

Registration Document

Erste Bank Hungary Zrt.

(Privately owned company limited by shares in Hungary under registered number 01-10-041054)

This supplement (the "**Supplement**") dated 12 November 2021 constitutes a supplement pursuant to Article 23 (1) of the Regulation (EU) 2017/1129, as amended (the "**Prospectus Regulation**") and is supplemental to, and should be read in conjunction with, the registration document dated 31 August 2021 (the "**Original Registration Document**" or the "**Registration Document**") of Erste Bank Hungary Zrt. (the "**Issuer**" or "**Erste Bank Hungary**"). The Registration Document forms part of any base prospectus of the Issuer consisting of separate documents within the meaning of Article 8(6) of the Prospectus Regulation and as of the date of this Supplement, this Supplement relates to the base prospectus consisting of separate documents in relation to the EMTN programme dated 31 August 2021.

The Original Registration Document has been approved on 31 August 2021 by the Austrian Financial Market Authority (*Finanzmarktaufsichtsbehörde*, the "**FMA**").

This Supplement has been filed with and approved by the FMA in its capacity as competent authority, filed with the Vienna Stock Exchange (*Wiener Börse*) and published in electronic form on the Issuer's website under "[www .erstebank.hu/hu/ebh-nyito/bankunkrol/investor-relations](http://www.erstebank.hu/hu/ebh-nyito/bankunkrol/investor-relations)".

Terms defined in the Registration Document shall have the same meaning when used in this Supplement.

To the extent that there is any inconsistency between (a) any statement in this Supplement or any statement incorporated by reference in the Registration Document by this Supplement and (b) any other statement in or incorporated by reference in the Registration Document, the statements mentioned in (a) above will prevail.

Save as disclosed in this Supplement, no other significant new factor, material mistake or material inaccuracy relating to the information included in the Registration Document has arisen or been noted, as the case may be, since the publication of the Registration Document.

In accordance with Article 23 (2a) of the Prospectus Regulation, investors who have already agreed to purchase or subscribe for securities issued or to be issued by the Issuer before this Supplement was published have the right, exercisable within three working days after the publication of this Supplement, to withdraw their acceptances until, and including 17 November 2021, provided that the significant new factor, material mistake or material inaccuracy arose or was noted before the closing of the offer period and the delivery of the securities issued or to be issued, whichever occurs first. Investors may contact the relevant financial intermediary if they wish to exercise their right of withdrawal.

The accuracy of the information contained in this Supplement does not fall within the scope of examination by the FMA under the Prospectus Regulation. The FMA only approves this Supplement as meeting the standards of completeness, comprehensibility and consistency imposed by the Prospectus Regulation. Such approval should not be considered as an endorsement of the Issuer that is the subject of this Supplement.



RESPONSIBILITY STATEMENT

The Issuer, with its registered office at Népfürdő utca 24-26, 1138 Budapest, Hungary, is responsible for the information given in this Supplement.

The Issuer hereby declares that, to the best of the knowledge of the Issuer, the information contained in this Supplement is in accordance with the facts and makes no omission likely to affect its import.

NOTICE

No person has been authorised to give any information or to make any representation other than those contained in this Supplement in connection with the issue or sale of securities issued or to be issued by the Issuer and, if given or made, such information or representation must not be relied upon as having been authorised by the Issuer or any arranger or dealer. Neither the delivery of the Registration Document and/or this Supplement nor any sale made in connection herewith shall, under any circumstances, create any implication that there has been no change in the affairs of the Issuer or the Issuer and its subsidiaries and participations taken as a whole (the "**Erste Bank Hungary Group**") since the date hereof or the date upon which the Registration Document has been most recently supplemented or that there has been no adverse change in the financial position of the Issuer or Erste Bank Hungary Group since the date hereof or the date upon which the Registration Document has been most recently supplemented or that any other information supplied in connection with the Registration Document is correct as of any time subsequent to the date on which it is supplied or, if different, the date indicated in the document containing the same.

The distribution of this Supplement and the offering or sale of securities issued or to be issued by the Issuer in certain jurisdictions may be restricted by law. Persons into whose possession this Supplement comes are required by the Issuer, any arranger and any dealer to inform themselves about and to observe any such restriction.

This Supplement does not constitute an offer of, or an invitation by or on behalf of any of the Issuer, any arranger or any dealer to subscribe for, or purchase, any securities issued or to be issued by the Issuer.

In case of any arranger or dealer none of them has independently verified the information contained in this Supplement and none of them makes any representation, express or implied, or accepts any responsibility, with respect to the accuracy or completeness of any of the information in this Supplement. Neither this Supplement nor any financial statements supplied in connection with the Registration Document or any securities issued or to be issued by the Issuer are intended to provide the basis of any credit or other evaluation and should not be considered as a recommendation by the Issuer, any arranger or any dealer that any recipient of this Supplement or any financial statements should purchase securities issued or to be issued by the Issuer. Each potential purchaser of securities issued or to be issued by the Issuer should determine for itself the relevance of the information contained in this Supplement or any financial statements and its purchase of securities issued or to be issued by the Issuer should be based upon any such investigation as it deems necessary. None of any arranger or any dealer undertakes to review the financial condition or affairs of the Issuer or Erste Bank Hungary Group during the life of the arrangements contemplated by this Supplement nor to advise any investor or potential investor in securities issued or to be issued by the Issuer of any information coming to the attention of any arranger or any dealer.

Significant new factors, material mistakes and/or material inaccuracies (as referred to in Article 23 (1) of the Prospectus Regulation) have arisen which in the Issuer's perception are capable of affecting the assessment of securities issued or to be issued by the Issuer, and are thus herewith included in the Registration Document as follows:

1.1. In the section entitled "DOCUMENTS INCORPORATED BY REFERENCE" commencing on page 3 of the Original Registration Document, after the table with regard to the English language translation of the Audited Consolidated Financial Statements of the Issuer for the financial year ended 31 December 2019 the following table shall be added:

"English language translation of the consolidated financial statements for the six-month period ended 30 June 2021 based on non-audited figures (the "Half Year Results 2021")"	1 – 2"
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1.2. In the section entitled "DOCUMENTS AVAILABLE FOR INSPECTION" on page 5 of the Original Registration Document, at the end the following item numbered "(viii)" shall be added:

"(viii) the Half Year Results 2021 incorporated by reference into this Registration Document

("https://cdn0.erstegroup.com/content/dam/hu/ebh/www_erstebank_hu/bankunkrol/eves-jelentesek/Erste-Bank-Consolidated-Financial-Statements-2021Q1.pdf")"

1.3. In the section entitled "SOURCES OF INFORMATION" on page 6 of the Original Registration Document, the first sentence shall be replaced by the following sentence:

"Statistical and other data provided in this Registration Document has been extracted from the websites of Fitch Ratings Ireland Limited ("Fitch") and Moody's Investors Service Cyprus Ltd. ("Moody's"), from the English language translation of the Audited Consolidated Financial Statements of the Issuer for the financial year ended 31 December 2020 and from the Half Year Results 2021."

1.4. In the section entitled "1. RISK FACTORS", subsection "1.1 CREDIT RISKS" commencing on page 7 of the Original Registration Document, the heading of the risk factor entitled "Erste Bank Hungary is exposed to significant counterparty risk." shall be replaced by the following heading:

"Erste Bank Hungary is exposed to counterparty risk."

1.5. In the section entitled "1. RISK FACTORS", subsection "1.3 LEGAL AND REGULATORY RISKS" commencing on page 12 of the Original Registration Document, in the risk factor entitled "New governmental or regulatory requirements and changes in perceived levels of adequate capitalization and leverage could subject Erste Bank Hungary to increased regulatory requirements or standards and require it to obtain additional capital, liabilities eligible for MREL purposes or liquidity in the future." the whole bullet point "MREL" shall be deleted.

1.6. In the section entitled "2. ERSTE BANK HUNGARY ZRT.", subsection entitled "2.1 INTRODUCTION" on page 17 of the Original Registration Document at the beginning of the third paragraph the following sentence shall be added:

"Erste Bank Hungary entered the Hungarian market in 1997."

1.7. In the section entitled "2. ERSTE BANK HUNGARY ZRT.", subsection entitled "2.2 BACKGROUND" commencing on page 17 of the Original Registration Document the first sentence and the table regarding the subsidiaries and participations shall be replaced by the following information:

"Erste Bank Hungary Group consists of Erste Bank Hungary and its subsidiaries and participations as follows (as of 1 November 2021):

Name of the subsidiary	Ownership interest	Principal activity	Registered office	Registered capital (thousand HUF)

ERSTE Ingatlan Kft.	100%	Real estate development/ utilization	Népfürdő utca 24-26, 1138 Budapest, Hungary	141,181
ERSTE Lakástakarék Zrt.	100%	Home savings	Népfürdő utca 24-26, 1138 Budapest, Hungary	2,025,000
ERSTE Jelzálogbank Zrt.	100%	Mortgage bank	Népfürdő utca 24-26, 1138 Budapest, Hungary	3,010,000
Erste Befektetési Zrt.	100%	Investment firm	Népfürdő utca 24-26, 1138 Budapest, Hungary	2,000,000
Sió Ingatlan Invest Kft.	Indirect 100%	Sió Plaza operation	Népfürdő utca 24-26, 1138 Budapest, Hungary	8,980
Collat-real Kft.	Indirect 100%	Real estate sale and purchase	Népfürdő utca 24-26, 1138 Budapest, Hungary	3,000
Random Capital Broker Zrt.	Indirect 100%	Securities and commodity exchange brokerage	Népfürdő utca 24-26, 1138 Budapest, Hungary	285,500
RND Solutions Zrt.	Indirect 100%	Computer programming	Népfürdő utca 24-26, 1138 Budapest, Hungary	160,000
Name of the participation				
UNION Vienna Insurance Group Zrt.	1.36%	Insurance company	Baross utca 1, 1082 Budapest, Hungary	5,000,000
Budapesti Értéktőzsde Zrt.	2.32%	Stock exchange	Szabadság tér 7. Platina torony. I. ép. IV. em., 1054 Budapest, Hungary	541,348
Garantiqa Hitelgarancia Zrt.	2.17%	Guarantee provision	Kisfaludy u. 32, 1082 Budapest, Hungary	7,839,600"

1.8. In the section entitled "2. ERSTE BANK HUNGARY ZRT.", subsection entitled "2.7 BUSINESS OVERVIEW" on page 20 of the Original Registration Document, after the paragraph under the sub-heading "Capital Requirements" the following information shall be added:

"In order to ensure the effectiveness of the bail-in and other resolution tools, as regulated in the Act on improvement of institutional framework to strengthen the safety of financial intermediation

system, all institutions (including the Issuer) have to meet, at all times, an individual MREL requirement, internal or external, depending on the applying resolution strategy (MPE or SPE). MREL shall be calculated as amount of own funds and eligible liabilities expressed as a percentage of:

- the total risk exposure amount calculated in accordance with Article 92(3) CRR; and
- the leverage exposure calculated in accordance with Articles 429 and 429a CRR.

MREL is set on a case-by-case basis. The MREL requirement is determined by the resolution college on a yearly basis as a joint decision of the SRB and the MNB.

The MNB, in its capacity as a national resolution authority, notified Erste Bank Hungary about its MREL requirement set in a joint decision with the group resolution authority and calibrated on balance sheet data as of 31 December 2019 and the BRRD (including the amendments of Directive (EU) 2019/879).

Erste Bank Hungary as the resolution entity of the Hungarian resolution group, must comply with binding interim MREL requirements equivalent to 19.00% (excluding the Combined Buffer Requirement ("**CBR**")) of the Total Risk Exposure Amount ("**TREA**") and 5.82% of the Leverage Ratio Exposure ("**LRE**") of the Hungarian resolution group starting from 1 January 2022.

The MREL requirements on fully loaded basis, effective from 1 January 2024, are equivalent to 24.42% of TREA (excluding CBR) and 5.82% of LRE of the Hungarian resolution group, respectively.

The following MREL requirements have been set:

19.00% of TREA from 1 January 2022 (interim binding target);

21.82% of TREA from 1 January 2023 (interim non-binding target); and

24.42% of TREA from 1 January 2024 (fully loaded binding target).

In addition, the minimum subordination requirements were set at a level of 13.50% of TREA (excluding CBR), 5.00% of LRE and 8,00% of TLOF, thereby specifying the amount of the total MREL requirements that must be met with subordinated instruments such as regulatory capital, subordinated debt and senior non-preferred debt.

The TREA of the Hungarian resolution group as of 31 December 2019 (as applied by the SRB for the MREL calibration) amounted to EUR 5,917 million and LRE to EUR 9,282 million.

The table below summarises the current MREL and subordination requirements:

Requirements for Hungarian Resolution Group based on December 2019 data	from 1 January 2022		
	in % of TREA (excl. CBR)	in % of LRE	in % of TLOF
Total MREL	19.00%	5.82%	-
Subordinated MREL	13.50%	5.00%	8.00%

Erste Bank Hungary's long term capital and funding plan has been adjusted in order to ensure compliance with the aforementioned requirements.

Based on the Hungarian resolution group's risk weighted assets which is HUF 2,057 billion as of June 2021, the current MREL ratio stands at 22.2%.

In addition, Erste Befektetési Zrt. ("**EIH**"), Erste Lakástakarék Zrt. ("**ELTP**") and Erste Jelzálogbank Zrt. ("**EJZB**") which are part of the Hungarian resolution group are subject to an internal MREL requirement and have been notified accordingly. EIH and EJZB received a 24.42% internal MREL requirement in % of TREA and a 5.82% internal MREL requirement in % of LRE

applicable from 1 January 2022, while ELTP received a 12.59% internal MREL requirement in % of TREA and a 3% internal MREL requirement in % of LRE applicable from 1 January 2022."

1.9. In the section entitled "2. ERSTE BANK HUNGARY ZRT.", subsection entitled "2.9 CREDIT RATINGS" commencing on page 22 of the Original Registration Document, the penultimate paragraph shall be replaced by the following paragraph:

"Fitch, with its seat in 39/40 Upper Mount Street Upper, Dublin, D02 PR89, Ireland is registered with the Companies Registration Office Ireland."

1.10. In the section entitled "2. ERSTE BANK HUNGARY ZRT.", subsection entitled "2.9 CREDIT RATINGS" commencing on page 22 of the Original Registration Document, at the end the following information shall be added:

"As of 12 November 2021, Moody's has assigned the following credit ratings to the Issuer on an unsolicited basis:

Long-Term	Outlook	Short-Term
A3	Stable	P-2

According to the rating symbols and definitions as published by Moody's ("www .moodys.com"), the above credit ratings have the following meanings:

'A' — Obligations rated 'A' are judged to be upper-medium grade and are subject to low credit risk.

Note: Moody's appends numerical modifiers 1, 2, and 3 to each generic rating classification from Aa through Caa. The modifier 1 indicates that the obligation ranks in the higher end of its generic rating category; the modifier 2 indicates a mid-range ranking; and the modifier 3 indicates a ranking in the lower end of that generic rating category.

'P-2' — Issuers (or supporting institutions) rated 'Prime-2' have a strong ability to repay short-term obligations.

'**Outlook**' — A Moody's rating outlook is an opinion regarding the likely rating direction over the medium term. Rating outlooks fall into four categories: Positive (POS), Negative (NEG), Stable (STA), and Developing (DEV). Outlooks may be assigned at the issuer level or at the rating level. Where there is an outlook at the issuer level and the issuer has multiple ratings with differing outlooks, an "(m)" modifier to indicate multiple will be displayed and Moody's written research will describe and provide the rationale for these differences. A designation of RUR (Rating(s) Under Review) indicates that an issuer has one or more credit ratings under review, which overrides the outlook designation. A designation of RWR (Rating(s) Withdrawn) indicates that an issuer has no active credit ratings to which an outlook is applicable. Rating outlooks are not assigned to all rated entities. In some cases, this will be indicated by the display NOO (No Outlook).

A stable outlook indicates a low likelihood of a credit rating change over the medium term. A negative, positive or developing outlook indicates a higher likelihood of a credit rating change over the medium term. A credit rating committee that assigns an outlook of stable, negative, positive, or developing to an issuer's credit rating is also indicating its belief that the issuer's credit profile is consistent with the relevant credit rating level at that point in time.

More detailed information on the credit ratings can be retrieved on Moody's website ("www .moodys.com"). General information regarding the meaning of the credit rating and the qualifications which have to be observed in connection therewith can also be found on the website of Moody's ("www .moodys.com").

Moody's has its registered office at Porto Bello Building 1, Siafi Street, 3042 Limassol in Cyprus. Moody's is registered under the CRA Regulation as registered credit rating agency."

- 1.11. In the section entitled "2. ERSTE BANK HUNGARY ZRT.", subsection entitled "2.12 SIGNIFICANT CHANGES AND MATERIAL ADVERSE CHANGES" on page 23 of the Original Registration Document, the paragraph shall be replaced by the following paragraph:

"There has been no material adverse change in the prospects of the Issuer since 31 December 2020 and no significant change in the financial performance and in the financial position of Erste Bank Hungary Group since 30 June 2021."

- 1.12. In the section entitled "2. ERSTE BANK HUNGARY ZRT.", after the subsection entitled "2.12 SIGNIFICANT CHANGES AND MATERIAL ADVERSE CHANGES" on page 23 of the Original Registration Document, the following subsection and information shall be added:

"2.13 SELECTED FINANCIAL INFORMATION

Key profitability and efficiency indicators

Erste Bank Hungary	31 December 2017	31 December 2018	31 December 2019	31 December 2020	30 June 2021
Return on Equity (ROE) ratio, %	17.7%	16.8%	15.9%	5.6%	14.6%
Net Interest Margin (NIM) ratio, %	3.3%	3.1%	2.9%	2.7%	2.5%
Cost/Income (C/I) ratio, %	54.1%	48.8%	47.3%	48.5%	44.8%
Loan/deposit ratio net, %	72.9%	74.5%	73.1%	65.3%	64.1%
Solvency ratio, %	19.4%	20.1%	21.0%	22.0%	22.2%

Source: Information of the Issuer

Key risk indicators

Erste Bank Hungary	30 June 2021
Non-Performing Loan (NPL) ratio, %	3.0%
Non-Performing Loan (NPL) coverage ratio, %	115.1%

Source: Information of the Issuer

Erste Bank Hungary	31 December 2017	31 December 2018	31 December 2019	31 December 2020	30 June 2021
Risk cost ratio, %	-2.5%	-0.9%	-0.4%	1.6%	0.1%

Source: Information of the Issuer

Erste Bank Hungary	31 December 2018	31 December 2019	31 December 2020	30 June 2021
Risk costs (HUF billion)	-11.6	-5.9	27.4	1.1

Source: Information of the Issuer

Alternative Performance Measure	Calculation
Return On Equity (ROE) ratio	<p>ROE ratio is expressed as:</p> <p>Profit or loss for the year attributable to the owners of the parent / simple average of two year ends of shareholder's equity attributable to the owners of the parent (Total Equity - Minority interests [non-controlling interests])</p> <p>ROE ratio is a profitability ratio which assesses how well equity is used to generate profit.</p> <p>Example for ROE ratio calculation as of 31 December 2020:</p> $\text{ROE ratio} = \frac{22.95 \text{ (Profit or loss for YE 2020 attributable to the owners of the parent in HUF bn)}}{\text{Average}(402.34; 423.86) \text{ (simple average of volume of shareholder's equity for YE 2019 and YE 2020 in HUF bn)}}$ <p>= 5.6%</p>
Net Interest Margin (NIM) ratio	<p>NIM ratio is expressed as:</p> <p>Net interest bearing income (Net interest income + Dividend income + Net result from equity method investments / simple average of two year ends of interest bearing assets (Financial assets held for trading + Non-trading financial assets mandatorily at fair value through profit or loss + Financial assets at fair value through other comprehensive income + Financial assets at amortized cost + Investments in subsidiaries, joint ventures and associates)</p> <p>NIM ratio is a profitability ratio which assesses how profitable investment (asset) is when compared to expenses used to fund it.</p> <p>Example for NIM ratio calculation as of 31 December 2020:</p> <p><i>Net interest bearing income = Net interest income (HUF 73.63bn) + Dividends received (HUF 0.04bn) + Share of the profit or (-)loss of investments in subsidiaries accounted for using the equity method (HUF 0bn) = 73.66</i></p> <p><i>Net interest bearing assets</i></p> <ul style="list-style-type: none"> = Financial assets held for trading (simple average of YE 2019 and YE 2020 (HUF 32.82bn; HUF 108.70bn)) + Non trading financial assets mandatorily at FVTPL (simple average of YE 2019 and YE 2020 (HUF 115.36bn; HUF 212.28bn)) + Financial assets at FVTOCI (simple average of YE 2019 and YE 2020 (HUF 125.74bn; HUF 135.07bn)) + Financial assets at AC (simple average of YE 2019 and YE 2020 (HUF 2393.79bn; HUF 2871.34bn)) + Investments in subsidiaries, joint ventures and associates (simple average of YE 2019 and YE 2020 (HUF 0bn; HUF 0bn)) <p><i>NIM ratio =</i></p> $= \frac{73.66 \text{ (Net interest bearing income for YE 2020 in HUF bn)}}{\text{Average}(2667.71; 3327.39) \text{ (simple average of volume of interest bearing assets for YE 2019 and YE 2020 in HUF bn)}}$ <p>= 2.7%</p>

Cost Income (C/I) ratio	<p>C/I ratio is expressed as:</p> <p>Operating expense (Personnel expenses, Other administrative expenses, Depreciation and amortization) / Operating income (Net interest income, Net fee and commission income, Dividend income, Net trading and fair value result, Gains/losses from financial instruments measured at fair value through profit or loss, Net result from equity method investments, Rental income from investment properties & other operating leases)</p> <p>C/I ratio is an efficiency ratio which assesses how many units of cost must be invested to generate one unit of revenue.</p> <p>Example for C/I ratio calculation as of 31 December 2020:</p> $C/I \text{ ratio} = \frac{74.94 \text{ (Operating expense for YE 2020 in HUF bn)}}{154.55 \text{ (Operating income for YE 2020 in HUF bn)}} = 48.5\%$
Solvency ratio, %	<p>Solvency ratio is expressed as:</p> <p>Own funds / Total risk exposure amount</p> <p>Solvency ratio represents bank's ability to absorb losses in going concern situation.</p> <p>Example for Solvency ratio calculation as of 31 December 2020:</p> $\text{Solvency ratio} = \frac{452 \text{ (Own funds for YE 2020 in HUF mrd)}}{2,051 \text{ (Total risk exposure amount for YE 2020 in HUF mrd)}} = 22.0\%$
Loan/Deposit net, ratio	<p>Loan/Deposit net ratio is expressed as:</p> <p>Net loans and advances to customers (Loans and advances to customers at amortized cost, Trade and other receivables, Finance lease receivables to customers) / Deposits from customers</p> <p>The loan-to-deposit ratio is used to assess a bank's liquidity by comparing a bank's customer loans, net to its customer deposits for the same period.</p> <p>Example for Loan/Deposit net, ratio calculation as of 31 December 2020:</p> $\text{Loan/Deposit ratio} = \frac{1751.98 \text{ (Customer loans, net for YE 2020 in HUF bn)}}{2683.24 \text{ (Customer deposits for YE 2020 in HUF bn)}} = 65.3\%$
Risk cost ratio	<p>Risk cost ratio is expressed as:</p> <p>Impairment or reversal of impairment on financial assets not measured at fair value through profit or loss / simple average of two year ends of volume of gross Loans to customers (LTC) (incl. Trade and other receivables and Finance Lease Receivables)</p> <p>Risk cost ratio assesses loss over a period related to credit risk as a percentage of an average gross loan volume.</p> <p>Example for risk cost ratio calculation as of 31 December 2020:</p> $\text{Risk cost ratio} = \frac{27.4 \text{ (Impairment result from financial instruments YE 2020 in bn HUF)}}{(1609.17 + 1812.65)/2 \text{ (gross LTC for YE 2019 and YE 2020 in bn HUF)}} = 1.6\%$
Non-Performing Loan (NPL) ratio	<p>NPL ratio is expressed as:</p> <p>Volume of Non-Performing Loans to customers (incl. Trade and other receivables and Finance Lease Receivables) / Volume of gross loans to customers (incl. Trade and other receivables and Finance Lease Receivables)</p> <p>NPL ratio is a risk ratio which assesses the quality of a portfolio by showing the percentage of loans which are unlikely to be paid over the gross loan volume.</p> <p>Example for NPL ratio calculation as of 31 December 2020:</p> $\text{NPL ratio} = \frac{54.81 \text{ (Volume of Non – Performing Loans to customers for 2020 in bn HUF)}}{1812.65 \text{ (Volume of gross loans to customers for 2020 in bn HUF)}} = 3.0\%$

Non-Performing Loan (NPL) coverage ratio

NPL coverage ratio is expressed as:

Volume of provisions for loans to customers (incl. Trade and other receivables and Finance Lease Receivables) / Volume of Non-Performing Loans to customers (incl. Trade and other receivables and Finance Lease Receivables)

NPL coverage ratio is a risk ratio which assesses how well is the NPL volume covered with balance sheet provisions.

Example for NPL coverage ratio calculation as of 31 December 2020:

$$NPL\ coverage\ ratio = \frac{62.53\ (Volume\ of\ Loan\ loss\ allowances\ for\ 2020\ in\ bn\ HUF)}{54.81\ (Volume\ of\ Non - Performing\ Loans\ to\ customers\ for\ 2020\ in\ bn\ HUF)} = 114.1\%$$

Source: Information and calculation of the Issuer on the basis of the Audited Consolidated Financial Statements 2020

Capital Position

Basel 3 capital (phased-in, billion)	31 December 2019	31 December 2020	30 June 2021
Basel 3 CET 1	355	387	388
Basel 3 AT 1	-	-	-
Basel 3 Tier 2	55	64	69
Total Basel 3 capital	411	452*	457

* Due to the rounding the stated total amount may deviate from that total amount which is calculated by adding the stated single items.

Risk-weighted assets (RWA) (phased-in, billion)	31 December 2019	31 December 2020	30 June 2021
Market risk	17	32	21
Operational risk	502	547	527
Credit risk	1,437	1,472	1,509
Total risk-weighted assets	1,956	2,051	2,057

Basel 3 capital ratios (phased-in)	31 December 2019	31 December 2020	30 June 2021
Basel 3 CET 1 ratio	18.2%	18.9%	18.9%
Basel 3 Tier 1 ratio	18.2%	18.9%	18.9%
Basel 3 total capital ratio	21.0%	22.0%	22.2%

Source: Information of the Issuer

1.13. In the section entitled "GLOSSARY AND LIST OF ABBREVIATIONS" commencing on page 29 of the Original Registration Document, (i) the line regarding "Fitch" shall be


replaced by the following line and (ii) after the line regarding "MNB" the following line shall be added:

(i):

"Fitch Fitch Ratings Ireland Limited"

(ii):

"Moody's Moody's Investors Service Cyprus Ltd."

Signaturwert	Ea8pkSBD0c1a6svoi/EitjttlKf0egurX5xOVmAYO8wy/VVVfbEVOooWX4afJC1JAhm0Q0xEGzoYvhYkQY7kLVxGR15k10AWz1lZhe9L7mwDemZbVfeAoJtz9hpTC1ruWMnuyAN6N4rydZELrX9PqKtRB130V9NwOisZF5pY/dBGpudrbdvJRrK9VFkyN5r1KcatV5XnXcdWB1+R9Q1iuwMDxoGrGcELv1M4u20o8Z1/C1eZxpNcgNeYu+4lPjhdF3nWouqBchgytxgmd9xcN/kknsd3X7zXJGvbmBwMP2U0rqbcwj5hNevLx6VOnQWXQj5kog6zxtM1J/FERmsyQ==	
	Unterzeichner	Österreichische Finanzmarktaufsichtsbehörde
	Datum/Zeit-UTC	2021-11-12T11:00:23Z
	Aussteller-Zertifikat	CN=a-sign-corporate-light-02,OU=a-sign-corporate-light-02,O=A-Trust Ges. f. Sicherheitssysteme im elektr. Datenverkehr GmbH,C=AT
	Serien-Nr.	532114608
	Methode	urn:pdfsigfilter:bka.gv.at:binaer:v1.1.0
Prüfinformation	Informationen zur Prüfung des elektronischen Siegels bzw. der elektronischen Signatur finden Sie unter: http://www.signaturpruefung.gv.at	
Hinweis	Dieses Dokument wurde amtssigniert. Auch ein Ausdruck dieses Dokuments hat gemäß § 20 E-Government-Gesetz die Beweiskraft einer öffentlichen Urkunde.	