

INDEPENDENT AUDITOR'S REPORT

To the Shareholders of MKB Bank Nyrt.

Opinion

We have audited the interim balance sheet of MKB Bank Nyrt. (the „Company”) as at March 31, 2022 which shows total assets of thHUF 3,802,216 and profit after tax of thHUF 22,648.

In our opinion, the accompanying interim balance sheet has been prepared, in all material respects in accordance with Act C of 2000 on Accounting (the „Accounting Act”) effective in Hungary.

Basis for Opinion

We conducted our audit in accordance with the Hungarian National Standards on Auditing and the effective Hungarian laws and other regulations on audits. Our responsibilities under these standards are further described in the "*The Auditor's Responsibilities for the Audit of the Interim Balance Sheet*" section of our report.

We are independent of the Company in compliance with the relevant effective Hungarian regulations and the “Rules of conduct (ethical rules) of the auditor profession and the disciplinary process” of the Chamber of Hungarian Auditors and, in respect of matters not regulated therein, the Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (the IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the same ethical requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matters: Purpose and Basis of Interim Balance Sheet preparation

The attached interim balance sheet was exclusively prepared for the purpose of enabling the owner's decision on transformation of the Company under the provisions of Section 114/A of the Accounting Act. Review of the interim balance sheet is not a substitute for reading the Company's audited financial statements for the year ended December 31, 2021 and the accounting policies described in its supplementary notes, which was also observed for the purposes of the interim balance sheet. The interim balance sheet was prepared for the above purpose, but not to present or to give a true and fair view of the financial position of MKB Bank Nyrt. as of March 31, 2022 and its financial performance for the period then ended.

Other Matters: Restriction on Use

Our audit report is intended solely for the purpose of informing and making available to the Shareholders of MKB Bank Nyrt., not for any other purpose and it can not be used by another party, for other purposes or published without our prior written approval.

Responsibilities of Management and Those Charged with Governance for the Interim Balance Sheet

Management is responsible for the preparation and fair presentation of the interim balance sheet in accordance with the Accounting Act, and for such internal control as management determines is necessary to enable the preparation of interim balance sheet that are free from material misstatement, whether due to fraud or error.

In preparing the interim balance sheet, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to the going concern principle, and preparing the interim balance sheet using the going concern basis of accounting. Management must apply the going concern principle, unless the use of this principle is precluded by any provision, or if any fact or circumstance prevails, which precludes the Company to continue as a going concern.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

The Auditor's Responsibilities for the Audit of the Interim Balance Sheet

Our objectives during the audit are to obtain reasonable assurance about whether the interim balance sheet as a whole are free from material misstatement, whether due to fraud or error, and to issue, on the basis of the above, an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Hungarian National Standards on Auditing and the effective Hungarian laws and other regulations on audits will always detect a material misstatement when it exists. Misstatements can arise from fraud or error, and they are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the interim balance sheet.

As part of an audit in accordance with the Hungarian National Standards on Auditing and the effective Hungarian laws and other regulations on audits, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the interim balance sheet, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management.
- Conclude on the appropriateness of management's preparation of the interim balance sheet in accordance with the going concern principle and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report or to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the interim balance sheet and whether the interim balance sheet represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in the Company's internal control that we identify during the audit.

Budapest, 1 June 2022

The original Hungarian version has been signed

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M K B B a n k N y r t .

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statistic code

*Separate
Interim Financial
Statements*

Prepared under
International Financial Reporting Standards
as adopted by the EU

31 March 2022

Budapest, 01 June 2022

MKB Bank Nyrt.
Statement of Financial Position as at 31 March 2022

| | 31 March 2022 | 31 December 2021 |
|---|------------------|------------------|
| <i>Assets</i> | | |
| Cash reserves | 1 011 075 | 831 434 |
| Loans and advances to banks | 83 068 | 61 814 |
| Derivative financial assets | 157 723 | 104 402 |
| Derivative assets held for risk management | 13 144 | - |
| Securities | 1 184 523 | 1 003 751 |
| Loans and advances to customers | 1 227 183 | 1 201 209 |
| Non-current assets held for sale and discontinued operations | 32 | 35 |
| Other assets | 24 606 | 18 810 |
| Deferred tax assets | 7 871 | 7 756 |
| Investments in subsidiaries, jointly controlled entities and associates | 54 035 | 49 563 |
| Intangibles | 26 754 | 27 388 |
| Property and equipment | 12 202 | 14 020 |
| Total assets | 3 802 216 | 3 320 182 |
| <i>Liabilities</i> | | |
| Amounts due to other banks | 946 523 | 705 565 |
| Deposits and current accounts | 2 232 461 | 2 233 694 |
| Derivate financial liabilities | 73 904 | 41 528 |
| Other liabilities and provisions | 244 673 | 50 188 |
| Current income tax liabilities | 2 480 | 1 862 |
| Issued debt securities | 7 702 | 3 394 |
| Subordinated debt | 45 635 | 45 070 |
| Total liabilities | 3 553 378 | 3 081 301 |
| <i>Equity</i> | | |
| Share capital | 100 000 | 100 000 |
| Reserves | 148 838 | 138 881 |
| Total equity | 248 838 | 238 881 |
| Total liabilities and equity | 3 802 216 | 3 320 182 |

Budapest, 01 June 2022

dr Zsolt Barna
Chairman and Chief Executive Officer

Antal Martzy
Deputy Chief Executive Officer

MKB Bank Nyrt.
Statement of Changes in Equity for the period ended 31 March 2022

| | Share capital | Share premium | Retained earnings | Revaluation on financial assets measured at FVTOCI | Total equity |
|---|----------------|---------------|-------------------|--|-----------------|
| At 1 January 2021 | 100 000 | 21 729 | 84 805 | (3 560) | 202 974 |
| Profit for the year | - | - | 55 916 | - | 55 916 |
| Other comprehensive income for the year | - | - | - | (20 009) | (20 009) |
| At 31 December 2021 | 100 000 | 21 729 | 140 721 | (23 569) | 238 881 |
| Profit for the year | - | - | 22 648 | - | 22 648 |
| Other comprehensive income for the year | - | - | - | (12 691) | (12 691) |
| 31 March 2022 | 100 000 | 21 729 | 163 369 | (36 260) | 248 838 |

| Reconciliation of share capital registered at registry court and share capital under IFRS as adopted by the EU | 31 March 2022 | 31 December 2021 |
|--|----------------|------------------|
| Share capital registered at the registry court | 100 000 | 100 000 |
| Instruments recognised as liabilities (-) | - | - |
| Share capital under IFRS as adopted by the EU | 100 000 | 100 000 |

| Schedule of the profit reserves available for dividend | 31 March 2022 | 31 December 2021 |
|--|----------------|------------------|
| Retained earnings (+/-) | 163 369 | 140 721 |
| Statutory other reserve (-) | 19 305 | 17 040 |
| Profit reserve available for dividend | 144 064 | 123 681 |

Budapest, 01 June 2022

dr Zsolt Barna
Chairman and Chief Executive Officer

Antal Martzy
Deputy Chief Executive Officer

Annex 1 Statement of Profit or Loss and Other Comprehensive Income for the period ended 31 March 2022

| | 2022 first quarter | 2021 year |
|---|--------------------|-----------------|
| <i>Statement of profit or loss</i> | | |
| Interest income | 43 419 | 82 330 |
| Interest expense | 27 825 | 32 472 |
| Net interest income | 15 594 | 49 858 |
| Net income from commissions and fees | 5 531 | 25 051 |
| Other operating income / (expense), net | 15 728 | 43 768 |
| Impairment / (Reversal) and provision for losses | (3 643) | 3 753 |
| Operating expense | 15 734 | 55 541 |
| Profit before taxation | 24 762 | 59 383 |
| Income tax (income) / expense | 2 114 | 3 467 |
| PROFIT FOR THE YEAR | 22 648 | 55 916 |
| <i>Other comprehensive income:</i> | | |
| <i>Items that may be reclassified subsequently to profit or loss:</i> | | |
| Revaluation on financial assets measured at FVTOCI | (12 691) | (20 009) |
| Other comprehensive income for the year net of tax | (12 691) | (20 009) |
| TOTAL COMPREHENSIVE INCOME FOR THE YEAR | 9 957 | 35 907 |
| Profit / (Loss) attributable to: | | |
| Shareholders of the bank | 22 648 | 55 916 |
| Non-controlling interests | - | - |
| Total comprehensive income attributable to: | | |
| Shareholders of the bank | 9 957 | 35 907 |
| Non-controlling interests | - | - |
| Net income available to ordinary shareholders | 22 648 | 55 916 |
| Average number of ordinary shares outstanding (thousands) | 100 000 | 100 000 |
| Earnings per Ordinary Share (in HUF) | | |
| Basic | 226 | 559 |
| Diluted | 226 | 559 |

Budapest, 01 June 2022

dr Zsolt Barna
Chairman and Chief Executive Officer

Antal Martzy
Deputy Chief Executive Officer