



BANKS IN BULGARIA

JULY – SEPTEMBER 2023



BULGARIAN NATIONAL BANK

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BULGARIAN NATIONAL BANK

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Abbreviations

| | |
|-----------|---|
| BGN | - The Abbreviation of the Redenominated Lev |
| BNB | - Bulgarian National Bank |
| GDP | - Gross Domestic Product |
| EBA | - European Banking Authority |
| ECB | - European Central Bank |
| FINREP | - Financial Reporting Framework |
| LCI | - Law on Credit Institutions |
| MPF 1 | - Macprudential Form 1 |
| IFRS | - International Financial Reporting Standards |
| NSFR | - Net Stable Funding Ratio |
| NSI | - National Statistical Institute |
| LCR | - Liquidity Coverage Ratio |
| LTD ratio | - Loan-to-Deposit Ratio |
| ROA | - Return on Assets |
| ROE | - Return on Equity |

I. State of the Banking System

(third quarter of 2023)

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State of the Banking System

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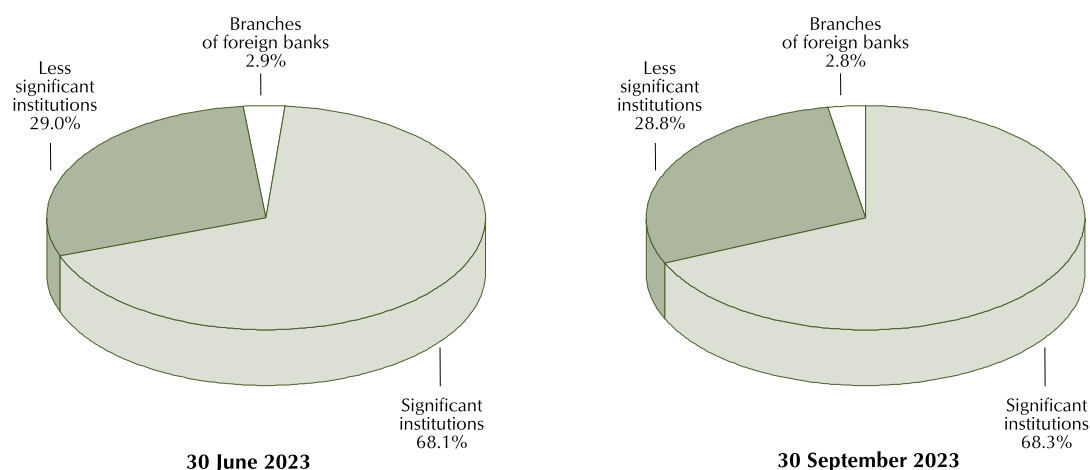
1. The Banking System: Structure and Trends¹

1.1. Dynamics by Bank Group

Banking system assets increased by 2.5 per cent (BGN 4.0 billion) in the third quarter of 2023 and amounted to BGN 165.1 billion at the end of September. Compared to end-June the amount of the most liquid item of cash, cash balances at central banks and other demand deposits increased. Loan portfolio and debt securities also grew during this period. Attracted deposits in the banking system increased more than in the previous quarter.

At the end of September 2023, the market share of the significant banks (according to the ECB criteria) comprised 68.3 per cent of banking system assets, that of less significant banks 28.8 per cent and that of foreign bank branches 2.8 per cent (against 68.1 per cent, 29.0 per cent and 2.9 per cent, respectively, at end-June).

Chart 1
Bank Market Shares by Asset Size



Note: The sum total may not add up to 100 per cent due to rounding.

Source: BNB.

¹ Data on the banking system and bank groups are based on the supervisory reports on an individual basis, as reflected in quarterly reporting forms, summarised on 21 November 2023 for the third quarter of 2023 and for the four preceding quarters. Information on individual banks is based on updated and revised data obtained prior to the cut-off date of this issue.

1.2. Structural Changes in the Banking System Balance Sheet

In the third quarter of 2023, the composition of banking balance sheet assets experienced the following changes:

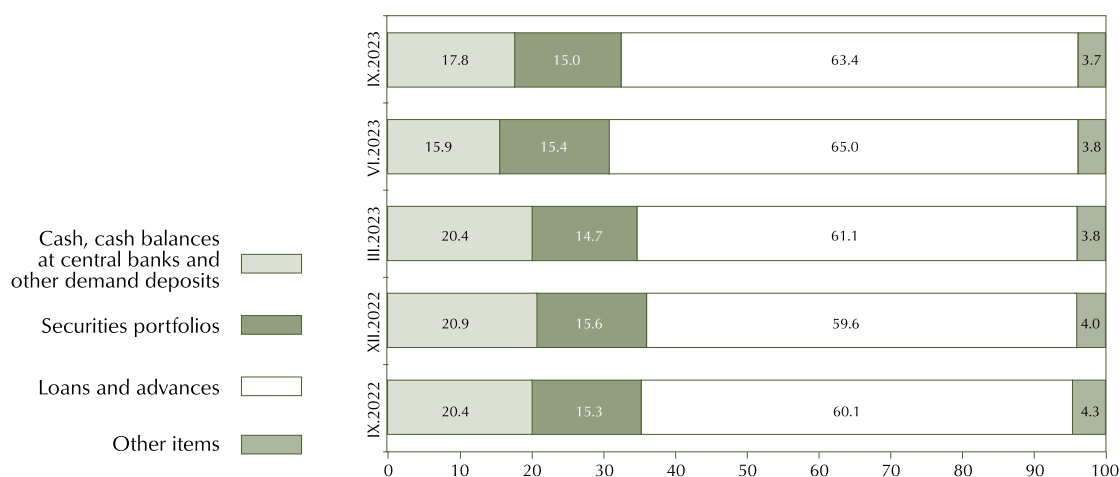
- the amount of cash, cash balances at central banks and other demand deposits reached BGN 29.4 billion by the end-September, mainly owing to the increase in cash balances with central banks (by BGN 3.4 billion, 17.6 per cent) on end-June, while its share in assets rose from 15.9 per cent to 17.8 per cent ;
- the portfolio of debt and capital instruments grew by BGN 30 million (0.1 per cent) and amounted to BGN 24.8 billion by the end of the period, and its share in balance sheet assets stood at 15.0 per cent;
- the net value of total loans and advances increased by BGN 58 million (0.1 per cent) to BGN 104.7 billion, while their share comprised 63.4 per cent of balance sheet assets at the end of the review period.

The amount of banking system assets to GDP was 91.1 per cent² by end-September (against 92.2 per cent by end-June).

Chart 2

Structure of Banking System Assets at the End of the Corresponding Period

(per cent)



Note: The sum total may not add up to 100 per cent due to rounding.

Source: BNB.

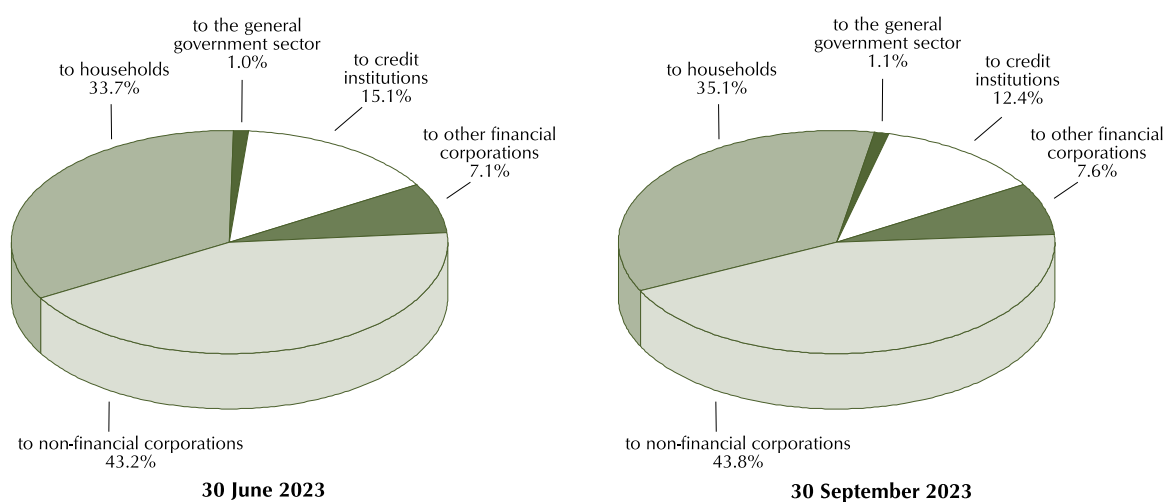
² Based on NSI's preliminary GDP data for the third quarter of 2023 at current prices.

1.3. Credit Operations

Gross loans and advances at the end of September 2023 totalled BGN 108.1 billion, up BGN 95 million (0.1 per cent) compared with the end of June. Claims on credit institutions on a quarterly basis fell by BGN 2.8 billion (17.4 per cent) to BGN 13.5 billion. Gross credit portfolio³ of the banking system increased by BGN 2.9 billion (3.2 per cent) to BGN 94.6 billion over the review period. The highest nominal growth was reported in loans to households *i.e.* up BGN 1.5 billion (4.2 per cent). Loans to non-financial corporations also rose by BGN 711 million (1.5 per cent) as well as those to other financial corporations by BGN 522 million (6.8 per cent) and to the general government sector by BGN 160 million (15.6 per cent).

In the third quarter of 2023, the share of loans and advances to residents increased from 82.4 per cent to 84.7 per cent, at the expense of the decreased share of those to non-residents from 17.6 per cent to 15.3 per cent, driven by the dynamics in claims on credit institutions. In the currency structure of loans and advances over the review quarter, the share of lev denominated claims reached 63.0 per cent and that in euro declined to 33.5 per cent (against 60.7 and 34.4 per cent by end-June). The share of loans and advances in other currencies declined from 4.9 per cent to 3.5 per cent by end-September.

Chart 3
Structure of Gross Loans and Advances by Sector



Note: The sum total may not add up to 100 per cent due to rounding.

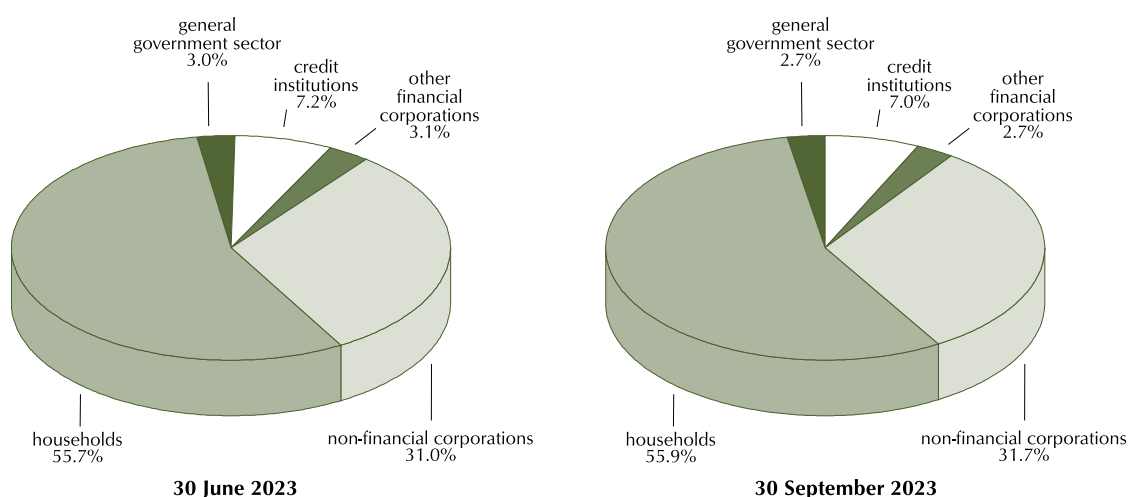
Source: BNB.

³ The scope of the credit portfolio includes the sectors of non-financial corporations, households, other financial corporations and the general government.

1.4. Deposits

Between July and September 2023, deposits in the banking system rose by BGN 2.9 billion (2.1 per cent) to BGN 141.3 billion owing to the increase in deposits of non-financial corporations (by BGN 1.9 billion, 4.4 per cent) and households (by BGN 1.8 billion, 2.4 per cent). Concurrently, there was a decline in deposits of other financial corporations by BGN 452 million (10.7 per cent), general government sector by BGN 309 million (7.4 per cent), and credit institutions by BGN 134 million (1.3 per cent).

Chart 4
Structure of Deposits by Sector



Note: The sum total may not add up to 100 per cent due to rounding.

Source: BNB.

No significant changes occurred in the resident and currency structure of deposits in the third quarter of 2023. At the end of September 2023, the share of deposits held by residents was 90.3 per cent and that of non-residents 9.7 per cent compared to 90.5 and 9.5 per cent by end-June. The breakdown by currency at the end of the period shows that the share of lev-denominated deposits was 61.0 per cent and that of euro-denominated ones – 32.7 per cent (against 60.2 and 33.2 per cent by end-June). The share of deposits in other currencies dropped to 6.4 per cent (from 6.6 per cent by end-June).

1.5. Balance Sheet Equity

At the end of September 2023, the banking balance sheet equity amounted to BGN 19.3 billion, increasing by BGN 992 million (5.4 per cent) compared to end-June. The quarterly growth was mainly driven by the profit growth for the period (by BGN 1.0 billion). Developments

in accumulated other comprehensive income and other reserves also had a positive effect, while retained earnings recorded a decline.

2. Banking System Risk Profile

In the third quarter of 2023, the banking system continued to operate in an environment of economic uncertainty and relatively high inflation. Nevertheless, inflationary pressures are gradually easing, which, coupled with rising income impact favourably developments in final consumption and economic activity.

Risks to Profitability and Asset Quality

So far, monetary policy tightening in the euro area is being transmitted relatively slowly to the interest rate levels in Bulgaria. The ample liquidity in the banking system determines the muted response of deposit interest rates to the developments in the global interest rate cycle, with loans to households also showing no significant increases in interest rates. Lending rates for non-financial corporations increased to a larger extent, reflecting the developments in euro area interbank market reference indices which are widely used in the pricing of exposures to the corporate sector.

Driven by tighter interest rates and more subdued demand for working capital, credit growth rates in the non-financial corporations sector gradually moderated. At the same time, household lending activity remained high, especially in the housing loan segment, with credit institutions' increased credit supply setting conditions for additional credit demand and credit risk accumulation.

Rising loan volumes have a positive effect on interest income and net interest income of the banking sector. This dynamics underlies the continued increase in credit institutions' profitability indicators, along with lower impairment costs.

In the coming months, the global tightening of monetary conditions is expected to begin to transmit more quickly into domestic interest rates, thereby causing the decline in credit growth rates. The ongoing process of increasing minimum required reserves since mid-2023 is also expected to have a similar effect. The anticipated slowdown in credit growth would limit the accumulation of credit risk in the banking system.

The volume of non-performing exposures increased slightly in the third quarter of 2023, with divergent developments observed across credit portfolio segments (an increase in non-performing loans to households and write-offs in the sector of non-financial corporations). The share of Stage 2 loans under IFRS 9 remained at relatively high levels in view of a likelihood of materialisation of credit risk in the short term.

Given the fluctuations in commodity prices, risks of slowing external demand and an expected increase in lending rates, the capacity to

service the obligations may weaken, thus resulting in an increase in non-performing loans and impairment costs. In this regard, credit institutions should maintain credit standards (LTV, LTI, DSTI, etc.) and apply timely and adequate provisioning based on conservative assumptions taking into account risks in the event of an adverse economic environment development.

Risks to the Capital Position and Liquidity

Current levels of the capital ratios exceed significantly the minimum regulatory requirements and capital buffer requirements. The sound capital position is crucial for maintaining the resilience of the banking sector and mitigating the effects of a possible materialisation of cyclical and structural risks for the banking sector.

In 2021, the BNB Governing Council raised the countercyclical buffer rate applicable to domestic credit risk exposures to 1.0 per cent with effect from 1 October 2022 and to 1.5 per cent from 1 January 2023. In view of persistently high credit growth rates and uncertainties in the economic environment, in 2022 the countercyclical capital buffer rate was raised to 2.0 per cent from 1 October 2023.

As regards risks of a structural nature, the annual review of the buffer for other systemically important institutions (O-SIIs) carried out by the BNB Governing Council in 2023 identified six institutions for which the buffer rates in 2024 would be between 0.5 per cent and 1.0 per cent. The biennial review of the systemic risk buffer in 2023 confirmed its level of 3 per cent of domestic risk-weighted exposures.

The liquidity position of the banking sector was sound, with the levels of the liquidity coverage ratio and the net stable funding ratio exceeding significantly the regulatory requirements. The deposit base has risen steadily under the influence of income growth. However, credit institutions should manage their liquidity in line with the high degree of uncertainty and the likelihood of changes in the volume and structure of deposits, resulting from unfavourable movements in the financial performance of corporations and households.

3. Developments in Major Risks to the Banking System

3.1. Asset Quality

In the third quarter of 2023, gross credit portfolio of the banking system rose by 3.2 per cent, while the share of non-performing loans at gross value at the end of September was 4.4 per cent (from 4.5 per cent at the end of June).

Gross non-performing loans and advances increased by BGN 23 million (0.6 per cent) on a quarterly basis to reach BGN 4.1 billion by end-September.

Over the same period, total gross loans and advances within the broad scope⁴ rose by BGN 3.6 billion (2.7 per cent) to BGN 134.6 billion, and by BGN 95 million within the narrow scope (0.1 per cent) to BGN 108.1 billion. Non-performing loans as a share of gross loans and advances occupied 3.1 per cent based on a broad scope and 3.8 per cent based on a narrow scope (unchanged from those reported by end-June).

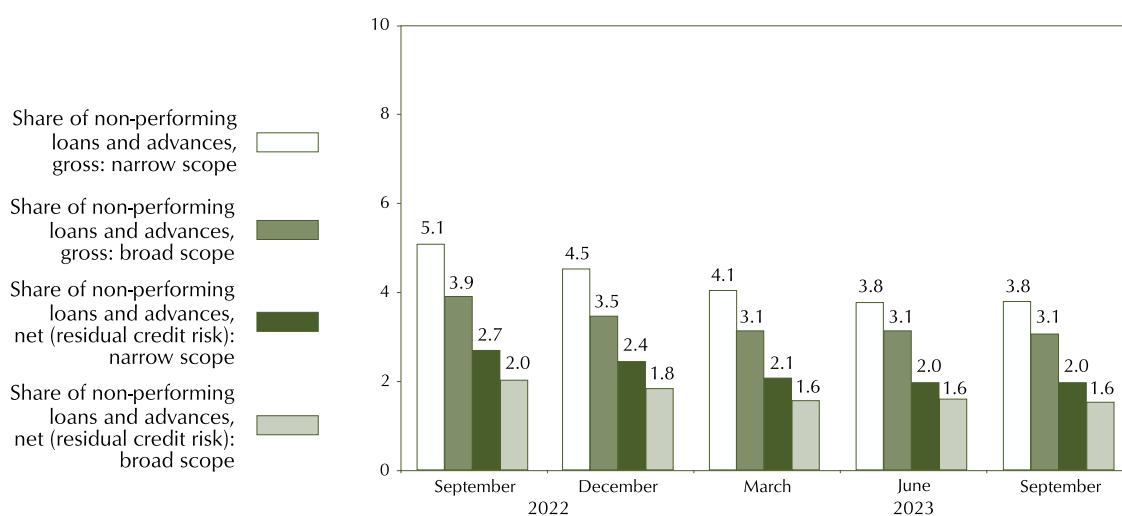
Net non-performing loans and advances (net of their intrinsic impairment), representing residual credit risk on banks' balance sheets, fell by BGN 21 million (1.0 per cent) over the review period. At the end of September, net non-performing loans within the narrow scope were BGN 2.0 billion, and residual credit risk remained fully covered by the capital, exceeding capital requirements and buffers. Presented in broad and narrow coverage, the share of net non-performing loans and advances in total net loans and advances as of 30 September remained at end-June levels of 1.6 and 2.0 per cent, respectively.

By end-September, total accumulated impairment on loans and advances (within the narrow scope) was BGN 3.4 billion, or an increase of BGN 37 million (1.1 per cent) on end-June. The coverage ratio of gross non-performing loans and advances with inherent impairment was 50.4 per cent (49.6 per cent by end-June).

Chart 5

Share of Non-performing Loans and Advances in Total Banking System Loans and Advances

(per cent)



Source: BNB.

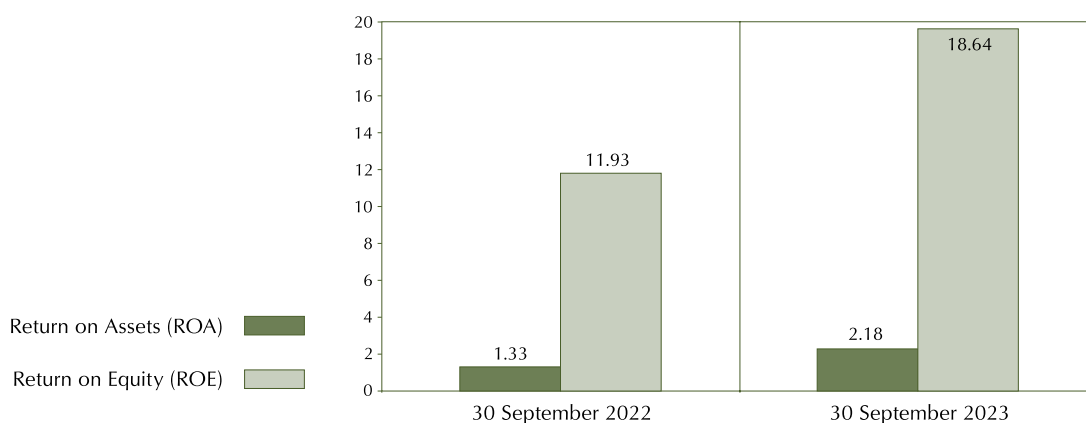
⁴ The AQT 3.2 indicator used by the European Banking Authority (EBA) to measure the share of gross non-performing loans and advances is based on a broad definition encompassing all counterparties, including cash balances at central banks and other demand deposits.

The quality of balance sheet items other than loans remained good during the July–September 2023 period. Debt securities increased by BGN 27 million (0.1 per cent) to BGN 24.2 billion, their share in the structure of balance sheet assets reaching 14.6 per cent by end-September (15.0 per cent by end-June). At the end of September, debt securities issued by the general government sector comprised 86.8 per cent of the total volume of debt securities (other than those held for trading). Capital instruments retained their insignificant share.

3.2. Profitability⁵

As of 30 September 2023, banking profit was BGN 2.7 billion, up BGN 1.2 billion (81.6 per cent) compared to the same period of 2022, with growth reflecting mainly the increased net interest income. As a result of the increase in profit, return on assets rose to 2.18 per cent as of the end of September 2023, and return on equity grew to 18.64 per cent, compared with 1.33 per cent and 11.93 per cent, respectively, as of 30 September 2022.

Chart 6
Profitability Indicators
(per cent)



Source: BNB.

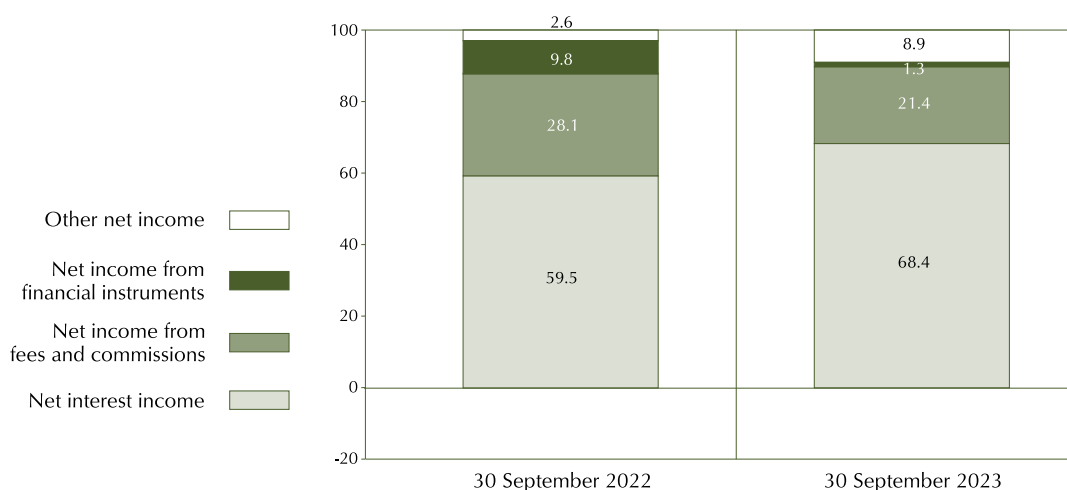
Total net operating income was BGN 5.2 billion by end-September, up BGN 1.4 billion (35.8 per cent) on the same period of 2022 with the main contribution of net interest income. Other net income and net fee and commission income also increased, while net income from financial instruments decreased.

Compared to 30 September 2022, net interest income rose by BGN 1.3 billion (56.1 per cent) to BGN 3.6 billion, its share in net

⁵ Analytical comparisons in the Profitability Section are prepared on an annual basis (compared to the same period of the previous year).

operating income growing from 59.5 to 68.4 per cent. Over the same period, interest income increased by BGN 1.8 billion (70.1 per cent) to BGN 4.3 billion. As a result of the higher rate of growth in net interest income compared to gross interest-bearing assets,⁶ net interest margin increased to 3.49 per cent by end-September 2023 (from 2.57 per cent as of 30 September 2022). Interest expenses rose by BGN 502 million (191.2 per cent) to BGN 764 million. The price of financial liabilities measured at amortised cost (containing deposits, bonds issued and other financial liabilities) rose to 0.43 per cent at the end of September 2023 (up from 0.10 per cent a year earlier). Net fee and commission interest increased by BGN 36 million (3.3 per cent) to BGN 1.1 billion on 30 September 2022, while its share in the structure of net operating income decreased to 21.4 per cent reflecting the developments in the other components. Over the same period, other net income went up by BGN 362 million (358.0 per cent) to BGN 463 million. Net income from financial instruments went down by BGN 305 million (81.7 per cent) and amounted to BGN 69 million as of 30 September 2023.

Chart 7
Total Net Operating Income Structure
(per cent)



Source: BNB.

At the end of September 2023, impairment costs of financial assets not measured at fair value through profit or loss amounted to BGN 265 million, or BGN 86 million (24.4 per cent) less than those reported for the first nine months of 2022.

⁶ Interest bearing assets are the sum of debt securities and gross loans and advances to which other demand deposits have been added since 30 June 2020.

Administrative expenditure reached BGN 1.6 billion as of 30 September 2023, posting an increase of BGN 155 million (10.8 per cent) on an annual basis. Depreciation costs rose to BGN 226 million: up BGN 17 million (7.9 per cent) compared to 30 September 2022. In the first nine months of 2023, expenses reported under the cash contributions to resolution funds and deposit guarantee schemes balance sheet item also increased, reaching BGN 190 million: up BGN 12 million (6.5 per cent) on an annual basis.

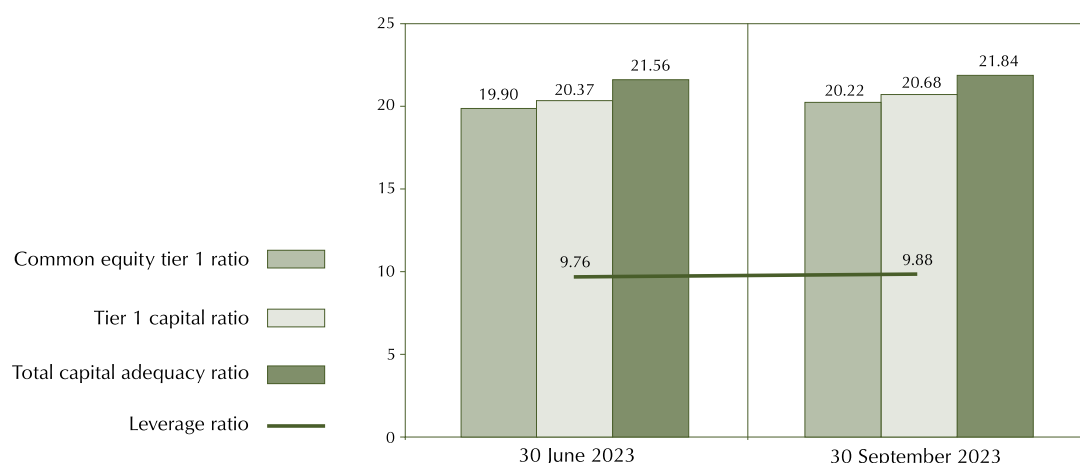
3.3. Regulatory Capital

By end-September 2023, banking system equity reached BGN 17.9 billion, posting an increase of BGN 540 million (3.1 per cent) as compared to the end of June. At the close of the third quarter, tier 1 capital amounted to BGN 16.9 billion, of which BGN 16.6 billion – common equity tier 1 capital. As of 30 September 2023, the common equity tier 1 ratio was 20.22 per cent, tier 1 capital ratio was 20.68 per cent and that of total capital adequacy – 21.84 per cent.

Between July and September 2023, total risk exposures increased by BGN 1.4 billion or 1.8 per cent to BGN 81.9 billion. This was due to the increase in risk-weighted exposures for credit risk (up BGN 1.5 billion, or 2.0 per cent) to BGN 76.3 billion. At the same time, risk-weighted exposures for operational risk decreased by BGN 12 million, or 0.2 per cent and risk-weighted exposure for position, foreign exchange and commodity risks went down by BGN 12 million, or 7.8 per cent, and at the end of September they reached BGN 5.5 billion and BGN 143 million, respectively.

In the structure of total risk exposures, the share of risk-weighted exposures for credit risk increased to 93.1 per cent by end-September 2023, against 92.9 per cent by end-June. The share of exposures for operational risk and exposures for position, foreign exchange and commodity risk also remained similar to those reported at the end of the second quarter and stood at 6.7 per cent and 0.2 per cent, respectively, as of 30 September (compared to 6.8 per cent and 0.2 per cent, respectively, as of 30 June).

Chart 8
Selected Capital Indicators
(per cent)



Source: BNB.

The leverage ratio⁷ (when a fully phased-in definition of tier 1 capital is applied) increased over the third quarter of 2023 and accounted for 9.88 per cent as of 30 September, from 9.76 per cent at the end of June, with a continued high capital coverage of the total exposure. The dynamics observed over the review quarter reflected the higher growth rate of tier 1 capital than that of total exposure. By end-September 2023, all banks in Bulgaria complied with the minimum regulatory requirement of 3.0 per cent of the leverage ratio.

The capital exceeding the regulatory requirements and the set buffers amounted to BGN 3.8 billion at the end of September 2023. As of 30 September 2023, all banks met the regulatory requirements and the set buffers⁸.

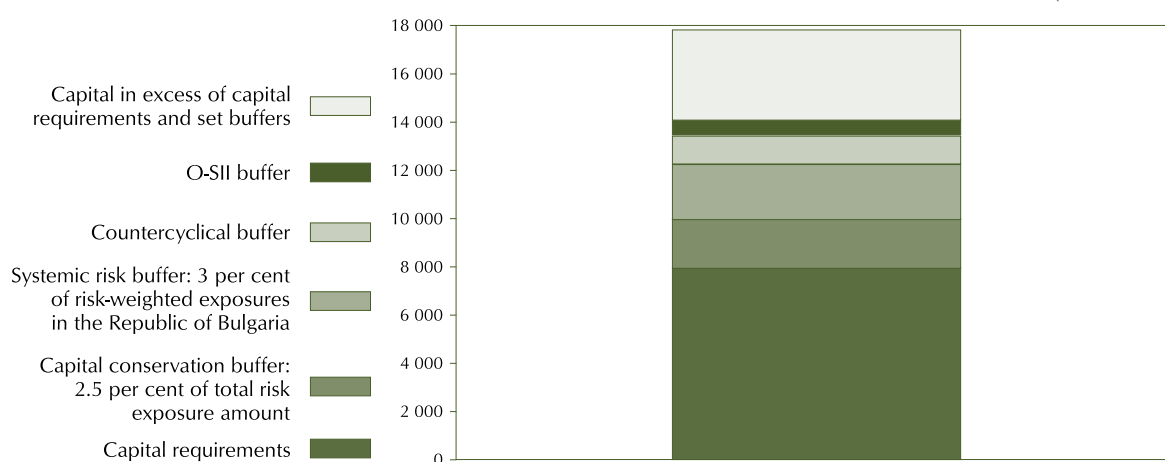
⁷ The regulatory requirement is introduced in compliance with Regulation (EU) 2019/876 of the European Parliament and of the Council of 20 May 2019 amending Regulation (EU) No 575/2013. The reporting templates comply with Commission Implementing Regulation (EU) 2021/451 of 17 December 2020 laying down implementing technical standards for Regulation (EU) No 575/2013 and repealing Implementing Regulation (EU) No 680/2014.

⁸ For more information on the effective capital buffer rates, see the BNB's website.

Chart 9

Equity: Capital Requirements, Buffers, and Excess over Capital Requirements and Buffers as of 30 September 2023

(BGN million)



Source: BNB.

3.4. Liquidity

Liquidity coverage ratio (LCR) of the banking system remained significantly above the minimum required level of 100 per cent and at the end of September 2023 came to 241.9 per cent from 226.1 per cent at the end of June.

In the third quarter of 2023, the liquidity buffer (the liquidity coverage ratio numerator) decreased by BGN 721 million (1.5 per cent) to BGN 46.2 billion. Over the review period, the main components of the liquidity buffer showed mixed dynamics. The amount of the reserves in the central bank with an option of withdrawal increased by BGN 3.7 billion (22.1 per cent) to BGN 20.4 billion, while that of assets in the central government decreased by BGN 4.6 billion (18.1 per cent) to BGN 20.8 billion. The third quarter of 2023 saw an increase in the coins and banknotes item: up BGN 392 million (15.7 per cent) coming to BGN 2.9 billion and a decrease in the assets with the central bank: down BGN 271 million (16.8 per cent) to BGN 1.3 billion at the end of September.

In the liquidity buffer structure, reserves in the central bank with an option of withdrawal comprised 44.1 per cent and assets with the central government declined to 45.0 per cent at the end of September (compared to 35.6 and 54.1 per cent, respectively, at the end of June 2023). Coins and banknotes accounted for 6.3 per cent of the liquidity buffer and assets with the central bank – 2.9 per cent (against 5.3 per cent and 3.4 per cent, respectively, at the end of June). Over the review quarter, the total share of the three most

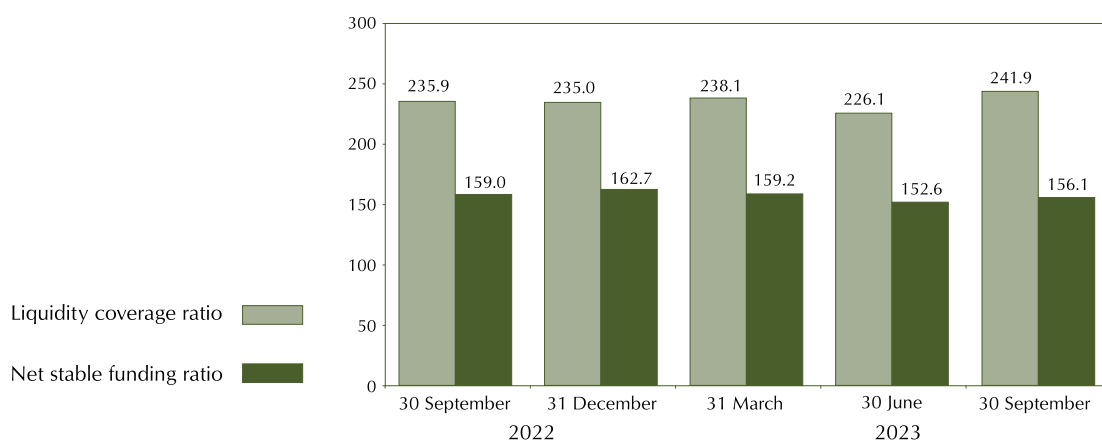
liquid items (coins and banknotes, reserves in the central bank with an option for withdrawal and assets with the central bank) increased from 44.4 per cent at the end of June to 53.3 per cent.

In the July–September 2023 period, net liquidity outflows (the liquidity coverage ratio denominator) decreased by BGN 1.7 billion (8.0 per cent) to BGN 19.1 billion.

At the end of September 2023, the banking system's loan-to-deposit ratio⁹ increased to 72.0 per cent (against 71.4 per cent at the end of June). The third quarter of 2023 saw higher credit portfolio growth than that of deposits (2.3 per cent), excluding those of credit institutions.

As of 30 September 2023, the aggregate net stable funding ratio (NSFR)¹⁰ was 156.1 per cent (152.6 per cent at the end of June), with all banks in Bulgaria adhering to the minimum regulatory requirement of 100 per cent. Available stable funding (the NSFR numerator) reached BGN 128.9 billion at the end of September, while required stable funding (the NSFR denominator) came to BGN 82.6 billion (against BGN 124.7 billion and BGN 81.7 billion at the end of June).

Chart 10
Selected Liquidity Indicators
(per cent)



Source: BNB.

⁹ The ratio is calculated excluding central banks and credit institutions sectors from the numerator and denominator.

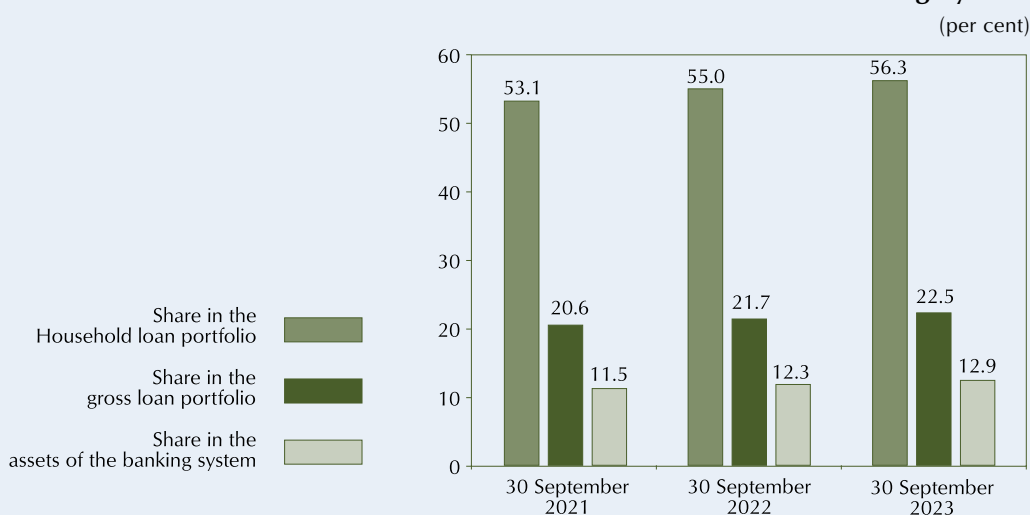
¹⁰ The regulatory requirement is introduced in compliance with Regulation (EU) 2019/876 of the European Parliament and of the Council of 20 May 2019 amending Regulation (EU) No 575/2013. Reporting templates comply with Commission Implementing Regulation (EU) 2021/451 of 17 December 2020 laying down implementing technical standards for Regulation (EU) No 575/2013 and repealing Implementing Regulation (EU) No 680/2014.

Risks Related to Lending Secured by Residential Real Estate (RRE)

Loans secured by residential real estate (RRE) represent one eighth of the total banking system assets and more than one fifth of the gross loan portfolio. As a result of the stronger increase in lending since early 2021, their relative share in the household loan portfolio has also increased, reaching 56 per cent at the end of September 2023.

Chart 1

Relative Share of the Loan Portfolio Secured by Residential Real Estate in the Household Loan Portfolio, the Gross Loan Portfolio and the Assets of the Banking System



Source: BNB.

Against the background of elevated bank lending activity and rising residential property prices, this segment is subject to supervisory monitoring, both in terms of the dynamics of new lending flows and quality of existing portfolios, and the indicators for collateralisation, indebtedness and borrowers' ability to repay RRE loans at origination.

The analysis of the latter indicators provides information on banks' risk appetite in this segment and is an important part of the overall macroprudential monitoring of systemic risks in the banking system. In view of this, targeted surveys were conducted in 2019 and 2021, and additional quarterly macroprudential reporting was introduced from early 2022. Intensive communication with banks was carried out during the annual surveys and the introduction of regular reporting with a view to achieving the quality of the data needed to adhere to the scope, methodologies and definitions of the indicators. Good mutual cooperation resulted in consistency of reported information.

The scope and definitions of the data collected in the reporting form follow the ESRB Recommendation on closing real estate data gaps (ESRB/2016/14, amended with ESRB/2019/3) and have been adapted to reflect the specifics of lending in Bulgaria. The data allow monitoring of changes in banks' risk appetite

upon origination of RRE loans to the household sector, using the following lending standards' indicators:

- (1) Degree of collateralisation (Loan-to-value ratio at origination, LTV-O). The LTV-O indicator represents the ratio between the approved loan amount and the market value of the immovable property serving as collateral at the date of origination of the loan contract.
- (2) Indebtedness (Loan-to-income ratio at origination, LTI-O; Debt-to-income ratio at origination, DTI-O). The denominator of the indicators includes the annual disposable income of the debtor, which is the difference between the borrower's income (including all sources of income) registered by the creditor at the moment of loan origination and the amount of taxes, social and health insurance contributions. For the purposes of calculating the LTI-O ratio, the numerator uses the approved loan amount, whereas for the calculation of DTI-O, the total debt of the borrower is included in the numerator.
- (3) Ability to repay debt (Loan-service-to-income ratio at origination, LSTI-O; Debt-service-to income ratio at origination, DSTI-O). The numerator of the LSTI-O ratio covers the annual cost of servicing the loan, and that of the DSTI-O ratio includes the total annual debt service. The denominator of both indicators incorporates the annual disposable income of the debtor.
- (4) Maturity of new loans.

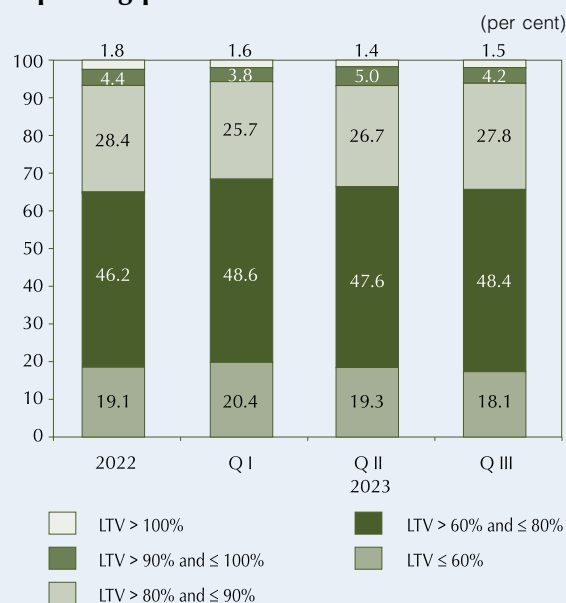
The loan-to-value ratio at origination (LTV-O) is a key indicator of the degree of collateralisation of newly originated loans.

Chart 2. Weighted average LTV-O ratio for the banking system



Source: BNB.

Chart 3. Breakdown of new loans by LTV-O brackets – share (per cent) of total new loans for the corresponding reporting period



Note: The sum total may not add up to 100 per cent due to rounding.

Source: BNB.

In the third quarter of 2023, this indicator stood at 73.8 per cent, *i.e.* the value of RRE collateral covered on average 136 per cent of new loans. This ratio did not change significantly from its average weighted value for 2022.

The distribution of loans by LTV-O brackets does not reveal any structural changes in 2023 compared to 2022. The analysis of the data shows that loans with an LTV-O of up to 80 per cent represent the largest share (around 70 per cent) of new RRE loans. It is considered that in a scenario of more significant decline in housing prices, potential losses in the event of default are limited to a significant extent within the above mentioned threshold (80 per cent) of the indicator. In addition, the share of new loans with an LTV-O ratio that exceeds 100 per cent, *i.e.* where the nominal amount of the loan exceeds the market value of the collateral, is insignificant.

Indebtedness indicators (LTI-O/DTI-O) and indicators of borrowers' ability to repay their obligations (DSTI-O/ LSTI-O) illustrate banks' lending standards and risks for borrowers. This information is particularly important during an upward cycle of residential real estate prices. The DTI-O and LTI-O ratios illustrate the degree of indebtedness of the borrowers. Under a hypothesis of an increase in residential property prices outpacing that of household income, rising levels of DTI-O and LTI-O indicators would signal growing indebtedness. In 2023, the loan-to-disposable income ratio (LTI-O) remained slightly below its weighted average value in the previous calendar year, suggesting that growth in households' incomes compensated the increase in the average size of loans that is due to price rises in residential real estate. For the first three quarters of 2023, on average, new loans taken out by households represented 5.17 times their annual disposable income (compared with 5.25 times in 2022).

Chart 4. Weighted average indicators of indebtedness (DTI-O; LTI-O)



Source: BNB.

Chart 5. Weighted average indicators of borrowers' ability to repay debt (DSTI-O; LSTI-O)



Source: BNB.

Indicators of the borrowers' ability to repay their obligations – DSTI-O and LSTI-O – illustrate what percentage of the borrower's disposable income is needed to cover the total annual debt service costs – DSTI-O, and the costs to service only the loan secured by the residential immovable property – LSTI-O. High levels of these indicators are associated with an increase of the probability of default. Data show that in 2023, borrowers set aside 28.0 per cent of their annual disposable income on average to service their RRE loans, compared to 28.3 per cent in 2022.

Although the dynamics of the above indicators do not point to an easing of lending standards, both banks and borrowers need to carefully weigh the potential risks given their significant burden - both in terms of size and duration of the contractual obligation. Currently, such risks are related to the likelihood of worsening of macroeconomic conditions and the passthrough of higher interest rates due to the ECB's restrictive monetary policy.

Chart 6

Breakdown of loans by DSTI-O brackets – share (per cent) of total new loans for the corresponding reporting period



* In 2022 and the first, second and third quarters of 2023, 2.3 per cent and 2.1 per cent, 1.7 per cent and 1.7 per cent of new loans, respectively, fall in the bracket DSTI-O ≤ 10 per cent.

Note: The sum total may not add up to 100 per cent due to rounding.

Source: BNB.

The breakdown of new loans by brackets of the DSTI-O ratio, shows a high relative share (over 40 per cent) of loans with a DSTI-O ratio of above 40 per cent. It is assumed that allocating more than 40 per cent of the borrower's disposable income to cover debt servicing costs puts borrowers in a more vulnerable position and increases the probability of default.

The analysis of the aggregated banking system data shows that the average size of new loans collateralised by residential real estate increased steadily from BGN 156 thousand in 2022 to BGN 180 thousand in the third quarter of 2023 as a result of the increase in residential property prices. The debt burden in 2022 was spread over 24.2 years on average, while in the third quarter of 2023 the weighted average maturity of loans increased to 25 years. Longer maturities increase the likelihood of materialization of interest rate risk and credit losses.

The concentration of loans in the highest brackets of the indicators measuring borrowers' debt servicing capacity, the increasing, albeit gradually, maturities and the rising average size of new RRE loans are potential areas of vulnerability. In view of the above, banks should adopt a conservative approach to lending and should, in addition to assessing the adequacy of collateral, carefully evaluate the creditworthiness of borrowers with respect to the requested loan and the total sum of their debt obligations, both under the prevailing conditions and in the event of any adverse changes during the term of the contract. With respect to the portfolio of loans collateralized by RRE, the monitoring of the credit quality of the portfolio should include timely recognition of non-performing loans and loans with significant increase in credit risk after initial recognition, but without credit impairment (IFRS 9 Phase 2). The level of impairment costs should correspond to the stage of the economic and financial cycle.

In turn, borrowers should be aware, when assessing the debt burden they are about to take on, that risks related to the evolution of the economic environment may result in an increase in loan servicing costs over the extended period during which the debt is to be repaid.

II. Methodological Notes

1. With a reference date 30 June 2021, reporting has been amended pursuant to Regulation (EU) 2019/876 of the European Parliament and of the Council of 20 May 2019 amending Regulation (EU) No 575/2013. For more information, see the Reporting Requirements section of the BNB's website, „[Reports Requirements Section](#). As of 28 June 2021, Commission Implementing Regulation (EU) 2021/451 of the Commission of 17 December 2020 replacing Implementing Regulation (EU) No 680/2014 shall apply.
2. Data obtained from supervisory reports pursuant to Commission Implementing Regulation (EU) 2021/451 have been used. The main principles underlying relevant items in the balance sheet statement and statement of profit and loss are presented in the form of methodological references in the relevant template, as set out on the BNB's website for the reporting period.
3. Data presented in tabular form concerning debt securities, loans and advances, and deposits are based on the additional information contained in Macroprudential Form 1 (MPF1). MPF1 was introduced in the first quarter of 2015 for monitoring dynamics of key assets and liabilities groups by counterparty and by currency, with its definitions corresponding to those applied in the relevant forms of the Common Reporting Framework/Financial Reporting Framework (COREP/FINREP). MF1 is reported by banks and foreign bank branches on an individual (non-consolidated) basis with a monthly frequency, within 15 days after the end of the reporting month.
4. Data as of 2015 on the quality of loans and impairment were obtained using the standard reporting template 18 Information on performing and non-performing exposures of the financial reporting framework (FINREP), which is relevant for the specific reporting period. As a result of the harmonisation of concepts and definitions no match should be sought between the manner and scope of reporting of these items in the old and new reports (to the end of 2014 and from January 2015, respectively).
5. A bank passport includes basic information on the structure of shareholder capital and management bodies, which reflect the current state at the time of preparing the quarterly bulletin. Data on major items of the balance sheet statement and statement of profit or loss are based on relevant total lines in the reporting templates, relevant for the specific period.
6. The BNB may adjust already published data, where necessary. Revisions are made after receiving additional information, in adjustments of errors in data provided by banks or as a consequence of changes and enhancement of methodological guidelines, requiring a data revision from previous periods¹. Therefore, already disclosed data and those quoted in the Bulletin may differ.

¹ Revisions are made pursuant to Implementing Regulation (EU) No 451/2021, Article 3(4) and (5).

7. The BNB Banking Supervision Department groups banks in view of outlining the dynamics of processes in the banking system. This grouping does not entail any rating element and should not be interpreted as rating banks' financial position. Assigning banks to groups is done based on the amount of their assets as of the end of each reporting period. The first group consists of the 5 largest banks, the second group comprises all the remaining banks, and the third group comprises the branches of foreign banks in Bulgaria.
8. The indicators in the box entitled 'Risks Related to Lending Secured by Residential Real Estate (RRE)' are aggregated on the basis of the quarterly specialised reporting form, namely the macroprudential reporting form (MRF 4), introduced in 2022.

Group I:

United Bulgarian Bank

DSK Bank

UniCredit Bulbank

Eurobank Bulgaria

First Investment Bank

Group II:

Central Cooperative Bank

ProCredit Bank (Bulgaria)

Allianz Bank Bulgaria

Investbank

Bulgarian Development Bank

TBI Bank

International Asset Bank

Bulgarian-American Credit Bank

Municipal Bank

D Commerce Bank

Texim Bank

Tokuda Bank

Group III:

Citibank Europe, Bulgaria Branch

ING Bank N.V. – Sofia Branch

BNP Paribas S.A. – Sofia Branch

T.C. ZIRAAT BANK – Sofia Branch

Varengold Bank A.G., Sofia Branch

BNP Paribas Personal Finance S.A., Bulgaria Branch*

Bigbank AS – Bulgaria Branch

* At the reference date, procedures for the termination of the branch were under way in accordance with the legal requirements, after the acquisition of BNP Paribas Personal Finance S.A. - Bulgaria Branch as a going concern by Eurobank Bulgaria AD. The branch of BNP Paribas Personal Finance was removed from the Commercial Register on 8 December 2023.

III. Banking Supervision Regulation

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CAPITAL ADEQUACY OF THE BANKING SYSTEM AND BANK GROUPS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Group I | Group II | Banking system |
|--|-------------------|-------------------|-------------------|
| 1. OWN FUNDS (CAPITAL BASE) | 14 015 022 | 3 875 573 | 17 890 595 |
| 1.1. Tier 1 capital | 13 119 978 | 3 822 548 | 16 942 526 |
| 1.1.1. Common equity tier 1 capital | 12 752 282 | 3 813 317 | 16 565 599 |
| 1.1.2. Additional tier 1 capital | 367 696 | 9 231 | 376 927 |
| 1.2. Tier 2 capital | 895 044 | 53 025 | 948 069 |
| 2. TOTAL RISK EXPOSURE AMOUNT | 65 373 287 | 16 553 992 | 81 927 279 |
| 2.1. Risk weighted exposure amounts for credit, counterparty credit and dilution risks and free deliveries | 61 029 547 | 15 264 390 | 76 293 937 |
| 2.2. Total risk exposure amount for settlement risk | 0 | 0 | 0 |
| 2.3. Total risk exposure amount for position, foreign exchange and commodity risks | 131 689 | 11 675 | 143 364 |
| 2.4. Total risk exposure amount for operational risk | 4 200 426 | 1 277 177 | 5 477 603 |
| 2.5. Total risk exposure amount for credit valuation adjustment | 11 625 | 750 | 12 375 |
| COMMON EQUITY TIER 1 CAPITAL RATIO (%) | 19.51 | 23.04 | 20.22 |
| TIER 1 CAPITAL RATIO (%) | 20.07 | 23.09 | 20.68 |
| TOTAL CAPITAL ADEQUACY RATIO (%) | 21.44 | 23.41 | 21.84 |

Note: The template for disclosure of information related to the capital adequacy of banks is based on the reporting templates included in the Commission Implementing Regulation (EU) 2021/451 of 17 December 2020 laying down implementing technical standards for the application of Regulation (EU) No 575/2013 of the European Parliament and of the Council with regard to supervisory reporting of institutions and repealing Implementing Regulation (EU) No 680/2014.

Source: BNB.

IV. Balance Sheet Statements, Statements of Profit or Loss and Other Data on the Banking System and Banks by Group

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**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
OF THE BANKING SYSTEM AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|--|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 29 432 622 |
| Cash on hand | 2 973 528 |
| Cash balances at central banks | 22 782 850 |
| Other demand deposits | 3 676 244 |
| Financial assets held for trading | 442 442 |
| Derivatives | 301 862 |
| Equity instruments | 68 280 |
| Debt securities | 72 300 |
| Loans and advances | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 548 806 |
| Equity instruments | 299 311 |
| Debt securities | 247 765 |
| Loans and advances | 1 730 |
| Financial assets designated at fair value through profit or loss | 338 |
| Debt securities | 338 |
| Loans and advances | 0 |
| Financial assets at fair value through other comprehensive income | 7 579 630 |
| Equity instruments | 253 236 |
| Debt securities | 7 324 965 |
| Loans and advances | 1 429 |
| Financial assets at amortised cost | 121 242 121 |
| Debt securities | 16 536 827 |
| Loans and advances | 104 705 294 |
| Derivatives – hedge accounting | 201 640 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 513 355 |
| Tangible assets | 3 017 599 |
| Property, plant and equipment | 1 684 657 |
| Investment property | 1 332 942 |
| Intangible assets | 550 014 |
| Goodwill | 159 498 |
| Other intangible assets | 390 516 |
| Tax assets | 27 610 |
| Current tax assets | 279 |
| Deferred tax assets | 27 331 |
| Other assets | 1 414 476 |
| Non-current assets and disposal groups classified as held for sale | 99 055 |
| TOTAL ASSETS | 165 069 708 |

(continued)

| | |
|--|--------------------|
| (continued) | (BGN thousand) |
| | Carrying amount |
| LIABILITIES | |
| Financial liabilities held for trading | 262 125 |
| Derivatives | 262 125 |
| Short positions | 0 |
| Deposits | 0 |
| Debt securities issued | 0 |
| Other financial liabilities | 0 |
| Financial liabilities designated at fair value through profit or loss | 4 065 |
| Deposits | 0 |
| Debt securities issued | 0 |
| Other financial liabilities | 4 065 |
| Financial liabilities measured at amortised cost | 143 778 926 |
| Deposits | 141 306 968 |
| Debt securities issued | 1 722 526 |
| Other financial liabilities | 749 432 |
| Derivatives – hedge accounting | 126 498 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | -3 085 |
| Provisions | 355 168 |
| Pensions and other post-employment defined benefit obligations | 40 620 |
| Other long-term employee benefits | 0 |
| Restructuring | 6 350 |
| Pending legal issues and tax litigation | 72 262 |
| Commitments and guarantees given | 235 122 |
| Other provisions | 814 |
| Tax liabilities | 199 978 |
| Current tax liabilities | 124 376 |
| Deferred tax liabilities | 75 602 |
| Share capital repayable on demand | 0 |
| Other liabilities | 1 018 629 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 145 742 304 |

(continued)

| | |
|--|--------------------|
| (continued) | (BGN thousand) |
| | Carrying amount |
| EQUITY | |
| Capital | 4 700 659 |
| Paid-up capital | 4 700 659 |
| Unpaid capital which has been called up | 0 |
| Share premium | 1 205 192 |
| Equity instruments issued other than capital | 113 438 |
| Equity component of compound financial instruments | 0 |
| Other equity instruments issued | 113 438 |
| Other equity | 892 |
| Accumulated other comprehensive income | -64 517 |
| Items that will not be reclassified to profit or loss | 237 605 |
| Tangible assets | 268 257 |
| Intangible assets | 0 |
| Actuarial gains or (-) losses on defined benefit pension plans | 2 853 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income | -33 505 |
| Hedge ineffectiveness of fair value hedges for equity instruments measured at fair value through other comprehensive income | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income [hedged item] | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income [hedging instrument] | 0 |
| Fair value changes of financial liabilities at fair value through profit or loss attributable to changes in their credit risk | 0 |
| Items that may be reclassified to profit or loss | -302 122 |
| Hedge of net investments in foreign operations [effective portion] | 0 |
| Foreign currency translation | 796 |
| Hedging derivatives. Cash flow hedges [effective portion] | -57 547 |
| Fair value changes of debt instruments measured at fair value through other comprehensive income | -245 279 |
| Hedging instruments [not designated elements] | -92 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates | 0 |
| Retained earnings | 5 397 288 |
| Revaluation reserves | 0 |
| Other reserves | 5 273 066 |
| Reserves or accumulated losses of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Other | 5 273 066 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 2 701 386 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| Accumulated other comprehensive income | 0 |
| Other items | 0 |
| TOTAL EQUITY | 19 327 404 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 165 069 708 |

STATEMENT OF PROFIT OR LOSS OF THE BANKING SYSTEM AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|------------------|
| Interest income | 4 324 194 |
| Financial assets held for trading | 55 559 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 8 991 |
| Financial assets designated at fair value through profit or loss | 2 |
| Financial assets at fair value through other comprehensive income | 110 883 |
| Financial assets at amortised cost | 4 107 851 |
| Derivatives – hedge accounting, interest rate risk | 39 384 |
| Other assets | 819 |
| Interest income on liabilities | 705 |
| (Interest expenses) | 764 397 |
| (Financial liabilities held for trading) | 277 101 |
| (Financial liabilities designated at fair value through profit or loss) | 33 |
| (Financial liabilities measured at amortised cost) | 458 485 |
| (Derivatives – hedge accounting, interest rate risk) | 25 367 |
| (Other liabilities) | 1 275 |
| (Interest expenses on assets) | 2 136 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 181 489 |
| Financial assets held for trading | 966 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 820 |
| Financial assets at fair value through other comprehensive income | 3 216 |
| Investments in subsidiaries, joint ventures and associates accounted for using other than equity method | 176 487 |
| Fee and commission income | 1 397 376 |
| (Fee and commission expenses) | 284 815 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 14 891 |
| Financial assets at fair value through other comprehensive income | -2 980 |
| Financial assets at amortised cost | 17 876 |
| Financial liabilities measured at amortised cost | -5 |
| Other | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 36 447 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 8 837 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 55 |
| Gains or (-) losses from hedge accounting, net | 8 294 |
| Exchange differences [gain or (-) loss], net | 195 376 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 2 287 |
| Gains or (-) losses on derecognition of non-financial assets, net | 67 595 |
| Other operating income | 52 390 |
| (Other operating expenses) | 35 901 |
| TOTAL OPERATING INCOME, NET | 5 204 118 |

(continued)

| | |
|---|------------------|
| (continued) | (BGN thousand) |
| | Value |
| (Administrative expenses) | 1 588 470 |
| (Staff expenses) | 916 943 |
| (Other administrative expenses) | 671 527 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 190 396 |
| (Depreciation) | 225 733 |
| (Property, plant and equipment) | 155 953 |
| (Investment properties) | 2 258 |
| (Other intangible assets) | 67 522 |
| Modification gains or (-) losses, net | -2 500 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | -2 500 |
| (Provisions or (-) reversal of provisions) | -40 848 |
| (Payment commitments to resolution funds and deposit guarantee schemes) | 0 |
| (Commitments and guarantees given) | -45 271 |
| (Other provisions) | 4 423 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 264 651 |
| (Financial assets at fair value through other comprehensive income) | -15 631 |
| (Financial assets at amortised cost) | 280 282 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | -1 560 |
| (Impairment or (-) reversal of impairment on non-financial assets) | -808 |
| (Property, plant and equipment) | 0 |
| (Investment properties) | 147 |
| (Goodwill) | 0 |
| (Other intangible assets) | 0 |
| (Other) | -955 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | -4 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 2 975 580 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 274 194 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 2 701 386 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| Profit or (-) loss before tax from discontinued operations | 0 |
| (Tax expense or (-) income related to discontinued operations) | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 2 701 386 |
| Attributable to minority interest [non-controlling interests] | 0 |
| Attributable to owners of the parent | 2 701 386 |

**DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS
OF THE BANKING SYSTEM AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|-------------------|------------------|-------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 24 181 856 | 8 222 592 | 13 923 800 | 337 826 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 21 008 052 | 7 544 449 | 11 514 899 | 265 988 |
| Credit institutions | 1 455 986 | 27 411 | 1 361 508 | 22 554 |
| Other financial corporations | 1 154 812 | 422 178 | 732 634 | 32 753 |
| Non-financial corporations | 563 006 | 228 554 | 314 759 | 16 531 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|--------------------|-------------------|-------------------|------------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 108 096 657 | 68 126 887 | 36 233 007 | 3 850 013 |
| Central banks | 1 | 0 | 1 | 0 |
| General government | 1 189 356 | 743 745 | 397 821 | 25 411 |
| Credit institutions | 13 450 978 | 763 940 | 10 599 547 | 783 760 |
| Other financial corporations | 8 196 384 | 5 299 677 | 2 888 358 | 107 407 |
| Non-financial corporations | 47 329 828 | 25 616 302 | 20 940 178 | 1 524 126 |
| Households | 37 930 110 | 35 703 223 | 1 407 102 | 1 409 309 |
| o.w. Loans collateralised by immovable property | 20 790 731 | 19 749 689 | 1 017 943 | 433 702 |
| o.w. Credit for consumption | 17 661 447 | 16 406 715 | 459 140 | 975 831 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|--------------------|-------------------|-------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 141 306 968 | 86 171 100 | 46 141 215 | 393 077 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 3 862 879 | 3 235 993 | 564 123 | 3 908 |
| Credit institutions | 9 832 366 | 1 044 521 | 8 593 330 | 244 575 |
| Other financial corporations | 3 780 195 | 2 350 800 | 1 077 471 | 23 550 |
| Non-financial corporations | 44 807 403 | 28 491 231 | 13 190 929 | 40 936 |
| Households | 79 024 125 | 51 048 555 | 22 715 362 | 80 108 |

**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
OF GROUP I BANKS AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|--|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 19 367 052 |
| Cash on hand | 2 093 912 |
| Cash balances at central banks | 16 079 335 |
| Other demand deposits | 1 193 805 |
| Financial assets held for trading | 315 381 |
| Derivatives | 257 756 |
| Equity instruments | 7 765 |
| Debt securities | 49 860 |
| Loans and advances | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 345 291 |
| Equity instruments | 98 250 |
| Debt securities | 245 311 |
| Loans and advances | 1 730 |
| Financial assets designated at fair value through profit or loss | 0 |
| Debt securities | 0 |
| Loans and advances | 0 |
| Financial assets at fair value through other comprehensive income | 5 589 277 |
| Equity instruments | 74 610 |
| Debt securities | 5 514 667 |
| Loans and advances | 0 |
| Financial assets at amortised cost | 96 374 642 |
| Debt securities | 12 322 766 |
| Loans and advances | 84 051 876 |
| Derivatives – hedge accounting | 185 505 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 236 158 |
| Tangible assets | 2 071 892 |
| Property, plant and equipment | 1 216 315 |
| Investment property | 855 577 |
| Intangible assets | 466 413 |
| Goodwill | 159 498 |
| Other intangible assets | 306 915 |
| Tax assets | 8 635 |
| Current tax assets | 0 |
| Deferred tax assets | 8 635 |
| Other assets | 980 847 |
| Non-current assets and disposal groups classified as held for sale | 16 826 |
| TOTAL ASSETS | 125 957 919 |

(continued)

| (continued) | (BGN thousand) |
|--|--------------------|
| | Carrying amount |
| LIABILITIES | |
| Financial liabilities held for trading | 225 023 |
| Derivatives | 225 023 |
| Short positions | 0 |
| Deposits | 0 |
| Debt securities issued | 0 |
| Other financial liabilities | 0 |
| Financial liabilities designated at fair value through profit or loss | 4 065 |
| Deposits | 0 |
| Debt securities issued | 0 |
| Other financial liabilities | 4 065 |
| Financial liabilities measured at amortised cost | 109 947 288 |
| Deposits | 107 790 675 |
| Debt securities issued | 1 508 372 |
| Other financial liabilities | 648 241 |
| Derivatives – hedge accounting | 126 498 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | -18 996 |
| Provisions | 213 367 |
| Pensions and other post-employment defined benefit obligations | 31 882 |
| Other long-term employee benefits | 0 |
| Restructuring | 6 350 |
| Pending legal issues and tax litigation | 67 792 |
| Commitments and guarantees given | 106 999 |
| Other provisions | 344 |
| Tax liabilities | 146 315 |
| Current tax liabilities | 89 825 |
| Deferred tax liabilities | 56 490 |
| Share capital repayable on demand | 0 |
| Other liabilities | 724 260 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 111 367 820 |

(continued)

| | |
|--|--------------------|
| (continued) | (BGN thousand) |
| | Carrying amount |
| EQUITY | |
| Capital | 2 501 013 |
| Paid-up capital | 2 501 013 |
| Unpaid capital which has been called up | 0 |
| Share premium | 980 193 |
| Equity instruments issued other than capital | 113 438 |
| Equity component of compound financial instruments | 0 |
| Other equity instruments issued | 113 438 |
| Other equity | 787 |
| Accumulated other comprehensive income | -11 886 |
| Items that will not be reclassified to profit or loss | 256 655 |
| Tangible assets | 227 080 |
| Intangible assets | 0 |
| Actuarial gains or (-) losses on defined benefit pension plans | 3 739 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income | 25 836 |
| Hedge ineffectiveness of fair value hedges for equity instruments measured at fair value through other comprehensive income | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income [hedged item] | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income [hedging instrument] | 0 |
| Fair value changes of financial liabilities at fair value through profit or loss attributable to changes in their credit risk | 0 |
| Items that may be reclassified to profit or loss | -268 541 |
| Hedge of net investments in foreign operations [effective portion] | 0 |
| Foreign currency translation | 0 |
| Hedging derivatives. Cash flow hedges [effective portion] | -57 547 |
| Fair value changes of debt instruments measured at fair value through other comprehensive income | -210 902 |
| Hedging instruments [not designated elements] | -92 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates | 0 |
| Retained earnings | 4 919 639 |
| Revaluation reserves | 0 |
| Other reserves | 3 974 826 |
| Reserves or accumulated losses of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Other | 3 974 826 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 2 112 089 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| Accumulated other comprehensive income | 0 |
| Other items | 0 |
| TOTAL EQUITY | 14 590 099 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 125 957 919 |

STATEMENT OF PROFIT OR LOSS OF GROUP I BANKS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|------------------|
| Interest income | 3 205 818 |
| Financial assets held for trading | 54 210 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 8 991 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 78 240 |
| Financial assets at amortised cost | 3 027 808 |
| Derivatives – hedge accounting, interest rate risk | 35 685 |
| Other assets | 505 |
| Interest income on liabilities | 379 |
| (Interest expenses) | 609 452 |
| (Financial liabilities held for trading) | 276 909 |
| (Financial liabilities designated at fair value through profit or loss) | 33 |
| (Financial liabilities measured at amortised cost) | 307 266 |
| (Derivatives – hedge accounting, interest rate risk) | 22 967 |
| (Other liabilities) | 560 |
| (Interest expenses on assets) | 1 717 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 157 831 |
| Financial assets held for trading | 137 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 489 |
| Financial assets at fair value through other comprehensive income | 2 057 |
| Investments in subsidiaries, joint ventures and associates accounted for using other than equity method | 155 148 |
| Fee and commission income | 1 089 826 |
| (Fee and commission expenses) | 233 506 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 10 365 |
| Financial assets at fair value through other comprehensive income | -3 797 |
| Financial assets at amortised cost | 14 162 |
| Financial liabilities measured at amortised cost | 0 |
| Other | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 23 598 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 4 216 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 8 398 |
| Exchange differences [gain or (-) loss], net | 169 529 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 2 287 |
| Gains or (-) losses on derecognition of non-financial assets, net | 7 717 |
| Other operating income | 21 129 |
| (Other operating expenses) | 12 356 |
| TOTAL OPERATING INCOME, NET | 3 845 400 |

(continued)

| | |
|---|------------------|
| (continued) | (BGN thousand) |
| | Value |
| (Administrative expenses) | 1 094 763 |
| (Staff expenses) | 631 246 |
| (Other administrative expenses) | 463 517 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 156 150 |
| (Depreciation) | 166 348 |
| (Property, plant and equipment) | 107 356 |
| (Investment properties) | 1 920 |
| (Other intangible assets) | 57 072 |
| Modification gains or (-) losses, net | -2 138 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | -2 138 |
| (Provisions or (-) reversal of provisions) | -38 159 |
| (Payment commitments to resolution funds and deposit guarantee schemes) | 0 |
| (Commitments and guarantees given) | -41 983 |
| (Other provisions) | 3 824 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 133 381 |
| (Financial assets at fair value through other comprehensive income) | -10 760 |
| (Financial assets at amortised cost) | 144 141 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | -1 560 |
| (Impairment or (-) reversal of impairment on non-financial assets) | -508 |
| (Property, plant and equipment) | 0 |
| (Investment properties) | 147 |
| (Goodwill) | 0 |
| (Other intangible assets) | 0 |
| (Other) | -655 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | -1 160 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 2 331 687 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 219 598 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 2 112 089 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| Profit or (-) loss before tax from discontinued operations | 0 |
| (Tax expense or (-) income related to discontinued operations) | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 2 112 089 |
| Attributable to minority interest [non-controlling interests] | 0 |
| Attributable to owners of the parent | 2 112 089 |

**DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS
OF GROUP I BANKS AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|-------------------|------------------|-------------------|--------------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 18 132 604 | 6 019 997 | 10 423 102 | 255 279 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 15 778 711 | 5 743 156 | 8 374 045 | 208 906 |
| Credit institutions | 1 343 623 | 10 020 | 1 305 608 | 19 480 |
| Other financial corporations | 891 030 | 266 821 | 624 209 | 23 203 |
| Non-financial corporations | 119 240 | 0 | 119 240 | 3 690 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|-------------------|-------------------|-------------------|--------------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 86 697 765 | 56 480 766 | 27 887 115 | 2 861 120 |
| Central banks | 1 | 0 | 1 | 0 |
| General government | 661 480 | 346 035 | 267 655 | 14 695 |
| Credit institutions | 11 060 555 | 150 478 | 9 260 305 | 644 988 |
| Other financial corporations | 7 189 022 | 4 730 688 | 2 451 777 | 81 788 |
| Non-financial corporations | 35 445 484 | 19 835 966 | 15 012 945 | 1 094 477 |
| Households | 32 341 223 | 31 417 599 | 894 432 | 1 025 172 |
| o.w. Loans collateralised by immovable property | 18 097 111 | 17 300 639 | 773 373 | 376 501 |
| o.w. Credit for consumption | 14 464 684 | 14 301 271 | 158 356 | 647 537 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|--------------------|-------------------|-------------------|----------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 107 790 675 | 65 915 233 | 35 307 249 | 251 388 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 1 665 994 | 1 382 850 | 249 613 | 384 |
| Credit institutions | 7 965 974 | 651 107 | 7 132 863 | 190 139 |
| Other financial corporations | 2 658 039 | 1 612 745 | 787 516 | 17 583 |
| Non-financial corporations | 31 951 998 | 20 184 214 | 9 463 418 | 19 367 |
| Households | 63 548 670 | 42 084 317 | 17 673 839 | 23 915 |

**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
OF GROUP II BANKS AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|--|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 7 560 095 |
| Cash on hand | 793 643 |
| Cash balances at central banks | 5 999 326 |
| Other demand deposits | 767 126 |
| Financial assets held for trading | 85 678 |
| Derivatives | 9 668 |
| Equity instruments | 60 515 |
| Debt securities | 15 495 |
| Loans and advances | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 203 215 |
| Equity instruments | 200 761 |
| Debt securities | 2 454 |
| Loans and advances | 0 |
| Financial assets designated at fair value through profit or loss | 338 |
| Debt securities | 338 |
| Loans and advances | 0 |
| Financial assets at fair value through other comprehensive income | 1 907 195 |
| Equity instruments | 178 574 |
| Debt securities | 1 727 192 |
| Loans and advances | 1 429 |
| Financial assets at amortised cost | 22 818 679 |
| Debt securities | 4 141 239 |
| Loans and advances | 18 677 440 |
| Derivatives – hedge accounting | 16 135 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 277 197 |
| Tangible assets | 938 017 |
| Property, plant and equipment | 460 652 |
| Investment property | 477 365 |
| Intangible assets | 82 312 |
| Goodwill | 0 |
| Other intangible assets | 82 312 |
| Tax assets | 17 381 |
| Current tax assets | 9 |
| Deferred tax assets | 17 372 |
| Other assets | 424 201 |
| Non-current assets and disposal groups classified as held for sale | 82 157 |
| TOTAL ASSETS | 34 412 600 |

(continued)

| (continued) | (BGN thousand) |
|--|-------------------|
| | Carrying amount |
| LIABILITIES | |
| Financial liabilities held for trading | 3 098 |
| Derivatives | 3 098 |
| Short positions | 0 |
| Deposits | 0 |
| Debt securities issued | 0 |
| Other financial liabilities | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Deposits | 0 |
| Debt securities issued | 0 |
| Other financial liabilities | 0 |
| Financial liabilities measured at amortised cost | 29 492 118 |
| Deposits | 29 179 908 |
| Debt securities issued | 214 154 |
| Other financial liabilities | 98 056 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 15 911 |
| Provisions | 140 351 |
| Pensions and other post-employment defined benefit obligations | 8 052 |
| Other long-term employee benefits | 0 |
| Restructuring | 0 |
| Pending legal issues and tax litigation | 4 470 |
| Commitments and guarantees given | 127 415 |
| Other provisions | 414 |
| Tax liabilities | 46 649 |
| Current tax liabilities | 27 567 |
| Deferred tax liabilities | 19 082 |
| Share capital repayable on demand | 0 |
| Other liabilities | 256 054 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 29 954 181 |

(continued)

| | |
|--|-------------------|
| (continued) | (BGN thousand) |
| | Carrying amount |
| EQUITY | |
| Capital | 2 174 646 |
| Paid-up capital | 2 174 646 |
| Unpaid capital which has been called up | 0 |
| Share premium | 224 999 |
| Equity instruments issued other than capital | 0 |
| Equity component of compound financial instruments | 0 |
| Other equity instruments issued | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -45 031 |
| Items that will not be reclassified to profit or loss | -18 959 |
| Tangible assets | 41 177 |
| Intangible assets | 0 |
| Actuarial gains or (-) losses on defined benefit pension plans | -795 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income | -59 341 |
| Hedge ineffectiveness of fair value hedges for equity instruments measured at fair value through other comprehensive income | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income [hedged item] | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income [hedging instrument] | 0 |
| Fair value changes of financial liabilities at fair value through profit or loss attributable to changes in their credit risk | 0 |
| Items that may be reclassified to profit or loss | -26 072 |
| Hedge of net investments in foreign operations [effective portion] | 0 |
| Foreign currency translation | 796 |
| Hedging derivatives. Cash flow hedges [effective portion] | 0 |
| Fair value changes of debt instruments measured at fair value through other comprehensive income | -26 868 |
| Hedging instruments [not designated elements] | 0 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates | 0 |
| Retained earnings | 488 103 |
| Revaluation reserves | 0 |
| Other reserves | 1 175 938 |
| Reserves or accumulated losses of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Other | 1 175 938 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 439 764 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| Accumulated other comprehensive income | 0 |
| Other items | 0 |
| TOTAL EQUITY | 4 458 419 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 34 412 600 |

STATEMENT OF PROFIT OR LOSS OF GROUP II BANKS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|------------------|
| Interest income | 965 192 |
| Financial assets held for trading | 586 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 2 |
| Financial assets at fair value through other comprehensive income | 32 004 |
| Financial assets at amortised cost | 928 329 |
| Derivatives – hedge accounting, interest rate risk | 3 699 |
| Other assets | 314 |
| Interest income on liabilities | 258 |
| (Interest expenses) | 132 259 |
| (Financial liabilities held for trading) | 162 |
| (Financial liabilities designated at fair value through profit or loss) | 0 |
| (Financial liabilities measured at amortised cost) | 128 651 |
| (Derivatives – hedge accounting, interest rate risk) | 2 400 |
| (Other liabilities) | 715 |
| (Interest expenses on assets) | 331 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 23 640 |
| Financial assets held for trading | 829 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 331 |
| Financial assets at fair value through other comprehensive income | 1 141 |
| Investments in subsidiaries, joint ventures and associates accounted for using other than equity method | 21 339 |
| Fee and commission income | 266 549 |
| (Fee and commission expenses) | 44 927 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 4 114 |
| Financial assets at fair value through other comprehensive income | 400 |
| Financial assets at amortised cost | 3 714 |
| Financial liabilities measured at amortised cost | 0 |
| Other | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 13 331 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 4 621 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 55 |
| Gains or (-) losses from hedge accounting, net | -104 |
| Exchange differences [gain or (-) loss], net | 8 435 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 1 136 |
| Other operating income | 21 068 |
| (Other operating expenses) | 21 656 |
| TOTAL OPERATING INCOME, NET | 1 109 195 |

(continued)

| | |
|---|----------------|
| (continued) | (BGN thousand) |
| | Value |
| (Administrative expenses) | 423 395 |
| (Staff expenses) | 253 221 |
| (Other administrative expenses) | 170 174 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 33 728 |
| (Depreciation) | 55 091 |
| (Property, plant and equipment) | 45 122 |
| (Investment properties) | 155 |
| (Other intangible assets) | 9 814 |
| Modification gains or (-) losses, net | -362 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | -362 |
| (Provisions or (-) reversal of provisions) | -1 096 |
| (Payment commitments to resolution funds and deposit guarantee schemes) | 0 |
| (Commitments and guarantees given) | -1 075 |
| (Other provisions) | -21 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 119 554 |
| (Financial assets at fair value through other comprehensive income) | -4 794 |
| (Financial assets at amortised cost) | 124 348 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | -324 |
| (Property, plant and equipment) | 0 |
| (Investment properties) | 0 |
| (Goodwill) | 0 |
| (Other intangible assets) | 0 |
| (Other) | -324 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 1 156 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 479 641 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 39 877 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 439 764 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| Profit or (-) loss before tax from discontinued operations | 0 |
| (Tax expense or (-) income related to discontinued operations) | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 439 764 |
| Attributable to minority interest [non-controlling interests] | 0 |
| Attributable to owners of the parent | 439 764 |

**DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS
OF GROUP II BANKS AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|------------------|------------------|------------------|--------------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 5 886 379 | 2 176 118 | 3 371 247 | 81 470 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 5 066 468 | 1 774 816 | 3 011 403 | 56 005 |
| Credit institutions | 112 363 | 17 391 | 55 900 | 3 074 |
| Other financial corporations | 263 782 | 155 357 | 108 425 | 9 550 |
| Non-financial corporations | 443 766 | 228 554 | 195 519 | 12 841 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|-------------------|-------------------|------------------|--------------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 19 409 495 | 11 447 816 | 6 639 488 | 873 214 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 464 236 | 334 070 | 130 166 | 8 632 |
| Credit institutions | 1 718 227 | 613 461 | 736 549 | 113 203 |
| Other financial corporations | 876 034 | 567 072 | 307 170 | 20 327 |
| Non-financial corporations | 10 780 411 | 5 661 303 | 4 956 747 | 393 141 |
| Households | 5 570 587 | 4 271 910 | 508 856 | 337 911 |
| o.w. Loans collateralised by immovable property | 2 691 961 | 2 448 054 | 243 907 | 57 162 |
| o.w. Credit for consumption | 3 187 212 | 2 099 816 | 297 633 | 282 823 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|-------------------|-------------------|------------------|----------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 29 179 908 | 17 899 885 | 9 263 791 | 119 182 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 1 774 903 | 1 658 887 | 114 526 | 849 |
| Credit institutions | 1 252 562 | 162 946 | 1 084 113 | 45 059 |
| Other financial corporations | 874 454 | 616 804 | 165 941 | 4 237 |
| Non-financial corporations | 9 870 920 | 6 518 169 | 2 895 457 | 12 975 |
| Households | 15 407 069 | 8 943 079 | 5 003 754 | 56 062 |

**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
OF GROUP III BANKS AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|--|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 2 505 475 |
| Cash on hand | 85 973 |
| Cash balances at central banks | 704 189 |
| Other demand deposits | 1 715 313 |
| Financial assets held for trading | 41 383 |
| Derivatives | 34 438 |
| Equity instruments | 0 |
| Debt securities | 6 945 |
| Loans and advances | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 300 |
| Equity instruments | 300 |
| Debt securities | 0 |
| Loans and advances | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Debt securities | 0 |
| Loans and advances | 0 |
| Financial assets at fair value through other comprehensive income | 83 158 |
| Equity instruments | 52 |
| Debt securities | 83 106 |
| Loans and advances | 0 |
| Financial assets at amortised cost | 2 048 800 |
| Debt securities | 72 822 |
| Loans and advances | 1 975 978 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 7 690 |
| Property, plant and equipment | 7 690 |
| Investment property | 0 |
| Intangible assets | 1 289 |
| Goodwill | 0 |
| Other intangible assets | 1 289 |
| Tax assets | 1 594 |
| Current tax assets | 270 |
| Deferred tax assets | 1 324 |
| Other assets | 9 428 |
| Non-current assets and disposal groups classified as held for sale | 72 |
| TOTAL ASSETS | 4 699 189 |

(continued)

| (continued) | (BGN thousand) |
|--|------------------|
| | Carrying amount |
| LIABILITIES | |
| Financial liabilities held for trading | 34 004 |
| Derivatives | 34 004 |
| Short positions | 0 |
| Deposits | 0 |
| Debt securities issued | 0 |
| Other financial liabilities | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Deposits | 0 |
| Debt securities issued | 0 |
| Other financial liabilities | 0 |
| Financial liabilities measured at amortised cost | 4 339 520 |
| Deposits | 4 336 385 |
| Debt securities issued | 0 |
| Other financial liabilities | 3 135 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 1 450 |
| Pensions and other post-employment defined benefit obligations | 686 |
| Other long-term employee benefits | 0 |
| Restructuring | 0 |
| Pending legal issues and tax litigation | 0 |
| Commitments and guarantees given | 708 |
| Other provisions | 56 |
| Tax liabilities | 7 014 |
| Current tax liabilities | 6 984 |
| Deferred tax liabilities | 30 |
| Share capital repayable on demand | 0 |
| Other liabilities | 38 315 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 4 420 303 |

(continued)

| | |
|--|------------------|
| (continued) | (BGN thousand) |
| | Carrying amount |
| EQUITY | |
| Capital | 25 000 |
| Paid-up capital | 25 000 |
| Unpaid capital which has been called up | 0 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Equity component of compound financial instruments | 0 |
| Other equity instruments issued | 0 |
| Other equity | 105 |
| Accumulated other comprehensive income | -7 600 |
| Items that will not be reclassified to profit or loss | -91 |
| Tangible assets | 0 |
| Intangible assets | 0 |
| Actuarial gains or (-) losses on defined benefit pension plans | -91 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income | 0 |
| Hedge ineffectiveness of fair value hedges for equity instruments measured at fair value through other comprehensive income | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income [hedged item] | 0 |
| Fair value changes of equity instruments measured at fair value through other comprehensive income [hedging instrument] | 0 |
| Fair value changes of financial liabilities at fair value through profit or loss attributable to changes in their credit risk | 0 |
| Items that may be reclassified to profit or loss | -7 509 |
| Hedge of net investments in foreign operations [effective portion] | 0 |
| Foreign currency translation | 0 |
| Hedging derivatives. Cash flow hedges [effective portion] | 0 |
| Fair value changes of debt instruments measured at fair value through other comprehensive income | -7 509 |
| Hedging instruments [not designated elements] | 0 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| Share of other recognised income and expense of investments in subsidiaries, joint ventures and associates | 0 |
| Retained earnings | -10 454 |
| Revaluation reserves | 0 |
| Other reserves | 122 302 |
| Reserves or accumulated losses of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Other | 122 302 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 149 533 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| Accumulated other comprehensive income | 0 |
| Other items | 0 |
| TOTAL EQUITY | 278 886 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 4 699 189 |

STATEMENT OF PROFIT OR LOSS OF GROUP III BANKS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 153 184 |
| Financial assets held for trading | 763 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 639 |
| Financial assets at amortised cost | 151 714 |
| Derivatives – hedge accounting, interest rate risk | 0 |
| Other assets | 0 |
| Interest income on liabilities | 68 |
| (Interest expenses) | 22 686 |
| (Financial liabilities held for trading) | 30 |
| (Financial liabilities designated at fair value through profit or loss) | 0 |
| (Financial liabilities measured at amortised cost) | 22 568 |
| (Derivatives – hedge accounting, interest rate risk) | 0 |
| (Other liabilities) | 0 |
| (Interest expenses on assets) | 88 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 18 |
| Financial assets held for trading | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 18 |
| Investments in subsidiaries, joint ventures and associates accounted for using other than equity method | 0 |
| Fee and commission income | 41 001 |
| (Fee and commission expenses) | 6 382 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 412 |
| Financial assets at fair value through other comprehensive income | 417 |
| Financial assets at amortised cost | 0 |
| Financial liabilities measured at amortised cost | -5 |
| Other | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | -482 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 17 412 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 58 742 |
| Other operating income | 10 193 |
| (Other operating expenses) | 1 889 |
| TOTAL OPERATING INCOME, NET | 249 523 |

(continued)

| | |
|---|----------------|
| (continued) | (BGN thousand) |
| | Value |
| (Administrative expenses) | 70 312 |
| (Staff expenses) | 32 476 |
| (Other administrative expenses) | 37 836 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 518 |
| (Depreciation) | 4 294 |
| (Property, plant and equipment) | 3 475 |
| (Investment properties) | 183 |
| (Other intangible assets) | 636 |
| Modification gains or (-) losses, net | 0 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | 0 |
| (Provisions or (-) reversal of provisions) | -1 593 |
| (Payment commitments to resolution funds and deposit guarantee schemes) | 0 |
| (Commitments and guarantees given) | -2 213 |
| (Other provisions) | 620 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 11 716 |
| (Financial assets at fair value through other comprehensive income) | -77 |
| (Financial assets at amortised cost) | 11 793 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 24 |
| (Property, plant and equipment) | 0 |
| (Investment properties) | 0 |
| (Goodwill) | 0 |
| (Other intangible assets) | 0 |
| (Other) | 24 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 164 252 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 14 719 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 149 533 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| Profit or (-) loss before tax from discontinued operations | 0 |
| (Tax expense or (-) income related to discontinued operations) | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 149 533 |
| Attributable to minority interest [non-controlling interests] | 0 |
| Attributable to owners of the parent | 149 533 |

**DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS
OF GROUP III BANKS AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|---------------|----------------|--------------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 162 873 | 26 477 | 129 451 | 1 077 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 162 873 | 26 477 | 129 451 | 1 077 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|----------------|------------------|--------------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 1 989 397 | 198 305 | 1 706 404 | 115 679 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 63 640 | 63 640 | 0 | 2 084 |
| Credit institutions | 672 196 | 1 | 602 693 | 25 569 |
| Other financial corporations | 131 328 | 1 917 | 129 411 | 5 292 |
| Non-financial corporations | 1 103 933 | 119 033 | 970 486 | 36 508 |
| Households | 18 300 | 13 714 | 3 814 | 46 226 |
| o.w. Loans collateralised by immovable property | 1 659 | 996 | 663 | 39 |
| o.w. Credit for consumption | 9 551 | 5 628 | 3 151 | 45 471 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|------------------|----------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 4 336 385 | 2 355 982 | 1 570 175 | 22 507 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 421 982 | 194 256 | 199 984 | 2 675 |
| Credit institutions | 613 830 | 230 468 | 376 354 | 9 377 |
| Other financial corporations | 247 702 | 121 251 | 124 014 | 1 730 |
| Non-financial corporations | 2 984 485 | 1 788 848 | 832 054 | 8 594 |
| Households | 68 386 | 21 159 | 37 769 | 131 |

V. Balance Sheet Statements, Statements of Profit or Loss and Other Individual Bank Data¹

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Balance Sheet Statements, Statements of Profit or Loss and Other Individual Bank Data

| | |
|---|-----|
| Allianz Bank Bulgaria | 54 |
| Bigbank AS – Bulgaria Branch | 58 |
| BNP Paribas S.A. – Sofia Branch | 62 |
| BNP Paribas Personal Finance S.A., Bulgaria Branch* | 66 |
| Bulgarian-American Credit Bank | 70 |
| Bulgarian Development Bank | 74 |
| Central Cooperative Bank | 78 |
| Citibank Europe, Bulgaria Branch | 82 |
| D Commerce Bank | 86 |
| DSK Bank | 90 |
| Eurobank Bulgaria | 94 |
| First Investment Bank | 98 |
| ING Bank N.V. – Sofia Branch | 102 |
| International Asset Bank | 106 |
| Investbank | 110 |
| Municipal Bank PLC | 114 |
| ProCredit Bank, Bulgaria | 118 |
| TBI Bank | 122 |
| T.C. Ziraat Bank – Sofia Branch | 126 |
| Texim Bank | 130 |
| Tokuda Bank | 134 |
| UniCredit Bulbank | 138 |
| United Bulgarian Bank | 142 |
| Varengold Bank AG, Sofia Branch | 146 |

¹ Banks are arranged in alphabetical order, not according to the bank identification code.

* At the reference date, procedures for the termination of the branch were under way in accordance with the legal requirements, after the acquisition of BNP Paribas Personal Finance S.A. - Bulgaria Branch as a going concern by Eurobank Bulgaria AD. The branch of BNP Paribas Personal Finance was removed from the Commercial Register on 8 December 2023.

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 719 157 |
| Financial assets held for trading | 3 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 338 |
| Financial assets at fair value through other comprehensive income | 132 985 |
| Financial assets at amortised cost | 2 998 608 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 33 518 |
| Intangible assets | 7 402 |
| Tax assets | 97 |
| Other assets | 24 806 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 3 916 914 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 3 525 315 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 3 590 |
| Tax liabilities | 2 954 |
| Share capital repayable on demand | 0 |
| Other liabilities | 50 944 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 3 582 803 |
| EQUITY | |
| Capital | 76 825 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 1 429 |
| Retained earnings | 197 797 |
| Revaluation reserves | 0 |
| Other reserves | 9 850 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 48 210 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 334 111 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 3 916 914 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 74 138 |
| (Interest expenses) | 6 580 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 93 |
| Fee and commission income | 24 943 |
| (Fee and commission expenses) | 3 723 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 2 255 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 55 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 619 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 15 |
| Other operating income | 4 838 |
| (Other operating expenses) | 10 847 |
| TOTAL OPERATING INCOME, NET | 85 806 |
| (Administrative expenses) | 26 856 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 5 366 |
| (Depreciation) | 4 532 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | -1 329 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | -3 186 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 53 567 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 5 357 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 48 210 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 48 210 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|----------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 909 746 | 659 021 | 215 891 | 9 672 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 909 746 | 659 021 | 215 891 | 9 586 |
| Credit institutions | 0 | 0 | 0 | 86 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|------------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 2 304 243 | 1 639 443 | 538 808 | 64 310 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 22 765 | 2 556 | 20 209 | 672 |
| Credit institutions | 96 751 | 0 | 0 | 9 324 |
| Other financial corporations | 57 150 | 22 467 | 34 683 | 1 405 |
| Non-financial corporations | 884 741 | 453 263 | 402 266 | 23 209 |
| Households | 1 242 836 | 1 161 157 | 81 650 | 29 700 |
| o.w. Loans collateralised by immovable property | 817 149 | 780 651 | 36 498 | 15 476 |
| o.w. Credit for consumption | 392 181 | 350 479 | 41 674 | 9 693 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 3 445 542 | 2 106 835 | 1 058 812 | 3 820 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 32 137 | 32 045 | 92 | 0 |
| Credit institutions | 15 864 | 101 | 15 763 | 387 |
| Other financial corporations | 297 476 | 121 359 | 101 607 | 2 511 |
| Non-financial corporations | 1 087 882 | 713 434 | 281 979 | 606 |
| Households | 2 012 183 | 1 239 896 | 659 371 | 316 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | Licensed by Resolution No. 31 of 25 October 1989 of the BNB Governing Council. License updated by: Order No. 100-000276 of 31 July 1998 of the BNB Governor and amended by Order No. 100-00515 of 22 November 1999 and by Order No. RD 22-0469 of 20 September 2002 of the BNB Governor in accordance with the requirements of the Law on Banks; Order No. RD 22-0856 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions; Order No. RD 22-2258 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions. |
| Legal registration | Entered in the Commercial Register by Resolution No. 1 of 12 November 1997 of the Sofia City Court on Company file No. 12684 of 1997, lot No. 44383, vol. 487, p. 202; re-entered in the Commercial Register to the Registry Agency, UIC 128001319, certificate No. 20080513130424 of 13 May 2008. |
| Address of the head office | Lozenets District, 16, Srebarna Str., 1407 Sofia tel. 02/921 5522; 02/921 5487 Website: www.allianz.bg |
| Management Supervisory Board | Dimitar Georgiev Zhelev – Chairman Christoph Plain Raymond Seamer Rainer Franz Petr Sosík Georgi Emilov Enchev |
| Management Board | Georgi Kostadinov Zamanov – Chief Executive Director Hristina Marinova Martsenkova – Executive Director Ioannis Kotsianos – Executive Director Iordan Marinov Souvandjiev Lyuba Georgieva Pavlova |
| Procurator | Evgeniya Aleksandrova Aleksandrova |
| Shareholders (shares over 10 per cent) | Allianz Bulgaria Holding AD – 99.9 per cent |
| Auditors | PricewaterhouseCoopers Audit OOD HLB Bulgaria OOD |



BIGBANK AS – BULGARIA BRANCH

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 7 756 |
| Financial assets held for trading | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | 8 882 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 61 |
| Intangible assets | 33 |
| Tax assets | 0 |
| Other assets | 88 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 16 820 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 21 073 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 0 |
| Tax liabilities | 0 |
| Share capital repayable on demand | 0 |
| Other liabilities | 87 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 21 160 |
| EQUITY | |
| Capital | 0 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 0 |
| Retained earnings | -3 711 |
| Revaluation reserves | 0 |
| Other reserves | 0 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | -629 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | -4 340 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 16 820 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|-------------|
| Interest income | 1 176 |
| (Interest expenses) | 368 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 0 |
| Fee and commission income | 44 |
| (Fee and commission expenses) | 1 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 0 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 0 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 42 |
| (Other operating expenses) | 37 |
| TOTAL OPERATING INCOME, NET | 856 |
| (Administrative expenses) | 714 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 0 |
| (Depreciation) | 55 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 0 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 692 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 24 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | -629 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 0 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | -629 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | -629 |



BIGBANK AS – BULGARIA BRANCH

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------|----------|----------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 0 | 0 | 0 | 0 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|---------------|---------------|----------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 11 652 | 11 652 | 0 | 1 176 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |
| Households | 11 652 | 11 652 | 0 | 1 176 |
| o.w. Loans collateralised by immovable property | 0 | 0 | 0 | 0 |
| o.w. Credit for consumption | 4 562 | 4 562 | 0 | 460 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|---------------|--------------|---------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 20 979 | 4 486 | 16 493 | 368 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 16 493 | 0 | 16 493 | 338 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |
| Households | 4 486 | 4 486 | 0 | 30 |



BIGBANK AS – BULGARIA BRANCH

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Balance Sheet Statements, Statements of Profit or Loss and Other Individual Bank Data

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | The Branch exercises the freedom of establishment in another Member State of the EU by virtue of the Single European Passport. |
| Legal registration | The European branch was entered in the Commercial Register to the Registry Agency on 6 January 2021, UIC 206302580. |
| Address of the head office | 88, Bulgaria Blvd., Vitosha District, 1680 Sofia tel. 0700 17533 Website: www.bigbank.bg |
| Management of a foreign bank's branch | Rostislav Ivov Rusinov – Country Manager |
| Shareholders (shares over 10 per cent) | Bigbank AS (Bigbank AS, Estonia) – 100 per cent |
| Auditor | KPMG Bulgaria OOD |



BNP PARIBAS

BNP PARIBAS S.A. – SOFIA BRANCH

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 105 687 |
| Financial assets held for trading | 13 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 52 |
| Financial assets at amortised cost | 656 091 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 2 147 |
| Intangible assets | 81 |
| Tax assets | 173 |
| Other assets | 4 272 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 768 516 |
| LIABILITIES | |
| Financial liabilities held for trading | 14 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 727 510 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 721 |
| Tax liabilities | 30 |
| Share capital repayable on demand | 0 |
| Other liabilities | 21 505 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 749 780 |
| EQUITY | |
| Capital | 0 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -91 |
| Retained earnings | -21 572 |
| Revaluation reserves | 0 |
| Other reserves | 32 836 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 7 563 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 18 736 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 768 516 |



BNP PARIBAS

BNP PARIBAS S.A. – SOFIA BRANCH

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Balance Sheet Statements, Statements of Profit or Loss and Other Individual Bank Data

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 21 351 |
| (Interest expenses) | 4 628 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 10 |
| Fee and commission income | 4 554 |
| (Fee and commission expenses) | 557 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | -5 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | -2 310 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 2 211 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 0 |
| (Other operating expenses) | 3 |
| TOTAL OPERATING INCOME, NET | 20 623 |
| (Administrative expenses) | 10 581 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 0 |
| (Depreciation) | 853 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 28 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 1 585 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 7 576 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 13 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 7 563 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 7 563 |



DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------|----------|----------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 0 | 0 | 0 | 0 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|----------------|------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 658 347 | 165 | 622 356 | 20 864 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 469 338 | 1 | 433 511 | 13 151 |
| Other financial corporations | 30 751 | 0 | 30 751 | 1 419 |
| Non-financial corporations | 158 258 | 164 | 158 094 | 6 294 |
| Households | 0 | 0 | 0 | 0 |
| o.w. Loans collateralised by immovable property | 0 | 0 | 0 | 0 |
| o.w. Credit for consumption | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|----------------|----------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 726 508 | 484 499 | 171 441 | 4 592 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 516 | 339 | 177 | 0 |
| Credit institutions | 56 611 | 49 028 | 872 | 254 |
| Other financial corporations | 89 787 | 83 623 | 6 164 | 1 068 |
| Non-financial corporations | 579 496 | 351 411 | 164 228 | 3 270 |
| Households | 98 | 98 | 0 | 0 |



BNP PARIBAS

BNP PARIBAS S.A. – SOFIA BRANCH

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Balance Sheet Statements, Statements of Profit or Loss and Other Individual Bank Data

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | By Order No. RD 22-2254 of 28 November 2006 of the BNB Governor, the BNP Paribas S.A., Paris, French Republic, was granted a permit to conduct bank transactions in Bulgaria through a branch in Sofia. |
| Legal registration | The branch was entered in the Commercial Register by Resolution No. 1 of the Sofia City Court of 4 December 2006, company file No. 14557 of 2006, lot No. 111317, vol. 1504, reg. 10, p. 111; re-entered in the Commercial Register to the Registry Agency, UIC 175185891, certificate No. 20081112140056 of 12 November 2008. |
| Address of the head office | Building 14, Floor 1, Business Park Sofia, Mladost 4 District, 1766 Sofia tel. 02/921 8550 Website: www.bnpparibas.bg |
| Management of a foreign bank's branch | Christophe Deroo – Chief Executive Officer Ivaylo Lyubomirov Lyubomirov – Deputy Executive Officer Pavel Stefanov Filev – Deputy Executive Officer |
| Shareholders (shares over 10 per cent) | BNP Paribas S.A., Republic of France – 100 per cent |
| Auditor | Deloitte Audit OOD |


BNP PARIBAS
PERSONAL FINANCE

BNP PARIBAS PERSONAL FINANCE S.A., BULGARIA BRANCH
**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
 AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 79 953 |
| Financial assets held for trading | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | 0 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 0 |
| Intangible assets | 0 |
| Tax assets | 243 |
| Other assets | 24 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 80 220 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 0 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 0 |
| Tax liabilities | 4 393 |
| Share capital repayable on demand | 0 |
| Other liabilities | 621 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 5 014 |
| EQUITY | |
| Capital | 0 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 0 |
| Retained earnings | 0 |
| Revaluation reserves | 0 |
| Other reserves | 38 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 75 168 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 75 206 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 80 220 |


STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 44 870 |
| (Interest expenses) | 0 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 0 |
| Fee and commission income | 17 700 |
| (Fee and commission expenses) | 3 325 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 0 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | -153 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 58 675 |
| Other operating income | 57 |
| (Other operating expenses) | 859 |
| TOTAL OPERATING INCOME, NET | 116 965 |
| (Administrative expenses) | 21 449 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 0 |
| (Depreciation) | 2 064 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 78 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 9 849 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 83 525 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 8 357 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 75 168 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 75 168 |


BNP PARIBAS
PERSONAL FINANCE

BNP PARIBAS PERSONAL FINANCE S.A., BULGARIA BRANCH
DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------|----------|----------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 0 | 0 | 0 | 0 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|----------|----------|----------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 0 | 0 | 0 | 44 870 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |
| Households | 0 | 0 | 0 | 44 870 |
| o.w. Loans collateralised by immovable property | 0 | 0 | 0 | 0 |
| o.w. Credit for consumption | 0 | 0 | 0 | 44 870 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|----------|----------|----------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 0 | 0 | 0 | 0 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |
| Households | 0 | 0 | 0 | 0 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

On 8 December 2023, with the entry in the Commercial Register, the process of transforming BNP Paribas Personal Finance S.A. through a merger with Eurobank Bulgaria AD was completed.



**BULGARIAN-
AMERICAN
CREDIT BANK**

BACB

**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 499 340 |
| Financial assets held for trading | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 1 326 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 135 145 |
| Financial assets at amortised cost | 1 633 820 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 3 050 |
| Tangible assets | 94 908 |
| Intangible assets | 1 647 |
| Tax assets | 149 |
| Other assets | 3 926 |
| Non-current assets and disposal groups classified as held for sale | 25 121 |
| TOTAL ASSETS | 2 398 432 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 2 072 126 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 915 |
| Tax liabilities | 1 861 |
| Share capital repayable on demand | 0 |
| Other liabilities | 16 479 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 2 091 381 |
| EQUITY | |
| Capital | 24 691 |
| Share premium | 37 050 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -450 |
| Retained earnings | 0 |
| Revaluation reserves | 0 |
| Other reserves | 205 562 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 40 198 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 307 051 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 2 398 432 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 72 588 |
| (Interest expenses) | 4 103 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 28 |
| Fee and commission income | 11 289 |
| (Fee and commission expenses) | 885 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 2 626 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 121 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | -12 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 62 |
| Other operating income | 637 |
| (Other operating expenses) | 1 776 |
| TOTAL OPERATING INCOME, NET | 80 575 |
| (Administrative expenses) | 22 727 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 2 512 |
| (Depreciation) | 3 355 |
| Modification gains or (-) losses, net | -293 |
| (Provisions or (-) reversal of provisions) | 11 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 7 042 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 30 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 44 665 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 4 467 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 40 198 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 40 198 |



**BULGARIAN-
AMERICAN
CREDIT BANK**

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|---------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 305 259 | 54 169 | 150 685 | 5 966 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 286 570 | 44 846 | 141 319 | 5 251 |
| Credit institutions | 2 024 | 0 | 2 024 | 68 |
| Other financial corporations | 11 331 | 9 323 | 2 008 | 457 |
| Non-financial corporations | 5 334 | 0 | 5 334 | 190 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|----------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 1 526 249 | 947 133 | 534 003 | 66 622 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 10 758 | 2 500 | 855 | 8 458 |
| Other financial corporations | 40 693 | 0 | 40 693 | 1 599 |
| Non-financial corporations | 1 072 624 | 558 064 | 476 871 | 46 727 |
| Households | 402 174 | 386 569 | 15 584 | 9 838 |
| o.w. Loans collateralised by immovable property | 227 504 | 216 094 | 11 410 | 4 645 |
| o.w. Credit for consumption | 144 847 | 141 745 | 3 101 | 4 610 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 2 033 959 | 1 169 119 | 714 140 | 2 851 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 54 938 | 54 454 | 484 | 4 |
| Credit institutions | 10 575 | 2 992 | 7 583 | 430 |
| Other financial corporations | 80 014 | 63 908 | 16 104 | 207 |
| Non-financial corporations | 1 131 342 | 746 150 | 337 959 | 973 |
| Households | 757 090 | 301 615 | 352 010 | 1 237 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | <p>Licensed by Resolution No. 425 of 11 July 1996 of the BNB Governing Council in accordance with the requirements of the Law on Banks and Credit Activity.</p> <p>License updated by:</p> <p>Order No. 100-000476 of 30 December 1998 of the BNB Governor to conduct transactions under Article 1, paragraphs 1 and 2 of the Law on Banks in Bulgaria and abroad;</p> <p>Order No. RD 22-0861 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2271 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 1 of 3 December 1996 of the Sofia City Court on company file No. 12587 of 1996, lot No. 35659, vol. 397, p. 180; re-entered in the Commercial Register to the Registry Agency, UIC 121246419, certificate No. 20080327112129 of 27 March 2008.</p> |
| Address of the head office | <p>2 Slavyanska Str., 1000 Sofia tel. 02/965 8358; 02/965 8345 Website: www.bacb.bg</p> |
| Management | |
| Supervisory Board | <p>Tzvetelina Borislavova Karagyzova – Chair Martin Boychev Ganev Petar Georgiev Atanasov</p> |
| Management Board | <p>Ilian Petrov Georgiev – Chief Executive Director Loreta Ivanova Grigorova – Executive Director Alexander Dimitrov Dimitrov – Executive Director Silvia Kirilova Kirilova</p> |
| Shareholders (shares over 10 per cent) | <p>CSIF AD – 45.67 per cent LTBI HOLDINGS LLC, the USA – 33.45 per cent</p> |
| Auditors | <p>Ernst & Young Audit OOD AFA OOD</p> |


**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 254 371 |
| Financial assets held for trading | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 502 707 |
| Financial assets at amortised cost | 1 785 906 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 166 968 |
| Tangible assets | 57 842 |
| Intangible assets | 7 151 |
| Tax assets | 12 320 |
| Other assets | 40 011 |
| Non-current assets and disposal groups classified as held for sale | 2 156 |
| TOTAL ASSETS | 2 829 432 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 1 508 892 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 126 606 |
| Tax liabilities | 3 314 |
| Share capital repayable on demand | 0 |
| Other liabilities | 2 138 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 1 640 950 |
| EQUITY | |
| Capital | 1 135 500 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -70 932 |
| Retained earnings | -211 369 |
| Revaluation reserves | 0 |
| Other reserves | 305 455 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 29 828 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 1 188 482 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 2 829 432 |



STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 86 012 |
| (Interest expenses) | 36 707 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 64 |
| Fee and commission income | 1 876 |
| (Fee and commission expenses) | 2 192 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | -30 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 0 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 208 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 12 |
| Other operating income | 3 539 |
| (Other operating expenses) | 251 |
| TOTAL OPERATING INCOME, NET | 52 531 |
| (Administrative expenses) | 15 975 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 87 |
| (Depreciation) | 2 058 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | -32 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 1 670 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 369 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 33 142 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 3 314 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 29 828 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 29 828 |


DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|----------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 405 716 | 133 449 | 272 267 | 3 001 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 361 584 | 133 449 | 228 135 | 1 646 |
| Credit institutions | 8 837 | 0 | 8 837 | 89 |
| Other financial corporations | 0 | 0 | 0 | 703 |
| Non-financial corporations | 35 295 | 0 | 35 295 | 563 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|----------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 2 016 787 | 621 324 | 1 337 056 | 82 982 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 232 211 | 132 362 | 99 849 | 291 |
| Credit institutions | 263 706 | 18 594 | 186 705 | 17 448 |
| Other financial corporations | 190 167 | 136 899 | 53 268 | 4 816 |
| Non-financial corporations | 1 313 654 | 316 420 | 997 234 | 59 686 |
| Households | 17 049 | 17 049 | 0 | 741 |
| o.w. Loans collateralised by immovable property | 2 078 | 2 078 | 0 | 40 |
| o.w. Credit for consumption | 2 182 | 2 182 | 0 | 52 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|----------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 1 508 661 | 505 013 | 942 630 | 36 706 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 98 597 | 78 855 | 19 742 | 359 |
| Credit institutions | 768 766 | 86 408 | 682 358 | 31 091 |
| Other financial corporations | 123 012 | 119 899 | 3 113 | 429 |
| Non-financial corporations | 511 236 | 214 672 | 235 608 | 4 799 |
| Households | 7 050 | 5 179 | 1 809 | 28 |



STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | Licensed by Order No. 100-000078 of 25 February 1999 of the BNB Governor to conduct bank transactions in Bulgaria and abroad and to conduct transactions under Article 1, paragraphs 1 and 2 of the Law on Banks. License updated by: Order No. RD 22-0842 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions; Order No. RD 22-2272 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions. |
| Legal registration | Entered in the Commercial Register by Resolution No. 1 of the Sofia City Court of 11 March 1999 on company file No. 3400 of 1999, lot No. 879, vol. 16, p. 38; re-entered in the Commercial Register to the Registry Agency, UIC 121856059, certificate No. 20080429100249 of 29 April 2008. |
| Address of the head office | 1 Dyakon Ignatii Str., 1000 Sofia tel. 02/930 6333 Website: www.bbr.bg |
| Management | |
| Supervisory Board | Rosen Andreev Karadimov – Chairman Delyana Valerieva Ivanova – Deputy Chairman Stamen Stamenov Yanev |
| Management Board | Iliya Zapriyanov Karanikolov – Chair and Chief Executive Director Tsanko Rumenov Arabadzhiev – Executive Director Ivan Valentinov Cerovski – Executive Director |
| Shareholders (shares over 10 per cent) | Ministry of Innovation and Growth, Republic of Bulgaria – 100 per cent |
| Auditors | Deloitte Audit OOD Grant Thornton OOD |



**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 1 958 176 |
| Financial assets held for trading | 26 552 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 186 653 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 549 972 |
| Financial assets at amortised cost | 5 023 905 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 49 416 |
| Tangible assets | 166 875 |
| Intangible assets | 1 731 |
| Tax assets | 576 |
| Other assets | 21 914 |
| Non-current assets and disposal groups classified as held for sale | 31 361 |
| TOTAL ASSETS | 8 017 131 |
| LIABILITIES | |
| Financial liabilities held for trading | 1 054 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 7 264 641 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 2 042 |
| Tax liabilities | 10 262 |
| Share capital repayable on demand | 0 |
| Other liabilities | 9 418 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 7 287 417 |
| EQUITY | |
| Capital | 127 130 |
| Share premium | 110 470 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 30 991 |
| Retained earnings | 0 |
| Revaluation reserves | 0 |
| Other reserves | 397 699 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 63 424 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 729 714 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 8 017 131 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 133 340 |
| (Interest expenses) | 2 097 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 2 805 |
| Fee and commission income | 55 282 |
| (Fee and commission expenses) | 15 537 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 32 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 338 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 3 988 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 224 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | -18 |
| Other operating income | 1 610 |
| (Other operating expenses) | 223 |
| TOTAL OPERATING INCOME, NET | 179 744 |
| (Administrative expenses) | 81 845 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 9 248 |
| (Depreciation) | 15 272 |
| Modification gains or (-) losses, net | 32 |
| (Provisions or (-) reversal of provisions) | -28 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 2 755 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | -213 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 70 471 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 7 047 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 63 424 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 63 424 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|------------------|----------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 2 060 293 | 775 099 | 1 235 711 | 34 665 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 1 500 798 | 428 064 | 1 052 312 | 17 227 |
| Credit institutions | 21 887 | 7 431 | 5 088 | 795 |
| Other financial corporations | 208 241 | 134 392 | 73 849 | 6 566 |
| Non-financial corporations | 329 367 | 205 212 | 104 462 | 10 077 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|------------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 3 544 529 | 2 997 428 | 540 876 | 97 482 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 25 660 | 15 552 | 10 108 | 835 |
| Credit institutions | 33 839 | 0 | 32 425 | 17 163 |
| Other financial corporations | 401 860 | 316 080 | 85 770 | 7 797 |
| Non-financial corporations | 1 711 199 | 1 348 222 | 359 404 | 39 474 |
| Households | 1 371 971 | 1 317 574 | 53 169 | 32 213 |
| o.w. Loans collateralised by immovable property | 1 012 852 | 962 701 | 50 151 | 20 045 |
| o.w. Credit for consumption | 662 368 | 644 169 | 17 008 | 17 813 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 7 199 009 | 5 154 790 | 1 699 302 | 486 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 458 979 | 443 927 | 13 803 | 273 |
| Credit institutions | 12 595 | 1 075 | 7 867 | 56 |
| Other financial corporations | 197 403 | 194 719 | 2 455 | 0 |
| Non-financial corporations | 988 407 | 804 101 | 154 447 | 18 |
| Households | 5 541 625 | 3 710 968 | 1 520 730 | 139 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | <p>Licensed by Protocol No. 14 of 25 February 1991 of the BNB to conduct bank transactions in Bulgaria.</p> <p>License updated by:</p> <p>Order No. 100-000398 of 11 November 1998 of the BNB Governing Council to conduct bank transactions abroad;</p> <p>Order No. 100-00493 of 17 November 1999 of the BNB Governor in accordance with the requirements of the Law on Banks;</p> <p>Order No. RD 22-0849 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2256 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by resolution of 28 March 1991 of the Sofia City Court on company file No. 5227 of 1991, lot No. 334, vol. 4, p. 11; re-entered in the Commercial Register to the Registry Agency, UIC 831447150, certificate No. 20080718100200 of 18 July 2008.</p> |
| Address of the head office | <p>87 Tsarigradsko Shosse Blvd., 1086 Sofia</p> <p>tel. 02/926 6266</p> <p>Website: www.ccbank.bg</p> |
| Management | |
| Supervisory Board | <p>Konstantin Stoichev VeleV – Chairman</p> <p>Central Cooperative Union</p> <p>Ivo Kamenov Georgiev</p> <p>Rayna Dimitrova Kouzмова</p> |
| Management Board | <p>Tsvetan Tsankov Botev – Chairman</p> <p>Sava Marinov Stoynov – Deputy Chairman and Executive Director</p> <p>Georgi Koshev Kostov – Executive Director</p> <p>Nikola Stefanov Kedev – Executive Director</p> <p>Alexander Dimitrov Kerezov</p> <p>Biser Yordanov Slavkov</p> |
| Procurator | Tihomir Angelov Atanasov |
| Shareholders (shares over 10 per cent) | CCB Group EAD – 61.05 per cent |
| Auditors | <p>Grant Thornton OOD</p> <p>RSM BG OOD</p> |



CITIBANK EUROPE, BULGARIA BRANCH

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 1 768 657 |
| Financial assets held for trading | 20 670 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 300 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 36 485 |
| Financial assets at amortised cost | 180 693 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 684 |
| Intangible assets | 94 |
| Tax assets | 457 |
| Other assets | 1 058 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 2 009 098 |
| LIABILITIES | |
| Financial liabilities held for trading | 20 328 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 1 932 632 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 198 |
| Tax liabilities | 555 |
| Share capital repayable on demand | 0 |
| Other liabilities | 7 829 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 1 961 542 |
| EQUITY | |
| Capital | 0 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 105 |
| Accumulated other comprehensive income | -946 |
| Retained earnings | 1 467 |
| Revaluation reserves | 0 |
| Other reserves | 0 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 46 930 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 47 556 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 2 009 098 |



CITIBANK EUROPE, BULGARIA BRANCH

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Balance Sheet Statements, Statements of Profit or Loss and Other Individual Bank Data

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 43 108 |
| (Interest expenses) | 5 644 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 8 |
| Fee and commission income | 9 356 |
| (Fee and commission expenses) | 1 158 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | -81 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | -48 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 14 497 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 67 |
| Other operating income | 4 230 |
| (Other operating expenses) | 340 |
| TOTAL OPERATING INCOME, NET | 63 995 |
| (Administrative expenses) | 14 048 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 0 |
| (Depreciation) | 273 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | -2 241 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 70 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 51 845 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 4 915 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 46 930 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 46 930 |



CITIBANK EUROPE, BULGARIA BRANCH

Banks in Bulgaria • July – September 2023

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|---------------|---------------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 36 485 | 21 090 | 15 395 | 430 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 36 485 | 21 090 | 15 395 | 430 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|----------------|----------------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 181 494 | 100 042 | 74 814 | 6 851 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 63 640 | 63 640 | 0 | 2 084 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 6 569 | 114 | 6 455 | 241 |
| Non-financial corporations | 111 285 | 36 288 | 68 359 | 4 526 |
| Households | 0 | 0 | 0 | 0 |
| o.w. Loans collateralised by immovable property | 0 | 0 | 0 | 0 |
| o.w. Credit for consumption | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 1 931 457 | 1 060 901 | 668 477 | 5 620 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 409 302 | 182 143 | 199 417 | 2 612 |
| Credit institutions | 89 814 | 34 909 | 54 709 | 35 |
| Other financial corporations | 84 178 | 31 465 | 50 278 | 0 |
| Non-financial corporations | 1 348 163 | 812 384 | 364 073 | 2 973 |
| Households | 0 | 0 | 0 | 0 |



CITIBANK EUROPE, BULGARIA BRANCH

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Balance Sheet Statements, Statements of Profit or Loss and Other Individual Bank Data

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | The Branch exercises the freedom of establishment in another Member State of the EU by virtue of the Single European Passport. |
| Legal registration | The European branch was entered in the Commercial Register to the Registry Agency on 17 December 2013, UIC 202861597; the new European branch started operations on 1 January 2014: the effective date of the transfer of the Citibank H.A. – Sofia branch undertaking. |
| Address of the branch | 48 Sitnyakovo Blvd., Serdika offices, floor 10, 1505 Sofia tel. 02/917 5100 Website: www.citi.com/icg/sa/emea/bulgaria/ |
| Management of a foreign bank's branch | Stanislava Petkova Taneva – Manager Ivan Yordanov Koev – Manager Biliana Yordanova Stefanova – Manager Grigoriy Ananiev Ananiev – Deputy Manager Alexander Alexandrov Denev – Deputy Manager |
| Shareholders (shares over 10 per cent) | Citibank Europe Plc., Republic of Ireland – 100 per cent |
| Auditor | KPMG Bulgaria OOD |



**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 460 779 |
| Financial assets held for trading | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 72 670 |
| Financial assets at amortised cost | 1 117 377 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 28 723 |
| Tangible assets | 48 225 |
| Intangible assets | 4 600 |
| Tax assets | 0 |
| Other assets | 11 686 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 1 744 060 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 1 542 101 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 747 |
| Tax liabilities | 2 436 |
| Share capital repayable on demand | 0 |
| Other liabilities | 6 164 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 1 551 448 |
| EQUITY | |
| Capital | 90 064 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -9 397 |
| Retained earnings | 0 |
| Revaluation reserves | 0 |
| Other reserves | 85 129 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 26 816 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 192 612 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 1 744 060 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 47 495 |
| (Interest expenses) | 2 101 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 560 |
| Fee and commission income | 9 285 |
| (Fee and commission expenses) | 1 592 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 0 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 2 149 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 1 312 |
| (Other operating expenses) | 0 |
| TOTAL OPERATING INCOME, NET | 57 108 |
| (Administrative expenses) | 19 577 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 1 332 |
| (Depreciation) | 2 755 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 0 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 3 648 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 29 796 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 2 980 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 26 816 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 26 816 |


DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|---------------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 147 003 | 58 232 | 88 771 | 1 913 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 137 509 | 58 232 | 79 277 | 1 549 |
| Credit institutions | 0 | 0 | 0 | 137 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 9 494 | 0 | 9 494 | 227 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|----------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 1 067 490 | 697 312 | 351 482 | 45 512 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 142 709 | 142 709 | 0 | 5 392 |
| Credit institutions | 94 368 | 0 | 78 334 | 6 288 |
| Other financial corporations | 22 008 | 15 257 | 6 751 | 1 153 |
| Non-financial corporations | 592 419 | 349 192 | 240 565 | 27 421 |
| Households | 215 986 | 190 154 | 25 832 | 5 258 |
| o.w. Loans collateralised by immovable property | 169 598 | 147 780 | 21 818 | 3 515 |
| o.w. Credit for consumption | 80 846 | 74 043 | 6 803 | 2 444 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 1 537 914 | 1 093 851 | 408 956 | 1 912 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 136 676 | 132 515 | 4 161 | 66 |
| Credit institutions | 4 004 | 4 004 | 0 | 199 |
| Other financial corporations | 7 251 | 6 019 | 887 | 1 |
| Non-financial corporations | 778 336 | 607 920 | 151 525 | 419 |
| Households | 611 647 | 343 393 | 252 383 | 1 227 |



STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>Licensed by Resolution No. 100-000101 of 12 March 1999 of the BNB Governor in accordance with the requirements of the Law on Banks.</p> <p>License updated by:</p> <p>Order No. RD 22-0862 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2264 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 1 of 15 April 1999 of the Sofia City Court on company file No. 3936 of 1999, lot No. 50420, vol. 547, p. 178; re-entered in the Commercial Register to the Registry Agency, UIC 121884560, certificate No. 20080529100732 of 29 May 2008.</p> |
| Address of the head office | <p>8 General Totleben Blvd., 1606 Sofia</p> <p>tel. 02/464 1171</p> <p>Website: www.dbank.bg</p> |
| Management | |
| Supervisory Board | <p>Fuat Güven – Chairman</p> <p>Bahattin Gürbüz</p> <p>Valery Borissov Borissov</p> |
| Management Board | <p>Anna Ivanova Asparuhova – Chair and Chief Executive Director</p> <p>Martin Emilov Ganchev – Executive Director</p> <p>Plamen Ivanov Dermendzhiev</p> <p>Valentina Dimitrova Borisova</p> <p>Zahary Dimitrov Alipiev</p> |
| Shareholders (shares over 10 per cent) | <p>Fuat Güven (Fuat Hyuseinov Osmanov) – 55.52 per cent</p> <p>FORTERA EAD, Republic of Bulgaria – 44.48 per cent</p> |
| Auditors | <p>Baker Tilly Klitou and Partners EOOD</p> <p>RSM BG OOD</p> |



**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|-------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 4 998 819 |
| Financial assets held for trading | 56 994 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 3 234 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 923 297 |
| Financial assets at amortised cost | 24 317 851 |
| Derivatives – hedge accounting | 35 753 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 78 857 |
| Tangible assets | 427 216 |
| Intangible assets | 144 564 |
| Tax assets | 0 |
| Other assets | 85 124 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 31 071 709 |
| LIABILITIES | |
| Financial liabilities held for trading | 50 515 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 26 497 128 |
| Derivatives – hedge accounting | 4 593 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 66 412 |
| Tax liabilities | 48 450 |
| Share capital repayable on demand | 0 |
| Other liabilities | 212 346 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 26 879 444 |
| EQUITY | |
| Capital | 1 328 660 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 787 |
| Accumulated other comprehensive income | 112 391 |
| Retained earnings | 14 897 |
| Revaluation reserves | 0 |
| Other reserves | 1 991 507 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 744 023 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 4 192 265 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 31 071 709 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|------------------|
| Interest income | 1 168 237 |
| (Interest expenses) | 359 447 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 36 811 |
| Fee and commission income | 278 297 |
| (Fee and commission expenses) | 38 327 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 7 165 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | -56 838 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 286 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 5 874 |
| Exchange differences [gain or (-) loss], net | 103 314 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 2 287 |
| Gains or (-) losses on derecognition of non-financial assets, net | 2 583 |
| Other operating income | 5 577 |
| (Other operating expenses) | 1 115 |
| TOTAL OPERATING INCOME, NET | 1 154 704 |
| (Administrative expenses) | 267 345 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 49 519 |
| (Depreciation) | 39 660 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | -10 359 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | -11 870 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | -1 560 |
| (Impairment or (-) reversal of impairment on non-financial assets) | -655 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 822 624 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 78 601 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 744 023 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 744 023 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|------------------|----------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 2 456 391 | 821 551 | 1 043 088 | 25 575 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 2 456 391 | 821 551 | 1 043 088 | 25 575 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|-------------------|-------------------|------------------|------------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 23 489 429 | 14 202 331 | 7 902 603 | 1 086 989 |
| Central banks | 1 | 0 | 1 | 0 |
| General government | 87 274 | 35 142 | 4 584 | 743 |
| Credit institutions | 3 365 763 | 0 | 2 085 024 | 390 576 |
| Other financial corporations | 2 227 908 | 307 002 | 1 920 906 | 32 847 |
| Non-financial corporations | 6 840 538 | 3 058 712 | 3 725 814 | 277 246 |
| Households | 10 967 945 | 10 801 475 | 166 274 | 385 577 |
| o.w. Loans collateralised by immovable property | 4 978 913 | 4 842 987 | 135 867 | 122 255 |
| o.w. Credit for consumption | 6 426 995 | 6 361 089 | 65 891 | 277 547 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|-------------------|-------------------|------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 26 477 979 | 17 855 595 | 7 250 910 | 79 042 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 354 327 | 240 271 | 110 842 | 1 |
| Credit institutions | 1 296 935 | 14 550 | 1 274 374 | 74 118 |
| Other financial corporations | 560 301 | 364 182 | 165 692 | 1 280 |
| Non-financial corporations | 4 957 143 | 2 955 745 | 1 558 540 | 3 361 |
| Households | 19 309 273 | 14 280 847 | 4 141 462 | 282 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>State Savings Bank (SSB) was transformed into a commercial bank according to Ordinance No. 59 of 25 November 1998 of the Council of Ministers pursuant to the Law on Transformation of the SSB (Darjaven Vestnik, issue 48 of 28 April 1998). By Order No. RD 22-0882 of 26 September 2002 of the BNB Governor, DSK Bank was granted a permission to conduct bank transactions under Article 1, paragraphs 1 and 2 of the Law on Banks.</p> <p>License updated by:</p> <p>Order No. RD 22-0843 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2251 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 1 of 26 January 1999 of the Sofia City Court on company file No. 756 of 1999, lot No. 875, vol. 16, reg. II, p. 22; re-entered in the Commercial Register to the Registry Agency, UIC 121830616, certificate No. 20080408143126 of 8 April 2008.</p> |
| Address of the head office | <p>19 Moskovska Str., 1036 Sofia tel. 02/939 1220 Website: www.dskbank.bg</p> |
| Management | |
| Supervisory Board | <p>Laszlo Bencsik – Chairman Laszlo Wolf – Deputy Chairman Gabor Kuncze Violina Marinova Spasova Anthony Ganchev Radev Attila Turkovics Zsuzsanna Bereczki</p> |
| Management Board | <p>Tamas Hak-Kovacs – Chief Executive Director Slaveyko Lyubomirov Slaveykov – Executive Director Boyan Filipov Stefov – Executive Director Doroteya Nikolaeva Ilcheva – Executive Director Dimitar Ivanov Dilov – Executive Director Mihail Rumenov Komitski</p> |
| Shareholders (shares over 10 per cent) | <p>OTP Bank RT, Hungary – 99.92 per cent</p> |
| Auditors | <p>Ernst & Young Audit OOD AFA OOD</p> |

**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
 AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 2 250 830 |
| Financial assets held for trading | 65 737 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 63 871 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 1 152 116 |
| Financial assets at amortised cost | 14 207 102 |
| Derivatives – hedge accounting | 16 743 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 1 000 |
| Tangible assets | 301 908 |
| Intangible assets | 167 264 |
| Tax assets | 2 259 |
| Other assets | 90 437 |
| Non-current assets and disposal groups classified as held for sale | 16 826 |
| TOTAL ASSETS | 18 336 093 |
| LIABILITIES | |
| Financial liabilities held for trading | 28 713 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 15 959 815 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 20 006 |
| Tax liabilities | 6 756 |
| Share capital repayable on demand | 0 |
| Other liabilities | 140 842 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 16 156 132 |
| EQUITY | |
| Capital | 560 323 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -36 818 |
| Retained earnings | 1 134 714 |
| Revaluation reserves | 0 |
| Other reserves | 282 521 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 239 221 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 2 179 961 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 18 336 093 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 536 236 |
| (Interest expenses) | 80 042 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 467 |
| Fee and commission income | 123 743 |
| (Fee and commission expenses) | 33 089 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 3 336 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 19 350 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 1 417 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 3 183 |
| Exchange differences [gain or (-) loss], net | 204 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 105 |
| (Other operating expenses) | 0 |
| TOTAL OPERATING INCOME, NET | 574 910 |
| (Administrative expenses) | 182 046 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 20 753 |
| (Depreciation) | 29 483 |
| Modification gains or (-) losses, net | -2 138 |
| (Provisions or (-) reversal of provisions) | 3 328 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 70 051 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 28 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | -1 160 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 265 923 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 26 702 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 239 221 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 239 221 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|------------------|----------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 2 826 705 | 183 057 | 2 326 749 | 54 299 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 1 470 902 | 183 057 | 998 941 | 24 548 |
| Credit institutions | 817 020 | 0 | 789 025 | 17 663 |
| Other financial corporations | 538 783 | 0 | 538 783 | 12 088 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|-------------------|------------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 12 936 076 | 9 959 777 | 2 821 130 | 459 516 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 676 | 676 | 0 | 34 |
| Credit institutions | 371 702 | 0 | 371 702 | 24 429 |
| Other financial corporations | 111 815 | 73 553 | 38 262 | 3 620 |
| Non-financial corporations | 5 727 904 | 3 395 191 | 2 202 658 | 187 932 |
| Households | 6 723 979 | 6 490 357 | 208 508 | 243 501 |
| o.w. Loans collateralised by immovable property | 3 516 834 | 3 300 227 | 194 984 | 68 340 |
| o.w. Credit for consumption | 3 335 927 | 3 317 267 | 16 004 | 175 077 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|-------------------|------------------|------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 15 873 477 | 9 467 767 | 5 474 310 | 63 411 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 175 024 | 169 429 | 5 595 | 293 |
| Credit institutions | 1 176 251 | 341 998 | 832 859 | 38 578 |
| Other financial corporations | 607 451 | 411 473 | 165 993 | 1 488 |
| Non-financial corporations | 4 701 255 | 3 134 367 | 1 302 224 | 5 574 |
| Households | 9 213 496 | 5 410 500 | 3 167 639 | 17 478 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | <p>Licensed by Resolution No. 21 of 14 March 1991 of the BNB Governing Council. License updated by: Resolution No. 15 of 15 April 1992 of the BNB Governing Council to conduct foreign currency activity in Bulgaria and abroad in accordance with the requirements of the Law on Banks and Credit Activity; Order No. 100-00488 of 17 November 1999 of the BNB Governor in accordance with the requirements of the Law on Banks; Order No. RD 22-0845 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions; Order No. RD 22-2252 of 16 November 2009 of the BNB Governor in accordance with the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by resolution of the Sofia City Court on company file No. 10646 of 1991, lot No. 414, vol. 4, p. 91; re-entered in the Commercial Register to the Registry Agency, UIC 000694749, certificate No. 20080311154207 of 11 March 2008.</p> |
| Address of the head office | <p>260 Okolovrasten Pat Str., 1766 Sofia tel. 02/816 6000 Website: www.postbank.bg</p> |
| Management | |
| Supervisory Board | <p>Georgios Provopoulos – Chairman Michalakis Louis Stavros Ioannu John David Butts Ivi Vigka Iasmi Ralli Raika Stoyanova Ontzova Minko Hristov Gerdzhikov</p> |
| Management Board | <p>Petia Nikolova Dimitrova – Chair and Chief Executive Director Dimitar Borisov Shumarov – Executive Director Asen Vasilev Yagodin – Executive Director Panagiotis Dimitrios Mavridis</p> |
| Procurator | <p>Milena Ivaylova Vaneva</p> |
| Shareholders (shares over 10 per cent) | <p>Eurobank Ergasias S.A., Greece – 99.9 per cent ERB New Europe Holding B.V., Kingdom of the Netherlands</p> |
| Auditors | <p>Baker Tilly Klitou and Partners EOOD KPMG Audit OOD</p> |

**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
 AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 1 873 693 |
| Financial assets held for trading | 6 521 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 270 761 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 967 551 |
| Financial assets at amortised cost | 8 488 163 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 38 526 |
| Tangible assets | 854 237 |
| Intangible assets | 22 446 |
| Tax assets | 0 |
| Other assets | 664 756 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 13 186 654 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 4 065 |
| Financial liabilities measured at amortised cost | 11 538 803 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 1 292 |
| Tax liabilities | 37 649 |
| Share capital repayable on demand | 0 |
| Other liabilities | 141 719 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 11 723 528 |
| EQUITY | |
| Capital | 149 085 |
| Share premium | 250 017 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -4 037 |
| Retained earnings | 0 |
| Revaluation reserves | 0 |
| Other reserves | 939 921 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 128 140 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 1 463 126 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 13 186 654 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 296 940 |
| (Interest expenses) | 24 217 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 2 348 |
| Fee and commission income | 140 082 |
| (Fee and commission expenses) | 30 481 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 2 224 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 699 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 15 857 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 4 468 |
| Other operating income | 7 498 |
| (Other operating expenses) | 7 515 |
| TOTAL OPERATING INCOME, NET | 407 903 |
| (Administrative expenses) | 145 395 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 18 260 |
| (Depreciation) | 9 292 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | -300 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 92 320 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 142 936 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 14 796 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 128 140 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 128 140 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|------------------|----------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 2 636 300 | 683 981 | 1 634 912 | 52 225 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 2 301 493 | 428 651 | 1 555 435 | 41 162 |
| Credit institutions | 10 369 | 10 020 | 349 | 472 |
| Other financial corporations | 320 508 | 245 310 | 75 198 | 10 519 |
| Non-financial corporations | 3 930 | 0 | 3 930 | 72 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|------------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 7 534 329 | 4 844 540 | 2 435 526 | 244 715 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 3 402 | 3 389 | 13 | 181 |
| Credit institutions | 124 329 | 0 | 87 564 | 3 573 |
| Other financial corporations | 240 706 | 150 952 | 89 753 | 5 995 |
| Non-financial corporations | 4 518 061 | 2 272 060 | 2 030 838 | 128 008 |
| Households | 2 647 831 | 2 418 139 | 227 358 | 106 958 |
| o.w. Loans collateralised by immovable property | 1 257 315 | 1 070 171 | 186 716 | 28 312 |
| o.w. Credit for consumption | 1 390 516 | 1 347 968 | 40 642 | 78 634 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|-------------------|------------------|------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 11 043 939 | 6 693 010 | 3 607 765 | 1 955 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 173 859 | 171 889 | 1 969 | 24 |
| Credit institutions | 52 636 | 234 | 42 755 | 462 |
| Other financial corporations | 146 809 | 30 819 | 102 282 | 743 |
| Non-financial corporations | 3 106 651 | 1 713 118 | 1 187 127 | 307 |
| Households | 7 563 984 | 4 776 950 | 2 273 632 | 419 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>Licensed by Resolution No. 278 of 1 October 1993 of the BNB Governing Council to conduct bank transactions in Bulgaria in accordance with the requirements of the Law on Banks and Credit Activity. License amended by Resolution No. 273 of 14 September 1995 of the BNB Governing Council to conduct bank transactions abroad. License updated by:</p> <p>Order No. 100-00498 of 18 November 1999 of the BNB Governor in accordance with the requirements of the Law on Banks;</p> <p>Order No. RD 22-0857 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2257 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by resolution of the Sofia City Court on company file No. 18045 of 1993, lot No. 11941, vol. 163, p. 106; re-entered in the Commercial Register to the Registry Agency, UIC 831094393, certificate No. 20080421091311 of 21 April 2008.</p> |
| Address of the head office | <p>111 P Tsarigradsko Shose, 1784 Sofia tel. 02/8171 100 Website: www.fibank.bg</p> |
| Management | |
| Supervisory Board | <p>Evgeni Krustev Lukanov – Chairman Maya Lyubenova Georgieva – Deputy Chair Radka Veselinova Mineva Jordan Velichkov Skortchev Jyrki Ilmari Koskelo</p> |
| Management Board | <p>Nikola Hristov Bakalov – Chairman and Chief Executive Director Chavdar Georgiev Zlatev – Executive Director Ralitsa Ivanova Bogoeva – Executive Director Svetozar Alexandrov Popov – Executive Director Yanko Angelov Karakolev Nadya Vassileva Koshinska</p> |
| Shareholders (shares over 10 per cent) | <p>Ivaylo Dimitrov Mutafchiev – 27.33 per cent Tzeko Todorov Minev – 27.33 per cent BULGARIAN DEVELOPMENT BANK EAD, Bulgaria – 18.35 per cent</p> |
| Auditors | <p>Ecovis Audit Bulgaria OOD Mazars OOD</p> |

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ING BANK N.V. – SOFIA BRANCH

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 477 889 |
| Financial assets held for trading | 13 755 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 46 621 |
| Financial assets at amortised cost | 827 217 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 1 453 |
| Intangible assets | 284 |
| Tax assets | 425 |
| Other assets | 3 449 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 1 371 093 |
| LIABILITIES | |
| Financial liabilities held for trading | 13 662 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 1 339 123 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 377 |
| Tax liabilities | 1 945 |
| Share capital repayable on demand | 0 |
| Other liabilities | 2 348 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 1 357 455 |
| EQUITY | |
| Capital | 0 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -6 563 |
| Retained earnings | 4 752 |
| Revaluation reserves | 0 |
| Other reserves | 2 541 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 12 908 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 13 638 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 1 371 093 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 31 769 |
| (Interest expenses) | 10 950 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 0 |
| Fee and commission income | 5 042 |
| (Fee and commission expenses) | 1 023 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 498 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 1 876 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 302 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 4 301 |
| (Other operating expenses) | 0 |
| TOTAL OPERATING INCOME, NET | 31 815 |
| (Administrative expenses) | 18 379 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 278 |
| (Depreciation) | 469 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 0 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | -1 653 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 14 342 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 1 434 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 12 908 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 12 908 |

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ING BANK N.V. – SOFIA BRANCH

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|--------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 119 443 | 5 387 | 114 056 | 372 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 119 443 | 5 387 | 114 056 | 372 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|----------------|---------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 754 798 | 75 543 | 666 513 | 31 329 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 133 126 | 0 | 126 140 | 10 828 |
| Other financial corporations | 33 767 | 1 803 | 31 964 | 901 |
| Non-financial corporations | 587 905 | 73 740 | 508 409 | 19 600 |
| Households | 0 | 0 | 0 | 0 |
| o.w. Loans collateralised by immovable property | 0 | 0 | 0 | 0 |
| o.w. Credit for consumption | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|----------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 1 338 259 | 724 635 | 515 539 | 10 882 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 528 | 528 | 0 | 0 |
| Credit institutions | 450 807 | 146 426 | 304 280 | 8 427 |
| Other financial corporations | 73 725 | 6 155 | 67 568 | 662 |
| Non-financial corporations | 813 199 | 571 526 | 143 691 | 1 793 |
| Households | 0 | 0 | 0 | 0 |



ING BANK N.V. – SOFIA BRANCH

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Balance Sheet Statements, Statements of Profit or Loss and Other Individual Bank Data

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | Licensed by Resolution No. 134 of 14 April 1994 of the BNB Governing Council in accordance with the requirements of the Law on Banks and Credit Activity. License amended by Resolution No. 199 of 16 June 1994 of the BNB Governing Council. License updated by Order No. 100-00563 of 22 December 1999 of the BNB Governor in accordance with the requirements of the Law on Banks. After the accession of the Republic of Bulgaria to the EU branches of banks from Member States licensed by the BNB prior to the entry into force of the Law on Credit Institutions shall continue to perform their activities by virtue of the mutual recognition of the single European passport. |
| Legal registration | The branch was entered in the Commercial Register by resolution of 26 July 1994 of the Sofia City Court on company file No. 11357 of 1994; re-entered in the Commercial Register to the Registry Agency, UIC 831553811, certificate No. 20080618132823 of 18 September 2008. |
| Address of the branch | 69, Bulgaria Blvd., Office Tower B, floor 10, 1404 Sofia tel. 02/917 6734 Website: www.ingwb.bg |
| Management of a foreign bank's branch | Vladimir Boyanov Tchimov – Executive Director Vladimir Sashov Popov – Executive Director Marina Nikolaeva Kobakova – Executive Director |
| Shareholders (shares over 10 per cent) | ING Bank N.V., Kingdom of the Netherlands – 100 per cent |
| Auditor | Ernst & Young Audit OOD |



**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 572 900 |
| Financial assets held for trading | 414 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 3 948 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | 1 769 466 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 3 205 |
| Tangible assets | 62 035 |
| Intangible assets | 3 459 |
| Tax assets | 630 |
| Other assets | 10 084 |
| Non-current assets and disposal groups classified as held for sale | 676 |
| TOTAL ASSETS | 2 426 817 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 2 202 793 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 644 |
| Tax liabilities | 1 916 |
| Share capital repayable on demand | 0 |
| Other liabilities | 13 086 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 2 218 439 |
| EQUITY | |
| Capital | 30 306 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -13 |
| Retained earnings | 148 531 |
| Revaluation reserves | 0 |
| Other reserves | 0 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 29 554 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 208 378 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 2 426 817 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 49 084 |
| (Interest expenses) | 7 168 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 100 |
| Fee and commission income | 21 140 |
| (Fee and commission expenses) | 3 676 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 9 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 70 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 2 120 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 1 762 |
| (Other operating expenses) | 3 124 |
| TOTAL OPERATING INCOME, NET | 60 317 |
| (Administrative expenses) | 20 945 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 1 824 |
| (Depreciation) | 3 225 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 45 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 1 278 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 33 000 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 3 446 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 29 554 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 29 554 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|---------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 447 381 | 29 349 | 418 032 | 5 481 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 424 983 | 18 470 | 406 513 | 4 689 |
| Credit institutions | 9 960 | 9 960 | 0 | 337 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 12 438 | 919 | 11 519 | 455 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|----------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 1 342 933 | 693 518 | 528 052 | 39 650 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 7 207 | 7 207 | 0 | 260 |
| Credit institutions | 644 123 | 304 152 | 237 758 | 17 506 |
| Other financial corporations | 15 133 | 12 678 | 2 455 | 283 |
| Non-financial corporations | 593 482 | 311 664 | 262 668 | 19 039 |
| Households | 82 988 | 57 817 | 25 171 | 2 562 |
| o.w. Loans collateralised by immovable property | 62 717 | 40 337 | 22 380 | 1 725 |
| o.w. Credit for consumption | 20 271 | 17 480 | 2 791 | 837 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 2 183 314 | 1 503 435 | 541 763 | 6 744 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 124 704 | 123 740 | 964 | 8 |
| Credit institutions | 56 273 | 15 159 | 41 114 | 2 144 |
| Other financial corporations | 20 905 | 17 808 | 3 031 | 73 |
| Non-financial corporations | 921 711 | 752 911 | 137 124 | 1 176 |
| Households | 1 059 721 | 593 817 | 359 530 | 3 343 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>Licensed by Protocol No. 42 of 25 October 1989 of the BNB Governing Council. By Protocol No. 93 of 20 December 1990 of the BNB the Bank was permitted to conduct transactions in Bulgaria.</p> <p>License updated by:</p> <p>Resolution No. 59 of 18 February 1993 of the BNB Governing Council to conduct bank transactions abroad;</p> <p>Order No. 100-00492 of 17 November 1999 of the BNB Governor in accordance with the requirements of the Law on Banks;</p> <p>Order No. RD 22-0847 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2263 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by resolution of 6 May 1991 of the Sofia City Court on company file No. 2367 of 1991, lot No. 53, vol. 1, p. 140; re-entered in the Commercial Register to the Registry Agency, UIC 000694329, certificate No. 20080609113132 of 9 June 2008.</p> |
| Address of the head office | <p>81-83 Todor Alexandrov Blvd., 1303 Sofia</p> <p>tel. 02/812 0234; 02/812 0366</p> <p>Website: www.iabank.bg</p> |
| Management | |
| Supervisory Board | <p>Aleksey Asenov Tsvetanov – Chairman</p> <p>Georgi Stoinev Harizanov – Deputy Chairman</p> <p>Emiliya Georgieva Milanova-Tsoncheva – Deputy Chairman</p> <p>Georgi Borislavov Georgiev</p> <p>Rumyana Lyubenova Gotseva-Yordanova</p> |
| Management Board | <p>Rumen Georgiev Sirakov – Chairman and Executive Director</p> <p>Maria Andreeva Guneva – Vice Chair and Executive Director</p> <p>Ivaylo Atanasov Yonchev – Vice Chairman and Executive Director</p> <p>Mario Bogdanov Markov</p> <p>Boyka Metodieva Zagorova</p> |
| Shareholders (shares over 10 per cent) | <p>Dynatrade International OOD – 33 per cent</p> |
| Auditors | <p>Grant Thornton OOD</p> <p>Audit Correct OOD</p> |

**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 444 263 |
| Financial assets held for trading | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 30 696 |
| Financial assets at amortised cost | 2 087 338 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 295 299 |
| Intangible assets | 2 438 |
| Tax assets | 160 |
| Other assets | 133 833 |
| Non-current assets and disposal groups classified as held for sale | 22 631 |
| TOTAL ASSETS | 3 016 658 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 2 652 893 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 1 275 |
| Tax liabilities | 13 358 |
| Share capital repayable on demand | 0 |
| Other liabilities | 2 798 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 2 670 324 |
| EQUITY | |
| Capital | 155 572 |
| Share premium | 65 583 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -9 064 |
| Retained earnings | 0 |
| Revaluation reserves | 0 |
| Other reserves | 93 261 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 40 982 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 346 334 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 3 016 658 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 56 234 |
| (Interest expenses) | 7 550 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 282 |
| Fee and commission income | 27 075 |
| (Fee and commission expenses) | 3 074 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | -276 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 0 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 1 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 1 480 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 1 092 |
| Other operating income | 1 797 |
| (Other operating expenses) | 3 481 |
| TOTAL OPERATING INCOME, NET | 73 580 |
| (Administrative expenses) | 22 404 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 2 921 |
| (Depreciation) | 3 937 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 322 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 3 837 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 810 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 40 969 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | -13 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 40 982 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 40 982 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|---------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 695 979 | 72 533 | 592 009 | 7 982 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 684 906 | 61 460 | 592 009 | 7 752 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 3 059 | 3 059 | 0 | 0 |
| Non-financial corporations | 8 014 | 8 014 | 0 | 230 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|----------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 1 423 782 | 781 896 | 623 295 | 47 962 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 9 925 | 9 925 | 0 | 289 |
| Credit institutions | 273 703 | 223 489 | 50 214 | 8 162 |
| Other financial corporations | 61 786 | 11 307 | 50 479 | 595 |
| Non-financial corporations | 887 501 | 420 925 | 447 987 | 31 006 |
| Households | 190 867 | 116 250 | 74 615 | 7 910 |
| o.w. Loans collateralised by immovable property | 113 655 | 44 756 | 68 899 | 4 067 |
| o.w. Credit for consumption | 115 037 | 89 046 | 25 989 | 5 017 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 2 636 714 | 1 718 060 | 858 162 | 7 295 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 323 874 | 322 243 | 1 597 | 3 |
| Credit institutions | 47 837 | 17 184 | 30 653 | 1 566 |
| Other financial corporations | 26 813 | 22 694 | 3 487 | 183 |
| Non-financial corporations | 779 605 | 586 709 | 178 055 | 722 |
| Households | 1 458 585 | 769 230 | 644 370 | 4 821 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>Licensed by Resolution No. 364 of 1 December 1994 of the BNB Governing Council to conduct bank transactions in Bulgaria and abroad under Article 9, paragraph 1 of the Law on Banks and Credit Activity.</p> <p>License updated by:</p> <p>Order No. 100-000574 of 27 December 1999 of the BNB Governor in accordance with the requirements of the Law on Banks;</p> <p>Order No. RD 22-0844 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2261 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 1 of 16 December 1994 of the Sofia City Court on company file No. 23891 of 1994, lot No. 21604, vol. 261, reg. 1, p. 130; re-entered in the Commercial Register to the Registry Agency, UIC 831663282, certificate No. 20080526122145 of 26 May 2008.</p> |
| Address of the head office | <p>85 Bulgaria Blvd., 1404 Sofia</p> <p>tel. 02/818 6123</p> <p>Website: www.ibank.bg</p> |
| Management | |
| Supervisory Board | <p>Petia Ivanova Barakova-Slavova – Chair</p> <p>Festa Holding AD</p> <p>Martin Tsvetkov Bogdanov</p> |
| Management Board | <p>Svetoslav Rumenov Milanov – Chairman and Executive Director</p> <p>Maya Ivanova Stancheva – Executive Director</p> <p>Stoyan Tsvetkov Tsvetkov – Executive Director</p> <p>Nedio Yankov Tenev</p> |
| Shareholders (shares over 10 per cent) | <p>Festa Holding AD – 83.8 per cent</p> <p>Petia Ivanova Barakova-Slavova – 10.68 per cent</p> |
| Auditors | <p>Audit Correct OOD</p> <p>Ecovis Audit Bulgaria OOD</p> |



MUNICIPAL BANK PLC

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 1 040 799 |
| Financial assets held for trading | 20 125 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 12 213 |
| Financial assets at amortised cost | 1 051 703 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 350 |
| Tangible assets | 63 016 |
| Intangible assets | 1 919 |
| Tax assets | 0 |
| Other assets | 31 197 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 2 221 322 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 2 055 119 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 776 |
| Tax liabilities | 2 154 |
| Share capital repayable on demand | 0 |
| Other liabilities | 1 857 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 2 059 906 |
| EQUITY | |
| Capital | 89 362 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 16 167 |
| Retained earnings | -3 598 |
| Revaluation reserves | 0 |
| Other reserves | 39 358 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 20 127 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 161 416 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 2 221 322 |

**STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 40 015 |
| (Interest expenses) | 2 264 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 207 |
| Fee and commission income | 12 734 |
| (Fee and commission expenses) | 2 643 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 2 718 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | -1 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 645 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 10 |
| Other operating income | 811 |
| (Other operating expenses) | 427 |
| TOTAL OPERATING INCOME, NET | 51 805 |
| (Administrative expenses) | 21 919 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 2 050 |
| (Depreciation) | 2 186 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | -107 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 3 378 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 22 379 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 2 252 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 20 127 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 20 127 |



DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|----------------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 371 664 | 303 093 | 68 571 | 4 976 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 339 073 | 300 061 | 39 012 | 3 932 |
| Credit institutions | 9 992 | 0 | 9 992 | 582 |
| Other financial corporations | 3 032 | 3 032 | 0 | 110 |
| Non-financial corporations | 19 567 | 0 | 19 567 | 352 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|----------------|----------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 697 659 | 471 427 | 179 250 | 35 039 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 21 066 | 21 066 | 0 | 825 |
| Credit institutions | 156 898 | 62 770 | 47 146 | 12 181 |
| Other financial corporations | 9 638 | 0 | 9 638 | 373 |
| Non-financial corporations | 386 588 | 269 511 | 117 077 | 17 079 |
| Households | 123 469 | 118 080 | 5 389 | 4 581 |
| o.w. Loans collateralised by immovable property | 59 471 | 55 036 | 4 435 | 2 089 |
| o.w. Credit for consumption | 72 835 | 71 311 | 1 524 | 3 063 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 2 028 326 | 1 574 666 | 378 188 | 1 567 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 515 179 | 441 727 | 73 245 | 89 |
| Credit institutions | 36 023 | 36 023 | 0 | 1 084 |
| Other financial corporations | 6 485 | 5 308 | 1 150 | 0 |
| Non-financial corporations | 370 959 | 258 432 | 67 548 | 90 |
| Households | 1 099 680 | 833 176 | 236 245 | 304 |



STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | Licensed by Resolution No. 121 of 4 March 1996 of the BNB Governing Council to conduct bank transactions in Bulgaria in accordance with the requirements of the Law on Banks and Credit Activity. License amended by Resolution No. 499 of 22 July 1996 of the BNB Governing Council and Resolution No. 249 of 11 April 1997 of the BNB Governing Council to conduct bank transactions abroad. License updated by: Order No. 100-00491 of 17 November 1999 of the BNB Governor in accordance with the requirements of the Law on Banks; Order No. RD 22-0851 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions; Order No. RD 22-2259 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions. |
| Legal registration | Entered in the Commercial Register by Resolution No. 1 of 4 April 1996 of the Sofia City Court on company file No. 5197 of 1996, lot No. 737, vol. 13, reg. II, p. 138; re-entered in the Commercial Register to the Registry Agency, UIC 121086224, certificate No. 20091006100436 of 6 October 2009. |
| Address of the head office | 6 Vrabcha Str., 1000 Sofia tel. 02/9300 111 Website: www.municipalbank.bg |
| Management | |
| Supervisory Board | Stefan Lazarov Nenov – Chairman Zdravko Borisov Gargarov – Deputy Chairman Spas Simeonov Dimitrov |
| Management Board | Nedelcho Vasilev Nedelchev – Chairman and Executive Director Vladimir Georgiev Kotlarski – Deputy Chairman Borislav Yavorov Chilikov – Executive Director Stanislav Ganey Bozhkov Ivaylo Rumenov Ivanov |
| Shareholders (shares over 10 per cent) | NOVITO OPPORTUNITIES FUND AGMVK, Principality of Liechtenstein – 96.51 per cent |
| Auditors | Grant Thornton OOD RSM BG OOD |


**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
 AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 989 734 |
| Financial assets held for trading | 381 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 117 514 |
| Financial assets at amortised cost | 2 896 110 |
| Derivatives – hedge accounting | 16 135 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 8 632 |
| Tangible assets | 43 423 |
| Intangible assets | 13 868 |
| Tax assets | 339 |
| Other assets | 10 470 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 4 096 606 |
| LIABILITIES | |
| Financial liabilities held for trading | 3 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 3 609 021 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 15 911 |
| Provisions | 1 693 |
| Tax liabilities | 5 611 |
| Share capital repayable on demand | 0 |
| Other liabilities | 18 239 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 3 650 478 |
| EQUITY | |
| Capital | 262 001 |
| Share premium | 3 496 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 3 054 |
| Retained earnings | 110 854 |
| Revaluation reserves | 0 |
| Other reserves | 22 704 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 44 019 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 446 128 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 4 096 606 |



STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 104 909 |
| (Interest expenses) | 12 808 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 0 |
| Fee and commission income | 21 530 |
| (Fee and commission expenses) | 5 217 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 7 761 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | -104 |
| Exchange differences [gain or (-) loss], net | 216 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 1 571 |
| (Other operating expenses) | 618 |
| TOTAL OPERATING INCOME, NET | 117 240 |
| (Administrative expenses) | 48 030 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 3 628 |
| (Depreciation) | 5 803 |
| Modification gains or (-) losses, net | 228 |
| (Provisions or (-) reversal of provisions) | 0 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 8 296 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | -7 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 51 718 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 7 699 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 44 019 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 44 019 |


DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|----------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 109 336 | 0 | 79 985 | 924 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 50 026 | 0 | 50 026 | -37 |
| Credit institutions | 59 310 | 0 | 29 959 | 961 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|------------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 2 944 966 | 1 521 716 | 1 408 287 | 100 286 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 14 780 | 0 | 0 | 11 803 |
| Other financial corporations | 0 | 0 | 0 | 1 |
| Non-financial corporations | 2 727 997 | 1 344 601 | 1 383 213 | 83 582 |
| Households | 202 189 | 177 115 | 25 074 | 4 900 |
| o.w. Loans collateralised by immovable property | 157 625 | 135 419 | 22 206 | 3 586 |
| o.w. Credit for consumption | 44 525 | 41 657 | 2 868 | 1 118 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|------------------|------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 3 609 021 | 1 894 693 | 1 623 743 | 10 096 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 252 621 | 0 | 252 621 | 5 925 |
| Other financial corporations | 24 485 | 24 122 | 363 | 332 |
| Non-financial corporations | 2 847 211 | 1 581 141 | 1 188 471 | 2 748 |
| Households | 484 704 | 289 430 | 182 288 | 1 091 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>Licensed by Order No. RD 22-442 of 25 September 2001 of the BNB Governor to conduct bank transactions under the Law on Banks.</p> <p>License updated by:</p> <p>Order No. RD 22-1559 of 20 July 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2269 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 1 of 28 September 2001 of the Sofia City Court on company file No. 9478 of 2001, lot No. 64228, vol. 733, p. 116; re-entered in the Commercial Register to the Registry Agency, UIC 130598160, certificate No. 20080418121745 of 18 April 2008.</p> |
| Address of the head office | <p>26 Todor Alexandrov Blvd., 1303 Sofia</p> <p>tel. 02/813 5100; 02/813 5808</p> <p>Website: www.procreditbank.bg</p> |
| Management | |
| Supervisory Board | <p>Petar Slavchev Slavov – Chairman</p> <p>Gian Marco Felice</p> <p>Patrick Silvan Zeitingner</p> <p>Hubertus Petrus Maria Knapen</p> <p>Hubert Spechtenhauser</p> |
| Management Board | <p>Rumyana Velichkova Todorova – Executive Director</p> <p>Ivan Dachev Dachev – Executive Director</p> <p>Reni Ivanova Peycheva – Executive Director</p> <p>Kameliya Vladimirova Mineva – Executive Director</p> |
| Shareholders (shares over 10 per cent) | <p>PROCREDIT HOLDING AG & CO.KGAA, Germany – 100 per cent</p> |
| Auditors | <p>KPMG Audit OOD</p> <p>Baker Tilly Klitou and Partners EOOD</p> |



**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 342 414 |
| Financial assets held for trading | 9 181 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 277 979 |
| Financial assets at amortised cost | 1 834 495 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 16 401 |
| Tangible assets | 28 724 |
| Intangible assets | 35 575 |
| Tax assets | 2 899 |
| Other assets | 115 790 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 2 663 458 |
| LIABILITIES | |
| Financial liabilities held for trading | 2 041 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 2 087 971 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 1 352 |
| Tax liabilities | 973 |
| Share capital repayable on demand | 0 |
| Other liabilities | 131 105 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 2 223 442 |
| EQUITY | |
| Capital | 81 600 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -14 228 |
| Retained earnings | 274 831 |
| Revaluation reserves | 0 |
| Other reserves | 8 350 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 89 463 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 440 016 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 2 663 458 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 275 841 |
| (Interest expenses) | 49 728 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 19 234 |
| Fee and commission income | 73 378 |
| (Fee and commission expenses) | 5 471 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 4 563 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | -4 204 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 835 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | -45 |
| Other operating income | 2 172 |
| (Other operating expenses) | 82 |
| TOTAL OPERATING INCOME, NET | 316 493 |
| (Administrative expenses) | 123 183 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 3 213 |
| (Depreciation) | 8 203 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 0 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 89 409 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 92 485 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 3 022 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 89 463 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 89 463 |


DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------------|---------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 277 887 | 18 957 | 185 182 | 4 737 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 249 816 | 18 957 | 157 464 | 3 263 |
| Credit institutions | 353 | 0 | 0 | 9 |
| Other financial corporations | 27 718 | 0 | 27 718 | 1 446 |
| Non-financial corporations | 0 | 0 | 0 | 19 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|------------------|----------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 1 997 108 | 651 607 | 505 974 | 270 068 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 87 883 | 1 956 | 85 927 | 1 218 |
| Other financial corporations | 21 223 | 506 | 18 935 | 73 |
| Non-financial corporations | 286 371 | 27 738 | 207 331 | 32 743 |
| Households | 1 601 631 | 621 407 | 193 781 | 236 034 |
| o.w. Loans collateralised by immovable property | 10 | 0 | 10 | 1 |
| o.w. Credit for consumption | 1 601 621 | 621 407 | 193 771 | 236 033 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|------------------|----------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 2 037 174 | 624 077 | 691 725 | 47 079 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 1 401 | 1 401 | 0 | 0 |
| Credit institutions | 46 135 | 0 | 46 135 | 2 177 |
| Other financial corporations | 55 468 | 12 950 | 26 683 | 500 |
| Non-financial corporations | 99 144 | 26 925 | 49 256 | 1 285 |
| Households | 1 835 026 | 582 801 | 569 651 | 43 117 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | <p>Licensed by Order No. RD 22-1067 of 13 August 2003 of the BNB Governor to conduct bank transactions in Bulgaria and abroad.</p> <p>License updated by:</p> <p>Order No. RD 22-1560 of 20 July 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2270 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions</p> <p>Order No. RD 22-1651 of 3 August 2011 of the BNB Deputy Governor heading the Banking Supervision Department permitting NLB Banka Sofia to change its name to TBI Bank.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 1 of 28 August 2003 of the Sofia City Court on company file No. 9270 of 2003, lot No. 78318, vol. 927, reg. I, p. 158; re-entered in the Commercial Register to the Registry Agency, UIC 131134023, certificate No. 20080317132719 of 17 March 2008.</p> |
| Address of the head office | <p>52-54 Dimitar Hadzikotsev Str., 1421 Sofia</p> <p>tel. 02/816 3777</p> <p>Website: www.tbibank.bg</p> |
| Management | |
| Supervisory Board | <p>Ariel Shalom Hasson – Chairman</p> <p>Kieran Donnelly</p> <p>Gauthier Van Weddingen</p> |
| Management Board | <p>Nikolai Georgiev Spasov – Executive Director</p> <p>Lukas Tursa – Executive Director</p> <p>Valentin Angelov Galabov – Executive Director</p> <p>Alexander Chavdarov Dimitrov – Executive Director</p> <p>Pāvels Gilodo</p> |
| Shareholders (shares over 10 per cent) | <p>TBIF Financial Services B.V., Kingdom of the Netherlands – 100 per cent</p> |
| Auditors | <p>Ernst & Young Audit OOD</p> <p>BDO AFA OOD</p> |


**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 65 354 |
| Financial assets held for trading | 6 945 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | 286 609 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 3 319 |
| Intangible assets | 771 |
| Tax assets | 296 |
| Other assets | 537 |
| Non-current assets and disposal groups classified as held for sale | 72 |
| TOTAL ASSETS | 363 903 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 319 156 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 154 |
| Tax liabilities | 91 |
| Share capital repayable on demand | 0 |
| Other liabilities | 5 921 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 325 322 |
| EQUITY | |
| Capital | 25 000 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 0 |
| Retained earnings | 7 284 |
| Revaluation reserves | 0 |
| Other reserves | -127 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 6 424 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 38 581 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 363 903 |



STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 6 932 |
| (Interest expenses) | 796 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 0 |
| Fee and commission income | 4 268 |
| (Fee and commission expenses) | 318 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 0 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 555 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 835 |
| (Other operating expenses) | 650 |
| TOTAL OPERATING INCOME, NET | 10 826 |
| (Administrative expenses) | 3 086 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 240 |
| (Depreciation) | 556 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 520 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 0 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 6 424 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 0 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 6 424 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 6 424 |



DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|--------------|----------|----------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 6 945 | 0 | 0 | 275 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 6 945 | 0 | 0 | 275 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|----------------|---------------|----------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 291 961 | 10 903 | 251 576 | 6 611 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 69 732 | 0 | 43 042 | 1 590 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 215 581 | 8 841 | 204 720 | 4 841 |
| Households | 6 648 | 2 062 | 3 814 | 180 |
| o.w. Loans collateralised by immovable property | 1 659 | 996 | 663 | 39 |
| o.w. Credit for consumption | 4 989 | 1 066 | 3 151 | 141 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|----------------|---------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 319 156 | 81 450 | 198 210 | 745 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 11 636 | 11 246 | 390 | 63 |
| Credit institutions | 105 | 105 | 0 | 23 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 243 613 | 53 524 | 160 051 | 558 |
| Households | 63 802 | 16 575 | 37 769 | 101 |



STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | <p>By Order No. 100-000218 of 26 June 1998 of the BNB Governor T.C. Ziraat Bank with main office Ancara, Republic of Turkey, was granted a permit to conduct bank activity in Bulgaria through a branch in Sofia.</p> <p>License updated by:</p> <p>Order No. RD 22-2280 of 25 October 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions</p> <p>Order No. RD 22-2274 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> <p>By Order No. RD 22-2274 of 14 June 2010 of the BNB Deputy Governor heading the Banking Supervision Department the Bank is allowed to provide payment services within the meaning of the Law on Payment Services and Payment Systems.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 1 of 3 July 1998 of the Sofia City Court on company file No. 8801 of 1998, lot No. 863, vol. 15, p. 173; re-entered in the Commercial Register to the Registry Agency, UIC 121704731, certificate No. 20080510122735 of 10 May 2008.</p> |
| Address of the branch | <p>87 Tsar Samuil Str., 1301 Sofia tel. 02/980 0087 Website: www.ziraatbank.bg</p> |
| Management of a foreign bank's branch | <p>Mustafa Sarakush – President Ali Selman Riza – Vice President</p> |
| Shareholders (shares over 10 per cent) | <p>T.C. Ziraat Bankasi A.Ş., Republic of Turkey – 100 per cent</p> |
| Auditors | <p>Audit Correct OOD Ecovis Audit Bulgaria OOD</p> |

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|-----------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 183 046 |
| Financial assets held for trading | 28 753 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 11 288 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 45 977 |
| Financial assets at amortised cost | 297 313 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 452 |
| Tangible assets | 31 285 |
| Intangible assets | 1 941 |
| Tax assets | 37 |
| Other assets | 7 998 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 608 090 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 546 622 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 335 |
| Tax liabilities | 1 169 |
| Share capital repayable on demand | 0 |
| Other liabilities | 3 221 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 551 347 |
| EQUITY | |
| Capital | 33 595 |
| Share premium | 8 400 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 8 718 |
| Retained earnings | 889 |
| Revaluation reserves | 0 |
| Other reserves | 3 171 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 1 970 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 56 743 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 608 090 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 11 836 |
| (Interest expenses) | 679 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 231 |
| Fee and commission income | 4 005 |
| (Fee and commission expenses) | 616 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | -174 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 1 313 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 442 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | -38 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 8 |
| Other operating income | 509 |
| (Other operating expenses) | 827 |
| TOTAL OPERATING INCOME, NET | 16 010 |
| (Administrative expenses) | 10 960 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 551 |
| (Depreciation) | 2 838 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 0 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 8 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | -317 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 1 970 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 0 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 1 970 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 1 970 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|---------------|---------------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 99 756 | 47 123 | 52 633 | 1 363 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 65 098 | 27 163 | 37 935 | 357 |
| Credit institutions | 0 | 0 | 0 | 10 |
| Other financial corporations | 10 401 | 5 551 | 4 850 | 268 |
| Non-financial corporations | 24 257 | 14 409 | 9 848 | 728 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|----------------|----------------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 240 204 | 201 183 | 33 030 | 10 391 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 1 691 | 1 691 | 0 | 21 |
| Credit institutions | 6 256 | 0 | 266 | 1 709 |
| Other financial corporations | 51 006 | 46 508 | 4 498 | 1 917 |
| Non-financial corporations | 123 969 | 99 987 | 23 981 | 4 701 |
| Households | 57 282 | 52 997 | 4 285 | 2 043 |
| o.w. Loans collateralised by immovable property | 25 424 | 22 554 | 2 870 | 549 |
| o.w. Credit for consumption | 39 358 | 37 715 | 1 643 | 1 660 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|----------------|----------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 536 758 | 346 701 | 174 826 | 158 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 25 231 | 24 793 | 438 | 47 |
| Credit institutions | 1 820 | 0 | 0 | 0 |
| Other financial corporations | 34 349 | 27 267 | 7 035 | 1 |
| Non-financial corporations | 252 197 | 166 339 | 80 180 | 43 |
| Households | 223 161 | 128 302 | 87 173 | 67 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>Licensed by Resolution No. 243 of 4 September 1992 of the BNB Governing Council to conduct bank transactions in Bulgaria under the Law on Banks and Credit Activity. License amended by Resolution No. 277 of 1 October 1993 of the BNB Governing Council to conduct bank transactions abroad. License confirmed by Resolution No. 248 of 11 April 1997 of the BNB Governing Council.</p> <p>License updated by:</p> <p>Order No. 100-00570 of 23 December 1999 of the BNB Governor in accordance with the requirements of the Law on Banks;</p> <p>Order No. RD 22-0852 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2268 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by resolution of the Sofia City Court on Company file No. 24103 of 1992, lot No. 4542, vol. 89, p. 180; re-entered in the Commercial Register to the Registry Agency, UIC 040534040, certificate No. 20080528152148 of 28 May 2008.</p> |
| Address of the head office | <p>117 Todor Alexandrov Blvd., 1303 Sofia</p> <p>tel. 02/903 5505; 02/903 5501</p> <p>Website: www.teximbank.bg</p> |
| Management | |
| Supervisory Board | <p>Apostol Lachezarov Apostolov – Chairman</p> <p>Milen Georgiev Markov – Deputy Chairman</p> <p>Ivelina Kancheva Kancheva-Shaban</p> <p>Veselin Raychev Morov</p> <p>Petar Georgiev Hristov</p> |
| Management Board | <p>Iglika Dimitrova Logofetova – Chair</p> <p>Ivaylo Lazarov Donchev – Deputy Chairman and Executive Director</p> <p>Maria Petrova Vidolova – Executive Director</p> <p>Dimitar Iliev Zhilev</p> |
| Shareholders (shares over 10 per cent) | <p>Web Finance Holding AD, Bulgaria – 17.93 per cent</p> |
| Auditors | <p>Grant Thornton OOD</p> <p>RSM BG OOD</p> |

Tokuda Bank

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 95 116 |
| Financial assets held for trading | 269 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 29 337 |
| Financial assets at amortised cost | 322 638 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 12 867 |
| Intangible assets | 581 |
| Tax assets | 174 |
| Other assets | 12 486 |
| Non-current assets and disposal groups classified as held for sale | 212 |
| TOTAL ASSETS | 473 680 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 424 624 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 376 |
| Tax liabilities | 641 |
| Share capital repayable on demand | 0 |
| Other liabilities | 605 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 426 246 |
| EQUITY | |
| Capital | 68 000 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -1 306 |
| Retained earnings | -29 832 |
| Revaluation reserves | 0 |
| Other reserves | 5 399 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 5 173 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 47 434 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 473 680 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|---------------|
| Interest income | 13 700 |
| (Interest expenses) | 474 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 36 |
| Fee and commission income | 4 012 |
| (Fee and commission expenses) | 301 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | -1 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 515 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | -11 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 510 |
| (Other operating expenses) | 0 |
| TOTAL OPERATING INCOME, NET | 17 986 |
| (Administrative expenses) | 8 974 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 996 |
| (Depreciation) | 927 |
| Modification gains or (-) losses, net | -329 |
| (Provisions or (-) reversal of provisions) | 22 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 1 419 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 160 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 5 479 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 306 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 5 173 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 5 173 |

Tokuda Bank

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|---------------|---------------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 56 359 | 25 093 | 11 510 | 790 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 56 359 | 25 093 | 11 510 | 790 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|----------------|----------------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 303 545 | 223 829 | 59 375 | 12 910 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 1 002 | 1 002 | 0 | 47 |
| Credit institutions | 35 162 | 0 | 16 919 | 1 943 |
| Other financial corporations | 5 370 | 5 370 | 0 | 315 |
| Non-financial corporations | 199 866 | 161 716 | 38 150 | 8 474 |
| Households | 62 145 | 55 741 | 4 306 | 2 131 |
| o.w. Loans collateralised by immovable property | 43 878 | 40 648 | 3 230 | 1 424 |
| o.w. Credit for consumption | 11 141 | 8 582 | 461 | 483 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|----------------|----------------|----------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 423 516 | 208 645 | 171 544 | 468 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 3 187 | 3 187 | 0 | 0 |
| Credit institutions | 49 | 0 | 19 | 0 |
| Other financial corporations | 793 | 751 | 26 | 0 |
| Non-financial corporations | 102 890 | 59 435 | 33 305 | 96 |
| Households | 316 597 | 145 272 | 138 194 | 372 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | <p>Licensed by Resolution No. 365 of 1 December 1994 of the BNB Governing Council as Commercial Bank Credit Express Bank, Varna, to conduct bank transactions in Bulgaria under Article 9, para. 1 of the Law on Banks and Credit Activity.</p> <p>By Order No. 100-000393 of 6 November 1998 of the BNB, the name of the bank was changed to Tokuda Credit Express AD, Sofia.</p> <p>License updated by:</p> <p>Order No. 100-00571 of 23 December 1999 of the BNB Governor in accordance with the requirements of the Law on Banks;</p> <p>Order No. RD 22-147 of 30 January 2003 of the BNB Governor to conduct bank transactions abroad;</p> <p>Order No. RD 22-0854 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2267 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 748 of 29 January 2002 of the Plovdiv Regional Court on company file No. 4463 of 2001, lot No. 31, vol. 23, p. 122; re-entered in the Commercial Register to the Registry Agency, UIC 813155318, certificate No. 20080326092111 of 26 March 2008.</p> |
| Address of the head office | <p>21, George Washington Str., 1000 Sofia</p> <p>tel. 02/403 7900; 02/403 7985</p> <p>Website: www.tokudabank.bg</p> |
| Management | |
| Supervisory Board | <p>Arthur Stern – Chairman</p> <p>Thomas Michael Higgins</p> <p>Chris J. Matlon</p> |
| Management Board | <p>Dimitar Stoyanov Voutchev – Chairman and Executive Director</p> <p>Anna Petrova Tzankova-Boneva – Executive Director</p> <p>Todorina Alexandrova Doctorova – Executive Director</p> <p>Savka Doychinova Yondova – Executive Director</p> |
| Shareholders (shares over 10 per cent) | <p>Tokushukai Incorporated, Japan – 99.94 per cent</p> |
| Auditors | <p>AFA OOD</p> <p>ABVP – Audit Standard OOD</p> |

**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 5 915 871 |
| Financial assets held for trading | 144 788 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 7 425 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 1 951 312 |
| Financial assets at amortised cost | 22 189 922 |
| Derivatives – hedge accounting | 128 518 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 52 479 |
| Tangible assets | 227 006 |
| Intangible assets | 94 003 |
| Tax assets | 0 |
| Other assets | 116 736 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 30 828 060 |
| LIABILITIES | |
| Financial liabilities held for trading | 124 214 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 26 832 843 |
| Derivatives – hedge accounting | 121 905 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | -18 996 |
| Provisions | 102 833 |
| Tax liabilities | 42 091 |
| Share capital repayable on demand | 0 |
| Other liabilities | 119 495 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 27 324 385 |
| EQUITY | |
| Capital | 285 777 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | -76 787 |
| Retained earnings | 2 646 965 |
| Revaluation reserves | 0 |
| Other reserves | 1 902 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 645 818 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 3 503 675 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 30 828 060 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 577 663 |
| (Interest expenses) | 64 431 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 110 111 |
| Fee and commission income | 272 517 |
| (Fee and commission expenses) | 63 659 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | -2 360 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 52 582 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 2 524 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | -618 |
| Exchange differences [gain or (-) loss], net | 50 035 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | -5 |
| Other operating income | 2 124 |
| (Other operating expenses) | 2 402 |
| TOTAL OPERATING INCOME, NET | 934 081 |
| (Administrative expenses) | 209 246 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 28 992 |
| (Depreciation) | 37 992 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | -25 064 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | -22 733 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 705 648 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 59 830 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 645 818 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 645 818 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|------------------|------------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 4 666 356 | 2 401 646 | 2 264 710 | 62 341 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 4 188 912 | 2 380 135 | 1 808 777 | 59 522 |
| Credit institutions | 413 335 | 0 | 413 335 | 1 082 |
| Other financial corporations | 21 511 | 21 511 | 0 | 579 |
| Non-financial corporations | 42 598 | 0 | 42 598 | 1 158 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|-------------------|-------------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 20 196 472 | 13 986 841 | 5 982 293 | 515 318 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 448 457 | 185 399 | 263 058 | 11 394 |
| Credit institutions | 2 182 103 | 9 595 | 2 060 436 | 119 749 |
| Other financial corporations | 3 775 970 | 3 628 344 | 147 626 | 27 073 |
| Non-financial corporations | 9 746 722 | 6 187 959 | 3 444 966 | 270 802 |
| Households | 4 043 220 | 3 975 544 | 66 207 | 86 300 |
| o.w. Loans collateralised by immovable property | 3 828 753 | 3 776 786 | 50 978 | 74 449 |
| o.w. Credit for consumption | 143 924 | 129 980 | 13 464 | 9 123 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|-------------------|-------------------|------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 25 723 269 | 15 319 195 | 8 443 319 | 27 702 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 599 175 | 465 446 | 108 287 | 9 |
| Credit institutions | 1 566 364 | 232 842 | 1 176 142 | 22 619 |
| Other financial corporations | 645 302 | 301 199 | 208 735 | 103 |
| Non-financial corporations | 10 424 065 | 6 578 261 | 3 154 222 | 4 397 |
| Households | 12 488 363 | 7 741 447 | 3 795 933 | 574 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>Established by Decree No. 7 of 20 February 1964 of the Council of Ministers to conduct foreign exchange and credit transactions in Bulgaria and abroad. Licensed by Resolution No. 13 of 25 February 1991 of the BNB Governing Council.</p> <p>License updated by:</p> <p>Order No. 100-00485 of 17 November 1999 of the BNB Governor in accordance with the requirements of the Law on Banks;</p> <p>Order No. RD 22-0841 of 7 May 2007 of the BNB Governor in accordance with the requirements of the Law on Credit Institutions;</p> <p>Order No. RD 22-2249 of 16 November 2009 of the BNB Governor in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered by Resolution No. 17 of 21 February 1964 of the Sofia Regional Court on company file No. 9 of 1964 and in the Commercial Register by Resolution No. 503, vol. 5, p. 99 on company file No. 2010 of 1990 of the Sofia City Court, re-entered in the Commercial Register to the Registry Agency, UIC 831919536, certificate No. 20080218090731 of 18 February 2008.</p> |
| Address of the head office | <p>7, Sveta Nedelya Sq., 1000 Sofia tel. 02/923 2701 Website: www.unicreditbulbank.bg</p> |
| Management | |
| Supervisory Board | <p>Emilia Stefanova Palibachiyska – Chairman Pasquale Giamboi Atanas Dimitrov Georgiev Monika Rast Francesco Correale</p> |
| Management Board | <p>Tzvetanka Georgieva Mintcheva – Chair and Chief Executive Director Andrea Tognetti – Executive Director Dalibor Čubela – Executive Director Borislav Vladkov Bangeev Mario Collari Velko Tsankov Dzhilizov Sandra Vojnovic Borislav Petrov Genov Milena Vukotić</p> |
| Shareholders (shares over 10 per cent) | <p>UNICREDIT S.P.A., Republic of Italy – 99.45 per cent</p> |
| Auditors | <p>KPMG Audit OOD Baker Tilly Klitou and Partners EOOD</p> |



**BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION)
AS OF 30 SEPTEMBER 2023**

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 4 327 839 |
| Financial assets held for trading | 41 341 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 595 001 |
| Financial assets at amortised cost | 27 171 604 |
| Derivatives – hedge accounting | 4 491 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 65 296 |
| Tangible assets | 261 525 |
| Intangible assets | 38 136 |
| Tax assets | 6 376 |
| Other assets | 23 794 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 32 535 403 |
| LIABILITIES | |
| Financial liabilities held for trading | 21 581 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 29 118 699 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 22 824 |
| Tax liabilities | 11 369 |
| Share capital repayable on demand | 0 |
| Other liabilities | 109 858 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 29 284 331 |
| EQUITY | |
| Capital | 177 168 |
| Share premium | 730 176 |
| Equity instruments issued other than capital | 113 438 |
| Other equity | 0 |
| Accumulated other comprehensive income | -6 635 |
| Retained earnings | 1 123 063 |
| Revaluation reserves | 0 |
| Other reserves | 758 975 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 354 887 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 3 251 072 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 32 535 403 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|----------------|
| Interest income | 626 742 |
| (Interest expenses) | 81 315 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 8 094 |
| Fee and commission income | 275 187 |
| (Fee and commission expenses) | 67 950 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 7 805 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | -11 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | -41 |
| Exchange differences [gain or (-) loss], net | 119 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 671 |
| Other operating income | 5 825 |
| (Other operating expenses) | 1 324 |
| TOTAL OPERATING INCOME, NET | 773 802 |
| (Administrative expenses) | 290 731 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 38 626 |
| (Depreciation) | 49 921 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | -5 764 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 5 613 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 119 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 394 556 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 39 669 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 354 887 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 354 887 |

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|------------------|------------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 5 546 852 | 1 929 762 | 3 153 643 | 60 839 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 5 361 013 | 1 929 762 | 2 967 804 | 58 099 |
| Credit institutions | 102 899 | 0 | 102 899 | 263 |
| Other financial corporations | 10 228 | 0 | 10 228 | 17 |
| Non-financial corporations | 72 712 | 0 | 72 712 | 2 460 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|-------------------|-------------------|------------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 22 541 459 | 13 487 277 | 8 745 563 | 554 582 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 121 671 | 121 429 | 0 | 2 343 |
| Credit institutions | 5 016 658 | 140 883 | 4 655 579 | 106 661 |
| Other financial corporations | 832 623 | 570 837 | 255 230 | 12 253 |
| Non-financial corporations | 8 612 259 | 4 922 044 | 3 608 669 | 230 489 |
| Households | 7 958 248 | 7 732 084 | 226 085 | 202 836 |
| o.w. Loans collateralised by immovable property | 4 515 296 | 4 310 468 | 204 828 | 83 145 |
| o.w. Credit for consumption | 3 167 322 | 3 144 967 | 22 355 | 107 156 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|-------------------|-------------------|-------------------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 28 672 011 | 16 579 666 | 10 530 945 | 79 278 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 363 609 | 335 815 | 22 920 | 57 |
| Credit institutions | 3 873 788 | 61 483 | 3 806 733 | 54 362 |
| Other financial corporations | 698 176 | 505 072 | 144 814 | 13 969 |
| Non-financial corporations | 8 762 884 | 5 802 723 | 2 261 305 | 5 728 |
| Households | 14 973 554 | 9 874 573 | 4 295 173 | 5 162 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|---|
| License granted by the BNB | <p>Licensed by Resolution of 25 February 1991 of the BNB Governing Council. License updated by: Resolution No. 340/1992 of the BNB Central Management to conduct bank transactions in Bulgaria and abroad; Order No. 100-00487 of 17 November 1999 of the BNB Governor in accordance with the requirements of the Law on Banks; Order No. RD 22-1558 of 20 July 2007 in accordance with the requirements of the Law on Credit Institutions; Order No. RD 22-2250 of 16 November 2009 in accordance with the requirements of the Law on Amendment to the Law on Credit Institutions.</p> |
| Legal registration | <p>Entered in the Commercial Register by Resolution No. 376 of 1992 of the Sofia City Court on company file No. 31848 of 1992, lot No. 376, vol. 8, p. 105; re-entered in the Commercial Register to the Registry Agency, UIC 000694959, certificate No. 20080522125029 of 22 May 2008.</p> |
| Address of the head office | <p>89B, Vitosha Blvd., 1463 Sofia tel. 02/811 2800 Website: www.ubb.bg</p> |
| Management | |
| Supervisory Board | <p>Petar Grozdev Andronov – Chairman Christine Van Rijseghem Barak Chizi Franky Depickere Svetoslav Gavriiski Viktor Yotsov</p> |
| Management Board | <p>Peter Roebben – Chairman and Chief Executive Director Teodor Valentinov Marinov – Executive Director Svetla Atanasova Georgieva – Executive Director Desislava Petkova Simeonova – Executive Director Tatyana Vasileva Ivanova – Executive Director Ani Vassileva Angelova – Executive Director Nedyalko Velikov Mihaylov – Executive Director Dobromir Slavov Dobrev – Executive Director</p> |
| Shareholders (shares over 10 per cent) | <p>KBC BANK N.V., Kingdom of Belgium – 99.96 per cent</p> |
| Auditors | <p>PricewaterhouseCoopers Audit OOD BDO AFA OOD</p> |



VARENGOLD BANK AG, SOFIA BRANCH

BALANCE SHEET STATEMENT (STATEMENT OF FINANCIAL POSITION) AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Carrying amount |
|---|--------------------|
| ASSETS | |
| Cash, cash balances at central banks and other demand deposits | 179 |
| Financial assets held for trading | 0 |
| Non-trading financial assets mandatorily at fair value through profit or loss | 0 |
| Financial assets designated at fair value through profit or loss | 0 |
| Financial assets at fair value through other comprehensive income | 0 |
| Financial assets at amortised cost | 89 308 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Investments in subsidiaries, joint ventures and associates | 0 |
| Tangible assets | 26 |
| Intangible assets | 26 |
| Tax assets | 0 |
| Other assets | 0 |
| Non-current assets and disposal groups classified as held for sale | 0 |
| TOTAL ASSETS | 89 539 |
| LIABILITIES | |
| Financial liabilities held for trading | 0 |
| Financial liabilities designated at fair value through profit or loss | 0 |
| Financial liabilities measured at amortised cost | 26 |
| Derivatives – hedge accounting | 0 |
| Fair value changes of the hedged items in portfolio hedge of interest rate risk | 0 |
| Provisions | 0 |
| Tax liabilities | 0 |
| Share capital repayable on demand | 0 |
| Other liabilities | 4 |
| Liabilities included in disposal groups classified as held for sale | 0 |
| TOTAL LIABILITIES | 30 |
| EQUITY | |
| Capital | 0 |
| Share premium | 0 |
| Equity instruments issued other than capital | 0 |
| Other equity | 0 |
| Accumulated other comprehensive income | 0 |
| Retained earnings | 1 326 |
| Revaluation reserves | 0 |
| Other reserves | 87 014 |
| (-) Treasury shares | 0 |
| Profit or loss attributable to owners of the parent | 1 169 |
| (-) Interim dividends | 0 |
| Minority interests [non-controlling interests] | 0 |
| TOTAL EQUITY | 89 509 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 89 539 |

STATEMENT OF PROFIT OR LOSS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| | Value |
|--|--------------|
| Interest income | 3 978 |
| (Interest expenses) | 300 |
| (Expenses on share capital repayable on demand) | 0 |
| Dividend income | 0 |
| Fee and commission income | 37 |
| (Fee and commission expenses) | 0 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 0 |
| Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net | 0 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 0 |
| Gains or (-) losses from hedge accounting, net | 0 |
| Exchange differences [gain or (-) loss], net | 0 |
| Gains or (-) losses on derecognition of investments in subsidiaries, joint ventures and associates, net | 0 |
| Gains or (-) losses on derecognition of non-financial assets, net | 0 |
| Other operating income | 728 |
| (Other operating expenses) | 0 |
| TOTAL OPERATING INCOME, NET | 4 443 |
| (Administrative expenses) | 2 055 |
| (Cash contributions to resolution funds and deposit guarantee schemes) | 0 |
| (Depreciation) | 24 |
| Modification gains or (-) losses, net | 0 |
| (Provisions or (-) reversal of provisions) | 22 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss) | 1 173 |
| (Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates) | 0 |
| (Impairment or (-) reversal of impairment on non-financial assets) | 0 |
| Negative goodwill recognised in profit or loss | 0 |
| Share of the profit or (-) loss of investments in subsidiaries, joint ventures and associates accounted for using the equity method | 0 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | 0 |
| PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS | 1 169 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 0 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 1 169 |
| Profit or (-) loss after tax from discontinued operations | 0 |
| PROFIT OR (-) LOSS FOR THE YEAR | 1 169 |



VARENGOLD BANK AG, SOFIA BRANCH

DEBT SECURITIES, LOANS AND ADVANCES, AND DEPOSITS AS OF 30 SEPTEMBER 2023

(BGN thousand)

| Item | Total | | | Interest income |
|------------------------------|----------|----------|----------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Debt securities | 0 | 0 | 0 | 0 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 0 | 0 | 0 | 0 |
| Non-financial corporations | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest income |
|---|---------------|----------|---------------|-----------------|
| | | o.w. BGN | o.w. EUR | |
| Loans and advances | 91 145 | 0 | 91 145 | 3 978 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 0 |
| Other financial corporations | 60 241 | 0 | 60 241 | 2 731 |
| Non-financial corporations | 30 904 | 0 | 30 904 | 1 247 |
| Households | 0 | 0 | 0 | 0 |
| o.w. Loans collateralised by immovable property | 0 | 0 | 0 | 0 |
| o.w. Credit for consumption | 0 | 0 | 0 | 0 |

(BGN thousand)

| Item | Total | | | Interest expenses |
|------------------------------|-----------|-----------|-----------|-------------------|
| | | o.w. BGN | o.w. EUR | |
| Deposits | 26 | 11 | 15 | 300 |
| Central banks | 0 | 0 | 0 | 0 |
| General government | 0 | 0 | 0 | 0 |
| Credit institutions | 0 | 0 | 0 | 300 |
| Other financial corporations | 12 | 8 | 4 | 0 |
| Non-financial corporations | 14 | 3 | 11 | 0 |
| Households | 0 | 0 | 0 | 0 |

STATUS, MANAGEMENT AND MAJOR SHAREHOLDERS

| | |
|--|--|
| License granted by the BNB | The Branch exercises the freedom of establishment in another Member State of the EU by virtue of the Single European Passport. |
| Legal registration | The European branch was entered in the Commercial Register to the Registry Agency on 20 May 2018, UIC 205129200. |
| Address of the head office | 43 Christopher Columbus Blvd., Floor 9, 1592 Sofia tel. 02/414 4994 Website: www.varengold.de/home/ |
| Management of a foreign bank's branch | Bernhard Johannes Fuhrmann – General Manager Frank Otten – General Manager Kai Friedrichs – Manager Volkart Tresselt – Chief Financial Officer Mincho Simeonov Genchev – General Manager |
| Shareholders (shares over 10 per cent) | Varengold Bank AG, Germany – 100 per cent |
| Auditor | KPMG Bulgaria OOD |

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THE SCULPTURAL COMPOSITION BY KIRIL SHIVAROV DEPICTING HERMES AND DEMETER ON THE SOUTHERN FAÇADE OF THE BULGARIAN NATIONAL BANK BUILDING IS USED IN COVER DESIGN.