



Bank Polski

**Condensed interim separate financial statements
of PKO Bank Polski S.A. for the six-month period ended
30 June 2025**

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	11,536	9,755	18.3%	2,733	2,263	20.8%
Net fee and commission income	2,142	2,202	(2.7%)	507	511	(0.8%)
Net expected credit losses and net impairment allowances on non-financial assets	(678)	(643)	5.4%	(161)	(149)	8.1%
Administrative expenses	(4,208)	(3,656)	15.1%	(997)	(848)	17.6%
Profit before tax	7,007	5,976	17.3%	1,660	1,386	19.8%
Net profit	5,262	4,626	13.7%	1,247	1,073	16.2%
Earnings per share for the period - basic (in PLN/EUR)	4.21	3.70	13.8%	1.00	0.86	16.2%
Earnings per share for the period - diluted (in PLN/EUR)	4.21	3.70	13.8%	1.00	0.86	16.2%
Net comprehensive income	6,652	5,135	29.5%	1,576	1,191	32.3%
Total net cash flows	1,706	(3,363)	(150.7%)	404	(780)	(151.8%)

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	523,256	500,747	4.5%	123,354	117,189	5.3%
Total equity	49,569	49,767	(0.4%)	11,686	11,647	(0.3%)
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)	39.66	39.81	(0.4%)	9.35	9.32	(0.3%)
Diluted number of shares (in million)	1,250	1,250	-	1,250	1,250	-
Diluted book value per share (in PLN/EUR)	39.66	39.81	(0.4%)	9.35	9.32	(0.3%)
Total Capital Ratio (%)	18.89	20.87	(9.5%)	18.89	20.87	(9.5%)
Tier 1	42,344	42,324	0.1%	9,982	9,905	0.8%
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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INCOME STATEMENT

INCOME STATEMENT	2nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2nd 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	5,859	11,536	4,840	9,755
Interest and similar income	7,945	15,722	7,048	14,317
of which calculated under the effective interest rate method	7,873	15,564	6,942	14,095
Interest expense	(2,086)	(4,186)	(2,208)	(4,562)
Net fee and commission income	1,082	2,142	1,090	2,202
Fee and commission income	1,529	2,988	1,475	2,912
Fee and commission expense	(447)	(846)	(385)	(710)
Net other income	933	1,071	1,120	1,234
Dividend income	917	917	974	974
Gains/(losses) on financial transactions	49	115	43	90
Net foreign exchange gains/ (losses)	58	112	69	128
Gains/(losses) on derecognition of financial instruments	26	32	17	31
of which measured at amortized cost	1	3	7	16
Net other operating income and expense, of which:	(117)	(105)	17	11
other operating income	40	98	36	76
other operating expenses	(157)	(203)	(19)	(65)
Result on business activities	7,874	14,749	7,050	13,191
Net allowances for expected credit losses	(246)	(429)	(187)	(376)
Impairment of non-financial assets	(69)	(249)	(187)	(267)
Cost of legal risk of mortgage loans in convertible currencies	(1,249)	(2,222)	(982)	(2,320)
Administrative expenses	(1,949)	(4,208)	(1,721)	(3,656)
Tax on certain financial institutions	(322)	(634)	(308)	(596)
Profit before tax	4,039	7,007	3,665	5,976
Income tax	(978)	(1,745)	(805)	(1,350)
Net profit	3,061	5,262	2,860	4,626
Earnings per share				
- basic/diluted earnings per share for the period (PLN)	2.45	4.21	2.29	3.70
Weighted average 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.

STATEMENT OF COMPREHENSIVE INCOME

STATEMENT OF COMPREHENSIVE INCOME	2nd quarter period from 01.04.2025 to 30.06.2025	2 quarters YTD period from 01.01.2025 to 30.06.2025	2nd quarter period from 01.04.2024 to 30.06.2024	2 quarters YTD period from 01.01.2024 to 30.06.2024
Net profit	3,061	5,262	2,860	4,626
Other comprehensive income	801	1,390	197	509
Items which may be reclassified to profit or loss	801	1,390	197	509
Cash flow hedges (net)	538	890	215	161
Gains/losses recognized in other comprehensive income during the period	(101)	235	(153)	(627)
Amounts transferred from other comprehensive income to the income statement	765	864	419	826
Deferred tax	(126)	(209)	(51)	(38)
Fair value of financial assets measured at fair value through other comprehensive income (net)	262	499	(19)	347
Remeasurement of fair value, gross	350	646	(13)	444
Gains /losses transferred to the profit or loss (on disposal)	(25)	(29)	(10)	(15)
Deferred tax	(63)	(118)	4	(82)
Currency translation differences on foreign operations	1	1	1	1
Total net comprehensive income	3,862	6,652	3,057	5,135

STATEMENT OF FINANCIAL POSITION

STATEMENT OF FINANCIAL POSITION	30.06.2025	31.12.2024
ASSETS	523,256	500,747
Cash and balances with the Central Bank	21,043	23,263
Amounts due from banks	12,665	8,349
Hedging derivatives	126	344
Other derivative instruments	2,225	2,018
Securities (note 4)	213,991	204,877
Reverse repo transactions	84	892
Loans and advances to customers (note 5)	258,082	245,908
Property, plant and equipment	2,776	2,856
Assets held for sale	3	11
Intangible assets	3,418	3,479
Investments in subsidiaries	3,560	3,560
Investments in associates and joint ventures	275	275
Deferred tax assets	1,104	2,011
Other assets	3,904	2,904
LIABILITIES AND EQUITY	523,256	500,747
LIABILITIES	473,687	450,980
Amounts due to Central bank	9	11
Amounts due to banks	3,585	2,271
Hedging derivatives	79	302
Other derivative instruments	2,178	2,409
Amounts due to customers (note 6)	425,625	414,920
Liabilities in respect of debt securities in issue	13,839	11,999
Subordinated liabilities	4,288	4,291
Other liabilities	16,606	7,310
Current income tax liabilities	340	839
- of the Bank	242	693
- of the subsidiaries belonging to the Tax Group	98	146
Provisions	7,138	6,628
EQUITY	49,569	49,767
Share capital	1,250	1,250
Reserves and accumulated other comprehensive income	33,620	29,930
Unappropriated profits	9,437	9,437
Net profit or loss for the period	5,262	9,150

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 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	22,468	1,070	8,406	(2,014)	29,930	9,437	9,150	49,767
Transfer from retained earnings	-	-	-	-	-	-	9,150	(9,150)	-
Dividend	-	-	-	-	-	-	(6,850)	-	(6,850)
Transfer of profit to reserve capital for the payment of dividends, including interim dividends	-	-	-	2,300	-	2,300	(2,300)	-	-
Comprehensive income	-	-	-	-	1,390	1,390	-	5,262	6,652
As at the end of the period	1,250	22,468	1,070	10,706	(624)	33,620	9,437	5,262	49,569

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 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	22,468	1,070	6,775	(2,914)	27,399	9,437	4,868	42,954
Transfer from retained earnings	-	-	-	-	-	-	4,868	(4,868)	-
Dividend	-	-	-	-	-	-	(3,237)	-	(3,237)
Transfer of profit to reserve capital for the payment of dividends, including interim dividends	-	-	-	1,631	-	1,631	(1,631)	-	-
Comprehensive income	-	-	-	-	509	509	-	4,626	5,135
As at the end of the period	1,250	22,468	1,070	8,406	(2,405)	29,539	9,437	4,626	44,852

FOR 6 MONTHS ENDED 30 JUNE 2025	Accumulated other comprehensive income				
	Fair value of financial assets measured at fair value through other comprehensive income	Cash flow hedges	Actuarial gains and losses	Foreign currency translation differences from foreign operations	Total
As at the beginning of the period	(884)	(1,105)	(24)	(1)	(2,014)
Comprehensive income	499	890	-	1	1,390
As at the end of the period	(385)	(215)	(24)	-	(624)

FOR 6 MONTHS ENDED 30 JUNE 2024	Accumulated other comprehensive income				
	Fair value of financial assets measured at fair value through other comprehensive income	Cash flow hedges	Actuarial gains and losses	Foreign currency translation differences from foreign operations	Total
As at the beginning of the period	(1,189)	(1,701)	(22)	(2)	(2,914)
Comprehensive income	347	161	-	1	509
As at the end of the period	(842)	(1,540)	(22)	(1)	(2,405)

STATEMENT OF CASH FLOWS

STATEMENT OF CASH FLOWS	01.01- 30.06.2025	01.01- 30.06.2024 (restated)
Cash flows from operating activities		
Profit before tax	7,007	5,976
Income tax paid	(1,617)	(1,680)
Total adjustments:	(3,381)	(15,267)
Depreciation and amortization	553	521
(Gains)/losses on investing activities	(5)	(4)
Net interest income (from income statement)	(11,536)	(9,755)
Interest received	10,856	10,164
Interest paid	(3,939)	(4,709)
Dividends received	(493)	(564)
Change in:		
amounts due from banks	(377)	(81)
hedging derivatives	(57)	(191)
other derivative instruments	(438)	(448)
securities	(1,801)	(3,099)
loans and advances to customers	(12,178)	(8,155)
reverse repo transactions	807	(121)
assets held for sale	9	120
other assets	(1,238)	(791)
accumulated allowances for expected credit losses	179	128
accumulated allowances on non-financial assets and other provisions	773	1,128
amounts due to the Central Bank	(2)	-
amounts due to banks	1,313	139
amounts due to customers	10,798	(37)
repo transactions	-	10
liabilities in respect of debt securities in issue	(96)	(61)
other liabilities	2,586	585
Other adjustments	905	(46)
Net cash from/used in operating activities	2,009	(10,971)

STATEMENT OF CASH FLOWS	01.01- 30.06.2025	01.01- 30.06.2024 (restated)
Cash flows from investing activities		
Inflows from investing activities	186,664	433,333
Redemption and sale of securities measured at fair value through other comprehensive income	170,445	425,804
Interest received on securities measured at fair value through other comprehensive income	1,910	2,277
Redemption of securities measured at amortized cost	12,458	3,644
Interest received on securities measured at amortized cost	1,337	1,025
Proceeds from disposal of intangible assets, property, plant and equipment and assets held for sale	21	19
Other inflows from investing activities including dividends	493	564
Outflows on investing activities	(188,336)	(429,015)
Purchase of securities measured at fair value through other comprehensive income	(167,636)	(410,937)
Purchase of securities measured at amortized cost	(20,422)	(17,782)
Purchase of intangible assets and property, plant and equipment	(278)	(296)
Net cash from/used in investing activities	(1,672)	4,318
Cash flows from financing activities		
Distribution of interim dividend	-	(1,600)
Proceeds from debt securities in issue	5,302	5,330
Redemption of debt securities	(3,173)	-
Payment of lease liabilities	(140)	(141)
Repayment of interest on long-term liabilities	(620)	(299)
Net cash from financing activities	1,369	3,290
Total net cash flows	1,706	(3,363)
of which foreign exchange differences on cash and cash equivalents	(60)	39
Cash and cash equivalents at the beginning of the period	26,110	28,735
Cash and cash equivalents at the end of the period	27,816	25,372

ADDITIONAL INFORMATION AND EXPLANATORY NOTES

1. APPROVAL OF THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS

These condensed interim separate financial statements of PKO Bank Polski S.A. (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.

2. REPRESENTATION BY THE MANAGEMENT BOARD

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

3. THE BASIS FOR PREPARATION OF THE CONDENSED INTERIM SEPARATE FINANCIAL STATEMENTS

The Bank has prepared its condensed interim separate financial statements in accordance with the requirements of International Accounting Standard 34 "Interim Financial Reporting" as endorsed by the European Union. These condensed interim separate financial statements of the Bank for the three-month and six-month period ended 30 June 2025 do not comprise all the information and disclosures which may be required in annual separate financial statements and should be read jointly with the annual financial statements of PKO Bank Polski S.A. 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 Bank for 2024).

These financial statements should also be read jointly with the condensed interim consolidated financial statements of the PKO Bank Polski S.A. Group for the six-month period ended 30 June 2025 (hereinafter: the Group financial statements), which present a number of disclosures also applicable to the financial statements of the Bank.

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 income statement and statement of comprehensive income,
- the six-month period ended 30 June 2024 with regard to the statement of changes in equity, and statement of cash flows,
- as at 31 December 2024 with regard to the 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 Bank 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 Bank for 2024. In addition, the Bank 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 Bank for the full financial year.

The Bank 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. In these financial statements, the comparative figures in the statement of cash flows were restated from those previously published (see Note 8 **CHANGES IN ACCOUNTING POLICIES APPLICABLE FROM 1 JANUARY 2025 AND EXPLANATION OF THE DIFFERENCES BETWEEN PREVIOUSLY PUBLISHED FINANCIAL STATEMENTS AND THESE FINANCIAL STATEMENTS** to the Group's financial statements).

CASH FLOWS FROM OPERATING ACTIVITIES – SELECTED DATA	01.01- 30.06.2024 before restatement	Change	01.01- 30.06.2024 restated
Total adjustments	(15,131)	(136)	(15,267)
Change in:			
hedging derivatives	1	(192)	(191)
other derivative instruments	(483)	35	(448)
loans and advances to customers	(8,148)	(7)	(8,155)
accumulated allowances on non-financial assets and other provisions	1,154	(26)	1,128
amounts due to banks	111	28	139
other liabilities	559	26	585
Net cash from/used in operating activities	(10,835)	(136)	(10,971)
Total net cash flows	(3,227)	(136)	(3,363)
Cash and cash equivalents at the beginning of the period	29,851	(1,116)	28,735
Cash and cash equivalents at the end of the period	26,624	(1,252)	25,372

4. SECURITIES

SECURITIES	30.06.2025	31.12.2024
Debt securities	213,609	204,534
NBP money bills	1,998	7,996
treasury bonds (in PLN)	150,558	132,436
treasury bonds (in foreign currencies)	8,119	9,755
treasury bills	1,368	-
corporate bonds (in PLN) secured with the State Treasury guarantees	16,516	22,063
municipal bonds (in PLN)	15,508	15,622
corporate bonds (in PLN) ¹	6,143	6,051
corporate bonds (in foreign currencies) ²	12,887	10,106
mortgage covered bonds	512	505
Equity securities	400	362
Total (excluding adjustment relating to hedge accounting)	214,009	204,896
Adjustment relating to fair value hedge accounting	(18)	(19)
Total	213,991	204,877

¹ The item includes, among other items, bonds of international financial organizations of PLN 3,805 million (PLN 4,013 million as at 31 December 2024).

² The item includes, among other items, bonds of international financial organizations of PLN 10,501 million (PLN 7,599 million as at 31 December 2024).

5. 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 fair value through other comprehensive income	measured at amortized cost	Total
retail and private banking	1,880	8,579	135,083	145,542
real estate	1	8,579	96,492	105,072
consumer	1,879	-	38,591	40,470
businesses	7	-	14,406	14,413
real estate	-	-	4,888	4,888
business	7	-	9,518	9,525
corporate	1	-	98,127	98,128
real estate	-	-	312	312
business	1	-	97,815	97,816
Loans and advances to customers (excluding adjustment relating to hedge accounting)	1,888	8,579	247,616	258,083
Adjustment relating to fair value hedge accounting	-	-	(1)	(1)
Total	1,888	8,579	247,615	258,082

LOANS AND ADVANCES TO CUSTOMERS 31.12.2024	not held for trading, measured at fair value through profit or loss	measured at fair value through other comprehensive income	measured at amortized cost	Total
retail and private banking	2,092	9,465	125,952	137,509
real estate	1	9,465	91,642	101,108
consumer	2,091	-	34,310	36,401
businesses	59	-	13,481	13,540
real estate	-	-	5,005	5,005
business	59	-	8,476	8,535
corporate	15	-	94,845	94,860
real estate	-	-	112	112
business	15	-	94,733	94,748
Loans and advances to customers (excluding adjustment relating to hedge accounting)	2,166	9,465	234,278	245,909
Adjustment relating to fair value hedge accounting	-	-	(1)	(1)
Total	2,166	9,465	234,277	245,908

6. AMOUNTS DUE TO CUSTOMERS

AMOUNTS DUE TO CUSTOMERS	30.06.2025	31.12.2024
Measured at fair value through profit or loss	39	32
Liabilities in respect of a short position in securities	39	32
Measured at amortized cost	425,244	414,651
Cash on current accounts and overnight deposits of which	315,112	302,876
savings accounts and other interest-bearing assets	86,519	86,177
Term deposits	108,749	110,386
Other liabilities	1,383	1,389
Amounts due to customers (excluding adjustment relating to hedge accounting)	425,283	414,683
Adjustment relating to fair value hedge accounting	342	237
Total	425,625	414,920

7. OFF-BALANCE SHEET LIABILITIES RECEIVED AND GRANTED

FINANCIAL AND GUARANTEE COMMITMENTS GRANTED – nominal value	30.06.2025	31.12.2024
Credit lines and limits	81,697	87,483
Other	3,920	3,940
Total financial commitments granted, including:	85,617	91,423
irrevocable commitments granted	43,693	41,536
Guarantees and sureties granted, including:	15,557	14,541
irrevocable commitments granted	8,741	8,224
performance guarantee	4,290	3,788
Total	101,174	105,964

Additionally, as at 30 June 2025, the Bank also had commitments granted under binding offers in the amount of PLN 5,458 million, mainly relating to the financing of business loans, mortgage loans and loans to individuals and the organization of bond issues for local government units.

OFF-BALANCE SHEET LIABILITIES RECEIVED BY NOMINAL VALUE	30.06.2025	31.12.2024
Financial	187	106
Guarantees	21,982	20,123
Total	22,169	20,229

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"** of the financial statements of the Capital Group.

8. FAIR VALUE HIERARCHY

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

ASSETS MEASURED AT FAIR VALUE 30.06.2025	Carrying amount	Level 1	Level 2	Level 3
Hedging derivatives	126	-	126	-
Other derivative instruments	2,225	1	2,224	-
Securities	94,389	76,588	17,095	706
held for trading	464	404	21	39
not held for trading, measured at fair value through profit or loss	503	65	2	436
measured at fair value through other comprehensive income	93,422	76,119	17,072	231
Loans and advances to customers	10,467	-	-	10,467
not held for trading, measured at fair value through profit or loss	1,888	-	-	1,888
measured at fair value through other comprehensive income	8,579	-	-	8,579
Total	107,207	76,589	19,445	11,173

ASSETS MEASURED AT FAIR VALUE 31.12.2024	Carrying amount	Level 1	Level 2	Level 3
Hedging derivatives	344	-	344	-
Other derivative instruments	2,018	1	2,017	-
Securities	95,263	72,920	21,701	642
held for trading	373	370	-	3
not held for trading, measured at fair value through profit or loss	715	310	1	404
measured at fair value through other comprehensive income	94,175	72,240	21,700	235
Loans and advances to customers	11,631	-	-	11,631
not held for trading, measured at fair value through profit or loss	2,166	-	-	2,166
measured at fair value through other comprehensive income	9,465	-	-	9,465
Total	109,256	72,921	24,062	12,273

LIABILITIES MEASURED AT FAIR VALUE 30.06.2025	Carrying amount	Level 1	Level 2	Level 3
Hedging derivatives	79	-	79	-
Other derivative instruments	2,178	-	2,178	-
Liabilities in respect of a short position in securities	40	40	-	-
Total	2,297	40	2,257	-

LIABILITIES MEASURED AT FAIR VALUE 31.12.2024	Carrying amount	Level 1	Level 2	Level 3
Hedging derivatives	302	-	302	-
Other derivative instruments	2,409	1	2,408	-
Liabilities in respect of a short position in securities	36	36	-	-
Total	2,747	37	2,710	-

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	12,273	14,235
Acquisition of equity instruments	-	1
Acquisition of corporate bonds	39	180
Redemption of corporate bonds	(6)	(1)
Granting and increase in exposure to loans and advances to customers	532	534
Repayment of loans and advances to customers	(1,107)	(1,307)
Sale	(497)	-
Derecognition of loans and advances to customers	(82)	(16)
Write-off of loans and advances to customers	(32)	(64)
Net gain/(loss) on financial instruments measured at fair value through profit or loss	25	37
Change in the valuation recognized in OCI	(7)	(12)
Other, including exchange difference ¹	35	(29)
Closing balance	11,173	13,558

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

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	371	370	339	338
Loans and advances to customers ⁴	10,991	9,944	12,212	11,049

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.

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

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

30.06.2025	carrying amount	fair value			Total
		Level 1	Level 2	Level 3	
Cash and balances with the Central Bank	21,043	3,441	17,602	-	21,043
Amounts due from banks	12,665	-	12,665	-	12,665
Securities¹	119,620	85,934	28,493	4,751	119,178
Reverse repo transactions	84	-	84	-	84
Loans and advances to customers¹	247,616	-	-	250,105	250,105
Other financial assets	2,773	-	-	2,773	2,773
Amounts due to Central bank	9	-	9	-	9
Amounts due to banks	3,584	-	3,584	-	3,584
Amounts due to customers¹	425,244	-	-	424,997	424,997
Liabilities in respect of debt securities in issue	13,839	-	14,128	-	14,128
Subordinated liabilities	4,288	-	4,313	-	4,313
Other financial liabilities	5,500	-	-	5,500	5,500

¹ excluding adjustment relating to fair value hedge accounting

31.12.2024	carrying amount	fair value			Total
		Level 1	Level 2	Level 3	
Cash and balances with the Central Bank	23,263	3,696	19,567	-	23,263
Amounts due from banks	8,349	-	8,349	-	8,349
Securities¹	109,633	73,133	29,612	3,938	106,683
Reverse repo transactions	892	-	892	-	892
Loans and advances to customers¹	234,278	-	-	236,490	236,490
Other financial assets	2,319	-	-	2,319	2,319
Amounts due to Central bank	11	-	11	-	11
Amounts due to banks	2,267	-	2,267	-	2,267
Amounts due to customers¹	414,651	-	-	414,941	414,941
Liabilities in respect of debt securities in issue	11,999	-	12,180	-	12,180
Subordinated liabilities	4,291	-	4,335	-	4,335
Other financial liabilities	3,911	-	-	3,911	3,911

¹ excluding adjustment relating to fair value hedge accounting

10. CAPITAL ADEQUACY

CAPITAL ADEQUACY	30.06.2025	31.12.2024
Equity	49,569	49,767
Exclusions from equity:	5,047	8,045
Other fund reductions:	2,605	2,614
Provisional treatment of unrealized gains and losses on securities measured at fair value through OCI according to Art. 468 of the CRR	427	927
Temporary reversal of IFRS 9 impact ¹	-	739
Net profit included in own funds	-	1,550
Tier 1	42,344	42,324
Tier 2 capital (subordinated debt)	2,771	3,039
Own funds	45,115	45,363
Requirements for own funds²	19,110	17,392
Credit risk	16 094	14 925
Operational risk ²	2 863	2 317
Market risk	99	114
Credit valuation adjustment risk	54	36
Total capital ratio	18.89	20.87
Tier 1 capital ratio	17.73	19.47

¹ The temporary reversal of the IFRS 9 impact on own funds was applicable until the end of 2024.

² 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.

11. RELATED-PARTY TRANSACTIONS

Transactions presented below were arm's length transactions.

	Receivables	of which loans	Liabilities	Off-balance sheet liabilities granted
30.06.2025				
Subsidiaries	36,440	35,426	528	9,890
Associates and joint ventures	238	88	378	433
31.12.2024				
Subsidiaries	35,128	34,389	603	9,716
Associates and joint ventures	147	85	195	446

	Total income	of which interest and commission income	Total expense	of which interest and commission income
01.01.-30.06.2025				
Subsidiaries	2,145	1,273	33	29
Associates and joint ventures	436	394	110	83
01.01.-30.06.2024				
Subsidiaries	2,148	1,253	23	19
Associates and joint ventures	416	383	113	84

Transactions with parties related by personal links and benefits for key management personnel are described in the Group's consolidated financial statements in the note "TRANSACTIONS WITH THE STATE TREASURY AND RELATED ENTITIES".

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

Events that occurred after the date on which the financial statements were prepared are described in note 36 "EVENTS THAT OCCURRED AFTER THE DATE ON WHICH THE FINANCIAL STATEMENTS WERE PREPARED" of the Group's financial statements.

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