

Notification by CIB Bank Ltd.

CIB Bank Ltd. (1027 Budapest, Medve u. 4-14., Reg.No.: 01-10-041004; hereinafter referred to as CIB Bank) hereby notifies the investor owners of the bonds issued by it that in line with the strategic objectives of the 2018-2021 period established hand in hand with its parent company, Intesa Sanpaolo Bank Group, from 30th November 2018 it is closing its Budapest Bécsi út branch (1032 Budapest, Bécsi út 154.) and its Gazdagrét branch (1118 Budapest, Rétköz u. 5.)

The pillars of the four-year strategy are as follows:

- The implementation of the digital transition permeating the whole of the CIB Bank parallel to the transformation of the role and tasks of the physical network.
- Increasing revenues in an increasingly competitive environment in the interest of sustainably profitable operation, by ensuring that an increasing proportion of revenues is derived from the fees and commissions of additional services provided to customers.
- Improving cost efficiency by way of digitalisation and the optimisation of sales channels.
- The conclusion of the process aimed at reducing the portfolio of non-performing loans, and maintaining loan quality.

As is clear from the above, the transition to a digital platform, and the improvement of cost efficiencies are of primary importance to the CIB Bank. As a result, CIB Bank will be implementing the above mentioned changes at the end of November 2018 in order to ensure that it can fulfil changing customer needs and profitability criteria as effectively as possibly. The branches are increasingly becoming venues for providing advice, while a growing volume of financial transactions are shifting to digital channels.

Even after the changes, with its nearly 70 branches CIB Bank will continue to offer its customers nationwide coverage. CIB Bank's aim continues to be to maintain a presence in the market as a universal service provider, and it still regards the personal relationship it has with its customers to be an important asset, while it further extends the scope of its services available via digital channels.

Accordingly, the Management Board of CIB Bank resolved with effect from 30th of November 2018 that they delete the branch offices located at 1032 Budapest, Bécsi út 154. and at 1118 Budapest, Rétköz u. 5. from the list of the Point 2.2. of the Statutes of CIB Bank on the basis of Point 9.2. of the Statutes.

CIB Bank Ltd.