUPERVISORY BOARDS (in PLN thousand)	01.01-30.06.2025	01.01-30.06.2024
Management Board of the Bank		
Short-term employee benefits	5,987	4,287
Long-term employee benefits	2,702	2,984
Share-based payments settled in cash	3,303	6,439
Benefits to the Bank's Management Board members who ceased to perform their functions before the reporting date	-	3,565
Total	11,992	17,275
Supervisory Board of the Bank		
Short-term employee benefits	967	925
Total	967	925

COSTS OF REMUNERATION OF THE SUBSIDIARIES' MANAGEMENT AND SUPERVISORY BOARDS (in PLN thousand)	01.01- 30.06.2025	01.01- 30.06.2024
Management Boards of the Companies		
Short-term employee benefits	12,229	11,913
Long-term employee benefits	4,204	3,803
Share-based payments settled in cash	4,557	1,521
Benefits to the Companies' Management Board members who ceased to perform their functions before the reporting date	1,200	2,623
Total	22,190	19,860
Supervisory Boards of the Companies		
Short-term employee benefits	1,273	1,167
Total	1,273	1,167

LOANS AND ADVANCES GRANTED BY THE BANK TO THE MEMBERS OF THE MANAGEMENT AND SUPERVISORY BOARDS AS AT THE REPORTING DATES (IN PLN THOUSAND)	30.06.2025	31.12.2024
Supervisory Board of the Bank	-	-
Management Board of the Bank	333	332
Total	333	332

The Group provides the Bank's key management personnel, members of the Supervisory Board and their families with standard financial services which comprise, among other things, operating bank accounts, accepting deposits, granting loans and other financial services. All these transactions are concluded on an arm's length basis.

In the six-month period ended 30 June 2025, members of the Management Board and the Supervisory Board of the Bank who performed their functions as at 30 June 2025 received remuneration from the Group's subsidiaries, associates, and joint ventures in the amount of PLN 102 thousand (PLN 7 thousand in the corresponding period of 2024).

36. EVENTS THAT OCCURRED AFTER THE DATE ON WHICH THE FINANCIAL STATEMENTS ARE PREPARED

No events occurred after the date on which the financial statements were prepared that could significantly affect future financial performance.

SIGNATURES OF ALL THE MEMBERS OF THE BANK'S MANAGEMENT BOARD

Szymon Midera	President of the Management Board
Krzysztof Dresler	Vice-President of the Management Board
Ludmiła Falak-Cyniak	Vice-President of the Management Board
Piotr Mazur	Vice-President of the Management Board
Tomasz Pol	Vice-President of the Management Board
Marek Radzikowski	Vice-President of the Management Board
Michał Sobolewski	Vice-President of the Management Board
Mariusz Zarzycki	Vice-President of the Management Board

SIGNATURE OF A PERSON WHO IS RESPONSIBLE FOR MAINTAINING THE ACCOUNTING RECORDS

Danuta Szymańska	Director of the accounting division
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The original Polish document is signed with a qualified electronic signatures