



MFB Hungarian Development Bank
Private Limited Company

Non-audited Separate Financial Statements in accordance with International Financial
Reporting Statment as adopted by the EU
as of 30 June 2020

MFB Hungarian Development Bank Private Limited Company
Non-audited Separate Statement of Financial Position

in million HUF unless otherwise stated

ASSETS	30/06/2020	31/12/2019
Cash, cash balances at central banks and other demand deposits	184 781	6 725
Financial assets held for trading	45 173	41 772
Derivatives	45 173	41 772
Non-trading financial assets mandatorily at fair value through profit or loss	51 243	55 106
Loans	51 243	55 106
<i>Loans to customers</i>	8 794	9 571
<i>Loans to banks</i>	42 449	45 535
Financial assets at fair value through other comprehensive income	42 929	43 785
<i>Of which assets encumbered</i>	<i>6 557</i>	<i>0</i>
Equity instruments	4 175	3 876
Debt securities	38 754	39 909
Financial assets at amortized cost	1 116 921	1 017 584
<i>Of which assets encumbered</i>	<i>95 450</i>	<i>96 752</i>
Debt securities	63 525	61 862
Loans	1 014 677	939 788
<i>Loans to customers</i>	977 224	872 066
<i>Loans to banks</i>	37 453	67 722
Other financial receivables	891	921
Deposits at central and other banks	37 828	15 013
Derivatives – Hedge accounting	2 529	1 073
Investments in subsidiaries, joint ventures and associates	113 205	112 974
Property plant and equipment	3 821	3 722
Intangible assets	3 829	3 654
Tax assets	0	0
Current tax assets	0	0
Deferred tax assets	0	0
Other assets	15 244	9 174
Receivables from the State due to currency-hedging agreement	158 150	131 864
TOTAL ASSETS	1 737 825	1 427 433

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Non-audited Separate Statement of Financial Position

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	30/06/2020	31/12/2019
LIABILITIES		
Financial liabilities held for trading	284	• 253
Derivatives	284	253
Financial liabilities measured at amortized cost	1 465 486	1 156 050
Customer deposits	21 310	57 135
Loan from banks	469 192	362 026
Debt securities issued	930 966	693 269
Other financial liabilities	44 018	43 620
Derivatives – Hedge accounting	1 166	890
Provisions	1 440	3 905
Tax liabilities	534	512
Current tax liabilities	479	453
Deferred tax liabilities	55	59
Other liabilities	46 990	44 700
TOTAL LIABILITIES	1 515 900	1 206 310
Share capital	114 500	114 500
Share premium	81 870	81 870
Accumulated other comprehensive income	760	746
Retained earnings	22 629	21 920
Other reserves	2 166	2 087
TOTAL EQUITY	221 925	221 123
TOTAL EQUITY AND TOTAL LIABILITIES	1 737 825	1 427 433

Budapest, 3 August 2020



dr. Levente Sipos-Tompa
Chief Executive Officer



Kornél Kisgergely
General Director

**MFB Hungarian Development Bank
Private Limited Company**

MFB Hungarian Development Bank Private Limited Company
Non-audited Separate Income Statement

in million HUF unless otherwise stated

	30/06/2020	30/06/2019 Reclassified
Interest income calculated using the effective interest method	12 800	9 369
Other interest income	8 903	8 049
Interest expenses	(15 126)	(12 741)
Net interest income	6 577	4 677
Dividend income	1 830	1 530
Fee and commission income	241	282
Fee and commission expenses	(139)	(137)
Net Fee and commission income or expenses	102	145
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	325	27
Gains or (-) losses on financial assets and liabilities held for trading, net	3 642	994
Gains or (-) losses on non-trading financial assets mandatorily at fair value through profit or loss, net	(10)	(31)
Gains or (-) losses from hedge accounting, net	85	8
Exchange differences [gain or (-) loss], net	(3 782)	(1 131)
Gains or (-) losses on derecognition of non-financial assets, net	0	0
Other operating revenue and income	2 985	1 782
Total operating income	11 754	8 001
Administrative expenses	(4 246)	(3 578)
Salaries and employee benefits	(3 321)	(2 710)
Other administrative expenses	(925)	(868)
Depreciation	(387)	(296)
Administrative expenses	(2 412)	(2 296)
Modification gain or (loss)	(1 865)	0
Provisions (-) or reversal of provisions	2 524	360
Impairment (-) or reversal of impairment on financial assets not measured at fair value through profit or loss	(4 609)	(1 423)
Impairment (-) or reversal of impairment of investments in subsidiaries, joint ventures and associates	232	(484)
Impairment (-) or reversal of impairment of non-financial instruments	0	(19)
Profit before tax	991	265
Tax expenses related to profit or loss	(203)	(86)
Profit after tax	788	179

MFB Hungarian Development Bank Private Limited Company
Non-audited Separate Income Statement

in million HUF unless otherwise stated

Reclassifications detailed in the audited financial statements prepared for 31 December 2019 were also reclassified in the income statements prepared for 30 June 2019 represented by the "Reclassified" mark in the heading for 30 June 2019. The identified reclassification resulted from the fact that the negative interest on financial liabilities and other assets interest income were reversed within interest income under the heading "Interest income calculated using the effective interest method" and "Other similar income". HUF 17 million was reclassified between the two lines

	30/06/2019 Reclassified	30/06/2019 Original	Effect of change
Interest income calculated using the effective interest method	9 386	9 369	17
Other interest income	8 032	8 049	(17)

Budapest, 3 August 2020


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MFB Hungarian Development Bank Private Limited Company
Non-audited Separate Other Comprehensive Income Statement

in million HUF unless otherwise stated

	30/06/2020	30/06/2019
Profit after tax	788	179
Other comprehensive income	14	14
Items that will not be reclassified to profit or loss	272	19
Change in fair value of equity instruments at fair value through other comprehensive income	299	24
Tax impact of items that will not be reclassified to profit and loss	(27)	(5)
Items that may be reclassified to profit or loss	(258)	(5)
Debt instruments at fair value through other comprehensive income	(292)	8
Fair value change recognized in own equity	(292)	8
Profit recognized in the income statements	0	0
Other reclassification	0	0
Tax impact of items that will be reclassified to profit and loss	34	(13)
Total comprehensive income for the year	802	193

Budapest, 3 August 2020


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MFB Hungarian Development Bank Private Limited Company
Non-audited Separate Statement of Changes in Shareholder's Equity

in million HUF unless otherwise stated

	Share Capital	Share premium	Other Reserves	Retained earnings	Accumulated other comprehensive income	Total
Balance at 31 December 2018	114 500	81 870	8 605	15 002	547	220 524
Net profit for the year				400		400
Other comprehensive income					199	199
Total comprehensive income				400	199	599
General reserve allocation			39	(39)		0
General risk provision reallocation			(6 557)	6 557		0
Balance at 31 December 2019	114 500	81 870	2 087	21 920	746	221 123
Net profit for the year				788		788
Other comprehensive income					14	14
Total comprehensive income				788	14	802
General reserve allocation			79	(79)		0
Balance at 30 June 2020	114 500	81 870	2 166	22 629	760	221 925

Budapest, 3 August 2020


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Chief Executive Officer


Kornél Kisgergely
General Director

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