

**RESOLUTION No. /2021  
of the Annual General Meeting  
of Powszechna Kasa Oszczędności  
Bank Polski Spółka Akcyjna  
of 7 June 2021**

**on the coverage of loss of PKO Bank Polski S.A. for the year 2020**

Acting pursuant to art. 395 § 2 point 2 of the Code of Commercial Companies, the Annual General Meeting resolves, as follows:

§ 1.

Taking into account:

1. establishment of a special fund by Resolution no. 4/2021 of the Extraordinary General Meeting of Powszechna Kasa Oszczędności Bank Polski Spółka Akcyjna of 23 April 2021 to cover the specific balance sheet losses that arise from recognizing the financial effects of the settlements with consumers who concluded with PKO Bank Polski S.A. loan agreements or mortgage-secured loans indexed to foreign currencies or denominated in foreign currencies,
2. loss of PKO Bank Polski S.A. for the year 2020 in the amount of PLN 2 943 792 603.05, resulting from changes in the assessment methodology and quantification of the legal risk related to the intention of signing agreements with consumers by PKO Bank Polski S.A., as specified in point 1, the fund referred to in point 1 covers the loss of PKO Bank Polski S.A. for the year 2020 in the amount of PLN 2 943 792 603.05.

§ 2.

The resolution enters into force on the day of its adoption.

**Rationale**

**to the draft resolution on the coverage of loss of PKO Bank Polski S.A. for the year 2020**

Pursuant to the provisions of the Code of Commercial Companies, the distribution of profit or coverage of loss is carried out by the Annual General Meeting.

The provisions of the draft resolution of the Annual General Meeting include:

1. establishing a special fund to cover the specific balance sheet losses that arise from recognizing the financial effects of the settlements with consumers who concluded loan agreements or mortgage-secured loans indexed to foreign currencies or denominated in foreign currencies with the Bank, in accordance with Resolution no. 4/2021 of the Extraordinary General Meeting of 23 April 2021,
2. loss of PKO Bank Polski S.A. for the year 2020 in the amount of PLN 2 943 792 603.05, resulting from changes in the assessment methodology and quantification of the legal risk related to the

intention of signing agreements with consumers by PKO Bank Polski S.A., as specified in point 1. In the financial result of PKO Bank Polski S.A. for 2020, the cost of legal risk related to the portfolio of mortgage loans in convertible currencies, mentioned in point 1, was included in the amount of PLN 6 552 million.

According to the above, the loss for the year 2020 in the amount of PLN 2 943 792 603.05 is covered by the fund, established by Resolution No. 4/2021 of the Extraordinary General Meeting of Powszechna Kasa Oszczędności Bank Polski Spółka Akcyjna of 23 April 2021, referred to in point 1. As a result of this action, the amount of the special fund will decrease from PLN 6 700 000 000 to PLN 3 756 207 396.95.

In connection with the above, it is necessary to present the draft of this resolution to the Annual General Meeting.

The project of the resolution has received the positive opinion of the Supervisory Board.