

Letter from Bank Guarantee Fund concerning new minimum requirement for own funds and eligible liabilities (MREL)

Current Report No. 30/2024 of 20 December 2024, 4:06pm

The Management Board of Bank Ochrony Środowiska S.A. of Warsaw (the "Bank") announces that it has received a letter from the Bank Guarantee Fund ("BFG") concerning the MREL levels set for the Bank.

The MREL-TREA requirement has not changed relative to the level assigned to the Bank based on consolidated data in the previous planning cycle, remaining equal to 12.00% of TREA. On top of that, the Bank is required meet the combined buffer requirement. A part of the MREL requirement must be met by the Bank with own funds, subordinated eligible instruments or liabilities referred to in Art. 97b.1 of the BFG Act, at 11.03% of TREA.

The MREL-TEM requirement equals 4.5% of the total exposure amount (TEM) to be met by 31 December 2025 and 7.1% to be met by 1 January 2026. In addition, the Bank has been notified of a change in the MREL-TEM formula, effective as of 1 January 2026. A part of the MREL requirement must be met by the Bank with own funds, subordinated eligible instruments or liabilities referred to in Art. 97b.1 of the BFG Act, at 4.41% of TEM to be met by 31 December 2025 and at 7.1% to be met by 1 January 2026.

Legal basis:

Article 17(1) of Regulation (EU) No 596/2014 of the European Parliament and of the Council of 16 April 2014 on market abuse (market abuse regulation) and repealing Directive 2003/6/EC of the European Parliament and of the Council and Commission Directives 2003/124/EC, 2003/125/EC and 2004/72/EC (MAR).