

Fast organic growth; Euro Bank impact on results

Net profit of Bank Millennium Group (including already acquired in May Euro Bank) reached in the 1H 2019 the amount of **PLN 334 million**, which is 4% lower than a profit achieved in 1H 2018.

PLN 81 million of initial provisioning of Euro Bank performing portfolio (PLN 65 million in net terms), as part of IFRS9 impact was the biggest one-off item. When adjusting for this item, as well as for PLN 27 million extra tax recovery from 1Q and adopting equal distribution of Banking Guarantee Fund (BFG) resolution fee through the year, the normalised net profit would have reached **PLN 411 million** in 1H 2019. This would mean a **12.1% growth** versus homologous pro-forma result of 1H 2018.

Main financial highlights in 1H 2019

ROE(*)	9.7%
NIM	2.66%
C/I ratio (*)	46.0%
L/D ratio	88%
LCR ratio	172%
Impaired loans ratio (stage 3 portfolio)	4.3%
TCR (*)	20.1%
CET 1	16.9%

(*) with equal BFG fee distribution through the year and without one-offs

High asset quality and liquidity kept

Main business highlights in 1H 2019 (ex. Euro Bank)

Deposits in retail	up 14 % y/y
PLN mortgage loans	up 20% y/y
Mortgage loans sales	up 18% y/y
Cash loan sales	up 31% y/y
Loans of companies	up 11% y/y
Deposits of companies	up 16% y/y
Factoring turnover	up 6% y/y
Leasing sales	up 8% y/y

Over PLN 1 billion sale of cash loans and mortgage loans in 2Q 2019

Bank Millennium Group

Bank Millennium is a universal bank, offering a broad range of services to retail and corporate customers via a network of 374 branches (465 Euro Bank branches), and electronic banking channels. Bank Millennium is Poland's 7th* largest bank by assets.

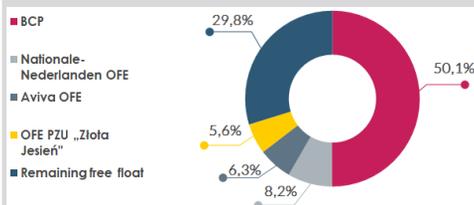
Employs 6143 people (FTE) in Bank Millennium and 2407 in Euro Bank.

(*) Data as on 31.03.2019

Management Board

- Joao Bras Jorge – CEO
- Fernando Bicho – Deputy Chairman (CFO)
- Wojciech Haase - Board Member
- Andrzej Gliński - Board Member
- Wojciech Rybak - Board Member
- António Ferreira Pinto Júnior - Board Member
- Jarosław Hermann - Board Member

Shareholders structures (*)



Bank's current rating

Moody's	Baa1/ P2/ baa3 / stable outlook
Fitch	BBB- / F3/ bbb- / stable outlook
Capital Intelligence	BBB/A3/BBB / stable outlook

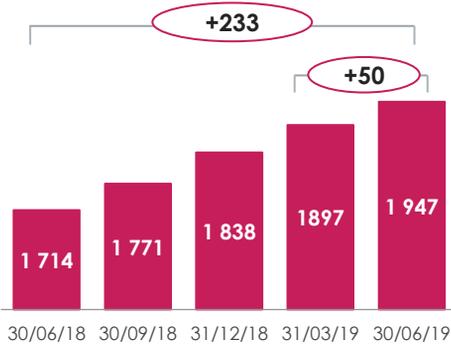
Bank's shares

No of shares	1 213 116 777
WSE Ticker	MIL
ISIN	PLBIG0000016
Bloomberg	MIL.PW
Reuters	MILP.WA
Indices	WIG, WIG 30, mWIG40, WIG Banks, Respect Index

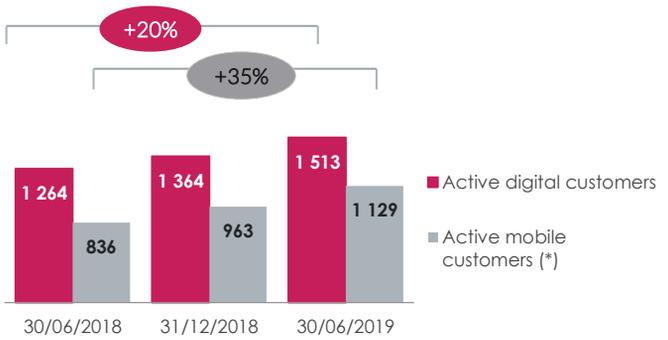
(*) according to the information from current report dated 25.03.2019 published after Ordinary General Shareholders Meeting of Bank Millennium

+233 ths yearly growth in number of active retail customer (ex. Euro Bank)

Active Retail Clients (in thousand)



Use of electronic channels (in thousand)



(*) retail clients actively using mobile app and mobile Millenet

Acquisition of Euro Bank – full operational merger planned in November

Following non-objection from Financial Supervision Authority (KNF), the transaction was closed on 31/5/2019

Transaction Agreement

Closing

Legal merger

Operational merger

Day 0 (5 November 2018)

Day 1 (31 May 2019)

Day 2 (October 2019)

Day 3 (November 2019)



- One owner
- Two legal entities
- Two brands
- Two systems

- One owner
- One legal entity
- Two brands
- Two systems

- One owner
- One legal entity
- One Brand
- One system

Bank Millennium – Client Relations Star



In the „**Banking Stars 2019**” competition organised by Dziennik Gazeta Prawna and PwC, the Bank was three times among the Top 3:

- **1st place in the „Client Relations” category** receiving the „Client Relations Star” title (the ranking was based on customer opinions),
- **2nd place in the „Innovativeness” and „Growth” categories.**

Bank Millennium Investor Relations

Artur Kulesza – Head of Investor Relations

Katarzyna Stawinoga - Tel.: 598-11-10

Marek Miśków -Tel.: 598-11-16

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Next events

28.10.2019 - Publication of the report for 3Q 2019



www.bankmillennium.pl



Kanał na YouTube



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