

ZAGREB STOCK EXCHANGE

**Ivana Lučića 2a
10 000 Zagreb**

**CROATIAN FINANCIAL SERVICES
SUPERVISORY AGENCY (HANFA)**

**Franje Račkog 6
10 000 Zagreb**

OTS HINA

Home member state: Croatia

LEI: 549300A2F46GR0UOM390

Official Market, Zagreb Stock Exchange

Bond 3RIB3
ISIN: HRRIBAO22BE0

Bond 3RIB4
ISIN: HRRIBAO23BA6

Bond 3RIB5
ISIN: HRRIBAO262E3

Zagreb, June 14, 2021

SUBJECT: Erste&Steiermärkische Bank d.d. has received its first MREL requirement for the Croatian Resolution Group

ERSTE&STEIERMÄRKISCHE BANK d.d. with its headquarters in Rijeka, Jadranski trg 3/a (hereinafter: the Bank) announces that it has received a notification from the Croatian National Bank about its MREL requirement (Minimum Requirement for own funds and Eligible Liabilities) set by the Single Resolution Board (SRB) and calibrated on balance sheet data as of 31 December 2019 and the Bank Recovery and Resolution Directive 2 (BRRD2).

The Bank, as the resolution entity of the Croatian resolution group¹, must comply with binding interim MREL requirements equivalent to 20.96% (excluding the Combined Buffer Requirement (CBR)) of the Total Risk Exposure Amount (TREA) and 5.91% of the Leverage Ratio Exposure (LRE) of the Croatian resolution group starting from 1 January 2022.

The MREL requirements on fully loaded basis, effective from 1 January 2024, are equivalent to 24.82% of TREA (excluding CBR) and 5.91% of LRE of the Croatian resolution group, respectively.

¹ MREL requirements do not apply to Erste&Steiermärkische Bank's sub-consolidated balance sheet, but to the Croatian resolution group comprising mainly Erste&Steiermärkische Bank d.d. and its direct Croatian subsidiaries with business in Croatia and EU. As the Croatian resolution group is not a legal entity or reporting unit, there is neither a statutory reporting nor a capital requirement at the consolidation level of the Croatian resolution group.

No subordination requirement has been set at the level of the Croatian resolution group. The TREA of the Croatian resolution group as of 31 December 2019 (as applied by SRB for the MREL calibration) amounted to EUR 6.17 billion and LRE to EUR 9.80 billion.

The table below summarises the current MREL requirements:

Requirements for Croatian Resolution Group based on December 2019 data	from 1 January 2022	
	in % of TREA (excl. CBR)	in % of LRE
Total MREL	20.96%	5.91%

These requirements are in line with Bank's expectations and have been duly considered in the funding plan for this and the following years.

ERSTE&STEIERMÄRKISCHE BANK d.d.