

**GETIN HOLDING S.A.  
CAPITAL GROUP**

**CONSOLIDATED FINANCIAL REPORT  
FOR THE 3 MONTH PERIOD ENDED 31 MARCH 2020**

Wroclaw, 25<sup>th</sup> of May 2020

*Getin Holding Capital Group*  
*Consolidated financial report for the 3 month period ended 31.03.2020*  
*data given in PLN thousand*

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## 1. Selected financial data

data from the interim consolidated financial statements	in thousands PLN		in thousands EUR	
	01.01.2020 - 31.03.2020	01.01.2019 - 31.03.2019	01.01.2020 - 31.03.2020	01.01.2019 - 31.03.2019
	(unaudited data)	(unaudited, transformed data)	(unaudited data)	(unaudited, transformed data)
Net Interest income - continuing operations	212 838	178 177	48 413	41 458
Net fee and commission income - continuing operations	44 691	58 340	10 166	13 574
Result from operating activities - continuing operations	(183 689)	(44 309)	(41 783)	(10 310)
Profit (loss) before income tax - continuing operations	(182 398)	(43 116)	(41 489)	(10 032)
Net profit (loss) from continuing operations	(207 732)	(63 704)	(47 252)	(14 822)
Net profit (loss) from discontinued operations	7 716	2 474	1 755	576
Total net profit (loss)	(200 016)	(61 230)	(45 496)	(14 247)
Net profit (loss) attributable to equity holders of the parent entity	(200 599)	(23 741)	(45 629)	(5 524)
- from continuing operations	(208 315)	(26 715)	(47 384)	(6 216)
- from discontinued operations	7 716	2 974	1 755	692
Net profit (loss) attributable to non-controlling interests	583	(37 489)	133	(8 723)
- from continuing operations	583	(36 989)	133	(8 606)
- from discontinued operations	-	(500)	-	(116)
Basic earnings per share (in PLN/EUR)	(1,06)	(0,13)	(0,24)	(0,03)
Diluted earnings per share (in PLN/EUR)	(1,06)	(0,13)	(0,24)	(0,03)
Net cash from operating activities	392 097	580 198	89 188	134 999
Net cash from investing activities	(793)	(143 689)	(180)	(33 433)
Net cash from financing activities	(10 211)	(906 541)	(2 323)	(210 931)
Net increase (decrease) in cash and cash equivalents	381 093	(470 032)	86 685	(109 366)
	<b>31.03.2020</b>	<b>31.12.2019</b>	<b>31.03.2020</b>	<b>31.12.2019</b>
	(unaudited data)		(unaudited data)	
Total assets	21 110 688	22 927 195	4 637 367	5 383 866
Total liabilities	20 192 392	21 929 645	4 435 646	5 149 617
Liabilities due to customers	18 042 536	18 654 438	3 963 389	4 380 518
Total equity	918 296	997 550	201 721	234 249
Equity attributable to equity holders of the parent entity	805 368	886 427	176 915	208 155
Non-controlling interests	112 928	111 123	24 807	26 094
Share capital	759 069	759 069	166 744	178 248
Number of shares	189 767 342	189 767 342	189 767 342	189 767 342
	<b>01.01.2020 - 31.03.2020</b>	<b>01.01.2019 - 31.03.2019</b>	<b>01.01.2020 - 31.03.2020</b>	<b>01.01.2019 - 31.03.2019</b>
	(unaudited data)		(unaudited data)	
Total income	117 846	51 729	26 806	12 036
Profit (loss) before income tax	94 904	45 996	21 587	10 702
Net profit (loss)	76 386	37 244	17 375	8 666
Basic earnings per share (in PLN/EUR)	0,40	0,20	0,09	0,05
Diluted earnings per share (in PLN/EUR)	0,40	0,20	0,09	0,05
Net cash from operating activities	11 221	21 100	2 552	4 909
Net cash from investing activities	(29)	(78 099)	(7)	(18 172)
Net cash from financing activities	(12 867)	65 288	(2 927)	15 191
Net increase (decrease) in cash and cash equivalents	(1 675)	8 289	(381)	1 929
	<b>31.03.2020</b>	<b>31.12.2019</b>	<b>31.03.2020</b>	<b>31.12.2019</b>
	(unaudited data)		(unaudited data)	
Total assets	1 126 739	1 069 869	247 510	251 231
Long- term liabilities	76 695	141 571	16 848	33 244
Short- term liabilities	153 812	103 778	33 788	24 370
Total equity	896 232	824 520	196 875	193 617
Share capital	759 069	759 069	166 744	178 248
Number of shares	189 767 342	189 767 342	189 767 342	189 767 342

The following exchange rates were used to convert the selected financial data into EURO:

- For items on the statement of financial position – the average National Bank of Poland exchange rates as at 31.03.2020: 1 EUR = 4.5523 PLN and as at 31.12.2019: 1 EUR = 4.2585 PLN.
- For items on the income statement and the cash flow statement – the exchange rate being the arithmetic mean of the average exchange rates announced by the National Bank of Poland on the last day of each month for the 3 months of 2020 and 2019 (respectively: 1 EUR = 4.3963 PLN and 1 EUR = 4.2978 PLN).

Getin Holding Capital Group  
 Consolidated financial report for the 3 month period ended 31.03.2020  
 data given in PLN thousand  
 Interim condensed consolidated financial statements of the Getin Holding Capital Group

## 2. Interim condensed consolidated financial statement of the Getin Holding Group

### INTERIM CONSOLIDATED INCOME STATEMENT (in thousand PLN)

	Note	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited, transformed data)
Interest income and income similar to interest	2.9	336 984	355 934
<i>Interest income on financial assets measured at amortized cost</i>		313 385	330 391
<i>Interest income on financial assets measured at fair value through other comprehensive income</i>		7 279	9 916
<i>Income similar to interest on financial assets measured at fair value through profit or loss</i>		16 320	15 627
Interest expense	2.9	(124 146)	(177 757)
<b>Net interest income</b>		<b>212 838</b>	<b>178 177</b>
Fee and commission income	2.10	68 698	83 561
Fee and commission expense	2.10	(24 007)	(25 221)
<b>Net fee and commission income</b>		<b>44 691</b>	<b>58 340</b>
Result on financial instruments measured at fair value through profit or loss		(13 541)	(14 823)
Result on derecognition of debt instruments measured at fair value through other comprehensive income		1 802	-
Result on disposal of associates and subsidiaries	2.11	(212 931)	-
Foreign exchange result		32 761	12 107
Other operating income	2.12	17 179	15 261
Other operating expenses	2.12	(13 053)	(10 125)
<b>Net other operating income and expenses</b>		<b>(187 783)</b>	<b>2 420</b>
<b>Net operating income</b>		<b>69 746</b>	<b>238 937</b>
Net impairment losses on financial assets and provisions for off-balance sheet liabilities	2.13	(110 293)	(115 736)
Administrative expenses	2.14	(143 142)	(167 510)
<b>Operating profit</b>		<b>(183 689)</b>	<b>(44 309)</b>
Share in profits (losses) of entities consolidated using the equity method		1 291	1 193
<b>Profit (loss) before income tax</b>		<b>(182 398)</b>	<b>(43 116)</b>
Income tax	2.15	(25 334)	(20 588)
<b>Net profit (loss) from continuing operations</b>		<b>(207 732)</b>	<b>(63 704)</b>
<b>Net profit (loss) from discontinued operations</b>		<b>7 716</b>	<b>2 474</b>
<b>Net profit (loss)</b>		<b>(200 016)</b>	<b>(61 230)</b>
Attributable to equity holders of the parent entity		(200 599)	(23 741)
- from continuing operations		(208 315)	(26 715)
- from discontinued operations		7 716	2 974
Attributable to non-controlling interests		583	(37 489)
- from continuing operations		583	(36 989)
- from discontinued operations		-	(500)
Earnings per share (in PLN):			
- basic		(1,06)	(0,13)
- basic from continuing operations		(1,10)	(0,14)
- diluted		(1,06)	(0,13)
- diluted from continuing operations		(1,10)	(0,14)

The additional notes and explanations presented on pages 9 to 63 constitute an integral part of the interim condensed consolidated financial statements.

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**INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (in thousands PLN)**

	<b>01.01.2020 - 31.03.2020</b>	<b>01.01.2019 - 31.03.2019</b>
Note	(unaudited data)	(unaudited, transformed data)
<b>Net profit (loss)</b>	<b>(200 016)</b>	<b>(61 230)</b>
<b>Items that can be transferred to the profit and loss account</b>	<b>119 040</b>	<b>27 549</b>
Exchange differences on the translation of foreign entities	122 509	18 085
Profits and losses on investments in debt instruments measured at fair value through other comprehensive income	(8 747)	4 043
Change in fair value resulting from a change in the credit risk of a financial liability designated at fair value through profit or loss	(197)	(82)
The effect of cash flow hedge accounting	5 522	7 708
Income tax on other comprehensive income	(47)	(2 205)
<b>Items that cannot be transferred to the profit and loss account</b>	<b>4 504</b>	<b>26 817</b>
Profits and losses on investments in equity instruments measured at fair value through other comprehensive income	4 504	27 312
Income tax	-	(495)
<b>Other comprehensive income</b>	<b>123 544</b>	<b>54 366</b>
2.26		
<b>Total comprehensive income for the period</b>	<b>(76 472)</b>	<b>(6 864)</b>
Attributable to equity holders of the parent entity	(79 544)	25 507
- from continuing operations	(87 260)	22 533
- from discontinued operations	7 716	2 974
Attributable to non-controlling interests	3 072	(32 371)
- from continuing operations	3 072	(31 871)
- from discontinued operations	-	(500)

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**CONSOLIDATED STATEMENT OF FINANCIAL POSITION** (in thousands PLN)

		31.03.2020	31.12.2019
		(unaudited data)	
	Note		
<b>ASSETS</b>			
Cash and balances in the Central Bank		1 744 646	1 291 249
Receivables from banks and financial institutions		585 230	505 920
Derivative hedging instruments		-	24 154
Derivatives measured at fair value through profit or loss		72 806	109 530
Equity instruments measured at fair value through profit or loss		93 164	93 145
Receivables from customers	2.16	14 837 445	15 088 135
<i>Loans and advances to customers measured at amortized cost</i>		14 837 393	15 088 059
<i>Financial assets measured at fair value through profit or loss</i>		52	76
Finance lease receivables	2.17	835 679	2 126 130
Other receivables measured at amortized cost	2.18	114 054	117 370
Investment securities, including:	2.19	1 771 082	2 433 622
<i>Debt instruments measured at fair value through other comprehensive income</i>		1 442 134	2 121 457
<i>Equity instruments measured at fair value through other comprehensive income</i>		118 458	113 955
<i>Debt instruments measured at amortized cost</i>		210 490	198 210
Investments in associates	2.20	238 007	236 716
Intangible assets		234 314	255 198
Property, plant and equipment		159 180	218 761
Investment properties		52 554	54 231
Non current assets classified as held for sale		6 135	5 905
Tax assets		28 815	73 162
<i>Current income tax receivables</i>		2 886	3 899
<i>Deferred tax assets</i>	2.15	25 929	69 263
Other assets		337 577	293 967
<b>TOTAL ASSETS</b>		<b>21 110 688</b>	<b>22 927 195</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Liabilities</b>			
Liabilities to other banks and financial institutions		175 186	1 261 040
Derivative hedging instruments		178 916	2 880
Derivatives measured at fair value through profit or loss		488	2 158
Other financial liabilities measured at fair value through profit or loss		924 292	1 035 512
Liabilities due to customers	2.21	18 042 536	18 654 438
Debt securities in issue	2.22	448 911	474 791
Other liabilities measured at amortized cost		159 220	150 601
Corporate income tax liabilities		5 327	8 222
Other liabilities		234 055	313 490
Deferred tax liabilities	2.15	3	3
Other provisions	2.23	23 458	26 510
<b>TOTAL LIABILITIES</b>		<b>20 192 392</b>	<b>21 929 645</b>
<b>Equity (attributable to equity holders of the parent entity)</b>		<b>805 368</b>	<b>886 427</b>
Share capital		759 069	759 069
Net profit /(loss)		(200 599)	101 319
Other capital		246 898	26 039
<b>Non-controlling interest</b>		<b>112 928</b>	<b>111 123</b>
<b>Total equity</b>		<b>918 296</b>	<b>997 550</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>21 110 688</b>	<b>22 927 195</b>

*The additional notes and explanations presented on pages 9 to 59 constitute an integral part of the interim condensed consolidated financial statements.*

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**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (in thousands PLN)**

For the 3 month period ended 31.03.2020

(unaudited data)	Other capital						Net profit	Attributable to equity holders of the parent company	Non-controlling interests	Total equity
	Share capital	Reserve capital and retained earnings	Revaluation reserve	Exchange differences	Share-based benefits - equity component	Other capital reserves				
<b>As at 01.01.2020</b>	759 069	341 799	(348 420)	(389 611)	25 239	397 032	101 319	886 427	111 123	997 550
Other comprehensive income	-	-	(1 454)	122 509	-	-	-	121 055	2 489	123 544
Net profit (loss)	-	-	-	-	-	-	(200 599)	(200 599)	583	(200 016)
<b>Total comprehensive income</b>	-	-	<b>(1 454)</b>	<b>122 509</b>	-	-	<b>(200 599)</b>	<b>(79 544)</b>	<b>3 072</b>	<b>(76 472)</b>
Transfer of profit from the previous period to retained earnings and profit distribution	-	101 319	-	-	-	-	(101 319)	-	-	-
Other	-	(1 514)	-	-	-	(1)	-	(1 515)	(1 267)	(2 782)
<b>Transactions with shareholders</b>	-	<b>99 805</b>	-	-	-	<b>(1)</b>	<b>(101 319)</b>	<b>(1 515)</b>	<b>(1 267)</b>	<b>(2 782)</b>
<b>At 31.03.2020</b>	<b>759 069</b>	<b>441 604</b>	<b>(349 874)</b>	<b>(267 102)</b>	<b>25 239</b>	<b>397 031</b>	<b>(200 599)</b>	<b>805 368</b>	<b>112 928</b>	<b>918 296</b>

**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (in thousands PLN)**

For the 3 month period ended 31.03.2019

(transformed data)	Other capital						Net profit	Attributable to equity holders of the parent company	Non-controlling interests	Total equity
	Share capital	Reserve capital and retained earnings	Revaluation reserve	Exchange differences	Share-based benefits - equity component	Other capital reserves				
<b>As at 01.01.2019</b>	759 069	1 330 127	(350 224)	(421 820)	25 239	401 287	(948 305)	795 373	165 298	960 671
Adjustment for prior year errors	-	(44 645)	-	-	-	-	-	(44 645)	(37 371)	(82 016)
<b>As at 01.01.2019 (transformed data)</b>	<b>759 069</b>	<b>1 285 482</b>	<b>(350 224)</b>	<b>(421 820)</b>	<b>25 239</b>	<b>401 287</b>	<b>(948 305)</b>	<b>750 728</b>	<b>127 927</b>	<b>878 655</b>
Other comprehensive income	-	-	31 163	18 085	-	-	-	49 248	5 118	54 366
Net profit (loss)	-	-	-	-	-	-	(23 741)	(23 741)	(37 489)	(61 230)
<b>Total comprehensive income</b>	-	-	<b>31 163</b>	<b>18 085</b>	-	-	<b>(23 741)</b>	<b>25 507</b>	<b>(32 371)</b>	<b>(6 864)</b>
Transfer of profit from the previous period to retained earnings and profit distribution	-	(948 305)	-	-	-	-	948 305	-	-	-
Other	-	(1 181)	-	-	-	(4 255)	-	(5 436)	(4 006)	(9 442)
<b>Transactions with shareholders</b>	-	<b>(949 486)</b>	-	-	-	<b>(4 255)</b>	<b>948 305</b>	<b>(5 436)</b>	<b>(4 006)</b>	<b>(9 442)</b>
<b>As at 31.03.2019</b>	<b>759 069</b>	<b>335 996</b>	<b>(319 061)</b>	<b>(403 735)</b>	<b>25 239</b>	<b>397 032</b>	<b>(23 741)</b>	<b>770 799</b>	<b>91 550</b>	<b>862 349</b>

The additional notes and explanations presented on pages 9 to 59 constitute an integral part of the interim condensed consolidated financial statements.

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**INTERIM CONSOLIDATED CASH FLOW STATEMENT** (in thousands PLN)

	<b>01.01.2020 - 31.03.2020</b>	<b>01.01.2019 - 31.03.2019</b>
	(unaudited data)	(unaudited, transformed data)
<b>Cash flows from operating activities</b>		
Net profit (loss)	(200 016)	(61 230)
Total adjustments:	592 113	641 428
Depreciation	25 890	24 549
Share in net profits (losses) of associates	(1 291)	(1 193)
Foreign exchange (profits)/losses	312	(2 734)
(Profit) loss on investing activities	213 080	(999)
Interest and dividends	4 631	53 715
Change in receivables from banks	(207 063)	(64 379)
Change in equity instruments measured at fair value through profit or loss	-	(3)
Change in derivative financial instruments (asset)	66 457	(3 574)
Change in receivables from customers	352 110	266 563
Change in finance lease receivables	(18 912)	(34 838)
Change in other receivables measured at amortized cost	3 316	573
Change in investment securities	665 105	(900 007)
Change in deferred tax assets	17 541	8 058
Change in other assets	(12 021)	(11 024)
Change in amounts due to other banks and financial institutions	3 807	157 341
Change in derivative financial instruments (liability)	174 292	(3 244)
Change in other financial liabilities measured at fair value through profit or loss	(111 220)	14 095
Change in liabilities to customers	(611 549)	1 077 635
Change in liabilities from the issue of debt securities	1 356	(2 430)
Change in other liabilities measured at amortized cost	15 303	(110 721)
Change in provisions and deferred tax liabilities	(1 040)	(3 375)
Change in other liabilities	15 054	166 348
Other adjustments	(1 346)	13 456
Income tax paid	(11 906)	(14 925)
Current income tax	10 207	12 541
<b>Net cash flow from operating activities</b>	<b>392 097</b>	<b>580 198</b>
<b>Cash flows from investing activities</b>		
<b>Investing activity inflows</b>	<b>15 950</b>	<b>18 027</b>
Disposal of shares in subsidiaries	11 250	-
Disposal of intangible assets and property, plant and equipment	800	5 470
Interest received	3 900	7 229
Other investing inflows	-	5 328
<b>Investing activity outflows</b>	<b>(16 743)</b>	<b>(161 716)</b>
Purchase of intangible assets and property, plant and equipment	(16 701)	(35 749)
Interest paid	-	(27 195)
Other investing outflows	(42)	(98 772)
<b>Net cash flow from investing activities</b>	<b>(793)</b>	<b>(143 689)</b>
<b>Cash flows from financing activities</b>		
Issue of debt securities	3 294	35 445
Redemption of issued debt securities	(15 518)	(77 921)
Proceeds from loans and advances	282 927	5 804
Repayment of loans and advances	(245 619)	(837 127)
Repayment of lease liabilities	(4 446)	-
Interest paid	(30 849)	(32 742)
<b>Net cash flow from financing activities</b>	<b>(10 211)</b>	<b>(906 541)</b>
Net change in cash and cash equivalents	381 093	(470 032)
Net foreign exchange differences	582	954
Cash and cash equivalents at the beginning of the period	1 725 035	1 855 576
<b>Cash and cash equivalents at the end of the period</b>	<b>2 106 710</b>	<b>1 386 498</b>
including restricted cash	173	162

*The additional notes and explanations presented on pages 9 to 59 constitute an integral part of the interim condensed consolidated financial statements.*



## **2.1. General information**

Getin Holding S.A.  
ul. Gwiaździsta 66  
53-413 Wrocław

Tax Identification No. 895-16-94-236  
REGON 932117232  
KRS 0000004335

The Getin Holding Capital Group (hereinafter referred to as the "Getin Holding Capital Group", "Getin Holding Group" or "Capital Group") consists of the parent company Getin Holding S.A. (hereinafter referred to as "Getin Holding", the "Company" or the "Issuer") and its subsidiaries.

The predominant activity of the Company is conducting capital investments in domestic and foreign markets. The Company acts as a holding company of the Capital Group, and the companies of the Capital Group operate within the following areas:

- banking services;
- leasing services;
- financial services

The entire Getin Holding Group is controlled by Dr. Leszek Czarnecki, PhD.

As at 31.03.2020 and as at the date of preparing these financial statements the Management Board of Getin Holding S.A. was composed of:

- Piotr Kaczmarek – President of the Management Board
- Krzysztof Jarosław Bielecki – First Vice-President of the Management Board
- Izabela Lubczyńska - Member of the Management Board
- Krzysztof Florczak - Member of the Management Board

In the period covered by the financial statements, there were no changes in the composition of the Company's Management Board.

*Getin Holding Capital Group  
Consolidated financial report for the 3 month period ended 31.03.2020  
data given in PLN thousand  
Interim condensed consolidated financial statements of the Getin Holding Capital Group*

## 2.2. The composition of the Getin Holding Group and associated entities

The interim condensed consolidated financial statements for the 3 month period ended 31.03.2020 concern Getin Holding and the following companies of the Getin Holding Group:

**Fully consolidated subsidiaries:**

Company name	Type of activity	Effective share in capital		Additional information
		31.03.2020	31.12.2019	
Idea Bank S.A. with its registered office in Warsaw	Banking	54,43%	54,43%	Getin Holding S.A. owns 54.43% shares
Idea Money S.A. with its registered office in Warsaw	Intermediation in financial and insurance services, factoring services	54,43%	54,43%	Idea Bank S.A. (Poland) owns 100% shares
Idea Fleet S.A. with its registered office in Wroclaw	Leasing and other financial services	na	54,43%	On 31.01.2020 Idea SPV sp. z o.o. sold its shares in Idea Fleet S.A. to the associate company Idea Getin Leasing S.A.
Idea SPV sp. z o.o. with its registered office in Warsaw	Other financial activities	54,43%	54,43%	Idea Bank S.A. (Poland) owns 100% units
Development System sp. z o.o. with its registered office in Wroclaw	Real estate management	54,43%	54,43%	Idea Bank S.A. (Poland) owns 100% shares
MW Trade S.A. with its registered office in Wroclaw	Financial services	51,27%	51,27%	Getin Holding S.A. owns 51.27% shares
Getin International S.A. with its registered office in Wroclaw	Holding activity for foreign entities of the Group	100,00%	100,00%	Getin Holding S.A. owns 100% shares

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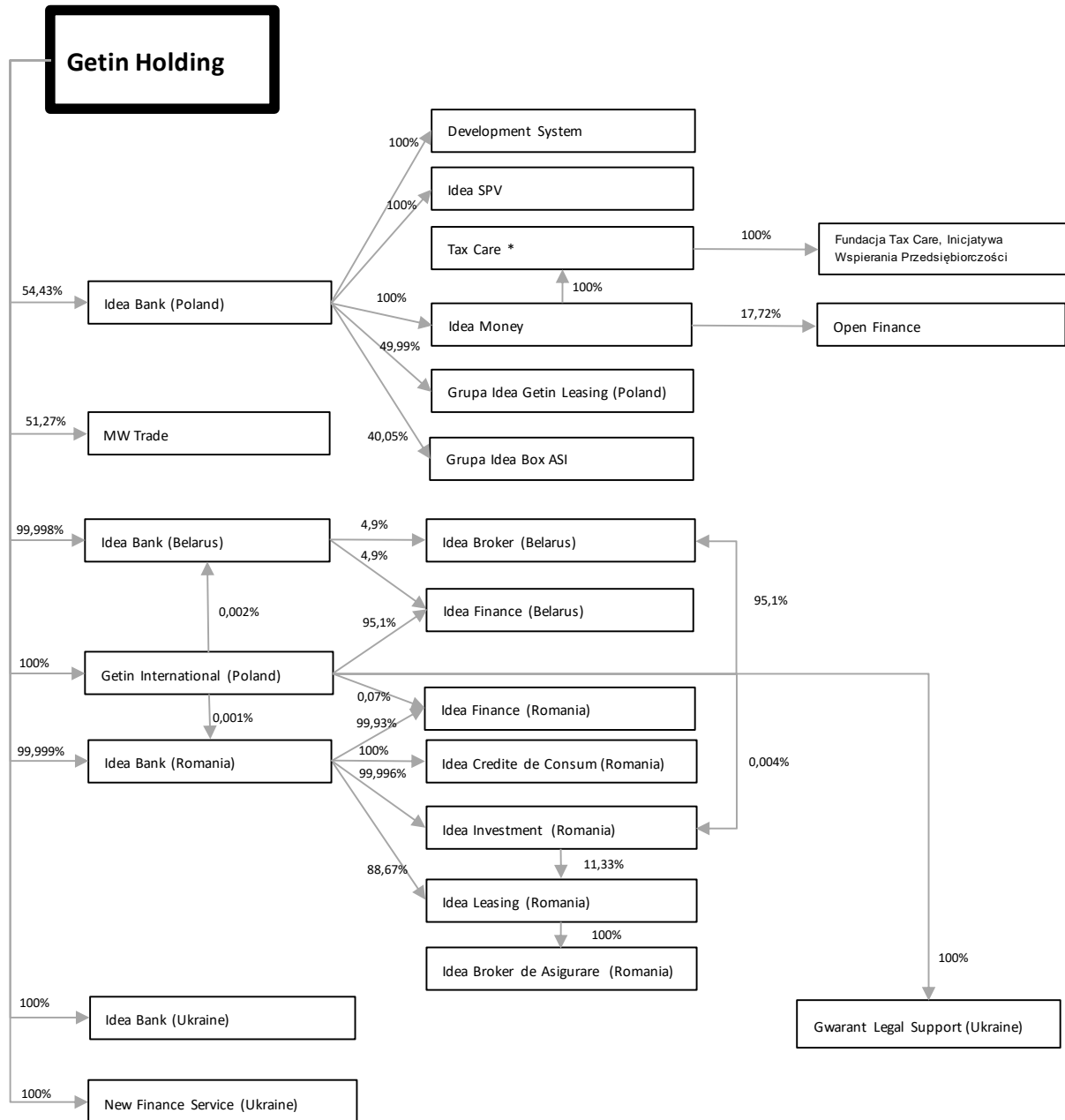
**Fully consolidated subsidiaries:**

Company name	Type of activity	Effective share in capital		Additional information
		31.03.2020	31.12.2019	
Carcade sp. z o.o. with its registered office in Kaliningrad (Russian Federation)	Leasing	na	100.00%	On 30.03.2020, the sale of Carcade sp. z o.o. was registered.
Carcade Service sp. z o.o. with its registered office in Krasnodar (Russian Federation)	Other services	na	100.00%	On 30.03.2020, Carcade sp. z o.o., the parent company of Carcade Service sp. z o.o., was sold.
Centr Karaw to sp. z o.o. with its registered office in Moscow (Russian Federation)	Car sales	na	100.00%	On 30.03.2020, Carcade sp. z o.o., the parent company of Centr Karaw to sp. z o.o., was sold.
Assets Service Finance sp. z o.o. with its registered office in Moscow (Russian Federation)	Financial services	na	100.00%	On 20.01.2020, the liquidation of the subsidiary was completed and it was removed from the registry of companies.
Idea Bank S.A. with its registered office in Lviv (Ukraine)	Banking	100.00%	100.00%	Getin Holding S.A. owns 100% shares
Gwarant Legal Support sp. z o.o. with its registered office in Lviv (Ukraine)	Legal services	100.00%	100.00%	Getin International S.A. owns 100% units
New Finance Service sp. z o.o. with its registered office in Kiev (Ukraine)	Factoring services	100.00%	100.00%	Getin Holding S.A. owns 100% of units
Idea Bank S.A. with its registered office in Minsk (Belarus)	Banking	100.00%	100.00%	Getin Holding S.A. owns 99.998% of shares and Getin International S.A. owns 0.002% shares
Idea Finance sp. z o.o. with its registered office in Minsk (Belarus)	Financial agency	100.00%	100.00%	Getin International S.A. owns 95.1% units, Idea Bank S.A. (Belarus) owns 4.9% units
Idea Broker sp. z o.o. with registered office in Minsk (Belarus)	Insurance brokerage	100.00%	100.00%	Getin International S.A. owns 95.1% units, Idea Bank S.A. (Belarus) owns 4.9% units
Idea Bank S.A. with its registered office in Bucharest (Romania)	Banking	100.00%	100.00%	Getin Holding S.A. owns 99.999% shares, Getin International S.A. owns 0.001% shares
Idea Finance IFN with its registered office in Bucharest (Romania)	Leasing	100.00%	100.00%	Idea Bank (Romania) owns 99.93% units, Getin International S.A. owns 0.07% units
Idea Investment S.A. with registered office in Bucharest (Romania)	Other financial activities	100.00%	100.00%	Idea Bank (Romania) owns 99.996% units, Getin International S.A. owns 0.004% units
Idea Leasing IFN S.A. with its registered office in Bucharest (Romania)	Leasing	100.00%	100.00%	Idea Bank (Romania) owns 88.67% units, Idea Investment owns 11.33% units,
Idea Broker de Asigurare SRL with its registered office in Bucharest (Romania)	Insurance brokerage	100.00%	100.00%	Idea Leasing IFN (Romania) owns 100% units
Idea Credite de Consum SRL with its registered office in Bucharest (Romania)	Loan brokerage	100.00%	100.00%	Idea Bank (Romania) owns 100% units

**Associates:**

Company name	Type of activity	Effective share in capital		Additional information
		31.03.2020	31.12.2019	
Idea Box S.A. Group with its registered office in Warsaw	Other financial services	21,80%	21,80%	Idea Bank S.A. (Poland) owns 40.05% shares
Open Finance S.A. with its registered office in Warsaw	Financial services brokerage	9,64%	9,64%	Idea Money S.A. owns 17,72% shares
Idea Getin Leasing S.A. Group with its registered office in Wroclaw	Leasing	27,21%	27,21%	Idea Bank S.A. (Poland) owns 49.99% shares

**Organisational chart of the Getin Holding Group as at 31.03.2020**



*\*In connection with the bankruptcy petition filed by the company Tax Care S.A to the Warsaw District Court on 30.07.2019, the Idea Bank (Poland) Group decided that it had lost control over the company and ceased its consolidation.*

During the period from 01.01.2020 to 31.03.2020 the following significant events took place within the Capital Group:

- On 20.01.2020, the liquidation of the subsidiary Assets Service Finance was completed by removing the company from the register of entrepreneurs.
- On 31.01.2020, a company in the Idea Bank Capital Group (Poland), Idea SPV, sold all shares which it held in Idea Fleet (99.99% of Idea Fleet's share capital) to Idea Getin Leasing S.A. Additionally, as part of the transaction in question, Idea Bank (Poland) directly sold one share in Idea Fleet to Idea Getin Leasing. The transaction value was PLN 11,250,000 (sale of shares held by Idea SPV) and PLN 14 (sale of one share held by Idea Bank (Poland)). As a result of the above mentioned transaction, the sole shareholder of Idea Fleet became Idea Getin Leasing, an associated company of the Group, while Idea Fleet ceased to be a part of Idea Bank Group. The result on the sale transaction is presented in note 2.11.
- On 30.03.2020, the transfer of ownership of 1 share, constituting 100% of the share capital of Carcade (Russia), from Getin Holding SA to Gazprombank Leasing JSC and Novfintekh LLC (the buyers) was registered in the relevant register; the transfer of ownership occurred with the implementation of sales agreements dated 29.11.2019 and 20.03.2020. At the same time, on 30.03.2020, a transfer of ownership of a 0.1% share in Carcade Service sp.z o.o. was registered from Idea Broker (Belarus) to Gazprombank Leasing JSC. On 31.03.2020 Getin Holding Group did not hold any shares in the Carcade Group. A detailed description of the company's sale process is presented in note 2.11.

### Employment in the Capital Group

Employment (full-time equivalent) at the companies of the Getin Holding Capital Group	31.03.2020	31.12.2019	Change
Getin Holding S.A.	25	26	(1)
Idea Bank Group (Poland)	1 121	1 205	(84)
MW Trade S.A.	11	12	(1)
Russian Segment <sup>(1)</sup>	na	796	(796)
Ukrainian Segment <sup>(2)</sup>	1 670	1 663	8
Belarusian Segment <sup>(3)</sup>	801	823	(22)
Idea Bank (Romania) Group <sup>(4)</sup>	515	498	17
<b>Total</b>	<b>4 143</b>	<b>5 023</b>	<b>(879)</b>
including:			
Poland	1 157	1 243	(86)
International operations	2 986	3 780	(793)

(1) On 30.03.2020, the sale of Carcade sp. z o.o. was registered.

(2) Idea Bank (Ukraine), Gwarant Legal Support, New Finance Service

(3) Idea Bank (Belarus), Idea Finance (Belarus), Idea Broker (Belarus)

(4) Idea Bank (Romania), Idea Leasing (Romania), Idea Broker (Romania), Idea Investment (Romania), Idea Finance (Romania), Idea Credite de Consum (Rumunia)

### 2.3. Approval of the financial statements

These consolidated financial statements were approved for publication by the Management Board on 25.05.2020.

## **2.4. Information about principles applied during the preparation of the interim condensed consolidated financial statements**

The interim condensed consolidated financial statements of the Getin Holding Group (hereinafter referred to as the "financial report") cover the period of 3 months ended 31.03.2020 and contain comparative data for the period of 3 months ended 31.03.2019 for the profit and loss statement, statement of changes in equity, statement of comprehensive income, cash flow statement and data from the financial position as at 31.12.2019. The comparative data as at 31.12.2019 was audited by an auditor.

### **2.4.1. Basis of preparation of the consolidated financial statements**

These consolidated financial statements have been prepared in accordance with the International Financial Reporting Standards approved by the EU ("IFRS-EU"), in particular in accordance with the International Accounting Standard ("IAS") 34 "Interim Financial Reporting", according to the historical cost principle, with the exception of:

- financial assets and liabilities measured at fair value through profit or loss
- financial assets measured at fair value through other comprehensive income,
- investment properties measured at fair value through profit or loss,
- fixed assets or groups of assets classified as held for sale, which are measured at the lower of the following two amounts: their carrying amount or fair value less costs to sell.

The consolidated financial statements are presented in PLN (Polish Zloty), and all figures are given in PLN thousands, unless indicated otherwise.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual consolidated financial statements and should be read in conjunction with the Group's annual consolidated financial statements for the year ended 31.12.2019.

### **2.4.2. Statement on the Going Concern of the Group**

#### **2.4.2.1 Statement on the continuation of activities of Getin Holding**

During the 3 month period of 2020, Getin Holding generated a net profit at the standalone level of PLN 76.4 million and at the consolidated level the Group recorded a loss of PLN -200.0 million due to the settlement of the sale of the subsidiary Carcade (Russia). The net loss on the disposal of Carcade at the consolidated level amounted to PLN -228.1 million, which is largely the result of the transfer from capital to the profit and loss account of foreign exchange differences from the translation of the foreign entity in the amount of PLN -164.3 million. At the standalone level, the Company realized a positive result on the sale of Carcade in the amount of PLN 35.4 million.

During the reporting period Getin Holding and the companies of the Getin Holding Group are continuing their current operations. The nature of their operating activities has not changed in 2020 and presents a stable outlook.

In accordance with the applicable regulations, the Company created supplementary capital to cover losses. On 05.05.2020 a resolution was adopted at the Ordinary General Meeting of the Company to allocate profit from 2019 in the amount of PLN 55.3 million to reserve capital.

The Company monitors the risks associated with complying with its covenants. After the reporting period, on 10.04.2020, the Company made an early repayment of part of its liabilities towards Getin Noble Bank in the amount of PLN 83.1 million.

As at the date of preparing this report, the Company meets all the requirements resulting from the loan agreements concluded by the Company, in particular credit agreements with Getin Noble Bank S.A. and Idea Bank S.A. (Poland). There are also no circumstances which would result in the bondholders' right to early repayment of liabilities provided for in the Act on Bonds.

In summary, there are no circumstances regarding the breach of accepted commitments that could negatively affect the Company's liquidity and termination of loan agreements or early redemption of bonds. The company takes the utmost care in maintaining safeguards and performance of obligations towards lenders and bondholders. The company assumes timely repayment of existing credit obligations and redemption of maturing bonds on time.

The Management Board of the Company, bearing in mind the risks related to maintaining the Company's financial liquidity, is of the opinion that the actions taken by it enable it to be secure. The main source of financing for the current operations of the Company will be, as before, dividends and remuneration for the provision of advisory services in the ongoing operations of the subsidiaries. The acquisition of funding comes mainly from foreign operations (Belarus, Romania, Ukraine). Therefore, the company is not directly dependent in this respect on the financial position of Idea Bank S.A. (Poland). In addition to the assumed continuation of activities with subsidiaries as part of the adopted strategy, the Management Board of the Company is taking steps to minimize its investments and is progressively deleveraging its liabilities. This purpose is also served by the Company's sale transactions of assets in Russia and conditional sales transactions of assets in Ukraine, which the Company announced in separate reports.

With the above assumptions, the Company will maintain a positive balance of cash flows over a 12-month horizon.

The Company also recognizes the risk related to the capital requirements of Idea Bank S.A. at the level of the bank and the Getin Holding Capital Group. The amount of required Tier 1 ratios and CAR coefficient and the level of their implementation by the Getin Holding Capital Group are presented in the table below as at 31.03.2020:

Ratio	Limit	Consolidated level Getin Holding Group	
		Realization	Difference
TIER 1	8,50%	3,88%	(4,62)p.p.
CAR	10,50%	4,12%	(6,38)p.p.

The Management Board of the Company notes that in relation to the risk associated with capital levels, its character remained unchanged compared to the end of 2019. Getin Holding does not have separate capital adequacy requirements and there is no obligation to report them to the Polish Financial Supervision Authority. Only Idea Bank S.A. (Poland), which is a credit institution within the meaning of the relevant provisions, is obliged to report capital ratios to the Polish Financial Supervision Authority, including at the level of the Getin Holding Group.

However, it should be emphasized that all other banks dependent on the Company meet the requirements of capital adequacy. Non-compliance with the capital requirement at the level of the Getin Holding Group is therefore solely a consequence of the equity position of Idea Bank S.A. (Poland). Corrective actions taken at Idea Bank S.A. are aimed at restoring capital adequacy ratios to a level compliant with the relevant legal provisions.

The Management Board of the Company notes that the information contained in the statement on the going concern of Idea Bank S.A. (Poland) concerns only this company. We are of the opinion that even materialization of some or all of the risks described in Idea Bank S.A. (Poland)'s statement does

not mean automatic materialization of these risks at the level of the Getin Holding Group. Despite a change in scope or size, the operations of the Getin Holding Group may be continued in such a situation.

In connection with the above, these financial statements have been prepared on the assumption that Getin Holding and the Capital Group will continue as going concerns in the foreseeable future, i.e. at least one year from the balance sheet date.

#### **2.4.2.2. Statement on the going concern of the subsidiary Idea Bank (Poland)**

As a result of the high loss recorded at the end of 2018 and reduction of capital in 2019, despite the fact that since the second quarter of 2019 the Idea Bank (Poland) Group has been profitable, the capital adequacy ratios of Idea Bank (Poland) and the Idea Bank (Poland) Group as at 31.03.2020 dropped below the requirements set out in Art. 92 of the CRR Regulation, as shown in the table below:

#### **The capital adequacy ratios of Idea Bank (Poland) and the Idea Bank (Poland) Group as at 31.03.2020.**

Ratio	Limit	Standalone level Idea Bank (Poland)		Consolidated level Idea Bank (Poland) Group	
		Realization	Difference	Realization	Difference
CET 1	7,00%	1,82%	(5,18)p.p.	0,06%	(6,94)p.p.
TIER 1	8,50%	1,82%	(6,68)p.p.	0,06%	(8,44)p.p.
TCR	10,50%	2,54%	(7,96)p.p.	0,76%	(9,74)p.p.

As already presented in the financial statements for 2018, on 18.03.2019 the Management Board of Idea Bank (Poland), sent notifications to the Polish Financial Supervision Authority and the Bank Guarantee Fund, pursuant to art. 142 para. 1 point 1 of the Act of 29.08.1997 - Banking Law (Journal of Laws of 1997 No. 140 item 939, as amended) ("Banking Law"), on the occurrence of danger of violation of the total capital ratio referred to in Art. 92 of the CRR Regulation.

At the same time, Idea Bank (Poland) notified the PFSA pursuant to Art. 157f. para. 3 of the Banking Law in conjunction with Art. 101 para. 3 point 1 of the Act of 10.06.2016 on the Bank Guarantee Fund, deposit guarantee system and forced restructuring (Journal of Laws of 2016, item 996, as amended) about meeting the condition of the threat of bankruptcy, resulting from the violation of legal provisions on capital standards and related to their formation below the requirements set out in Art. 92 CRR.

Then, on 27.03.2019 the bank referred to the Polish Financial Supervision Authority and the BFG on the basis of Art. 142 para. 1 point 1 of the Banking Law, an occurrence of a violation of the total capital ratio referred to in Art. 92 of the CRR Regulation.

In connection with the above, pursuant to Art. 138 para. 3 of the Banking Law, the Polish Financial Supervision Authority may, inter alia, based on Art. 138 para. 3 point 4 of the Banking Law, revoke the authorization to establish a bank. This in turn implies the possibility of applying Art. 101 of the Act on the Bank Guarantee Fund. Under this provision and in the assessment of the Polish Financial Supervision Authority that the bank is in danger of bankruptcy, the bank could be forced to restructure due to the possibility of revoking the permit.

Idea Bank (Poland) indicates that as at 31.03.2020, the sum of guaranteed funds held by depositors in accordance with Art. 24 of the Act of 10.06.2016 on the Bank Guarantee Fund, deposit guarantee system and forced restructuring (Journal of Laws of 2016, item 996, as amended) amounted to PLN 15,228 million.



The Bank submitted to the Polish Financial Supervision Authority a request to update the Recovery Plan, which has not yet been considered.

In the restructuring process, the Idea Bank (Poland) Group is focusing on significantly reducing operating costs by simplifying its business model and transforming its sales network as well as reducing financing costs while maintaining a safe level of liquidity ratios. The actions taken are accompanied by a significant reduction in the balance sheet total, supported by a selective approach to new credit production. The plans include recapitalization of the bank from external sources.

Thanks to the consistent implementation of corrective measures, the Idea Bank (Poland) Group ended up with a net profit for the fourth quarter in a row.

Compared to the first quarter of 2019, the Group's administrative expenses decreased by PLN 22 million y/y, i.e. by 28% in basic terms (i.e. excluding contributions to the BGF, tax on assets, restructuring reserves and one-offs) and PLN 33 million, i.e. 30% on a balance sheet basis. The annualized target level of cost reduction of approximately PLN 100 million annually should be achieved by mid-2020.

The basic goal of the undertaken restructuring activities is to build the foundations for long-term, stable profitability of the bank and its Capital Group. Achieving the foundations of sustainable profitability is an action necessary to protect the bank's low capital base. The ability to generate recurring income is also to be a decisive factor in rebuilding and maintaining confidence in the bank and its Capital Group in the medium and long term. Investors' confidence is in turn a key factor in the success of the planned increase in the bank's capital. Under the conditions of restored profitability, the bank will continue the process of seeking an investor to increase capital or merge with another bank. The success of this process would allow, in the medium term, to restore capital ratios to the levels required by the CRR and the combined buffer requirements.

At the same time, the Management Board Idea Bank (Poland) draws attention to the risk of not achieving the intended business goals. The above risk may relate to internal factors related to the restructuring of the Bank and its Group and the impact of highly volatile market conditions on its financial results. The outbreak of the global Sars-CoV-2 coronavirus pandemic has introduced an unprecedented level of volatility and concern about the state of the economy and the basis for further economic growth both globally and locally. The final effects of the pandemic on the Polish economy cannot be precisely measured and assessed at this stage. It seems that coordinated and multifaceted actions taken to implement the anti-crisis shield by the Government of the Republic of Poland, the NBP, the PFSA, the PFR with the participation and support of the banking sector are paying off. Preliminary data published by the Central Statistical Office indicate that in the first quarter of this year the domestic economy continued to record economic growth, which slowed down to 1.9%. According to EU forecasts, quoted on 11 May this year by the Bloomberg agency, this year the Polish GDP will shrink by 4.3 percent and it will be the smallest decline among all the countries of the community.

Idea Bank (Poland) analyses the needs of its clients on an ongoing basis and provides them with active support. The bank was one of the first to introduce a loan payment holiday program that opened the way for entrepreneurs to postpone loan repayment instalments. The bank's clients may also use the PFR Anti-Crisis Shield in the form of partially repayable subsidies to reduce the negative effects of the economic crisis.

Nevertheless, it should be assumed that the pandemic crisis has a direct negative impact on the profitability of the bank's operations and its capital base. In the first quarter of this year, in connection with COVID 19, the bank's Group recognized additional impairment losses on the loan portfolio in the amount of PLN 9.6 million. Further developments of this situation will be monitored on an ongoing basis. Regardless of the increased credit risk, the reduction of NBP interest rates and WIBOR rates

will also have a negative impact on the Group's profitability. The efforts of the Idea Bank (Poland) Group will be aimed at the greatest absorption of the return on working assets, which is decreasing as a result of lower reference rates, through a gradual reduction in the costs of obtaining liabilities and further in-depth restructuring activities directed towards higher efficiency and reduction of the Group's operating costs.

This disclosure identifies and describes the risks associated with factors that could affect the going concern assumption. They relate in particular to non-compliance with capital ratios, profitability and the possibility of starting a forced restructuring procedure. The Idea Bank (Poland) Management Board presented actions taken to eliminate the identified threats. They are comprehensive and focus on developing a strategy that leads to the restoration of profitability and capital ratios. The presented strategy will require the bank to acquire external sources of capital and the PFSA to accept the bank's temporary ability to operate under conditions of non-compliance with capital ratios until its recapitalization.

The Idea Bank (Poland) bank's Management Board, being aware of the material uncertainty regarding going concern presented above, believes that the actions taken by it in the field of, inter alia, restructuring, will allow continuation of the bank's operations.

The Idea Bank (Poland) bank's Management Board, being aware of the existing restrictions and conditionality of some of the adopted assumptions and by presenting these action plans, can reasonably assume that no administrative steps will be taken towards the Bank to revoke the permit for business or forced restructuring in a form that would prevent its continuation in the next 12 months from the balance sheet date.

#### **2.4.2.3 The coronavirus situation**

The primary factor shaping the business environment in all markets of the Group's operations in the first quarter of 2020 was undoubtedly the spread of the coronavirus SARS-CoV-2 pandemic. The phenomenon has shaken the functioning of most global economies.

The consequences associated with a pandemic will affect both the financial results of subsequent quarters and the decisions regarding the shape and operating principles of the businesses run by the Group companies.

The specific nature of the Company means that nearly 90% of the tasks performed by the employees can be performed remotely. This allowed the company to introduce a system of working from home for all employees, without the risk of interrupting ongoing projects and other processes important to the Company.

In current management practice, Getin Holding has developed methods of working remotely using modern information and communications technology solutions, ensuring the highest standards of confidentiality and security of transmitted information.

In the event of the development of the Sars-CoV-2 coronavirus pandemic, the introduction of remote working significantly reduces the risk of loss of business continuity related to asset management or ongoing reporting, both internal and external.

The practice to date has shown that the remote working model is highly effective in the Company.

In the opinion of the Company's Management Board, possible risks may arise in the event of regulatory changes caused by further negative developments and the need for appropriate institutions to react in the event of a threat of the Sars-CoV-2 coronavirus spreading.

The main risk for Getin Holding may be possible restrictions on the payment of dividends from subsidiaries, which may result in disruptions in financial flows at the Getin Holding level.

Any negative changes in the regulatory environment - in the opinion of the Management Board - may be treated by counterparties as a Material Adverse Change and may jeopardize the possibility of completing the sale of assets in Ukraine, which was announced by the Company in current report number 42/2019, as well as the subsequent conditions set out in the conditional sale agreement.

The Sars-CoV-2 coronavirus pandemic is present in all markets where Getin Holding operates. The scale of the pandemic obviously differs from country to country, as do the reactions of local authorities, their recommendations, as well as restrictions for individual sectors of the economy.

In response to the messages and recommendations issued by the institutions responsible for combating the pandemic, appropriate regulations concerning changes in work organisation and special procedures to ensure continuity of work in pandemic conditions were introduced or adapted at the level of Getin Holding Group companies.

The common element is to enable the widest possible group of Getin Holding Group employees to work from home in order to ensure the highest possible level of safety and minimize the risk of virus transmission to other people, as well as to ensure the continuity of processes at the level of each organization.

The Getin Holding Management Board estimates that the negative economic effects will affect all markets in which the Group's business activities are conducted and will primarily reduce the demand for financial services, in particular loans, and thus will lower interest and commission income.

In the first quarter of 2020, in connection with COVID 19, entities within the Group recognized additional write-downs for impairment of loan portfolios, which was a consequence of a decrease in the repayment discipline of borrowers. Regardless of the increased credit risk, interest rate cuts in individual markets will also have a negative impact on the Group's profitability.

The Group's efforts are aimed at maintaining the profitability of working assets, which are decreasing as a result of reference rate reductions, through gradual reduction of the costs of acquiring liabilities and further in-depth restructuring activities at the Idea Bank (Poland) Group, towards higher efficiency and reduction of operating costs of the Group.

At the same time, the Management Board of Idea Bank (Poland) draws attention to the risk of not achieving the intended business goals. The above risk may concern internal factors related to the restructuring of the Idea Bank (Poland) Group and the impact of the highly volatile market conditions on its financial results. The outbreak of the global Sars-CoV-2 coronavirus pandemic has introduced an unprecedented level of volatility and concern about the state of the economy and the basis for further economic growth both globally and locally.

The negative impact of the factors described above may translate into the generated results and equity of the Group companies, which may result in materialization of the risk of capital requirements not being met by some of the Group companies.

The final effects of the pandemic on the markets of the Getin Holding Group's operations cannot be precisely measured and assessed at this stage. The Management Board of Getin Holding S.A. is closely following the activities of the governments in the countries of its operations, and adjusting the activities within the Group to the current situation.

Depending on the needs and development of the situation, as well as a possible next wave of increases in SARS-CoV-2 infections, the Getin Holding Management Board expects the governments of individual countries to implement further economic aid packages for companies mitigating the above mentioned effects, which will supplement the existing regulations in this area. As at the date of this report, their shape and impact are unknown.

### **2.4.3 Statements of compliance**

These financial statements have been prepared in accordance with the International Financial Reporting Standards approved by the EU ("IFRS-EU"), and to the extent not covered by the above standards, they have been prepared in accordance with the requirements of the Polish Accounting Act dated 29.09.1994 and subsequent amendments and executive regulations issued on its basis. At the date of approval of these financial statements for publication, taking into account the ongoing process of introducing IFRS into the EU and also the Group's activities, the IFRS accounting policies applied by the Group differ from IFRS-EU. The Company has not opted for early adoption of standards that have been published but not yet entered into force.

IFRS-EU comprise standards and interpretations accepted by the International Accounting Standards Board („IASB”) and the International Financial Reporting Interpretations Committee (“IFRIC”).

Some entities of the Group keep their accounting books in accordance with accounting policies (principles) specified in the Polish Accounting Act dated 29.09.1994 (“the Act”) as amended and with the regulations issued thereunder (“Polish Accounting Standards”). The foreign entities of the Group keep their accounting books in accordance with relevant domestic regulations. In the event of discrepancies between the principles applied by the aforementioned entities and the Group’s policies, the Group makes appropriate adjustments in order to bring these entities’ financial data into compliance with IFRS-EU and to include them in the Group’s consolidated financial statements.

### **2.4.4 Accounting principles applied**

During the 3 months ended 31.03.2020, the Group applied the same accounting principles as in the preparation of the consolidated financial statements for the year ended 31.12.2019, except for the application of the following new or amended standards and interpretations applicable to annual periods beginning on or after 01.01.2020:

#### **Standards and interpretations applied for the first time in 2020:**

- *Amendments to References to the Conceptual Framework in IFRS Standards* (effective for annual periods beginning on or after 1.01.2020).
- *Amendments to IAS 1 and IAS 8: Definition of material* (issued on 31.10.2018, effective for annual periods beginning on 1.01.2020).
- *Amendments to IFRS 9, IAS 39 and IFRS 7: Interest Rate Benchmark Reform* (issued on 26.09.2019, effective for annual periods beginning on 1.01.2020).
- *Amendments to IFRS 3 „Business Combinations”* (effective for annual periods beginning on or after 1.01.2020).

The application of the above amendments to standards did not have a significant impact on the financial position and results of the Group.

#### **Standards and interpretations adopted by the International Accounting Standards Board, but not yet approved for use in the EU**

International Financial Reporting Standards (IFRS) in the form approved by the EU do not differ significantly from the regulations adopted by the International Accounting Standards Board (IASB), except for the following standards, amendments to standards and interpretations, which as at the date of this report have not yet been adopted in the EU (the following dates of entry into force refer to the full version standards):

- IFRS 17 „Insurance contracts” - introduces a number of changes in relation to the existing requirements of IFRS 4 (effective for annual periods beginning on or after 1.01.2021)
- Amendments to IAS 1 “Presentation of Financial Statements: Classification of Liabilities as Current or Non-current” (effective for annual periods beginning on or after 1.01.2022).

#### 2.4.5 Significant values based on professional judgment and estimates

The preparation of financial statements in accordance with IFRS requires the Group to make certain estimates and assumptions that affect the amounts reported in the financial statements. The estimates and assumptions that are constantly assessed by the Group's management are based on historical experience and other factors, including expectations of future events, which in a given situation seem justified. Although these estimates are based on the best knowledge of current conditions and activities undertaken by the Group, actual results may differ from these estimates. Estimates made at the end of each reporting period reflect the conditions that existed on the date (e.g. the exchange rates, interest rates, market prices).

#### 2.4.6 Translation of positions denominated in foreign currencies

As at the balance sheet date, monetary assets and liabilities denominated in currencies other than PLN are translated into PLN using the appropriate average exchange rate for the end of the reporting period, which is set for a given currency by the National Bank of Poland. Exchange differences resulting from the translation are recognized in financial income (expense) or, in cases specified in the accounting policies, are capitalized in the value of the assets. Non-monetary assets and liabilities recognized at historical cost expressed in a foreign currency are translated at the historical exchange rate of the transaction date. Non-monetary assets and liabilities recognized at fair value expressed in a foreign currency are translated using the exchange rate at the date of measurement to fair value.

Goodwill arising from the acquisition of a foreign entity and any adjustments related to the fair value measurement of assets and liabilities on acquisition are treated as assets or liabilities of the foreign entity and are translated at the average exchange rate valid for the balance sheet date, which is set for a given currency by the National Bank of Poland.

The following exchange rates were adopted for balance sheet valuation purposes:

	Statement of financial position		Income statement	
	31.03.2020	31.12.2019	01.01.2020 - 31.03.2020	01.01.2019 - 31.03.2019
USD	4,1466	3,7977	3,9907	3,7830
EUR	4,5523	4,2585	4,3963	4,2978
RUB	0,0528	0,0611	0,0575	0,0580
UAH	0,1508	0,1602	0,1554	0,1388
RON	0,9429	0,8901	0,9147	0,9053
BYN	1,6410	1,8005	1,7455	1,7689

The financial statements of foreign entities are translated into PLN as follows:

- appropriate balance sheet items at the average exchange rate valid for the balance sheet date, which is set by the National Bank of Poland;
- profit and loss account items at the rate which represents the arithmetic mean of the average exchange rates on the last day of each reporting month, which are set by the National Bank of

Poland. Foreign exchange differences arising from the translation are recognized directly in equity as a separate item (in the position "Foreign exchange differences").

## **2.4.7 Change in data presentation**

### **Impact of error adjustments on comparative data**

In connection with the correction of errors made by Idea Bank (Poland) in the fourth quarter of 2019, described in detail in the Group's consolidated financial statements for 2019, the following adjustments were made to the comparative data disclosed in the consolidated income statement for the period of 3 months ended on 31.03.2019:

- Correction of impairment losses relating to individually assessed factoring receivables (Adjustment 1).
- Correction due to the creation of write-offs for the part of factoring exposures which relate to VAT receivable (Adjustment 2).

### **Changes in data presentation**

The comparative data for the 3 months ended 31.03.2019 presented in these financial statements has been restated to reflect the following presentational changes:

- in connection with the loss of control over Tax Care S.A. on July 2019 and the discontinuation of its consolidation, the company's financial results for the 3 month period of 2019 were transferred to discontinued operations (Adjustment 1).
- in accordance with IFRS 5 in connection with the sale of Carcade Russia, described in detail in Note 2.11, the company's financial results for the period of 3 months of 2019 were presented in discontinued operations (Adjustment 2).
- other operating income and expenses from the leasing activities of the Romanian company Idea Leasing IFN SA are now presented on a net basis (Adjustment 3)

The impact of the above-described adjustments and changes in the presentation on the consolidated profit and loss account of the Getin Holding Group for the 3 months ended 31.03.2019 is presented below:

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CONSOLIDATED INCOME STATEMENT <i>Continuing operations</i>	01.01.2019 - 31.03.2019	Impact of opening balance adjustments on comparative data		Presentational adjustment			01.01.2019 - 31.03.2019	
	Historical data <sup>1)</sup>	Adjustment No. 1	Adjustment No. 2	Adjustment No. 1	Adjustment No. 2	Adjustment No. 3	Total Adjustments	Transformed data <sup>2)</sup>
Interest income	397 184	-	-	(2 746)	(38 504)	-	(41 250)	355 934
Interest expense	(200 549)	-	-	4	22 788	-	22 792	(177 757)
<b>Net interest income</b>	<b>196 635</b>	-	-	<b>(2 742)</b>	<b>(15 716)</b>	-	<b>(18 458)</b>	<b>178 177</b>
Fee and commission income	98 479	-	-	(9 494)	(5 424)	-	(14 918)	83 561
Fee and commission expense	(27 169)	-	-	1 948	-	-	1 948	(25 221)
<b>Net fee and commission income</b>	<b>71 310</b>	-	-	<b>(7 546)</b>	<b>(5 424)</b>	-	<b>(12 970)</b>	<b>58 340</b>
Result on financial instruments measured at fair value through profit and loss	(14 823)	-	-	-	-	-	-	(14 823)
Foreign exchange result	11 492	-	-	-	615	-	615	12 107
Other operating income	34 479	-	-	1 165	(17 593)	(2 790)	(19 218)	15 261
Other operating expenses	(22 030)	-	-	1 014	8 101	2 790	11 905	(10 125)
<b>Other net operating income and expenses</b>	<b>9 118</b>	-	-	<b>2 179</b>	<b>(8 877)</b>	-	<b>(6 698)</b>	<b>2 420</b>
<b>Net operating income</b>	<b>277 063</b>	-	-	<b>(8 109)</b>	<b>(30 017)</b>	-	<b>(38 126)</b>	<b>238 937</b>
Net impairment losses on financial assets and provisions for off-balance sheet liabilities	(116 456)	(1 275)	(1 060)	-	3 055	-	720	(115 736)
Administrative expenses	(198 792)	-	-	8 680	22 602	-	31 282	(167 510)
<b>Operating profit</b>	<b>(38 185)</b>	<b>(1 275)</b>	<b>(1 060)</b>	<b>571</b>	<b>(4 360)</b>	-	<b>(6 124)</b>	<b>(44 309)</b>
Share in net profit (loss) of associates	1 193	-	-	-	-	-	-	1 193
<b>Profit / (loss) before income tax</b>	<b>(36 992)</b>	<b>(1 275)</b>	<b>(1 060)</b>	<b>571</b>	<b>(4 360)</b>	-	<b>(6 124)</b>	<b>(43 116)</b>
Income tax	(21 903)	-	-	526	789	-	1 315	(20 588)
<b>Net profit / (loss)</b>	<b>(58 895)</b>	<b>(1 275)</b>	<b>(1 060)</b>	<b>1 097</b>	<b>(3 571)</b>	-	<b>(4 809)</b>	<b>(63 704)</b>
Attributable to equity holders of the parent entity	(22 470)	(694)	(577)	597	(3 571)	-	(4 245)	(26 715)
Attributable to non-controlling interests	(36 425)	(581)	(483)	500	-	-	(564)	(36 989)
<b>Discontinued operations</b>								
<b>Profit / (loss) before income tax from discontinued operations</b>	-	-	-	<b>(1 097)</b>	<b>3 571</b>	-	<b>2 474</b>	<b>2 474</b>
Attributable to equity holders of the parent entity	-	-	-	(597)	3 571	-	2 974	2 974
Attributable to non-controlling interests	-	-	-	(500)	-	-	(500)	(500)
<b>Continuing and discontinued operations</b>								
<b>Profit / (loss) before income tax from continuing and discontinued operations</b>	<b>(58 895)</b>	<b>(1 275)</b>	<b>(1 060)</b>	-	-	-	<b>(2 335)</b>	<b>(61 230)</b>
Attributable to equity holders of the parent entity	(22 470)	(694)	(577)	-	-	-	(1 271)	(23 741)
Attributable to non-controlling interests	(36 425)	(581)	(483)	-	-	-	(1 064)	(37 489)
Earnings per share:								
- basic earnings per share for the financial year (in PLN)	(0,12)	(0,004)	(0,003)	-	-	-	(0,01)	(0,13)
- diluted earnings per share for the financial year (in PLN)	(0,12)	(0,004)	(0,003)	-	-	-	(0,01)	(0,13)

<sup>1)</sup> disclosed in the consolidated financial statements for the 3 month period ended 31.03.2019

<sup>2)</sup> disclosed in these consolidated financial statements

## 2.5 Credit risk

Credit risk is one of the key risks related to the business activities of the Group. Credit risk is the risk of incurring a financial loss as a result of a customer's failure to fulfil the obligations of the incurred liability in full or part within the agreed timeframe. Credit risk management is aimed at ensuring the safety of credit activities while maintaining a rational approach to risk.

The Capital Group manages risk based on supervisory requirements including market practices, both local and international. The risk management system is based on strategies, policies and other internal and external regulations. Risk management is carried out by specialized organizational units, and analyses are also conducted at the Group level.

### The Groups exposure to credit risk

The tables below present the distribution of the Group's financial assets according to the credit exposure quality class as at 31.03.2020 and 31.12.2019

Loans and advances to customers measured at amortized cost	31.03.2020 (unaudited data)					31.12.2019				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Exposures with low credit risk	169 385	46 010	-	-	215 395	290 092	-	-	-	290 092
Exposures subject to standard monitoring	12 435 189	869 216	50	-	13 304 455	12 270 158	1 171 030	41	-	13 441 229
Exposures subject to increased monitoring (i.e. Watchlist)	553	384 814	-	-	385 367	348	453 978	-	-	454 326
Impaired exposures	461	177	4 164 716	1 474	4 166 828	661	92	4 030 933	1 593	4 033 279
<b>Gross carrying amount</b>	<b>12 605 588</b>	<b>1 300 217</b>	<b>4 164 766</b>	<b>1 474</b>	<b>18 072 045</b>	<b>12 561 259</b>	<b>1 625 100</b>	<b>4 030 974</b>	<b>1 593</b>	<b>18 218 926</b>
Impairment allowance (-)	(161 610)	(146 173)	(2 926 869)	-	(3 234 652)	(173 293)	(138 102)	(2 819 472)	-	(3 130 867)
<b>Net carrying amount</b>	<b>12 443 978</b>	<b>1 154 044</b>	<b>1 237 897</b>	<b>1 474</b>	<b>14 837 393</b>	<b>12 387 966</b>	<b>1 486 998</b>	<b>1 211 502</b>	<b>1 593</b>	<b>15 088 059</b>

Receivables from banks and financial institutions	31.03.2020 (unaudited data)					31.12.2019				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Exposures with low credit risk	154 723	-	-	-	154 723	114 623	-	-	-	114 623
Exposures subject to standard monitoring	430 728	-	-	-	430 728	391 577	-	-	-	391 577
Exposures subject to increased monitoring (i.e. Watchlist)	-	-	-	-	-	-	-	-	-	-
Impaired exposures	-	-	-	-	-	-	-	-	-	-
<b>Gross carrying amount</b>	<b>585 451</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>585 451</b>	<b>506 200</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>506 200</b>
Impairment allowance (-)	(221)	-	-	-	(221)	(280)	-	-	-	(280)
<b>Net carrying amount</b>	<b>585 230</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>585 230</b>	<b>505 920</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>505 920</b>



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Receivables from finance leases	31.03.2020 (unaudited data)					31.12.2019				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Exposures with low credit risk	-	-	-	-	-	-	-	-	-	-
Exposures subject to standard monitoring	796 796	17 281	-	-	814 077	2 060 711	24 520	-	-	2 085 231
Exposures subject to increased monitoring (i.e. Watchlist)	3 936	5 193	-	-	9 129	631	43 396	-	-	44 027
Impaired exposures	-	-	20 220	-	20 220	-	-	97 725	-	97 725
<b>Gross carrying amount</b>	<b>800 732</b>	<b>22 474</b>	<b>20 220</b>	<b>-</b>	<b>843 426</b>	<b>2 061 342</b>	<b>67 916</b>	<b>97 725</b>	<b>-</b>	<b>2 226 983</b>
Impairment allowance (-)	(1 358)	(141)	(6 248)	-	(7 747)	(17 542)	(4 226)	(79 085)	-	(100 853)
<b>Net carrying amount</b>	<b>799 374</b>	<b>22 333</b>	<b>13 972</b>	<b>-</b>	<b>835 679</b>	<b>2 043 800</b>	<b>63 690</b>	<b>18 640</b>	<b>-</b>	<b>2 126 130</b>

Other receivables measured at amortized cost	31.03.2020 (unaudited data)					31.12.2019				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Exposures with low credit risk	-	-	-	-	-	-	-	-	-	-
Exposures subject to standard monitoring	64 596	-	35 877	-	100 473	104 563	-	-	-	104 563
Exposures subject to increased monitoring (i.e. Watchlist)	-	14 780	-	-	14 780	-	13 482	-	-	13 482
Impaired exposures	-	-	-	-	-	-	-	-	-	-
<b>Gross carrying amount</b>	<b>64 596</b>	<b>14 780</b>	<b>35 877</b>	<b>-</b>	<b>115 253</b>	<b>104 563</b>	<b>13 482</b>	<b>-</b>	<b>-</b>	<b>118 045</b>
Impairment allowance (-)	(235)	(439)	(525)	-	(1 199)	(338)	(337)	-	-	(675)
<b>Net carrying amount</b>	<b>64 361</b>	<b>14 341</b>	<b>35 352</b>	<b>-</b>	<b>114 054</b>	<b>104 225</b>	<b>13 145</b>	<b>-</b>	<b>-</b>	<b>117 370</b>

Debt instruments measured at amortized cost	31.03.2020 (unaudited data)					31.12.2019				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Exposures with low credit risk	57 942	-	-	-	57 942	50 212	-	-	-	50 212
Exposures subject to standard monitoring	15 306	-	-	-	15 306	15 108	-	-	-	15 108
Exposures subject to increased monitoring (i.e. Watchlist)	-	105 073	-	-	105 073	-	100 709	-	-	100 709
Impaired exposures	-	-	45 123	8 881	54 004	-	-	45 089	8 087	53 176
<b>Gross carrying amount</b>	<b>73 248</b>	<b>105 073</b>	<b>45 123</b>	<b>8 881</b>	<b>232 325</b>	<b>65 320</b>	<b>100 709</b>	<b>45 089</b>	<b>8 087</b>	<b>219 205</b>
Impairment allowance (-)	(5)	(2 301)	(11 895)	(7 634)	(21 835)	(5)	(2 288)	(12 020)	(6 682)	(20 995)
<b>Net carrying amount</b>	<b>73 243</b>	<b>102 772</b>	<b>33 228</b>	<b>1 247</b>	<b>210 490</b>	<b>65 315</b>	<b>98 421</b>	<b>33 069</b>	<b>1 405</b>	<b>198 210</b>

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Debt instruments measured at fair value through other comprehensive income	31.03.2020 (unaudited data)					31.12.2019				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Exposures with low credit risk	1 442 134	-	-	-	1 442 134	2 121 457	-	-	-	2 121 457
Exposures subject to standard monitoring	-	-	-	-	-	-	-	-	-	-
Exposures subject to increased monitoring (i.e. Watchlist)	-	-	-	-	-	-	-	-	-	-
Impaired exposures	-	-	-	-	-	-	-	-	-	-
<b>Gross carrying amount</b>	<b>1 442 134</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 442 134</b>	<b>2 121 457</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2 121 457</b>
Impairment allowance (-)	(339)	-	-	-	(339)	(441)	-	-	-	(441)

\* the impairment allowance for debt instruments measured at fair value through other comprehensive income is included in the "Revaluation reserve" and does not decrease the carrying amount of investment securities

The tables below present changes in the level of impairment allowances by class of financial assets:

Loans and advances to customers measured at amortized cost	01.01.2020 - 31.03.2020 (unaudited data)					01.01.2019 - 31.03.2019 (unaudited data)*				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
<b>Impairment allowances at the beginning of the period after correction</b>	<b>173 293</b>	<b>138 102</b>	<b>2 819 472</b>	<b>-</b>	<b>3 130 867</b>	<b>228 487</b>	<b>164 716</b>	<b>2 243 546</b>	<b>-</b>	<b>2 636 749</b>
Increases/reversals of impairment allowances	11 884	18 907	56 100	-	86 891	13 448	6 544	43 274	-	63 266
Transfers	(18 689)	(16 437)	56 818	-	21 692	(20 384)	(10 088)	80 544	-	50 072
<b>Change in impairment allowances recognized in P&amp;L</b>	<b>(6 805)</b>	<b>2 470</b>	<b>112 918</b>	<b>-</b>	<b>108 583</b>	<b>(6 936)</b>	<b>(3 544)</b>	<b>123 818</b>	<b>-</b>	<b>113 338</b>
Other changes in impairment allowances	(1 786)	6 901	7 949	-	13 064	(2 631)	(410)	20 431	19	17 409
Foreign exchange differences	(3 092)	(1 300)	(13 470)	-	(17 862)	1 517	419	8 097	-	10 033
<b>Impairment allowances at the end of the period</b>	<b>161 610</b>	<b>146 173</b>	<b>2 926 869</b>	<b>-</b>	<b>3 234 652</b>	<b>220 437</b>	<b>161 181</b>	<b>2 395 892</b>	<b>19</b>	<b>2 777 529</b>

\* transformed data

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Receivables from banks and financial institutions	01.01.2020 - 31.03.2020 (unaudited data)					01.01.2019 - 31.03.2019 (unaudited data)				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Impairment allowances at the beginning of the period	280	-	-	-	280	1 376	-	-	-	1 376
Increases/reversals of impairment allowances	(48)	-	-	-	(48)	(35)	-	-	-	(35)
Transfers	-	-	-	-	-	-	-	-	-	-
<b>Change in impairment allowances recognized in P&amp;L</b>	<b>(48)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(48)</b>	<b>(35)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(35)</b>
Other changes in impairment allowances	-	-	-	-	-	-	-	-	-	-
Foreign exchange differences	(11)	-	-	-	(11)	5	-	-	-	5
<b>Impairment allowances at the end of the period</b>	<b>221</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>221</b>	<b>1 346</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 346</b>

Receivables from finance leases	01.01.2020 - 31.03.2020 (unaudited data)					01.01.2019 - 31.03.2019 (unaudited data)				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Impairment allowances at the beginning of the period	17 542	4 226	79 085	-	100 853	11 591	3 862	78 857	-	94 310
Increases/reversals of impairment allowances	146	(58)	139	-	227	(44)	(119)	(211)	-	(374)
Transfers	5	(107)	602	-	500	39	(25)	837	-	851
<b>Change in impairment allowances recognized in P&amp;L</b>	<b>151</b>	<b>(165)</b>	<b>741</b>	<b>-</b>	<b>727</b>	<b>(5)</b>	<b>(144)</b>	<b>626</b>	<b>-</b>	<b>477</b>
Other changes in impairment allowances	1 515	3 035	(15 591)	-	(11 041)	(213)	471	2 128	-	2 386
Foreign exchange differences	(2 212)	(736)	(8 134)	-	(11 082)	773	310	7 202	-	8 285
Disposal of subsidiaries	(15 638)	(6 219)	(49 853)	-	(71 710)	-	-	-	-	-
<b>Impairment allowances at the end of the period</b>	<b>1 358</b>	<b>141</b>	<b>6 248</b>	<b>-</b>	<b>7 747</b>	<b>12 146</b>	<b>4 499</b>	<b>88 813</b>	<b>-</b>	<b>105 458</b>

Other receivables measured at amortized cost	01.01.2020 - 31.03.2020 (unaudited data)					01.01.2019 - 31.03.2019 (unaudited data)				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
Impairment allowances at the beginning of the period	338	337	-	-	675	388	14 213	34	-	14 635
Increases/reversals of impairment allowances	(103)	102	525	-	524	(24)	(148)	(4)	-	(176)
Transfers	-	-	-	-	-	-	-	-	-	-
<b>Change in impairment allowances recognized in P&amp;L</b>	<b>(103)</b>	<b>102</b>	<b>525</b>	<b>-</b>	<b>524</b>	<b>(24)</b>	<b>(148)</b>	<b>(4)</b>	<b>-</b>	<b>(176)</b>
Other changes in impairment allowances	-	-	-	-	-	-	(7 718)	-	-	(7 718)
Foreign exchange differences	-	-	-	-	-	-	-	-	-	-
<b>Impairment allowances at the end of the period</b>	<b>235</b>	<b>439</b>	<b>525</b>	<b>-</b>	<b>1 199</b>	<b>364</b>	<b>6 347</b>	<b>30</b>	<b>-</b>	<b>6 741</b>

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	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
<b>Impairment allowances at the beginning of the period</b>	5	2 288	12 020	6 682	20 995	1 398	22 658	7 653	-	31 709
Increases/reversals of impairment allowances	-	137	(77)	952	1 012	-	-	-	3 162	3 162
Transfers	-	-	-	-	-	-	-	-	-	-
<b>Change in impairment allowances recognized in P&amp;L</b>	-	137	(77)	952	1 012	-	-	-	3 162	3 162
Other changes in impairment allowances	-	(124)	(48)	-	(172)	(1 357)	9 027	122	1 360	9 152
Foreign exchange differences	-	-	-	-	-	-	-	-	-	-
<b>Impairment allowances at the end of the period</b>	5	2 301	11 895	7 634	21 835	41	31 685	7 775	4 522	44 023

Debt instruments measured at fair value through other comprehensive income	01.01.2020 - 31.03.2020 (unaudited data)					01.01.2019 - 31.03.2019 (unaudited data)				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
<b>Impairment allowances at the beginning of the period</b>	441	-	-	-	441	813	-	-	-	813
Increases/reversals of impairment allowances	(102)	-	-	-	(102)	319	-	-	-	319
Transfers	-	-	-	-	-	-	-	-	-	-
<b>Change in impairment allowances recognized in P&amp;L</b>	(102)	-	-	-	(102)	319	-	-	-	319
Other changes in impairment allowances	-	-	-	-	-	(168)	-	-	-	(168)
Foreign exchange differences	-	-	-	-	-	-	-	-	-	-
<b>Impairment allowances at the end of the period</b>	339	-	-	-	339	964	-	-	-	964

\* the impairment allowance for debt instruments measured at fair value through other comprehensive income is included in the "Revaluation reserve" and does not decrease the carrying amount of investment securities

Provisions for off-balance sheet liabilities	01.01.2020 - 31.03.2020 (unaudited data)					01.01.2019 - 31.03.2019 (unaudited data)				
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total
<b>Provisions at the beginning of the period</b>	2 921	807	1 907	-	5 635	6 261	1 779	1 760	-	9 800
Increases/reversals of provisions	(442)	(59)	38	-	(463)	(941)	(221)	118	-	(1 044)
Transfers	76	10	(26)	-	60	(37)	(414)	146	-	(305)
<b>Change in provisions recognized in P&amp;L</b>	(366)	(49)	12	-	(403)	(978)	(635)	264	-	(1 349)
Other changes in provisions	(12)	-	-	-	(12)	-	-	-	-	-
Foreign exchange differences	6	-	-	-	6	-	-	-	-	-
<b>Provisions at the end of the period</b>	2 549	758	1 919	-	5 226	5 283	1 144	2 024	-	8 451

## 2.6 Capital ratios

A summary of the Getin Holding Capital Group's consolidated capital adequacy ratio is presented in the table below.

Getin Holding Group	31.03.2020 (unaudited data)	31.12.2019
Tier 1 (core capital)	518 391	553 855
Tier 2 (supplementary funds)	32 178	39 459
Risk weighted assets and off-balance sheet liabilities	13 354 372	14 614 192
<b>Capital Adequacy Ratio (CAR)</b>	<b>4,12%</b>	<b>4,06%</b>

The tables below present the calculation of capital adequacy ratios for the Group's banks, in accordance with their national standards.

Idea Bank (Poland) Group	31.03.2020 (unaudited data)	31.12.2019
Tier 1 (core capital)	6 312	69 287
Tier 2 (supplementary funds)	70 620	86 599
Risk weighted assets and off-balance sheet liabilities	8 915 617	9 322 733
<b>Capital Adequacy Ratio (CAR)</b>	<b>0,76%</b>	<b>1,46%</b>

Idea Bank (Poland)	31.03.2020 (unaudited data)	31.12.2019
Tier 1 (core capital)	179 274	254 541
Tier 2 (supplementary funds)	70 620	86 599
Risk weighted assets and off-balance sheet liabilities	8 763 543	9 037 068
<b>Capital Adequacy Ratio (CAR)</b>	<b>2,54%</b>	<b>3,34%</b>

Idea Bank (Ukraine)	31.03.2020 (unaudited data)	31.12.2019
Tier 1 (core capital)	72 378	74 562
Tier 2 (supplementary funds)	49 989	74 562
Risk weighted assets and off-balance sheet liabilities	711 903	741 426
<b>Capital Adequacy Ratio (CAR)</b>	<b>17,19%</b>	<b>20,11%</b>

Idea Bank (Belarus)	31.03.2020 (unaudited data)	31.12.2019
Tier 1 (core capital)	95 993	93 721
Tier 2 (supplementary funds)	18 777	27 283
Risk weighted assets and off-balance sheet liabilities	674 598	696 025
<b>Capital Adequacy Ratio (CAR)</b>	<b>17,01%</b>	<b>17,39%</b>

Idea Bank (Romania)	31.03.2020 (unaudited data)	31.12.2019
Tier 1 (core capital)	175 494	168 583
Tier 2 (supplementary funds)	47 778	47 919
Risk weighted assets and off-balance sheet liabilities	1 156 325	1 041 777
<b>Capital Adequacy Ratio (CAR)</b>	<b>16,65%</b>	<b>17,79%</b>

## **2.7 Fair value of financial assets and liabilities**

The fair value is the price that would have been received from the sale of an asset or paid for the transfer of a liability in a transaction carried out on the usual conditions between market participants at the valuation date. For many financial instruments market values are not available, hence the fair values are estimated using valuation techniques.

For certain categories of financial assets and liabilities, due to the lack of expected significant differences between the carrying value and fair value resulting from the characteristics of these groups, it was assumed that the carrying value is in line with their fair value.

The principal methods and assumptions used in estimating the fair value of financial assets and liabilities that are not presented at fair value in the consolidated balance sheet, are as follows:

### Cash and balances in the Central Bank

Due to the short-term nature of these assets it is assumed that the carrying value is equal to their fair value.

### Receivables from banks

Deposits placed on the interbank market are short-term deposits with maturities of up to 3 months. For this reason it is assumed that the fair value of receivables from banks is equal to their book value. For receivables over three months, the Group measured at fair value based on the discounted cash flow method, taking into account the available information on the credit margin for the given counterparty.

### Loans and other receivables granted to customers

The fair value was calculated for loans with a fixed payment schedule. For contracts where there is no set payment schedule (e.g. overdrafts), it is assumed that their fair value is equal to the carrying amount. A similar assumption was made for realized payments and for contracts from the impaired group.

In order to calculate the fair value, the schedule of capital and interest flows is identified for each contract on the basis of the information stored in the transaction systems. The calculated cash flows are grouped by the type of interest, commencement date, type of product, and the currency of the contract. The determined cash flows are discounted using rates which take into account the current margins for each type of product. By comparing the book value to the amount discounted using the above mentioned cash flow rate assigned to a given contract, it is possible to determine the difference between the fair value and the carrying amount. The identification of the appropriate rate for discounting a given cash flow is carried out on the basis of the contract currency, the product, and the cash flow date.

### Liabilities due to banks and financial institutions

Most of the liabilities due to banks on the interbank market are liabilities with short maturities (up to one month), so it is assumed that the fair value of these liabilities is not materially different from their carrying amount. In respect of liabilities to banks and financial institutions over one month, and other than current liabilities, the Group measures the fair value based on the discounted cash flow method, taking into account the available information on margins obtained for the current offer of deposits.

### Liabilities due to customers

The fair value was calculated for fixed-rate deposits with a fixed payment date. For current deposits it is assumed that their fair value is equal to the carrying amount.

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In order to calculate the fair value based on the data from transaction systems, the future capital and interest flows are determined. The calculated future flows are grouped by currency, original deposit period, type of product, and the date of the flow. The calculated cash flows are discounted using the interest rate created as a sum of the market rate from the yield curve for a given currency and the date of terminating the deposit, as well as the margin obtained from bank deposits placed in the last month of the settlement period. The margin is calculated by comparing the interest of the deposits granted in the last month with the market interest rate. The discounting period is determined as the difference between the date of terminating the deposit (with accuracy to the calendar month) and the date of the financial statements. The discounted value calculated in this way is compared to the carrying amount, with the result that we get the difference between the carrying amount and the fair value of the contract portfolio.

Liabilities from the issue of debt securities

The fair value of issued bonds was calculated according to the rules set out for the fair value of liabilities to customers.

31.03.2020 (unaudited data)			
(in thousands PLN)	Book value	Fair value	Surplus / shortfall in the fair value over the book value
<b>Assets:</b>			
Cash and receivables from the Central Bank	1 744 646	1 744 646	-
Receivables from banks and financial institutions	585 230	585 230	-
Derivative hedging instruments	-	-	-
Derivatives measured at fair value through profit or loss	72 806	72 806	-
Equity instruments measured at fair value through profit or loss	93 164	93 164	-
Receivables from customers	14 837 445	15 445 118	607 673
Finance lease receivables	835 679	910 020	74 341
Other receivables measured at amortized cost	114 054	114 054	-
Debt instruments measured at fair value through other comprehensive income	1 442 134	1 442 134	-
Equity instruments measured at fair value through other comprehensive income	118 458	118 458	-
Debt instruments measured at amortized cost	210 490	210 490	-
<b>Liabilities:</b>			
Liabilities to banks and other financial institutions	175 186	175 185	(1)
Derivative hedging instruments	178 916	178 916	-
Derivatives measured at fair value through profit or loss	488	488	-
Other financial liabilities measured at fair value through profit or loss	924 292	924 292	-
Liabilities to customers	18 042 536	17 954 253	(88 283)
Debt securities in issue	448 911	449 122	211
Other liabilities measured at amortized cost	159 220	159 220	-

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(in thousands PLN)	Book value	Fair value	Surplus / shortfall in the fair value over the book value
<b>Assets:</b>			
Cash and receivables from the Central Bank	1 291 249	1 291 249	-
Receivables from banks and financial institutions	505 920	505 920	-
Derivative hedging instruments	24 154	24 154	-
Derivatives measured at fair value through profit or loss	109 530	109 530	-
Equity instruments measured at fair value through profit or loss	93 145	93 145	-
Receivables from customers	15 088 135	15 508 733	420 598
Finance lease receivables	2 126 130	2 145 151	19 021
Other receivables measured at amortized cost	117 370	117 370	-
Debt instruments measured at fair value through other comprehensive income	2 121 457	2 121 457	-
Equity instruments measured at fair value through other comprehensive income	113 955	113 955	-
Debt instruments measured at amortized cost	198 210	198 210	-
<b>Liabilities:</b>			
Liabilities to banks and other financial institutions	1 261 040	1 274 696	13 656
Derivative hedging instruments	2 880	2 880	-
Derivatives measured at fair value through profit or loss	2 158	2 158	-
Other financial liabilities measured at fair value through profit or loss	1 035 512	1 035 512	-
Liabilities to customers	18 654 438	18 567 225	(87 213)
Debt securities in issue	474 791	445 327	(29 464)
Other liabilities measured at amortized cost	150 601	150 601	-

The Group classifies individual components of financial assets and liabilities measured at fair value using the following hierarchy:

*Level 1*

Financial assets and liabilities valued on the basis of market quotations available on active markets.

As at 31.03.2020 the following instruments were presented at level 1 of the fair value hierarchy: financial assets measured at fair value through other comprehensive income - Treasury bonds and listed shares of Getin Noble Bank.

*Level 2*

Financial assets and liabilities whose fair value is determined using valuation models in cases where all significant input data is observable in the market, either directly (as prices) or indirectly (based on prices). The Group classifies financial instruments for which there is no active market into this category.



Nr	Description	Valuation model	Input data
1	NBP money bills	Discounted cash flow method	WIBOR rates from 1D to 1Y
			Depo quotes, FRA and IRS
2	IRS	Discounted cash flow method	WIBOR rates from 1D to 1Y
			EURIBOR rates from 1D to 1Y
			MOSPRIME rates from 1D to 6M
			Depo quotes, FRA and IRS
3	CIRS	Discounted cash flow method	The average foreign exchange rates NBP
			WIBOR rates from 1D to 1Y
			EURIBOR rates from 1D to 1Y
			MOSPRIME rates from 1D to 6M
			Depo quotes, FRA and IRS
4	FX SWAP	Discounted cash flow method	Sw ap points, CCS quotes
			The average foreign exchange rates NBP
			WIBOR rates from 1D to 1Y
			EURIBOR rates from 1D to 1Y
			MOSPRIME rates from 1D to 6M
			Depo quotes, FRA and IRS
			Sw ap points, CCS quotes

In addition, the following instruments have been included at level 2 of the fair value hierarchy: Romanian government bonds classified as financial instruments measured at fair value through other comprehensive income. The valuation of these bonds is based on published market values for similar instruments.

### Level 3

Financial assets and liabilities whose fair value is measured using valuation models in which the inputs are not based on observable market data (unobservable input data).

Structured deposits are compound financial instruments that contain a debt instrument and an embedded derivative instrument. The debt instrument is the Group's obligation to return the nominal value of the deposit on the maturity date – zero-coupon instrument (term deposit) with a nominal value equal to the amount guaranteed by the bank. The embedded derivative is the option purchased by the Group's customer and issued by the Group's bank which gives the customer the right to receive an additional payment based on the changes in the value of the underlying instrument. The fair value of a compound debt instrument in the Bank is calculated on the basis of a valuation model that takes into account the following factors:

- the risk-free rate based on the market curve of forward interest rates on the money market (IRS/ FRA) with the period closest to the maturity date of the debt instrument being valued.
- the credit spread is determined as a weighted average of the difference between the risk free rate and the cost of deposits from retail customers of Idea Bank (Poland) with maturities of up to 6 months, acquired in the last 6 months (for the funds guaranteed by the Bank Guarantee Fund), and the current values of CDS quotations for the class compliant with the hypothetical rating of the Bank (for funds not subject to a BFG guarantee).
- the liquidity margin reflecting the cost of acquiring liquidity on the money market by the Group.

Furthermore, the Group uses the following variation parameters for the purpose of fair value measurement.

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No.	Structured Deposit Name	Model	Variability	
1	Absolute Selection	Option Model	NXSRSF Index	4,50%
2	Momentum V	Option Model	NXS Momentum Fund Stars ER	3,50%
3	Momentum VI	Option Model	NXS Momentum Fund Stars ER	3,50%
4	Optimum Funds	Option Model	NXS Momentum Fund Stars ER	3,50%
5	Optimum Funds 140%	Option Model	NXS Momentum Fund Stars ER	3,50%
6	Best Funds	Option Model	Best Select Fund Index	4,00%
7	Elite Funds	Option Model	NXS Elite Funds Selection Index	3,50%
8	Elite Funds Go!	Option Model	NXS Elite Funds Selection Index	3,50%
9	Best of I	Option Model	Old Mutual Global Investors Series PLC	4,94%
			BlackRock Global Funds – Euro Corporate Bond Fund	4,40%
10	Prime Funds	Option Model	NXS Risk Parity Fund Allocator ER Index	3,34%
11	US Blue Chips 12M	Option Model	Boeing Co/The	47,72%
			Exxon Mobil Corp	54,60%
			Pfizer Inc	27,94%
			Microsoft Corp	50,58%
			Walt Disney Co/The	58,69%
12	US Blue Chips 24M	Option Model	Boeing Co/The	89,62%
			Exxon Mobil Corp	54,72%
			Pfizer Inc	24,98%
			Microsoft Corp	39,56%
			Walt Disney Co/The	58,18%

In addition, the following financial assets have been included at level 3 of the fair value hierarchy:

- a package of 7.46% of the shares in TU Europa (assets classified as equity financial assets at fair value through profit or loss)
- an option to sell the package of shares in TU Europa (reported in derivative instruments measured at fair value through profit or loss)
- BIK S.A. shares measured at fair value based on a valuation method which is based on the discounted dividend method, and Noble Funds TFI shares for which a valuation that is the average two methods is used: the discounted cash flow method and the comparative method (assets recognized as investment equity securities are valued at fair value through other comprehensive income)
- shares in Ukrainian companies not listed on an active market (assets recognized as investment equity securities are valued at fair value through other comprehensive income).

The balance sheet value of financial instruments measured at fair value as at 31.03.2020 and 31.12.2019, divided into the levels described above, is presented below:

The carrying amount of financial instruments measured at fair value divided into 3 valuation levels as at 31.03.2020

(in thousands PLN)	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Derivative hedging instruments	-	-	-	-
Derivatives measured at fair value through profit or loss	-	9 314	63 492	72 806
Equity instruments measured at fair value through profit or loss	-	305	92 859	93 164
Receivables from customers measured at fair value through profit or loss	-	-	52	52
Investment debt securities measured at fair value through other comprehensive income	1 198 210	243 924	-	1 442 134
Investment equity securities measured at fair value through other comprehensive income	15 357	-	103 101	118 458
<b>Liabilities:</b>				
Derivative hedging instruments	-	178 916	-	178 916
Derivatives measured at fair value through profit or loss	-	488	-	488
Other financial liabilities measured at fair value through profit or loss	-	-	924 292	924 292

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The carrying amount of financial instruments measured at fair value divided into 3 valuation levels as at 31.12.2019

(in thousands PLN)	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Derivative hedging instruments	-	24 154	-	24 154
Derivatives measured at fair value through profit or loss	-	50 140	59 390	109 530
Equity instruments measured at fair value through profit or loss	-	286	92 859	93 145
Receivables from customers measured at fair value through profit or loss	-	-	76	76
Investment debt securities measured at fair value through other comprehensive income	1 900 206	221 251	-	2 121 457
Investment equity securities measured at fair value through other comprehensive income	20 031	-	93 924	113 955
<b>Liabilities:</b>				
Derivative hedging instruments	-	2 880	-	2 880
Derivatives measured at fair value through profit or loss	-	2 158	-	2 158
Other financial liabilities measured at fair value through profit or loss	-	-	1 035 512	1 035 512

## 2.8 Revenues and results for individual operating segments

Reporting by operating segments of the Capital Group has been prepared in accordance with IFRS 8.11 and IFRS 8.12 based on combining entities with similar: economic characteristics, offered products and services, service delivery processes, types or categories of customers, distribution methods, and the nature of the regulatory environment.

Management monitors the operating results of the segments separately in order to make decisions regarding resource allocation, to assess the effects of this allocation and the operating results. The basis for performance assessment is the profit or loss on operating activities.

The data presented in this note refers only to continuing operations.

The continuing operating activities of the Capital Group have been divided into five segments:

The Banking Services Segment in Poland includes services in the field of granting loans and advances, guarantees and sureties, acceptance of deposits, leasing, financial intermediation and factoring provided by the Idea Bank Group in Poland.

The Banking Services Segment in Ukraine includes services in the field of granting loans and advances, guarantees and sureties, acceptance of deposits by Idea Bank S.A. in Ukraine, and financial services provided by New Finance Services.

The Banking Services Segment in Belarus includes services in the field of granting loans and advances, guarantees and sureties, acceptance of deposits by Idea Bank S.A. in Belarus, and services provided by the company Idea Broker.

The Banking and Leasing Services Segment in Romania includes services in the field of granting loans and advances, guarantees and sureties, acceptance of deposits, and the transfer of leased assets by one entity to another in exchange for periodic payments. Services in Romania are provided by Idea Bank (Romania), Idea Leasing (Romania) and Idea Broker de Asigurare.

The Financial Services Segment in Poland includes the provision of financial services in the medical sector and debt collection by MW Trade.

Segment income and expenses include the income and expenses from sales to external customers or from transactions with other segments in the Group. Income and expenditure can be assigned to a segment directly or on the basis of rational premises. When separating out inter-segment transactions,

the accounting principles applicable for the preparation of the financial statements of the Group companies are applied: inter-segment eliminations come from the companies' financial statements, and the internal prices in inter-segment transactions do not differ materially from market prices.

The reporting and operating segments of the Group are presented taking into account the geographical distribution, i.e. specific activities have been assigned to countries.

The activities of the Group's companies in Poland do not show regional variation in terms of risk and level of return on capital expenditure.

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	Segment of banking services in Poland	Segment of banking services in Ukraine	Segment of banking services in Belarus	Segment of banking and lease services in Romania	Segment of financial services in Poland	Other segments and consolidation adjustments	Getin Holding Capital Group
<b>Interest income</b>	<b>209 385</b>	<b>81 574</b>	<b>19 657</b>	<b>27 546</b>	<b>1 689</b>	<b>(2 867)</b>	<b>336 984</b>
<i>External</i>	206 201	81 574	19 657	27 546	1 684	322	336 984
<i>Internal</i>	3 184	-	-	-	5	(3 189)	-
<b>Interest expense</b>	<b>(75 779)</b>	<b>(25 907)</b>	<b>(12 412)</b>	<b>(10 062)</b>	<b>(635)</b>	<b>649</b>	<b>(124 146)</b>
<i>External</i>	(75 777)	(25 735)	(12 412)	(8 107)	(53)	(2 062)	(124 146)
<i>Internal</i>	(2)	(172)	-	(1 955)	(582)	2 711	-
<b>Net interest income</b>	<b>133 606</b>	<b>55 667</b>	<b>7 245</b>	<b>17 484</b>	<b>1 054</b>	<b>(2 218)</b>	<b>212 838</b>
<i>External</i>	130 424	55 839	7 245	19 439	1 631	(1 740)	212 838
<i>Internal</i>	3 182	(172)	-	(1 955)	(577)	(478)	-
<b>Fee and commission income</b>	<b>29 715</b>	<b>23 282</b>	<b>5 647</b>	<b>10 089</b>	<b>7</b>	<b>(42)</b>	<b>68 698</b>
<i>External</i>	29 714	23 241	5 645	10 089	7	2	68 698
<i>Internal</i>	1	41	2	-	-	(44)	-
<b>Fee and commission expense</b>	<b>(13 214)</b>	<b>(4 966)</b>	<b>(3 856)</b>	<b>(2 066)</b>	<b>(15)</b>	<b>110</b>	<b>(24 007)</b>
<i>External</i>	(13 214)	(4 964)	(3 856)	(1 912)	(15)	(46)	(24 007)
<i>Internal</i>	-	(2)	-	(154)	-	156	-
<b>Net fee and commission income</b>	<b>16 501</b>	<b>18 316</b>	<b>1 791</b>	<b>8 023</b>	<b>(8)</b>	<b>68</b>	<b>44 691</b>
<i>External</i>	16 500	18 277	1 789	8 177	(8)	(44)	44 691
<i>Internal</i>	1	39	2	(154)	-	112	-
<b>Other net operating income and expenses</b>	<b>619</b>	<b>2 411</b>	<b>15 372</b>	<b>6 300</b>	<b>(15)</b>	<b>(212 470)</b>	<b>(187 783)</b>
<i>External</i>	616	2 411	15 372	6 273	(15)	(212 440)	(187 783)
<i>Internal</i>	3	-	-	27	-	(30)	-
<b>Net operating income</b>	<b>150 726</b>	<b>76 394</b>	<b>24 408</b>	<b>31 807</b>	<b>1 031</b>	<b>(214 620)</b>	<b>69 746</b>
<i>External</i>	147 540	76 527	24 406	33 889	1 608	(214 224)	69 746
<i>Internal</i>	3 186	(133)	2	(2 082)	(577)	(396)	-
<b>Net income from revaluation write-downs due to impairment of financial assets and provisions for off-balance sheet liabilities</b>	<b>(74 955)</b>	<b>(30 288)</b>	<b>(1 117)</b>	<b>(3 543)</b>	<b>(422)</b>	<b>32</b>	<b>(110 293)</b>
<b>Administrative expenses</b>	<b>(75 919)</b>	<b>(25 501)</b>	<b>(15 139)</b>	<b>(23 773)</b>	<b>(944)</b>	<b>(1 866)</b>	<b>(143 142)</b>
<i>Internal</i>	-	(1 045)	(662)	(1 004)	(62)	2 773	-
<b>Operating profit</b>	<b>(148)</b>	<b>20 605</b>	<b>8 152</b>	<b>4 491</b>	<b>(335)</b>	<b>(216 454)</b>	<b>(183 689)</b>
<b>Share in profits (losses) of entities consolidated under the equity method</b>	<b>1 291</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 291</b>
<b>Profit / ( loss ) before income tax</b>	<b>1 143</b>	<b>20 605</b>	<b>8 152</b>	<b>4 491</b>	<b>(335)</b>	<b>(216 454)</b>	<b>(182 398)</b>
<b>Net profit / ( loss ) for the period on continued activity</b>	<b>1 653</b>	<b>16 807</b>	<b>5 761</b>	<b>3 418</b>	<b>(353)</b>	<b>(235 018)</b>	<b>(207 732)</b>

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Consolidated profit and loss account for 3-months period ended 31.03.2019 divided into segments (unaudited, transformed data)

	Segment of banking services in Poland	Segment of banking and debt collection services in Ukraine	Segment of banking services in Belarus	Segment of banking and lease services in Romania	Segment of financial services in Poland	Other segments and consolidation adjustments	Getin Holding Capital Group
<b>Interest income</b>	<b>248 051</b>	<b>59 677</b>	<b>20 261</b>	<b>27 856</b>	<b>4 677</b>	<b>(4 588)</b>	<b>355 934</b>
<i>External</i>	243 467	59 693	20 261	27 793	4 668	52	355 934
<i>Internal</i>	4 584	(16)	-	63	9	(4 640)	-
<b>Interest expense</b>	<b>(141 525)</b>	<b>(15 449)</b>	<b>(9 495)</b>	<b>(10 160)</b>	<b>(2 834)</b>	<b>1 706</b>	<b>(177 757)</b>
<i>External</i>	(141 520)	(15 010)	(9 495)	(7 464)	(1 330)	(2 938)	(177 757)
<i>Internal</i>	(5)	(439)	-	(2 696)	(1 504)	4 644	-
<b>Net interest income</b>	<b>106 526</b>	<b>44 228</b>	<b>10 766</b>	<b>17 696</b>	<b>1 843</b>	<b>(2 882)</b>	<b>178 177</b>
<i>External</i>	101 947	44 683	10 766	20 329	3 338	(2 886)	178 177
<i>Internal</i>	4 579	(455)	-	(2 633)	(1 495)	4	-
<b>Fee and commission income</b>	<b>48 813</b>	<b>19 759</b>	<b>6 117</b>	<b>8 997</b>	<b>108</b>	<b>(233)</b>	<b>83 561</b>
<i>External</i>	48 669	19 759	6 115	8 997	1	20	83 561
<i>Internal</i>	144	-	2	-	107	(253)	-
<b>Fee and commission expense</b>	<b>(17 789)</b>	<b>(2 269)</b>	<b>(2 653)</b>	<b>(2 543)</b>	<b>(91)</b>	<b>124</b>	<b>(25 221)</b>
<i>External</i>	(17 789)	(2 267)	(2 653)	(2 244)	(91)	(177)	(25 221)
<i>Internal</i>	-	(2)	-	(299)	-	301	-
<b>Net fee and commission income</b>	<b>31 024</b>	<b>17 490</b>	<b>3 464</b>	<b>6 454</b>	<b>17</b>	<b>(109)</b>	<b>58 340</b>
<i>External</i>	30 880	17 492	3 462	6 753	(90)	(157)	58 340
<i>Internal</i>	144	(2)	2	(299)	107	48	-
<b>Other net operating income and expenses</b>	<b>(16 662)</b>	<b>1 788</b>	<b>7 525</b>	<b>7 260</b>	<b>72</b>	<b>2 437</b>	<b>2 420</b>
<i>External</i>	(16 668)	1 788	7 525	7 261	72	2 442	2 420
<i>Internal</i>	6	-	-	(1)	-	(5)	-
<b>Net operating income</b>	<b>120 888</b>	<b>63 506</b>	<b>21 755</b>	<b>31 410</b>	<b>1 932</b>	<b>(554)</b>	<b>238 937</b>
<i>External</i>	116 159	63 963	21 753	34 343	3 320	(601)	238 937
<i>Internal</i>	4 729	(457)	2	(2 933)	(1 388)	47	-
<b>Net income from revaluation write-downs due to impairment of financial assets and provisions for off-balance sheet liabilities</b>	<b>(90 757)</b>	<b>(19 571)</b>	<b>(1 099)</b>	<b>(4 486)</b>	<b>171</b>	<b>6</b>	<b>(115 736)</b>
<b>Administrative expenses</b>	<b>(108 869)</b>	<b>(18 279)</b>	<b>(14 565)</b>	<b>(22 923)</b>	<b>(1 150)</b>	<b>(1 724)</b>	<b>(167 510)</b>
<i>Including internal</i>	-	(1 026)	(640)	(980)	(62)	2 708	-
<b>Operating profit</b>	<b>(78 738)</b>	<b>25 656</b>	<b>6 091</b>	<b>4 001</b>	<b>953</b>	<b>(2 272)</b>	<b>(44 309)</b>
<b>Share in profits (losses) of entities consolidated under the equity method</b>	<b>1 193</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1 193</b>
<b>Profit / ( loss ) before income tax</b>	<b>(77 545)</b>	<b>25 656</b>	<b>6 091</b>	<b>4 001</b>	<b>953</b>	<b>(2 272)</b>	<b>(43 116)</b>
<b>Net profit / ( loss ) on continued operations</b>	<b>(82 034)</b>	<b>20 975</b>	<b>4 303</b>	<b>3 304</b>	<b>800</b>	<b>(11 052)</b>	<b>(63 704)</b>

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Consolidated balance sheet date divided into segments as at 31.03.2020 (unaudited)

	Segment of banking services in Poland	Segment of banking services in Ukraine	Segment of banking services in Belarus	Segment of banking and lease services in Romania	Segment of financial services in Poland	Other segments and consolidation adjustments	Getin Holding Capital Group
Segment assets	16 696 662	839 890	880 027	2 443 469	134 702	115 938	<b>21 110 688</b>
including: Investment in associates	238 007						238 007

Consolidated balance sheet date divided into segments as at 31.12.2019

	Segment of banking services in Poland	Segment of banking services in Ukraine	Segment of banking services in Belarus	Segment of banking and lease services in Romania	Segment of financial services in Poland	Other segments and consolidation adjustments	Getin Holding Capital Group
Segment assets	17 323 307	877 769	919 036	2 317 423	138 868	1 350 792	<b>22 927 195</b>
including: Investment in associates	236 716						236 716

## 2.9 Interest income and expenses

Interest income and income similar to interest (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited ,transformed data)
Interest income on financial assets measured at amortized cost:	313 385	330 391
Revenue from loans and advances granted to customers	250 416	252 683
Interest on financial leases	54 598	58 908
Revenues from agreements with hospitals	923	5 816
Income from debt securities measured at amortized cost	3 213	2 172
Income from deposits in other banks	2 553	2 230
Revenues from contracts with local government units	642	612
Interest on the mandatory reserve	379	441
Other interest	661	7 529
Interest income on financial assets measured at fair value through other comprehensive income	7 279	9 916
Income similar to interest on financial assets measured at fair value through profit or loss	16 320	15 627
<b>Total</b>	<b>336 984</b>	<b>355 934</b>

Interest expense (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited ,transformed data)
Interest expenses from liabilities to customers	113 248	162 530
Interest expense on loans	1 461	1 577
Costs due to the issue of own debt securities	7 204	9 470
Costs arising from other deposits on the money market	811	852
Other interest expenses	1 422	3 328
<b>Total</b>	<b>124 146</b>	<b>177 757</b>

## 2.10 Fee and commission income and expenses

Fee and commission income (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited ,transformed data)
From intermediation in the sales of investment and insurance products	18 009	19 747
From granted loans and advances	8 060	13 377
From settlement and cash operations	9 260	6 491
From the servicing of bank accounts	10 256	11 583
From debit and credit cards	8 270	8 335
From finance leases	1 864	1 720
From factoring services	10 837	17 837
Other	2 142	4 471
<b>Total</b>	<b>68 698</b>	<b>83 561</b>



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<b>Fee and commission expense (in thousands PLN)</b>	<b>01.01.2020 - 31.03.2020</b> (unaudited data)	<b>01.01.2019 - 31.03.2019</b> (unaudited, transformed data)
Due to intermediation in the sale of loans and investment products	7 928	10 040
- costs related to reimbursement of remuneration for the sale of insurance products	2 631	1 714
- costs related to reimbursement of remuneration for the sale of investment products	-	460
Due to debit and credit cards	10 589	8 430
Due to settlement and cash operations	1 473	1 289
Due to securities transactions	57	194
Due to loans and advances	79	110
Due to factoring services	1 262	1 159
Other	2 619	3 999
<b>Total</b>	<b>24 007</b>	<b>25 221</b>

## 2.11 Result on disposal of subsidiaries

On 30.03.2020 the transfer of ownership of 1 share, constituting 100% of Carcade's share capital, from Getin Holding SA to Gazprombank Leasing JSC and Novfintekh LLC (the buyers) was registered in the relevant register; the transfer of ownership took place in connection with the implementation of the sales agreements dated 29.11.2019 and 20.03.2020. The value of the transaction was PLN 154,884 thousand (RUB 2,933,400 thousand). The price was paid on 06.04.2020. According to the agreement, part of the price in the amount of RUB 800,000 thousand was transferred to a reserved account in order to secure possible claims of the Buyers resulting from the guarantees and claims submitted by the Issuer.

### **Carcade (Russia) sale settlement (in thousands PLN)**

Revenue from the sale of Carcade (Russia)	154 884
Carcade's net assets as at the date of sale	190 478
Goodwill as at the date of sale	19 560
Transfer from other comprehensive income of foreign exchange differences arising from the translation of the entity	(164 289)
<b>Gross result on sales</b>	<b>(219 443)</b>
Income tax	8 655
<b>Net result on sales</b>	<b>(228 098)</b>

On 31.01.2020, a company in the Idea Bank Capital Group (Poland), Idea SPV, sold all shares which it held in Idea Fleet (99.99% of Idea Fleet's share capital) to Idea Getin Leasing S.A. Additionally, as part of the transaction in question, Idea Bank (Poland) directly sold one share in Idea Fleet to Idea Getin Leasing. The transaction value was PLN 11,250 thousand. As a result of the above mentioned transaction, the sole shareholder of Idea Fleet became Idea Getin Leasing, an associate company of the Group.

### **Idea Fleet sale settlement (in thousands PLN)**

Revenue from the sale of Idea Fleet	11 250
Idea Fleet's net assets as at the date of sale	4 738
<b>Result on sale</b>	<b>6 512</b>

## 2.12 Other operating income and expenses

Other operating income (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited ,transformed data)
Received penalties, damages and fines	2 348	2 405
Income from rent	4 424	3 046
Revenues from sales of products and services	349	1 456
Release of provisions	1 360	3 667
Gains on the sale of fixed assets	701	356
Revenue from recoveries of bad debts	3 816	-
Revenues from leasing activities	1 512	1 448
Other income	2 669	2 883
<b>Total</b>	<b>17 179</b>	<b>15 261</b>

Other operating expenses (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited ,transformed data)
Debt collection and monitoring of loan receivables, and judicial and administrative proceedings	2 828	4 989
Impairment of other assets	4 318	1 026
Cost of goods and materials sold	427	19
Loss on the sale of fixed assets	141	465
Bad debt write-offs	24	164
Rental costs	2 294	2 054
Provisions for future liabilities	378	10
Paid damages, penalties and fines	133	91
Other expenses	2 510	1 307
<b>Total</b>	<b>13 053</b>	<b>10 125</b>

## 2.13 Change in provisions for impaired receivables and off-balance sheet liabilities

(unaudited data)	Loans and advances granted to customers	Receivables from banks and financial institutions	Finance lease receivables	Other receivables measured at amortized cost	Provision for off-balance sheet liabilities	Debt instruments measured at amortized cost	Debt instruments measured at fair value through OCI	Total
Impairment allowances/provisions at the beginning of the period - 01.01.2020	3 130 867	280	100 853	675	5 635	20 995	441	3 259 746
Increases	225 935	76	2 546	627	4 252	1 111	7	234 554
Reversals	(117 352)	(124)	(1 819)	(103)	(4 655)	(99)	(109)	(124 261)
Change in impairment allowances/provisions recognised in the P&L from continuing operations	108 583	(48)	727	524	(403)	1 012	(102)	110 293
Utilization	(34 137)	-	(17 197)	-	-	-	-	(51 334)
Other increases	57 185	7	6 140	-	(12)	-	-	63 320
Other decreases	(9 984)	(7)	16	-	-	(172)	-	(10 147)
Foreign exchange differences	(17 862)	(11)	(11 082)	-	6	-	-	(28 949)
<b>Net other increases/decreases</b>	<b>29 339</b>	<b>(11)</b>	<b>(4 926)</b>	<b>-</b>	<b>(6)</b>	<b>(172)</b>	<b>-</b>	<b>24 224</b>
Disposal of subsidiaries	-	-	(71 710)	-	-	-	-	(71 710)
Impairment allowances/provisions at the end of the period - 31.03.2020	3 234 652	221	7 747	1 199	5 226	21 835	339	3 271 219

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(unaudited, transformed data)	Loans and advances granted to customers	Receivables from banks and financial institutions	Finance lease receivables	Other receivables measured at amortized cost	Provision for off-balance sheet liabilities	Debt instruments measured at amortized cost	Debt instruments measured at fair value through OCI	Total
Impairment allowances/provisions at the beginning of the period after adjustment - 01.01.2019	2 636 749	1 376	94 310	14 635	9 800	31 709	813	2 789 392
Increases	233 881	22	1 400	-	3 540	3 162	655	242 660
Reversals	(120 543)	(57)	(923)	(176)	(4 889)	-	(336)	(126 924)
<b>Change in impairment allowances/provisions recognised in the P&amp;L from continuing operations</b>	<b>113 338</b>	<b>(35)</b>	<b>477</b>	<b>(176)</b>	<b>(1 349)</b>	<b>3 162</b>	<b>319</b>	<b>115 736</b>
Utilization	(16 254)	-	(338)	-	-	-	-	(16 592)
Other increases	55 684	-	3 148	-	-	9 152	-	67 984
Other decreases	(22 021)	-	(424)	(7 718)	-	-	(168)	(30 331)
Foreign exchange differences	10 033	5	8 285	-	-	-	-	18 323
<b>Net other increases/decreases</b>	<b>43 696</b>	<b>5</b>	<b>11 009</b>	<b>(7 718)</b>	<b>-</b>	<b>9 152</b>	<b>(168)</b>	<b>55 976</b>
Impairment allowances/provisions at the end of the period - 31.03.2019	2 777 529	1 346	105 458	6 741	8 451	44 023	964	2 944 512

## 2.14 Administrative expenses

Administrative expenses (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited, transformed data)
Payroll / employee benefits	64 082	72 917
Materials and energy consumption	3 216	3 843
Third party services, including:	28 944	36 623
- marketing, representation and advertising	3 796	6 185
- IT services	7 589	6 516
- rent	4 638	9 933
- security and cash processing services	1 543	1 958
- maintenance and repairs	811	1 113
- telecommunication and postal services	3 118	2 864
- legal services	1 204	2 045
- advisory services	2 541	2 388
- insurance	514	575
- other	3 190	3 046
Other material costs	144	412
Taxes and charges	2 016	1 510
Tax on assets	-	301
Fees and contributions to the Bank Guarantee Fund and Polish Financial Supervision Authority	20 245	30 329
Depreciation	24 164	21 205
Other	331	370
<b>Total</b>	<b>143 142</b>	<b>167 510</b>

## 2.15 Income tax

Major components of tax expense (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited, transformed data)
<b>Consolidated income statement</b>		
<b>Current income tax</b>	<b>6 790</b>	<b>11 789</b>
Current tax charge	6 016	6 386
Adjustments related to tax from previous years	-	(135)
Other taxes (e.g. withholding tax)	774	5 538
<b>Deferred income tax</b>	<b>18 544</b>	<b>8 799</b>
Due to timing differences	9 596	19 388
The amount of benefit arising from a previously unrecognised tax loss, tax credit or temporary difference of a prior period that is used to reduce deferred tax expense	534	-
Deferred tax expense arising from the write-down, or reversal of the previous write-downs of a deferred tax asset which is related to the probability of realising taxable income	-	8 766
Tax loss current and from previous years	8 414	(19 355)
<b>Tax expense (tax income) disclosed in the consolidated profit and loss statement</b>	<b>25 334</b>	<b>20 588</b>
<b>Consolidated equity</b>		
<b>Deferred income tax</b>	<b>47</b>	<b>2 700</b>
Due to timing differences:	47	2 700
related to the valuation of financial assets measured through OCI	47	2 716
related to the effect of cash flow hedge accounting	-	(16)
<b>Tax expense (tax income) disclosed in consolidated equity</b>	<b>47</b>	<b>2 700</b>
<b>Total major components of tax</b>	<b>25 381</b>	<b>23 288</b>

Reconciliation of the tax expense disclosed in the consolidated income statement with the income tax calculated as the product of the gross financial result and the statutory tax rate of 19%:

Effective tax rate (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited, transformed data)
<b>Profit (loss) before tax</b>	<b>(182 398)</b>	<b>(43 116)</b>
Tax at the applicable tax rate in Poland, amounting to 19%	(34 656)	(7 364)
Impact of various tax rates applicable in other countries	134	(896)
Tax effect of non-taxable income	50 979	8 082
Tax effect of non-deductible expenses	14 876	10 395
Unrecognised tax losses	14	(3 411)
Other items affecting the amount of tax expense	(6 013)	13 782
<b>Tax expense (tax income) disclosed in the consolidated profit and loss statement</b>	<b>25 334</b>	<b>20 588</b>
<b>Effective tax rate</b>	<b>-13,9%</b>	<b>-47,8%</b>

	31.03.2020 (unaudited data)	31.12.2019
Assets due to deferred income tax	25 929	69 263
Deferred income tax	3	3

## 2.16 Receivables from customers

Receivables from customers (in thousands PLN)	31.03.2020 (unaudited data)	31.12.2019
<b>Loans and advances granted to customers measured at amortized cost, including:</b>	<b>18 072 045</b>	<b>18 218 926</b>
Loans and advances	9 422 027	9 660 313
Factoring receivables	507 441	513 673
Purchased receivables	7 931 720	7 833 788
Debit and credit card receivables	210 330	210 635
Realized guarantees and sureties	527	517
<b>Financial assets measured at fair value through profit or loss</b>	<b>52</b>	<b>76</b>
<b>Total</b>	<b>18 072 097</b>	<b>18 219 002</b>
Impairment allowances (-)	(3 234 652)	(3 130 867)
<b>Net total</b>	<b>14 837 445</b>	<b>15 088 135</b>

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Loans and advances granted to customers 31.03.2020 (unaudited data)	Gross value Stage 1	Gross value Stage 2	Gross value Stage 3	Purchased or originated credit-impaired (POCI) assets	Impairment allowances on loans and advances in Stage 1	Impairment allowances on loans and advances in Stage 2	Impairment allowances on loans and advances in Stage 3	Impairment allowances on POCI assets	Total net value
- investment loans	1 496 868	340 237	1 140 878	559	(11 984)	(20 098)	(535 211)	-	2 411 249
- operational loans	1 810 223	387 346	2 241 726	915	(84 268)	(86 834)	(1 795 254)	-	2 473 854
- car loans	31 147	8 606	99 596	-	(216)	(711)	(83 997)	-	54 425
- mortgages	23 608	411	639	-	(156)	(2)	-	-	24 500
- consumer loans	1 637 174	65 028	347 923	-	(60 773)	(25 553)	(292 068)	-	1 671 731
- factoring receivables	11 615	165 987	329 839	-	(1 639)	(12 634)	(217 033)	-	276 135
- purchased receivables	7 594 953	332 602	4 165	-	(2 574)	(341)	(3 306)	-	7 925 499
<b>Total</b>	<b>12 605 588</b>	<b>1 300 217</b>	<b>4 164 766</b>	<b>1 474</b>	<b>(161 610)</b>	<b>(146 173)</b>	<b>(2 926 869)</b>	<b>-</b>	<b>14 837 393</b>

Loans and advances granted to customers 31.12.2019	Gross value Stage 1	Gross value Stage 2	Gross value Stage 3	Purchased or originated credit-impaired (POCI) assets	Impairment allowances on loans and advances in Stage 1	Impairment allowances on loans and advances in Stage 2	Impairment allowances on loans and advances in Stage 3*	Impairment allowances on POCI assets*	Total net value
- investment loans	1 679 512	302 469	1 133 788	572	(14 128)	(21 061)	(525 520)	-	2 555 632
- operational loans	1 953 117	400 792	2 161 257	1 021	(93 402)	(86 283)	(1 699 712)	-	2 636 790
- car loans	40 059	8 720	101 862	-	(292)	(719)	(85 068)	-	64 562
- mortgages	13 552	572	934	-	(114)	(4)	-	-	14 940
- consumer loans	1 666 354	64 853	342 031	-	(62 223)	(23 883)	(286 487)	-	1 700 645
- factoring receivables	12 442	214 977	286 254	-	(616)	(5 516)	(219 177)	-	288 364
- purchased receivables	7 196 223	632 717	4 848	-	(2 518)	(636)	(3 508)	-	7 827 126
<b>Total</b>	<b>12 561 259</b>	<b>1 625 100</b>	<b>4 030 974</b>	<b>1 593</b>	<b>(173 293)</b>	<b>(138 102)</b>	<b>(2 819 472)</b>	<b>-</b>	<b>15 088 059</b>

## 2.17 Receivables from finance leases

Finance lease receivables as at 31.03.2020 (in thousands PLN) (unaudited data)	Gross investment in finance leases	Current value of minimum lease payments
Up to 1 year	115 172	109 155
From 1 to 5 years	722 235	717 380
Above 5 years	16 891	16 891
<b>Total</b>	<b>854 298</b>	<b>843 426</b>
Unearned financial revenue	(10 872)	-
<b>Current value of minimum lease payments</b>	<b>843 426</b>	<b>843 426</b>
Impairment allowances (-)	(7 747)	
<b>Carrying amount</b>	<b>835 679</b>	
including the unguaranteed residual values attributable to the lessor		-

Finance lease receivables as at 31.12.2019 (in thousands PLN)	Gross investment in finance leases	Current value of minimum lease payments
Up to 1 year	1 064 966	912 440
From 1 to 5 years	1 391 878	1 299 271
Above 5 years	15 276	15 272
<b>Total</b>	<b>2 472 120</b>	<b>2 226 983</b>
Unearned financial revenue	(245 137)	-
<b>Current value of minimum lease payments</b>	<b>2 226 983</b>	<b>2 226 983</b>
Impairment allowances (-)	(100 853)	
<b>Carrying amount</b>	<b>2 126 130</b>	
including the unguaranteed residual values attributable to the lessor		-

## 2.18 Other receivables measured at amortized cost

Other receivables measured at amortized cost (in thousands PLN)	31.03.2020 (unaudited data)	31.12.2019
Receivables arising from agreements with hospitals	41 310	44 806
Receivables from loans granted to health organizations	15 358	17 020
Receivables arising from agreements with local government units	43 777	42 724
Other loans	14 808	13 495
<b>Total gross value</b>	<b>115 253</b>	<b>118 045</b>
Impairment allowances (-)	(1 199)	(675)
<b>Total net value</b>	<b>114 054</b>	<b>117 370</b>

## 2.19 Investment securities

Investment securities (in thousands PLN)	31.03.2020 (unaudited data)	31.12.2019
<b>Debt instruments measured at fair value through OCI</b>	<b>1 442 134</b>	<b>2 121 457</b>
- issued by central banks	249 986	699 942
- issued by other banks	-	-
- issued by other financial entities	-	-
- issued by non-financial entities	-	-
- issued by the State Treasury	1 192 148	1 421 515
- issued by local authorities	-	-
<b>Equity instruments measured at fair value through OCI</b>	<b>118 458</b>	<b>113 955</b>
- issued by central banks	-	-
- issued by other banks	15 357	20 031
- issued by other financial entities	103 101	93 924
- issued by non-financial entities	-	-
- issued by the State Treasury	-	-
- issued by local authorities	-	-
<b>Debt instruments measured at amortized cost</b>	<b>232 325</b>	<b>219 205</b>
- issued by central banks	61 842	48 139
- issued by other banks	-	-
- issued by other financial entities	133 693	128 844
- issued by non-financial entities	15 306	15 108
- issued by the State Treasury	21 484	27 114
- issued by local authorities	-	-
<b>Total gross investment securities</b>	<b>1 792 917</b>	<b>2 454 617</b>
Impairment of debt instruments measured at amortized cost	(21 835)	(20 995)
<b>Total net investment securities</b>	<b>1 771 082</b>	<b>2 433 622</b>

## 2.20 Investments in associates

Changes in investments in associates (in thousands PLN)	01.01.2020 - 31.03.2020 (unaudited data)	01.01.2019 - 31.03.2019 (unaudited data)
<b>Balance at the beginning of the period</b>	<b>236 716</b>	<b>298 575</b>
Share in profits (losses)	1 884	1 193
Impairment	(593)	-
Dividends received	-	(16 509)
<b>Balance at the end of the period</b>	<b>238 007</b>	<b>283 259</b>

### Balance as at 31.03.2020

Name of entity (in thousands PLN)	Effective share in net assets	Date of acquisition	Acquisition price	Including paid in cash	Impairment loss	Carrying amount
Idea Getin Leasing S.A.	27,21%	28.09.2017	4 859	4 859	-	234 016
Idea Box Alternatywna Spółka Inwestycyjna S.A.	21,80%	23.11.2015	6 084	6 084	(738)	2 518
Open Finance S.A.	9,64%	31.12.2015	93 962	93 962	(92 489)	1 473



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**Balance as at 31.12.2019**

Name of entity (in thousands PLN)	Effective share in net assets	Date of acquisition	Acquisition price	Including paid in cash	Impairment loss	Carrying amount
Idea Getin Leasing S.A.	27,21%	28.09.2017	4 859	4 859	-	232 036
Idea Box Alternatywna Spółka Inwestycyjna S.A.	21,80%	23.11.2015	6 084	6 084	(738)	2 614
Open Finance S.A.	9,64%	31.12.2015	93 962	93 962	(91 896)	2 066

## 2.21 Liabilities due to customers

Liabilities due to customers (in thousands PLN)	31.03.2020	31.12.2019
	(unaudited data)	
<b>Liabilities due to corporate entities</b>	<b>1 964 642</b>	<b>2 145 213</b>
Funds on current accounts and overnight deposits	1 285 808	1 442 783
Term deposits	677 713	701 096
Other	1 121	1 334
<b>Liabilities due to state budget entities</b>	<b>329</b>	<b>297</b>
Funds on current accounts and overnight deposits	329	297
Term deposits	-	-
<b>Liabilities due to individuals</b>	<b>16 077 565</b>	<b>16 508 928</b>
Funds on current accounts and overnight deposits	1 186 891	1 180 553
Term deposits	14 890 222	15 327 498
Other	452	877
<b>Total liabilities due to customers</b>	<b>18 042 536</b>	<b>18 654 438</b>

Liabilities due to customers by maturity based on the remaining period from the balance sheet date to the repayment date (in thousands PLN)	31.03.2020	31.12.2019
	(unaudited data)	
Funds on current accounts and overnight deposits	2 473 028	2 623 633
Term liabilities by maturity:	15 567 935	16 028 594
up to 1 month	3 983 973	5 032 143
from 1 to 3 months	7 017 528	6 544 081
from 3 to 6 months	2 242 312	2 445 007
from 6 months to 1 year	1 729 088	1 305 318
from 1 to 5 years	515 559	628 636
above 5 years	79 475	73 409
Other	1 573	2 211
<b>Total</b>	<b>18 042 536</b>	<b>18 654 438</b>

## 2.22 Liabilities arising from the issue of debt securities

Liabilities from the issue of debt securities (in thousands PLN)	31.03.2020	31.12.2019
	(dane niebadane)	
Liabilities from the issue of:	445 795	470 497
bonds	445 675	470 390
certificates	120	107
Interest	3 116	4 294
<b>Total</b>	<b>448 911</b>	<b>474 791</b>

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Liabilities from the issue of debt securities by maturity date thousands PLN)	(in	31.03.2020	31.12.2019
		(dane niebadane)	
Debt securities in issue, with a repayment period of:		448 911	474 791
up to 1 month		3 236	4 401
from 1 to 3 months		55 579	15 896
from 3 months to 1 year		251 098	319 172
from 1 to 5 years		97 307	93 636
above 5 years		41 691	41 686
<b>Total</b>		<b>448 911</b>	<b>474 791</b>

List of bonds redeemed in the first quarter of 2020 by the Group's companies

Issuer	Bond series	Number of bonds in pcs.	Nominal value of 1 bond in thousands PLN	Nominal value of securities in thousands PLN	Issue date	Redemption date / repayment
Getin Holding	A10	3 580	1	3 580	19.02.2019	19.02.2020
Carcade	BO-03	<i>repayment of part of the nominal value</i>		11 938	14.06.2017	11.03.2020
<b>Total</b>				<b>15 518</b>		

List of bonds issued in the first quarter of 2019 by the Group's companies:

Issuer	Bond series	Number of bonds in pcs.	Nominal value of 1 bond in thousands PLN	Nominal value of securities in thousands PLN	Issue date	Redemption date
Getin Holding	A10	3 580	1	3 580	19.02.2019	19.02.2020
Getin Holding	A11	461	1	461	19.02.2019	19.05.2020
Idea Bank Rumunia	E	1 400	4	6 020	15.01.2019	15.07.2019
<b>Total</b>				<b>10 061</b>		

List of bonds redeemed in the first quarter of 2019 by the Group's companies

Issuer	Bond series	Number of bonds in pcs.	Nominal value of 1 bond in thousands PLN	Nominal value of securities in thousands PLN	Issue date	Redemption date / repayment
Carcade	BO-02	<i>repayment of part of the nominal value</i>		679	25.04.2016	21.01.2019
Carcade	BO-03	<i>repayment of part of the nominal value</i>		12 316	14.06.2017	13.03.2019
MW Trade	A2016	10 000	1	10 000	26.01.2016	28.01.2019
MW Trade	B2016	10 000	1	10 000	25.02.2016	25.02.2019
<b>Total</b>				<b>32 995</b>		

## 2.23 Other provisions

	31.03.2020 (unaudited data)	31.12.2019
<b>Other provisions, including:</b>	<b>23 458</b>	<b>26 510</b>
Restructuring provision	8 250	8 477
Provisions for claims / litigation	8 853	11 082
Provisions for off-balance sheet liabilities	5 226	5 635
Other provisions	1 129	1 316

## 2.24 Impairment allowances for assets

	31.03.2020 (unaudited data)	31.12.2019	Change
Property, plant and equipment	10 170	20 473	(10 303)
Investment property	10 261	10 261	-
Intangible assets	606 454	606 385	69
Receivables from customers	3 234 652	3 130 867	103 785
Receivables from banks and other financial institutions	221	280	(59)
Receivables from financial leases	7 747	100 853	(93 106)
Other receivables measured at amortized cost	1 199	675	524
Debt instruments measured at amortized cost	21 835	20 995	840
Investments in associates	93 227	92 634	593
Non-current assets held for sale	4 347	4 106	241
Other assets	33 200	43 953	(10 753)
<b>Total impairment allowances for assets</b>	<b>4 023 313</b>	<b>4 031 482</b>	<b>(8 169)</b>

## 2.25 Contingent liabilities

Off-balance sheet items	31.03.2021 (unaudited data)	31.12.2019
<b>1. Granted contingent liabilities</b>	<b>1 341 345</b>	<b>1 203 923</b>
financial	1 331 087	1 193 810
guarantee	10 258	10 113
<b>2. Liabilities related to the realisation of buy/sell transactions</b>	<b>92 859</b>	<b>92 859</b>
<b>3. Other off-balance sheet items</b>	<b>927 300</b>	<b>924 742</b>
<b>Total off-balance sheet items</b>	<b>2 361 504</b>	<b>2 221 524</b>

## 2.26 Components of other comprehensive income

Other comprehensive income (in thousands PLN)	01.01.2020 - 31.03.2020 (dane niebadane)	01.01.2019 - 31.03.2019 (dane niebadane)
Exchange differences on the translation of foreign entities	122 509	18 085
Profits and losses on investments in debt instruments measured at fair value through other comprehensive income	(8 794)	3 287
Profits and losses on investments in equity instruments measured at fair value through other comprehensive income	4 504	26 817
Change in fair value resulting from a change in the credit risk of a financial liability designated at fair value through profit or loss	(197)	(66)
The effect of cash flow hedge accounting	5 522	6 243
<b>Net total of other comprehensive income</b>	<b>123 544</b>	<b>54 366</b>

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<b>Income tax relating to components of other comprehensive income (in thousands PLN)</b>	<b>01.01.2020 - 31.03.2020</b> (dane niebadane)	<b>01.01.2019 - 31.03.2019</b> (dane niebadane)
Exchange differences on the translation of foreign entities - non-taxable amount	122 509	18 085
Amount before income tax	122 509	18 085
Profits and losses on investments in debt instruments measured at fair value through other comprehensive income	(8 794)	3 287
Amount before tax	(8 747)	4 043
Income tax	(47)	(756)
Profits and losses on investments in equity instruments measured at fair value through other comprehensive income	4 504	26 817
Amount before tax	4 504	27 312
Income tax	-	(495)
Change in fair value resulting from a change in the credit risk of a financial liability designated at fair value through profit or loss	(197)	(66)
Amount before tax	(197)	(82)
Income tax	-	16
The effect of cash flow hedge accounting	5 522	6 243
Amount before income tax	5 522	7 708
Income tax	-	(1 465)
<b>Income tax relating to components of other comprehensive income</b>	<b>(47)</b>	<b>(2 700)</b>

## 2.27 Dividends paid and proposed for payment

In the current and comparative reporting period, Getin Holding has not paid or proposed to pay any dividends.

## 2.28 Seasonality or cyclicity of operations

In the Group's operations there are no significant events subject to seasonal or cyclical fluctuations, therefore the presented results of the Group do not show significant fluctuations during the year.

## 2.29 Transactions with related parties

The transactions concluded by the entities of the Group are carried out under terms that do not significantly differ from market conditions.

As part of its lending activities to related entities, the Group applies standard credit conditions:

- transactions are concluded in accordance with the principles and conditions approved by the banks in the Group;
  - assessments of the credibility of subsidiaries are based on the same principles which apply when the banks in the Group evaluate the creditworthiness of customers,
  - the principles for providing security for the financing of transactions are in accordance with the instructions on the legal collateral applicable in the banks of the Group;
- the banks belonging to the Group also apply general principles of monitoring payments, as well as rules for the termination of contracts and collection of debts.

### Transactions between the companies of the Group and other related entities

The Group's transactions with other related parties (in thousands PLN)	Balance Sheet 31.03.2020			Income statement 01.01.2020 - 31.03.2020			Off-balance sheet 31.03.2020	
	Gross receivables	Liabilities	Impairment allowance for non-performing receivables	Interest income	Interest expense	Commission income	Commission expense	Financial liabilities and guarantees granted
The parent entity	18 813	-	(219)	137	-	-	-	-
Key management personnel	384	668	-	4	4	-	-	-
Associates	37 504	5 111	(5 339)	365	17	-	188	60
Other entities	213 754	103 763	(10 519)	2 167	1 151	(3 939)	51	-

The Group's transactions with other related parties (in thousands PLN)	Balance Sheet 31.12.2019			Income statement 01.01.2019 - 31.03.2019			Off-balance sheet 31.12.2019	
	Gross receivables	Liabilities	Impairment allowance for non-performing receivables	Interest income	Interest expense	Commission income	Commission expense	Financial liabilities and guarantees granted
The parent entity	22 284	593	-	406	-	-	-	-
Key management personnel	195	662	-	-	-	-	-	-
Associates	100 199	5 409	(4)	6 104	124	380	180	-
Other entities	211 276	113 756	(2 682)	410	1 433	14 412	177	-

## 2.30 Supervision authorities' inspections at the Group

1. By the decision dated 10.10.2018, the President of the Office of Competition and Consumer Protection (UOKiK) initiated proceedings against Idea Bank (Poland) regarding suspicion that the bank applies practices which violate collective consumer interests.

Five charges have been made against the bank, which are essentially divided into two groups and concern:

- 1) Misleading consumers that GetBack bonds will bring guaranteed profit within a year or that they are as secure as a bank deposit or treasury bonds and giving misleading information to customers that access to GetBack bonds is limited and the offer is unique and that they will be only sold for a short time to put pressure on their immediate purchase.
- 2) Proposing GetBack bonds to people for whom they were inappropriate in terms of acceptable investment risk. This concerned holders of bank deposits, structured deposits, life insurance with UFK, as well as new customers of Idea Bank.

On 01.08.2019, UOKiK issued a partial decision on the matter, concluding that practices that violate collective consumer interests, i.e. the dissemination of false or misleading information about GetBack bonds (their characteristics or availability), were applied. The partial decision did not involve the imposition of a financial penalty on the Bank.

On 02.09.2019, Idea Bank (Poland) appealed against this decision to the Court of Competition and Consumer Protection.

In the course of further proceedings, on 3.02.2020, the UOKiK issued a decision confirming that practices which violate the collective interests of consumer were applied, i.e. proposing the acquisition of GetBack bonds to consumers when the terms of the issue of those bonds regarding investment risk

did not suit those consumers. In its decision, the UOKiK imposed an obligation on the bank to remedy the ongoing violations in accordance with the following principles:

- 1) payment of public compensation in the amount of 20% calculated on the amount of PLN 50,000 invested funds - i.e. a maximum of PLN 10,000 in relation to a single customer, excluding customers who as at the date of submission of their application for compensation concluded a settlement with the bank, obtained a final judgement from a court, arbitration tribunal or other institution authorized to conduct proceedings for out-of-court settlement of consumer disputes, or based on other events obtained a full or partial refund, in such an amount that the refund together with the amount of compensation would exceed the amount of invested funds;
- 2) inform the bondholders about the bank's readiness to pay compensation in the manner specified in the decision,
- 3) publication of a statement with the content indicated in the decision.

On 03.03.2020, Idea Bank (Poland) appealed against the decision to the Court of Competition and Consumer Protection. The bank raises a number of objections to the decision, in particular regarding the incorrect determination of the bank's role in the distribution process of GetBack S.A., the unfounded, in the bank's assessment, recognition that the bonds of GetBack S.A. were a product that did not meet the customers' needs in terms of risk, the unjustified recognition that bonds constitute a complicated financial instrument and the unjustified recognition (and ordering the Bank to provide such information to clients) that the decision of the President of the UOKiK is a preliminary ruling. Considering the above circumstances, the bank decided not to create a provision for the payment of compensation.

The issuance of the second, partial decision means that the administrative proceedings conducted by the UOKiK against Idea Bank (Poland) regarding the offering of GetBack S.A. bonds have been completed, however, the two decisions are not legally binding. The bank initially estimates that if the decision of 03.02.2020 becomes final, which will result in the bank meeting its obligations, the amount of public compensation may amount to approximately PLN 42 million.

2. By letter dated 18.06.2019, the President of the Office of Competition and Consumer Protection (UOKiK) announced the initiation of proceedings to recognise the provisions of standard contracts used by the Bank as prohibited. The provisions challenged by UOKiK concern modification clauses in the regulations and contracts used by the Bank in relations with consumers, i.e.: (i) Regulations on lending to consumers; (ii) Credit card regulations for individual customers; (iii) Regulations for maintaining bank accounts, providing electronic banking services and issuing and using debit cards at Idea Bank S.A. for individual customers; (iv) Regulations for maintaining bank accounts, providing electronic banking services and issuing and using debit cards at Idea Bank S.A. Lion's Bank branch in Warsaw for individual clients; (v) Credit Limit Agreement in the account for financial assets; (vi) Loan agreement "Financial loan" ; (vii) Financial Loan Agreement.

The bank does not agree with the allegations presented and responded to them in a letter sent to UOKiK. In the course of further exchange of letters, both the UOKiK and the bank maintained their position. The proceedings are pending.

3. By letter dated 16.07.2019, the Polish Financial Supervision Authority (PFSA) notified Idea Bank (Poland) of the initiation of an administrative procedure ex officio regarding the imposition of a financial penalty referred to in Art. 138 section 3 point 3a of the Act of 29.08.1997 Banking Law (the "Act"). The proceedings were initiated in relation to the suspected violation by the bank of the provisions of the Statute and the provisions of:

- 1) The Act,
- 2) Regulations of the Minister of Development and Finance dated 06.03.2017 on the risk management system and the internal control system, remuneration policy and a detailed method of estimating internal capital in banks,
- 3) Ordinance of the Minister of Finance dated 24.09.2012 regarding the procedure and terms of procedure for investment companies and banks referred to in Art. 70 item 2 of the Act on trading in financial instruments and custodian banks,
- 4) Ordinance of the Minister of Development and Finance dated 25.04.2017 on detailed technical and organizational conditions for investment companies and banks referred to in Art. 70 item 2 of the Act on trading in financial instruments and custodian banks

and in connection with the creation by the bank of a threat to the interests of participants in trading in financial instruments.

If the PFSA finds the above violations, the Commission has the right to impose on the bank a financial penalty of up to 10% of the revenue shown in the last audited financial statements, and in the absence of such a report - a financial penalty of up to 10% of the forecasted revenue determined on the basis of the economic and financial situation of the Bank. When setting the amount of a financial penalty, the Polish Financial Supervision Authority shall, in particular, take into account the gravity of the violation and its duration, the reasons for the violation, the financial situation of the bank on which the fine is imposed, and previous infringements by the bank.

The proceedings are currently pending, and the bank provides all required information and materials at the PFSA 's request.

4. By letter dated 16.08.2019, the Polish Financial Supervision Authority notified Idea Bank (Poland) of the initiation of an administrative procedure ex officio regarding the application of the supervisory measure referred to in Art. 138 section 3 point 3 of the Banking Law of 29.08.1997. The subject of administrative proceedings will be an assessment of whether the possible use of a supervisory measure in the form of the possibility of limiting the scope of the bank's activities may contribute to reducing the risk of conducted operations and thus support the remedial actions carried out by the bank. This type of measure may relate to the bank's ability to perform certain activities as well as the conditions for their performance. The proceedings are pending.

5. By letter dated 30.12.2019, the Office of Competition and Consumer Protection (UOKiK) informed Idea Bank (Poland) that the President of UOKiK had initiated proceedings regarding practices infringing collective consumer interests as a result of a previously conducted investigation aimed at the preliminary determination of whether, in connection with the issue or offering to consumers of investment certificates of investment funds created, managed or represented by Trigon Towarzystwo Funduszy Inwestycyjnych S.A., there has been a violation of legal provisions justifying the initiation of proceedings on the application of practices violating the collective interests of consumers or taking action specified in separate acts. The UOKiK accused the bank of providing information about product features in a way that could mislead consumers, and proposing to consumers to buy Trigon Profit NS FIZ certificates despite the fact that the terms of issuing these certificates in terms of acceptable investment risk did not meet the needs of these consumers. The bank, disagreeing with the allegations presented, responded to them in a letter to the UOKiK. The proceedings are pending.

The bank cannot exclude that in the future an unfavourable for the Bank decision of the UOKiK ending the abovementioned proceedings may have an impact on the bank's financial results, but at this stage it is not possible to forecast any amounts in this respect.

6. By letter dated 30.12.2019, the Office of Competition and Consumer Protection (UOKiK) informed Idea Bank (Poland) that the President of UOKiK had initiated proceedings regarding practices infringing collective consumer interests as a result of a previously conducted investigation regarding the bank's offering of insurance with an insurance capital fund. The UOKiK accused the bank of acting in a unreliable manner in providing information on risks arising from investing funds, related to the possibility of losing funds, delays in redemption, as well as not making a profit. The alleged practices relate to offering insurance with an insurance capital fund whose funds were invested in certificates of non-standardized closed-end investment funds. The bank, disagreeing with the allegations, responded to them in a letter to the UOKiK. The proceedings are pending.

The bank cannot exclude that in the future an unfavourable for the Bank decision of the UOKiK ending the abovementioned proceedings may have an impact on the bank's financial results, but at this stage it is not possible to forecast any amounts in this respect.

7. On 04.03.2020, Idea Bank (Poland) received a letter from the President of the Office of Competition and Consumer Protection (UOKiK) with a request to provide a number of new information and documents in the course of the proceedings conducted since 2017 regarding the suspicion of the bank applying practices infringing collective consumer interests related to structured deposits. The UOKiK's allegations concerned the content of product documentation and focus on allegations that: (i) the deposit terms presented in the documents provided to the client before the conclusion of the contract may differ from the final terms of the contract, (ii) the bank's documents do not show that the client may not receive interest and the risks related to deposits are not properly displayed, (iii) the bank excluded the bank's liability for information provided and the results of deposits, (iv) the bank misled customers as to the scope of guarantees of the Bank Guarantee Fund for deposits, (v) the bank obliged the customer to seek information on tax issues from a tax advisor. The bank, disagreeing with the allegations, responded to them in a letter to the UOKiK. The proceedings are pending.

The bank notes that the information and documents requested from the bank in the letter sent in March go beyond the issues examined so far, which in the bank's opinion may lead to the President of UOKiK starting to examine other aspects of structured deposits.

8. On 16.04.2020, the bank received a letter from the President of the UOKiK with information about the initiation of explanatory proceedings aimed at making a preliminary determination whether the rules under which banks grant deferrals in the repayment of consumer loans and mortgage loans (the so-called credit payment holidays), as a consequence of the effects caused by the introduction of an epidemic status related to the spread of the SARS-CoV-2 virus, may justify the initiation of proceedings for infringing collective consumer interests or proceedings regarding the recognition of the model provisions as illegal. At the same time, the bank indicates that according to a press release from the President of the UOKiK, the entire banking sector was covered by this proceeding. The proceedings are pending.

9. During the first quarter of 2020, the bank was not a party to any single significant court proceeding regarding the Bank's liabilities or receivables. However, the value of the subject of the dispute in court cases to which the Bank was a party, as at 31.03.2020, totalled PLN 101.3 million, of which PLN 88.7 million was the value of the subject of the dispute in civil cases for payment brought against the Bank by customers who purchased GetBack S.A. bonds. As of 19.05.2020, these amounts accounted for approximately PLN 114 million in total, of which PLN 100.7 million was related to GetBack S.A. bonds. At their current stage (the vast majority of cases are at the stage of the first instance proceedings) and taking into account the evidence presented therein and the validity of the arrangement concluded by GetBack S.A. with creditors, the bank decided not to create any provisions for any of the above-mentioned cases. In ongoing court proceedings, the bank always verifies the entire facts of the case and on this basis individually estimates the likelihood of an unfavourable decision and the related need



to create a provision. In the ongoing proceedings, the bank considers the fact that, in principle, the facts of each case are different and result from both the circumstances related to the product purchase process and the individual characteristics of the person purchasing the instrument. The bank monitors the status of all matters related to GetBack S.A. bonds and in the event of a change in circumstances, will analyse the need to create reserves.

The bank is also conducting court proceedings before a court to appeal against decisions of administrative bodies, i.e. an appeal against the decision of the President of the UOKiK, No. RKT - 17/2015 of 17.12.2015 which imposed a fine of PLN 412,960 on the Bank and complaints against the decision of the Financial Ombudsman No. RF / WBK / PA / 1/19 dated 1.07.2019 which imposed a fine of PLN 100,000 on the bank. The above data does not include court proceedings of a debt recovery nature.

10. The Head of the Lower Silesian Customs and Tax Office in Wrocław initiated, by authorization on 19.04.2018, an audit of the Idea Bank S.A. Tax Group (hereinafter: PGK Idea Bank) regarding the reliability of the declared tax bases and the correctness of calculating and paying corporate income tax for the 2016 tax year (hereinafter: Audit).

The Audit concerns PGK Idea Bank which existed in the years 2013-2016. The composition of PGK Idea Bank was Idea Bank S.A., Idea Money S.A. (formerly Idea Expert S.A.), Tax Care S.A., Idea Leasing S.A., Idea SPV sp. z o.o. (formerly Ellisa Investment sp. z o.o. and Carlise Investment sp. z o.o.), and Development System sp. z o.o. (formerly Lion's House sp. z o.o. and LC Corp Sky Tower sp. z o.o.). The company representing PGK Idea Bank was Idea Bank (Poland).

On 11.12.2019, Idea Bank (Poland) received the result of the customs and tax audit from the Head of the Lower Silesian Customs and Tax Office. The Audit included materials from customs and tax audits carried out by the Authority regarding the reliability of declared tax bases and the correctness of calculating and paying corporate income tax for 2016 against entities that are part of PGK Idea Bank. As a result of audits carried out on all entities constituting PGK Idea Bank, irregularities were found in the scope of corporate income tax for PGK Idea Bank for 2016. According to the Authority's position, the amount of revenues, incomes and losses that should have been transferred to PGK Idea Bank by individual entities constituting PGK Idea Bank should change, and these amounts constitute the basis for preparing the CIT-8A declaration. Consequently, the corporate income tax settlement of PGK Idea Bank for 2016 should change. The amount of the difference between the income tax disclosed in the tax return for 2016 by PGK Idea Bank and the tax due according to the Authority is PLN 26.9 million.

The Management Board of Idea Bank (Poland) with its registered office in Warsaw, as the entity representing PGK Idea Bank and other entities comprising PGK Idea Bank, after conducting legal and tax analyses, did not exercise the right to submit an adjustment to the CIT-8A declaration, i.e. a statement of the amount of income achieved (loss suffered), by PGK Idea Bank for the tax year from 01.01.2016 to 31.12.2016. The entities that were part of PGK Idea Bank do not agree with the findings contained in the Audit Results, and therefore intend to question the findings of the Audit. The Bank does not rule out that in the future the Audit Results may affect the financial results of the bank in the event of an unfavourable decision for PGK Idea Bank. However, as at 31.12.2019, the bank did not identify grounds for creating a provision for a possible negative settlement of the dispute with the tax authorities. To date, PGK Idea Bank has not received a decision from the Director of the Tax and Administration Chamber determining the amount of PGK's tax liability for 2016.

In 2019, the head of the Lower Silesian Customs and Tax Office in Wrocław, with authorization dated 30.08.2019, initiated a customs and tax audit at Idea Bank S.A. and companies belonging to the Idea Bank S.A. Capital Group, in the scope of compliance with the provisions of the tax law for 2018 corporate income tax against Idea Bank S.A., Idea Money S.A. Idea SPV Sp. z o.o. and Development

System Sp. z o.o. These audits have not been completed as at the date of preparing these financial statements.

On 19.07.2019, Idea Bank (Poland) applied to the Head of the Second Masovian Tax Office in Warsaw for a statement and reimbursement of PDOP overpayment for the tax year from 01.11.2013 to 31.01.2014, and submitted a correction to the CIT-8A declaration on behalf of the Idea Bank S.A. Tax Group for the above billing period. The Head of the Second Masovian Tax Office (Body of the first instance) and the Director of the Tax Administration Chamber in Warsaw (Body of the second instance), refused to initiate tax proceedings regarding the finding and return of an overpayment in PDOP for 2013/2014. Disagreeing with the abovementioned decision on 13.02.2020, the bank submitted a complaint to the Provincial Administrative Court. Notwithstanding the above, in parallel, on 23.12.2019, to the Body of First Instance, the Bank together with other companies forming PGK in this period, again applied for the confirmation and reimbursement of PDOP overpayment for the tax year from 01.11.2013 to 31.01.2014. Based on the application, the Head of the Second Masovian Tax Office in Warsaw initiated tax proceedings. As at the date of preparation of the financial statements, the tax proceedings were not completed.

11. In 2019, the National Revenue Administration (KAAS) began inspecting the company. The authority was sent documents which it requested for inspection in relation to the company's advertising campaigns. The inspection implies that there's a risk that costs classified as marketing costs will be reclassified, and that additional tax charges and possible penalties will be imposed. The investigation was completed on 11.02.2020. The Company raised objections to the audit report. At the same time, the issue of taxation of marketing instruments which are subject to the case is being discussed in the Romanian Parliament. As at the date of this report, the authority has not presented a position, and due to the "freezing" of the economy, the response may be postponed.

12. In 2019, the company received a report from the Romanian Competition Authority (Romanian Consiliul Concurentei) on an investigation which has been ongoing since November 2017. The authority has verified all entities operating on the Romanian financial leasing market (including the body bringing together these entities - the Romanian Leasing Association). The Competition Authority has suspected a breach of competition rules in the sector. The Company's authorities have launched a legal procedure. In line with the procedure, a team of lawyers prepared formal comments and explanatory remarks to rebut the allegation. On 25.02.2020, following objections from the entire leasing industry in Romania, a plenum of the Romanian Competition Authority decided to transmit the Statement of Objections to the investigation team in charge of the case, requesting a supplementary analysis. The deadline for the new report is not regulated by law. The procedure may take several years and, depending on the outcome of the procedure, may end with the possibility for the company (and other players in the Romanian leasing market) to raise objections to the new report or the competition authority to discontinue the case without applying any sanctions on the entire sector.

13. In December 2019, the Head of the Lower Silesian Customs and Tax Office in Wrocław, with authorization received on 17/12/2019, initiated an audit of Getin Holding. The scope of the audit relates to checking compliance with tax law provisions in relation to corporate income tax for 2015. By letter dated 13.03.2020, the Head of the Lower Silesian Customs and Tax Office informed the Company about its decision to extend the audit until 17.06.2020. As at the date of approval of these financial statements, the proceedings have not been completed.

### **2.31 Events after the reporting period**

On 10.04.2020 Getin Holding S.A. made a full repayment of the liability arising from the loan received from Getin Noble Bank in the total amount of PLN 83,103 thousand. The loan was granted based on the agreement dated 14.12.2018 for the repayment of Getin Holding's liabilities towards Getin Noble Bank under the share sale agreement of 16.03.2012 as amended.

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Piotr Kaczmarek

President of the  
Management Board

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Krzysztof Jarosław Bielecki

I Vice-President of the  
Management Board

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Izabela Lubczyńska

Member of the  
Management Board

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Krzysztof Florczak

Member of the  
Management Board

Wrocław, 25<sup>th</sup> of May 2020

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### 3. Interim condensed separate financial statements of Getin Holding S.A.

#### INTERIM SEPARATE INCOME STATEMENT

	Note	01.01.2020 -	01.01.2019 -
		31.03.2020	31.03.2019
		(unaudited data)	(unaudited data)
Income from dividends	3.2	46 313	47 540
Interest income on financial assets measured at amortized cost		46	344
Profit on sale of investments	3.3	44 072	-
Other financial income		4 902	310
Other income	3.4	22 513	3 535
<b>Total income</b>		<b>117 846</b>	<b>51 729</b>
Loss on liquidation of investments	3.3	(19 765)	(135)
Operating expenses	3.5	(4 577)	(4 394)
Financial expenses	3.6	(2 561)	(3 766)
Other operating expenses		(142)	(8)
<b>Total expenses</b>		<b>(27 045)</b>	<b>(8 303)</b>
Result on financial instruments measured at fair value through profit or loss		4 103	2 564
Net impairment losses on financial assets and provisions for contingent liabilities		-	6
<b>Profit before income tax</b>		<b>94 904</b>	<b>45 996</b>
Corporate income tax	3.7	(18 518)	(8 752)
<b>Net profit (loss)</b>		<b>76 386</b>	<b>37 244</b>
<b>Earnings per share (in PLN):</b>			
Earnings per share - basic		0,40	0,20
Earnings per share - diluted		0,40	0,20

#### INTERIM SEPARATE STATEMENT OF COMPREHENSIVE INCOME

	01.01.2020 -	01.01.2019 -
	31.03.2020	31.03.2019
	(unaudited data)	(unaudited data)
<b>Profit / (Loss) for the period</b>	<b>76 386</b>	<b>37 244</b>
<b>Items that cannot be transferred to the profit and loss account</b>		
Gains and losses on investments in capital financial instruments measured at fair value through other comprehensive income	(4 674)	24 706
Income tax on other comprehensive income	-	-
<b>Other net comprehensive income</b>	<b>(4 674)</b>	<b>24 706</b>

The additional notes and explanations presented on pages 64 to 72 constitute an integral part of the interim condensed consolidated financial statements.

*Getin Holding Capital Group*  
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**INTERIM SEPARATE STATEMENT OF FINANCIAL POSITION**

	Note	31.03.2020 (unaudited data)	31.12.2019
<b>ASSETS</b>			
<b>Fixed Assets</b>		<b>918 105</b>	<b>1 047 911</b>
Property, plant & equipment		1 779	2 031
Assets due to the right of use		3 001	3 314
Intangible assets		25	21
Investments in subsidiaries	3.8	740 597	851 409
Capital financial instruments measured at fair value through profit or loss		92 859	92 859
Equity financial instruments measured at fair value through other comprehensive income	3.9	15 357	20 031
Deferred tax assets		839	18 682
Finance lease receivables		156	174
Derivative financial instruments measured at fair value through profit or loss		63 492	59 390
<b>Current Assets</b>		<b>208 634</b>	<b>21 958</b>
Finance lease receivables		152	155
Other receivables		189 562	1 317
Prepayments		258	149
Cash and cash equivalents		18 662	20 337
<b>Total Assets</b>		<b>1 126 739</b>	<b>1 069 869</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Shareholders' Equity</b>		<b>896 232</b>	<b>824 520</b>
Share capital		759 069	759 069
Supplementary capital		336 184	336 184
Reserve capital		24 831	24 831
Revaluation reserves		(355 543)	(350 869)
Retained earnings		55 305	(7 414)
Net profit (loss)		76 386	62 719
<b>Total liabilities</b>			
<b>Long- term liabilities and provisions for liabilities</b>		<b>76 695</b>	<b>141 571</b>
Liabilities from received loans and credits measured at amortized cost	3.11	22 750	88 267
Finance lease liabilities		2 245	2 435
Other financial liabilities measured at amortized cost	3.12	51 692	50 861
Provisions		8	8
<b>Short- term liabilities</b>		<b>153 812</b>	<b>103 778</b>
Financial liabilities due to issue of debt securities measured at amortized cost	3.10	25 848	29 108
Liabilities from received loans and credits measured at amortized cost	3.11	89 527	31 510
Finance lease liabilities		1 578	1 520
Other financial liabilities measured at amortized cost	3.12	30 446	35 216
Other liabilities		301	1 524
Accrued liabilities		6 112	4 900
<b>Total Equity and liabilities</b>		<b>1 126 739</b>	<b>1 069 869</b>

*The additional notes and explanations presented on pages 64 to 72 constitute an integral part of the interim condensed consolidated financial statements.*

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**INTERIM SEPARATE STATEMENT OF CHANGES IN EQUITY (unaudited data)  
 for the 3 month period ended 31.03.2020**

	Supplementary capital							Total equity
	Share capital	The surplus from the sale of shares above the nominal value	Supplementary capital created in accordance with statute	Reserve capital	Revaluation reserve	Retained earnings	Net profit (loss)	
<b>At 01.01.2020</b>	759 069	127 418	208 766	24 831	(350 869)	(7 414)	62 719	824 520
<i>Net Profit (Loss) for period</i>	-	-	-	-	-	-	76 386	76 386
<i>Other comprehensive income</i>	-	-	-	-	(4 674)	-	-	(4 674)
<b>Total comprehensive income for the period</b>					<b>(4 674)</b>		<b>76 386</b>	<b>71 712</b>
Transfer of the result from the previous year to supplementary capital			-			62 719	(62 719)	-
<b>Transaction with shareholders</b>	-	-	-	-	-	<b>62 719</b>	<b>(62 719)</b>	-
<b>At 31.03.2020</b>	759 069	127 418	208 766	24 831	(355 543)	55 305	76 386	896 232

**INTERIM SEPARATE STATEMENT OF CHANGES IN EQUITY (unaudited data)  
 for the 3 month period ended 31.03.2019**

	Supplementary capital							Total equity
	Share capital	The surplus from the sale of shares above the nominal value	Supplementary capital created in accordance with statute	Reserve capital	Revaluation reserve	Retained earnings	Net profit (loss)	
<b>At 01.01.2019</b>	759 069	127 418	896 473	24 831	(346 195)	(7 414)	(687 707)	766 475
<i>Net Profit (Loss) for period</i>							37 244	37 244
<i>Other comprehensive income</i>					24 706			24 706
<b>Total comprehensive income for the period</b>					<b>24 706</b>		<b>37 244</b>	<b>61 950</b>
Transfer the result from the previous year to retained earnings			-			(687 707)	687 707	-
<b>Transaction with shareholders</b>	-	-	-	-	-	<b>(687 707)</b>	<b>687 707</b>	-
<b>At 31.03.2019</b>	759 069	127 418	896 473	24 831	(321 489)	(695 121)	37 244	828 425

The additional notes and explanations presented on pages 64 to 72 constitute an integral part of the interim condensed consolidated financial statements.

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**INTERIM SEPARATE STATEMENT OF CASH FLOW**

	01.01.2020 - 31.03.2020	01.01.2019 - 31.03.2019
Note	(unaudited data)	(unaudited data)
<b>Cash flows from operating operations - indirect method</b>		
<b>Gross profit (loss)</b>	<b>94 904</b>	<b>45 996</b>
<b>Total adjustments:</b>	<b>(83 683)</b>	<b>(24 896)</b>
Depreciation	498	477
Foreign exchange (profits)/losses	-	12
Net interest	1 688	25 940
Profit (loss) on investing operations	(43 931)	8
Change in receivables	3.14 (33 340)	(24 709)
Change in provisions	-	(2)
Change in liabilities, except loans and credits	3.14 (4 875)	(18 000)
Change in prepayments	1 103	1 052
Income tax paid	(675)	(2 402)
Result on financial instruments measured at fair value	(4 103)	(2 564)
Others	(48)	(4 708)
<b>Net cash from operating operations</b>	<b>11 221</b>	<b>21 100</b>
<b>Cash flows from investing operations</b>		
Sale of intangible assets and tangible fixed assets	1	2
Purchase of intangible assets and tangible fixed assets	(30)	(3)
Interest received	-	300
Repayment of granted loans	-	11 602
Repayment of liability for shares of a subsidiary	-	(90 000)
<b>Net cash used in investing operations</b>	<b>(29)</b>	<b>(78 099)</b>
<b>Cash flows from financing operations</b>		
Repayment of amounts due from financial lease	(419)	(422)
Repayment of received loans and credits	(7 500)	(27 642)
Inflows from contracted loans/credits	-	114 267
Inflows from issuance of debt securities	-	4 041
Redemption of debt securities	(3 580)	-
Interest paid	(1 368)	(24 956)
<b>Net cash used in financing operations</b>	<b>(12 867)</b>	<b>65 288</b>
<b>Increase/decrease in cash and cash equivalents</b>	<b>(1 675)</b>	<b>8 289</b>
Cash at the beginning of the period	20 337	14 775
<b>Cash at the end of the period, of which</b>	<b>18 662</b>	<b>23 064</b>
of which is restricted use	173	162

### **3.1. Information about principles applied during the preparation of the financial statements**

The interim condensed separate financial statements of Getin Holding cover the 3 month period ended 31.03.2020 and contain comparable data for the 3 month period ended 31.03.2019 which was not reviewed or audited by an auditor and financial data as at 31.12.2019, which was audited by an auditor.

The interim condensed separate financial statements were prepared by Getin Holding together with the interim condensed consolidated financial statements and were approved for publication by the Management Board on 25.05.2020.

The interim condensed separate financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS-EU"), in particular in accordance with International Accounting Standard ("IAS") 34 "Interim Financial Reporting" endorsed by the European Union.

The interim condensed separate financial statements do not include all the information and disclosures required in annual financial statements and should be read in conjunction with the annual financial statements of Getin Holding for the year ended 31.12.2019.

The accounting policies used to prepare the interim condensed separate financial statements are consistent with the policies adopted during the preparation of the Company's annual financial statements for the year ended 31.12.2019 except for amendments to standards and new interpretations effective for annual periods beginning on or after 01.01.2020.

The above changes are described in detail in note 2.4.4 to the interim condensed consolidated financial statements of the Getin Holding Group presented in this report.

The application of the above changes to the standards did not have a material impact on the financial position and results of the Company's operations.

The issue of continuation of the operations of the Company and the subsidiary Idea Bank S.A. (Poland) is described in note 2.4.2 of this consolidated quarterly report.

### **3.2. Dividend income**

In the first quarter of 2020, Getin Holding received PLN 46,313 thousand dividend income, which includes dividends from:

- New Finance Service sp. z o.o. in the total amount of PLN 13,511 thousand,
- Idea Bank S.A. (Ukraine) by the decision of the sole shareholder dated 19.03.2020 r. in the amount of PLN 32,802 thousand. The dividend was received on 13.04.2020 r.

In the first quarter of 2019, Getin Holding received PLN 47,540 thousand dividend income, including income: from:

- Carcade sp. z o.o. in the total amount of PLN 5,248 thousand,
- Idea Bank S.A (Belarus) .in the total amount of PLN 18,445 thousand,
- Idea Bank S.A. (Ukraine) by the decision of the sole shareholder dated 27.03.2019 in the amount of PLN 23,847 thousand. The dividend was received on 19.04.2019 .

### **3.3. Profit on the sale of investment/loss on the liquidation of investment**

In the first quarter of 2020, the profit on sales of investments amounted to PLN 44,072 thousand.



On 30.03.2020 the transfer of ownership of 1 share, constituting 100% of Carcade's share capital, from Getin Holding SA to Gazprombank Leasing JSC and Novfintekh LLC (the buyers) was registered in the relevant register; the transfer of ownership occurred with the implementation of sales agreements dated 29.11.2019 and 20.03.2020

Under the contractual provisions, the total sale price of the share was PLN 154,884 thousand (RUB 2,933,400 thousand) The price was paid on 06.04.2020. According to the agreement, part of the price in the amount of RUB 800,000 thousand was transferred to a reserved account in order to secure possible claims of the Buyers resulting from the guarantees and claims submitted by the Issuer.

In the first quarter of 2020, the loss due to the liquidation of investments amounted to PLN 19,765 thousand and included the liquidation of the subsidiary Assets Service Finance sp.z o.o. On 20.01.2020, Assets Service Finance sp.z o.o. was removed from the state register of entrepreneurs of the Russian Federation. Thus, the liquidation process of the entity was completed. At the same time, Getin Holding reversed the revaluation write-down on the value of investment in Assets Service Finance in the amount of PLN 19,765 thousand. The reversal of the write-down was recognized in other income (note 3.4).

### 3.4. Other income

<b>Other income</b>	<b>01.01.2020 - 31.03.2020</b>	<b>01.01.2019 - 31.03.2019</b>
	(unaudited data)	(unaudited data)
Income from consultancy and advisory services	2 738	3 517
Reversal of the revaluation write-off of the investment in Assets Service Finance	19 765	-
Other	10	18
<b>Total</b>	<b>22 513</b>	<b>3 535</b>

### 3.5. Operating expenses

<b>Operating expenses</b>	<b>01.01.2020 - 31.03.2020</b>	<b>01.01.2019 - 31.03.2019</b>
	(unaudited data)	(unaudited data)
Salaries and employee benefits	3 308	3 250
Depreciation	498	477
Costs of legal and consulting services	260	111
Other material costs and services	470	501
Taxes and fees	41	55
<b>Total</b>	<b>4 577</b>	<b>4 394</b>

### 3.6. Financial expenses

<b>Financial expenses</b>	<b>01.01.2020 - 31.03.2020</b>	<b>01.01.2019 - 31.03.2019</b>
	(unaudited data)	(unaudited data)
Fee and commission expenses	43	177
Interest on loans and credits received	1 290	929
Interest on bonds	376	989
Interest on liability for the purchase of shares	-	769
Interest on other liabilities	831	805
Negative exchange rate differences	-	81
Other financial expenses	21	16
<b>Total</b>	<b>2 561</b>	<b>3 766</b>

### 3.7. Income tax

<b>Income tax</b>	<b>01.01.2020 - 31.03.2020</b>	<b>01.01.2019 - 31.03.2019</b>
	(unaudited data)	(unaudited data)
<b>Income statement</b>		
<u>Current income tax</u>	<u>675</u>	<u>2 402</u>
Other taxes (e.g. withholding tax)	675	2 402
<u>Deferred income tax</u>	<u>17 843</u>	<u>6 350</u>
Due to the timing differences	9 429	7 698
Current and previous tax loss	8 414	(1 348)
<b>Tax charge disclosed in income statement</b>	<b>18 518</b>	<b>8 752</b>
<b>Shareholders' equity</b>		
<u>Deferred income tax</u>	<u>-</u>	<u>-</u>
<b>Tax charge disclosed in equity</b>	<b>-</b>	<b>-</b>
<b>Total basic components of tax expense in the income statement and equity</b>	<b>18 518</b>	<b>8 752</b>

### 3.8. Investments in subsidiaries

Subsidiaries*	The value in the balance sheet as at	
	31.03.2020 (unaudited data)	31.12.2019
Carcade sp. z o.o. <sup>1)</sup>	-	110 812
Idea Bank S.A. (Ukraine)	199 668	199 668
Getin International S.A.	3 568	3 568
MW Trade S.A.	27 097	27 097
Idea Bank S.A. (Poland)	126 172	126 172
Idea Bank S.A. (Belarus)	164 375	164 375
Assets Service Finance sp. z o.o. <sup>2)</sup>	-	-
Idea Bank S.A (Romania)	219 702	219 702
New Finance Service sp. z o.o.	15	15
<b>Total</b>	<b>740 597</b>	<b>851 409</b>

\* the percentage share of Getin Holding in subsidiaries is presented in note 2.2 of the interim condensed consolidated financial statements of the Getin Holding Group

<sup>1)</sup> On 30.03.2020 the transfer of ownership of 1 share, constituting 100% of Carcade's share capital, was registered as a result of the sale transaction by Getin Holding.

<sup>2)</sup> On 20.01.2020, the liquidation of the subsidiary Assets Service Finance sp.z o.o. was completed by removing the company from the state register of entrepreneurs. Due to this fact, Getin Holding reversed the revaluation write-down and recognized a loss due to liquidation of the company in Getin Holding's books, which is described in detail in notes 3.3 and 3.4

### 3.9. Equity financial assets measured at fair value through other comprehensive income

Equity financial instruments measured at fair value through other comprehensive income include the block of 6.39% shares of Getin Noble Bank S.A. The result from valuation of the shares package in the first quarter of 2020 was calculated on the basis of the quotation of the company listed on the Warsaw Stock Exchange as at 31.03.2020 (PLN 0.23 per share) and was included in the other comprehensive income of the Company in the amount of PLN (4,674) thousand. The valuation method used is a valuation option for equity instruments in accordance with IFRS 9.

Change in capital financial assets measured at fair value through other comprehensive income	01.01.2020 - 31.03.2020	01.01.2019 - 31.03.2019
	(unaudited data)	(unaudited data)
Net value at the beginning of the period	20 031	24 705
Fair value changes, included in:	(4 674)	24 706
- recognized in revaluation reserve	(4 674)	24 706
<b>Net value at the end of the period</b>	<b>15 357</b>	<b>49 411</b>

### 3.10. Financial liabilities from the issue of debt securities measured at amortized cost

Financial liabilities due to issue of debt securities measured at amortized cost	Payment deadline - capital	31.03.2020	31.12.2019
A5 series bonds	20.06.2020	25 384	25 041
A10 series bonds	19.02.2020	-	3 603
A11 series bonds *	19.05.2020	464	464
<b>Total</b>		<b>25 848</b>	<b>29 108</b>
- long- term		-	-
- short- term		25 848	29 108

\* liability of the issue of series A11 bonds was repaid on 19.05.2020

In the first quarter of 2020, Getin Holding redeemed 3 580 series A10 bonds with a total nominal value of PLN 3 580 thousand, through the brokerage house Noble Securities S.A:

In 2019, Getin Holding made the following bond issues through the brokerage house Noble Securities S.A:

- 3,580 series A10 bonds with a total face value of PLN 3,580 thousand, the interest rate was set at 5.55%; maturity date is on 19.02.2020,

- 461 series A11 bonds with a total face value of PLN 461 thousand, the interest rate was set at 5.60%; maturity date is on 19.05.2020.

Furthermore in 2019 Getin Holding redeemed 49 966 series A6- A9 shares with a total nominal value PLN 49 966 thousand.

### 3.11. Financial liabilities due to loans and advances received, measured at amortized cost

Long-term liabilities due to loans and advances received measured at amortized cost	31.03.2020 (unaudited data)	31.12.2019
Liabilities due to loans received from Idea Bank S.A.	9 000	9 000
Liabilities due to loans received from Getin Noble Bank S.A.	13 750	79 267
<b>Total</b>	<b>22 750</b>	<b>88 267</b>

Short-term liabilities due to loans and advances received measured at amortized cost	31.03.2020 (unaudited data)	31.12.2019
Liabilities due to loans received from Idea Bank S.A.	1 500	1 500
Liabilities due to loans received from Getin Noble Bank S.A.	88 017	30 000
Interest on credits and loans	10	10
<b>Total</b>	<b>89 527</b>	<b>31 510</b>

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### 3.12. Other financial liabilities measured at amortized cost

Long-term other financial liabilities measured at amortized cost	31.03.2020 (unaudited data)	31.12.2019
Potential liability to Talanx International AG and Meiji Yasuda	51 692	50 861
<b>Total</b>	<b>51 692</b>	<b>50 861</b>

Short-term other financial liabilities measured at amortized cost	31.03.2020 (unaudited data)	31.12.2019
Liabilities due to the share purchase of Idea Bank S.A. (Belarus)	30 273	35 032
Liabilities due to the share purchase of Idea Bank S.A. (Ukraine)	173	184
<b>Total</b>	<b>30 446</b>	<b>35 216</b>

### 3.13. Getin Holding S.A. transactions with related parties

	01.01.2020-31.03.2020 (unaudited data)					31.03.2020 (unaudited data)	
	Interest income from affiliates	Interest expense from affiliates	Sales to affiliates	Purchase from affiliates	Dividends received from affiliates	Receivables from affiliates	Amounts due to affiliates
<b>Subsidiaries:</b>		<b>483</b>	<b>2 898</b>	<b>41</b>	<b>46 313</b>	<b>34 160</b>	<b>35 884</b>
Getin International S.A.			23			8	
Idea Bank S.A. (Poland)		138					10 500
Idea Bank S.A. (Ukraine)			913	39	32 802	33 961	
Idea Bank S.A. (Belarus)			649				
New Finance Services Sp. z o.o.			112		13 511	112	
Assets Service Finance sp z o.o.	-	-	3	-	-	-	-
Idea Money S.A.	-	343	-	-	-	-	25384
MW Trade S.A.			62				
Idea Fleet S.A. (until 31.03.2020)		2		2			
Idea Bank S.A. (Romania)			394			79	
Idea Investment S.A.(Romania)			742				
<b>Associates</b>		<b>3</b>		<b>8</b>			<b>336</b>
Idea Fleet S.A. (od 01.02.2020)*		3		8			336
<b>Dominant shareholder</b>	-	-	-	-	-	-	-
<b>Other affiliates:</b>	<b>46</b>	<b>1 151</b>	<b>123</b>	<b>69</b>		<b>18 632</b>	<b>101 777</b>
Getin Noble Bank S.A.	45	1 151	103	43		18 363	101 777
Noble Securities S.A.				22		36	
Noble Concierge sp. z o.o.				2			
RB Investcom Sp. z o.o.	1		20			233	
RB Computer Sp. z o.o.				2			

\*on 31.01.2020 Idea SPV sp.z o.o. sold its shares of Idea Fleet S.A. to the associated company Idea Getin Leasing S.A.

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	01.01.2019-31.03.2019 (unaudited data)					31.12.2019	
	Interest income from affiliates	Interest expense from affiliates	Sales to affiliates	Purchase from affiliates	Dividends received from affiliates	Receivables from affiliates	Amounts due to affiliates
<b>Subsidiaries:</b>	274	283	3 713	3	47 540	945	70 913
Getin International S.A.		7	21				
Idea Bank S.A. (Poland)		273					10 500
Idea Bank S.A. (Ukraine)			911		23 847	794	
Idea Bank S.A. (Belarus)			646		18 445		
New Finance Service sp.z o.o.	274		115			77	
Idea Money S.A.							25 041
MW Trade S.A.			62				
Idea Fleet S.A.		3		3			340
Idea Bank S.A. (Romania)			381			74	
Carcade Sp z o.o.			797		5 248		35 032
Idea Leasing IFN S.A. (Romania)			764				
Idea Investment S.A. (Romania)			16				
<b>Associates</b>							
Idea I24/7 Inc.							
<b>Dominant shareholder</b>							
<b>Other affiliates:</b>	52	1 418	77	115		20 054	109 300
Getin Noble Bank S.A.	52	1 418	54	6		20 016	109 278
Noble Securities S.A.				104		38	1
Noble Concierge sp. z o.o.							21
RB Investcom Sp. z o.o.			23				
RB Computer Sp. z o.o.				5			

### 3.14. Additional data to the cash flow statement

	Change in		
	Balance sheet	Cash flow	Difference
Change in receivables	(188 224)	(33 340)	(154 884)
Change in liabilities except loans and credits	(5 294)	(4 875)	(419)

The difference between the change in receivables shown in the balance sheet and the change shown in the cash flow statement results from non-payment of receivables from sale of Carcade (Russia) shares in the first quarter of 2020.

The difference between the change in liabilities, excluding loans and advances, shown in the balance sheet and the change shown in the cash flow statement results from the change in liabilities arising from finance leases in the amount of PLN (419) thousand presented in financing activities

	As at 01.01.2020	Changes resulting from non-cash transactions			As at 31.03.2020
		Changes resulting from cash flows from financing activities	The effects of exchange rate changes	Changes in fair values Other changes*	
Financial liabilities due to issue of debt securities measured at amortized cost	29 108	(3 637)		377	25 848
Other financial liabilities, lease liabilities measured at amortized cost	90 032	(419)	(4 770)	831	81 191
Liabilities from loans and advances received measured at amortized cost	119 777	(8 790)		0	112 277

\* other changes include accrued interest during the period and recognition of the lease liability in accordance with IFRS 16

### Liquidity risk

The Company's goal is to maintain a balance between the continuity and flexibility of financing the Company's investments and its ongoing operations, through the use of shares or bonds and the favourable placement of excess liquidity.

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Sources of liquidity are also dividends from subsidiaries, revenues from consultancy and advisory services rendered to subsidiaries and revenues from the sale of investments.

The tables below present the financial assets and liabilities of the Company as at 31.03.2020 and as at 31.12.2019 by maturity on the basis of contractual payments:

31.03.2020	up to 1 month	from 1 to 3 months	from 3 months to 1 year	from 1 year to 5 years	above 5 years	Assets / Liabilities with unspecified maturity	Total
<b>Assets:</b>	163 498	1 030	182	42 320	92 859	15 357	315 246
Other receivables from dividends	33 176						33 176
Receivables from the sale of shares	112 644			42 240			154 884
Cash and cash equivalents	17 662	1 000					18 662
Securities					92 859	15 357	108 216
Financial lease receivables	16	30	182	80			308
<b>Financial liabilities:</b>							
Liabilities from received loans and credits measured at amortized cost	83 027	1 250	14 250	13 750			112 277
Other financial liabilities measured at amortized cost	30 446				51 692		82 138
Financial liabilities due to issue of debt securities measured at amortized cost		25 848					25 848
Liabilities due to finance leases measured at amortized cost	137	274	1 167	2 245			3 823
<b>Liabilities:</b>	113 610	27 372	15 417	15 995	51 692	-	224 086
<b>Gap:</b>	49 888	(26 342)	(15 235)	26 325	41 167	15 357	91 160

31.12.2019	up to 1 month	from 1 to 3 months	from 3 months to 1 year	from 1 year to 5 years	above 5 years	Assets / Liabilities with unspecified maturity	Total
<b>Assets:</b>	18 336	2 000			92 859	20 032	133 227
Cash and cash equivalents	18 336	2 000				1	20 337
Securities	0				92859	20031	112 890
<b>Financial liabilities:</b>							
Liabilities due to the purchase of shares measured at amortized cost	-	35 032	-	184	-	-	35 216
Liabilities from received loans and credits measured at amortized cost	10	7 500	24 000	88 267	-	-	
Other financial liabilities measured at amortized cost	-	-	-		50 861	-	50 861
Financial liabilities due to issue of debt securities measured at amortized cost	-	3 606	25 502	-	-	-	29 108
Liabilities due to finance leases measured at amortized cost	135	333	1 052	2 435	-	-	3 955
<b>Liabilities:</b>	145	46 471	50 554	90 886	50 861	-	238 917
<b>Gap:</b>	18 191	(44 471)	(50 554)	(90 886)	41 998	20 032	(105 690)

The liquidity situation has improved significantly, resulting in the repayment of current liabilities. The company is carrying out activities aimed at closing the liquidity gap and better matching assets and liabilities in terms of liquidity. Getin Holding plans to continue its activities involving the repayment of its remaining short-term liabilities.

### **3.15. Post-balance sheet events**

Presented below are events that occurred after the balance sheet date, but did not require adjustments in the presented report:

On 09.04.2020 Getin Holding S.A. signed a loan agreement with Getin International S.A. in the amount of PLN 3 000 thousand. The loan principal and interest were repaid on 16.04.2020.

On 10.04.2020 Getin Holding S.A. made a full repayment of the liability arising from the loan received from Getin Noble Bank in the total amount of PLN 83,103 thousand. The loan was granted based on the agreement dated 14.12.2018 for the repayment of Getin Holding's liabilities towards Getin Noble Bank under the share sale agreement of 16.03.2012 as amended.

On 15.05.2020 the Ordinary General Meeting of Shareholders of M.W. Trade S.A. adopted resolution No. 16 regarding the payment of a dividend. Pursuant to the resolution, the dividend is to be paid in the amount of PLN 2.10 per share. The dividend payment date was set for 29.05.2020.

In accordance with the terms and conditions of the issue of series A11 bonds, on 19.05.2020 Getin Holding S.A., through Dom Maklerski Noble Securities S.A., repaid bonds in the amount of PLN 461 thousand.

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Piotr Kaczmarek

President of the  
Management Board

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Krzysztof Jarosław Bielecki

I Vice-President of the  
Management Board

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Izabela Lubczyńska

Member of the  
Management Board

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Krzysztof Florczak

Member of the  
Management Board

Wroclaw, 25<sup>th</sup> of May 2020