

Interim Risk Report

Erste Bank Hungary Zrt.

2022. 06. 30.

Disclosure requirements

The current Interim Disclosure Report of Erste Bank Hungary meets the disclosure requirements of the Act CCXXXVII of 2013 on Credit Institutions and Financial Enterprises (hereinafter Hpt.) Article 122 and the Part Eight of the CRR, which took effect on 1 January 2014. In addition, report complies with the requirements set in Implementing technical standards on public disclosures by institutions of the information referred to in Titles II and III of Part Eight of Regulation (EU) No 575/2013 (EBA/ITS/2020/04 published on 24 June 2020) and other disclosure related guidelines.

This document is required to be published on a regular basis – once a year – in Hungarian as well as in English. Erste Bank Hungary Zrt. has opted for the Internet as the medium of this publication (www.erstebank.hu). In addition to the annual risk report, Erste Bank Hungary is obliged to publish its key metrics with the content specified in Article 447. of the CRR on a semi-annual basis which is included in this Interim Risk Report. This Interim Risk Report of Erste Bank Hungary Zrt. meets the requirements of CRR and Hpt. The key metrics provides a comprehensive picture to external stakeholders on the risk management of the institution, including the connection between the Bank's risk profile and its risk appetite set by the management body.

EU KM1 – Key metrics

	2022 Q2	2022 Q1	2021 Q4	2021 Q3	2021 Q2
Available own funds (amounts)					
Common Equity Tier 1 (CET1) capital	370,416	372,901	380,079	399,042	388,134
Tier 1 capital	370,416	372,901	380,079	399,042	388,134
Total capital	446,508	441,929	450,669	470,064	457,116
Risk-weighted exposure amounts					
Total risk-weighted exposure amount	2,336,730	2,180,324	2,166,451	2,183,034	2,057,183
Capital ratios (as a percentage of risk-weighted exposure amount)					
Common Equity Tier 1 ratio (%)	15.85%	17.10%	17.54%	18.28%	18.87%
Tier 1 ratio (%)	15.85%	17.10%	17.54%	18.28%	18.87%
Total capital ratio (%)	19.11%	20.27%	20.80%	21.53%	22.22%
Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)					
Additional CET1 SREP requirements (%)	2.40%	2.40%	2.29%	2.29%	2.29%
Additional AT1 SREP requirements (%)	0.81%	0.81%	0.76%	0.76%	0.76%
Additional T2 SREP requirements (%)	1.07%	1.07%	1.02%	1.02%	1.02%
Total SREP own funds requirements (%)	12.28%	12.28%	12.07%	12.07%	12.07%
Combined buffer requirement (as a percentage of risk-weighted exposure amount)					
Capital conservation buffer (%)	2.50%	2.50%	2.50%	2.50%	2.50%
Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	0.00%	0.00%	0.00%	0.00%	0.00%
Institution specific countercyclical capital buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
Systemic risk buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
Global Systemically Important Institution buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%

Other Systemically Important Institution buffer	0.13%	0.13%	0.00%	0.00%	0.00%
Combined buffer requirement (%)	2.63%	2.63%	2.50%	2.50%	2.50%
Overall capital requirements (%)	14.90%	14.90%	14.57%	14.57%	14.57%
CET1 available after meeting the total SREP own funds requirements (%)	265,263	274,787	282,589	300,805	295,560
Leverage ratio					
Leverage ratio total exposure measure	5,125,958	5,250,308	4,462,167	4,341,864	4,394,422
Leverage ratio	7.23%	7.10%	8.52%	9.19%	8.83%
Additional own funds requirements to address risks of excessive leverage (as a percentage of leverage ratio total exposure amount)					
Additional CET1 leverage ratio requirements (%)	0.00%	0.00%	0.00%	0.00%	0.00%
Additional AT1 leverage ratio requirements (%)	0.00%	0.00%	0.00%	0.00%	0.00%
Additional T2 leverage ratio requirements (%)	NA	NA	NA	NA	NA
Total SREP leverage ratio requirements (%)	7.23%	7.10%	8.52%	9.19%	8.83%
Applicable leverage buffer	0.00%	0.00%	0.00%	0.00%	0.00%
Overall leverage ratio requirements (%)	7.23%	7.10%	8.52%	9.19%	8.83%
Liquidity Coverage Ratio					
Total high-quality liquid assets (HQLA) (Weighted value - average)	892,791	954,202	1,139,977	982,573	1,058,582
Total net cash outflows (adjusted value)	403,098	505,771	541,358	297,655	378,409
Liquidity coverage ratio (%)	221.48%	188.66%	210.58%	330.10%	279.75%
Net Stable Funding Ratio					
Total available stable funding	3,758,789	3,790,009	3,328,302	3,106,335	3,234,418
Total required stable funding	2,441,566	2,240,670	2,096,507	2,249,415	2,189,166
NSFR ratio (%)	153.95%	169.15%	158.75%	138.10%	147.75%

Table 1: Key metrics template (Art. 447 (a) to (g) and 438 (b) CRR Table EU KM1- (EU) 2021/637)

Declaration

under Regulation 575/2013/EU (CRR) disclosure for the first half of the 2022 business year obligation Erste Bank Hungary Zrt. (hereinafter Bank) makes the following statement regarding its Disclosure:

Erste Bank Hungary Zrt. declares that the institution's risk management system is appropriate in terms of the company's strategy and profile.

Budapest, 16. September 2022

Zsiga Krisztina

Chief Risk Officer