

# SITUATION OF BANKING SECTOR\*

## MONTHLY INFORMATION

October 2024

\* Banking sector - domestic banks under art. 4.1.1 of The Banking Act of September 10, 1997 excl. BGK

## Key changes in the banking sector after 10M 2024

<b>Changes in the number of banks</b>	At the end of October 2024, there were 517 banks in the banking sector (28 commercial banks excluding BGK and 489 cooperative banks). On a monthly basis, the number of banks decreased by 1 cooperative bank as a result of a merger.
<b>Balance sheet total</b>	<p><b>Higher rate of asset growth</b> in the banking sector (7.9% y/y vs. 7.2% y/y a year ago). Total assets increased by PLN 120.2 billion, compared to an increase of PLN 154.9 billion a year before.</p> <p>On the asset side, there was a significantly higher increase in the volume of loans for non-MFIs, with an increase in securities twice as low as a year earlier. In case of liabilities, there was mainly a lower year-on-year increase in deposits of non-MFIs and capitals with an increased scale of own issues. On a monthly basis, there was a significantly higher increase in total assets than a year ago (PLN 25.9 billion vs. PLN 0.9 billion).</p>
<b>Deposits of non-MFIs</b>	<b>Growth rate in deposits of non-MFIs lower than a year ago</b> (7.3% y/y vs. 9.0% y/y). Lower volume growth (by PLN 64.9 billion vs. an increase of PLN 131.0 billion in the same period a year earlier) was recorded mainly as a result of a decline in corporate deposits (by PLN 17.0 billion vs. an increase of PLN 31.8 billion a year ago), as well as lower growth in household deposits (by PLN 71.2 billion vs. PLN 96.3 billion). On a monthly basis, there was a significant increase in deposits of non-MFIs by PLN 32.1 billion, including households by PLN 17.3 billion and corporates by PLN 14.8 billion.
<b>Covered deposits</b>	<b>Growth in covered deposits higher than a year before</b> (PLN 91.1 billion vs. PLN 86.2 billion). Monthly volume growth was recorded in the commercial banks sector (by PLN 14.5 billion) and in the cooperative banks sector (by PLN 4.3 billion). The y/y growth rate of covered deposits at the end of October 2024 was 9.4% vs. 10.7% a year earlier.
<b>Loans for non-MFIs (gross)</b>	<p>At the end of October 2024, <b>the growth rate of loans for non-MFIs increased to 5.0% y/y</b>, with growth in consumer loans (7.7% y/y), PLN housing loans (9.8% y/y), corporate loans (2.9% y/y) and loans to non-MFIs (16.2% y/y).</p> <p><b>After 10M 2024, the volume of loans for non-MFIs increased by PLN 73.6 billion</b> (in the commercial banks sector by PLN 70.05 billion and in the cooperative banks sector by PLN 3.52 billion) compared to PLN 12.7 billion in the same period of 2023.</p> <p>The volume growth was recorded with an increase in the volume of loans to:</p> <ul style="list-style-type: none"> <li>– households by PLN 28.6 billion, mainly housing (by PLN 20.1 billion, including loans in PLN by PLN 27.2 billion), as well as consumer loans (by PLN 13.5 billion),</li> <li>– corporates by PLN 18.9 billion,</li> <li>– non-monetary financial institutions by PLN 26.0 billion.</li> </ul> <p>The October 2024 monthly volume increase of PLN 7.2 billion was mainly composed of an increase in loans to households (by PLN 4.0 billion) and corporates (by PLN 2.3 billion).</p>
<b>Financial assets</b>	<b>Growth in the volume of financial assets significantly lower than a year earlier</b> (by PLN 55.1 billion against an increase of PLN 102.9 billion). There was an increase in securities (by PLN 53.5 billion) and foreign assets (by PLN 2.0 billion) with a decrease in the domestic interbank market (by PLN 0.5 billion). On a monthly basis, an increase in volume of PLN 28.3 billion primarily due to an increase of debt instruments (by PLN 20.3 billion).
<b>Quality of loan portfolio</b>	<b>The banking sector's quality ratio of loan portfolio for non-MFIs improved from 4.7% to 4.5%</b> . Compared to December 2023, the biggest improvement was in housing loans (from 2.14% to 1.58%, including foreign currency loans from 9.55% to 5.61%), as well as consumer loans (from 8.2% to 7.3%). The deterioration in quality was in corporate loans (from 6.1% to 7.0%) and loans to individual entrepreneurs (from 16.4% to 16.6%). The ratio of impairment provisions to non-performing loans declined from 62.6% to 57.9%.
<b>Profit and loss account and efficiency ratios</b>	<p><b>Profit after tax higher</b> than in October 2023 (<b>PLN 34.1 billion</b> vs. PLN 23.6 billion), in the commercial banks sector at PLN 29.9 billion vs. PLN 19.4 billion and in the cooperative banks sector at PLN 4.24 billion vs. PLN 4.21 billion. Higher net income was mainly due to higher interest income (by PLN 9.52 billion, i.e. 12.9%).</p> <p>For efficiency ratios on a y/y basis, there was an increase in <b>ROA, ROE</b>, and an improvement in the <b>C/I ratio with the interest margin</b> at a higher level as compared to the previous year.</p>
<b>Capital adequacy</b>	Decrease in the capital ratio TCR in the banking sector from 20.2% to 20.0%. A decrease in the ratio was recorded both in the sector of commercial banks (from 19.7% to 19.5%) and in the sector of cooperative banks (from 25.5% to 25.1%). In both cases the contributing factor was a higher quarterly increase in risk exposure than in own funds.

**BGK** – Bank Gospodarstwa Krajowego

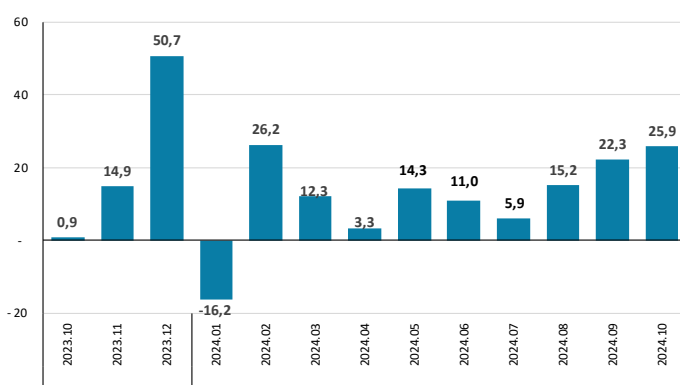
**Deposits of non-MFIs/Loans for non-MFIs** - non-financial and general government sector, as well as non-monetary financial institutions (resident), including insurance institutions, mutual funds and pension funds.

**Financial assets** - loans and deposits of banks and branches of credit institutions (resident and non-resident), equity instruments (resident and non-resident), and debt instruments (resident and non-resident)

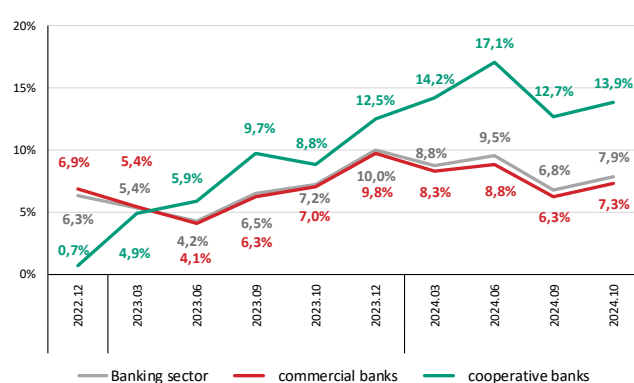
# Banking sector

Assets and liabilities	Stocks (PLN bn)					Changes (PLN bn and %)						Structure	
	2022.12	2023.10	2023.12	2024.09	2024.10	Monthly		10 months		y/y		2023.10	2024.10
	2023.10	2024.10	2023	2024	2024.10	2023.10	2024.10	2023	2024	2024.10	2024.10	2023.10	2024.10
<b>BALANCE SHEET</b>	<b>2 208,1</b>	<b>2 363,0</b>	<b>2 428,6</b>	<b>2 522,9</b>	<b>2 548,8</b>	<b>0,9</b>	<b>25,9</b>	<b>154,9</b>	<b>120,2</b>	<b>185,9</b>	<b>7,9%</b>	<b>100,0%</b>	<b>100,0%</b>
commercial banks	2 021,8	2 160,5	2 219,0	2 297,7	2 318,3	-1,7	20,6	138,7	99,2	157,8	7,3%	91,4%	91,0%
cooperative banks	186,3	202,5	209,5	225,2	230,5	2,6	5,3	16,1	21,0	28,1	13,9%	8,6%	9,0%
Loans for Non-MFIs (net)	1 190,1	1 201,6	1 194,1	1 263,6	1 270,9	-1,4	7,3	11,6	76,8	69,2	5,8%	50,9%	49,9%
Local interbank market	49,7	53,6	56,3	56,7	55,9	-1,9	-0,9	3,9	-0,5	2,3	4,3%	2,3%	2,2%
External assets	38,7	33,2	35,1	28,3	37,1	-5,5	8,8	-5,5	2,0	3,8	11,6%	1,4%	1,5%
Securities	654,5	759,0	833,1	866,3	886,6	-17,5	20,3	104,5	53,5	127,6	16,8%	32,1%	34,8%
Debt instruments	649,9	754,3	828,2	861,3	881,5	-17,6	20,3	104,5	53,3	127,2	16,9%	31,9%	34,6%
Cash and assets in central bank	91,5	99,0	108,8	121,7	117,7	15,1	-3,9	7,5	8,9	18,8	19,0%	4,2%	4,6%
Remaining assets	183,7	216,6	201,2	186,4	180,7	12,1	-5,7	32,9	-20,6	-35,9	-16,6%	9,2%	7,1%
Deposits of Non-MFIs	1 711,3	1 844,1	1 880,9	1 945,9	1 977,9	1,8	32,1	132,8	97,0	133,8	7,3%	78,0%	77,6%
Debt securities issued	55,1	57,6	61,9	76,4	77,2	-1,9	0,8	2,5	15,3	19,6	34,0%	2,4%	3,0%
Local interbank market	53,3	55,5	58,9	59,6	58,4	-2,2	-1,2	2,2	-0,5	2,9	5,2%	2,3%	2,3%
Liabilities to external fin. sector	27,5	20,7	29,6	31,9	35,1	0,1	3,2	-6,8	5,5	14,4	69,7%	0,9%	1,4%
Capital and reserves	190,0	236,7	239,5	260,6	262,5	3,5	1,9	46,7	23,1	25,8	10,9%	10,0%	10,3%
Remaining liabilities	170,9	148,4	157,8	148,5	137,7	-0,3	-10,8	-22,5	-20,1	-10,7	-7,2%	6,3%	5,4%
<b>Number of banks</b>	<b>525</b>	<b>520</b>	<b>520</b>	<b>518</b>	<b>517</b>	<b>0</b>	<b>-1</b>	<b>-5</b>	<b>-3</b>	<b>-3</b>			
commercial banks	29	28	28	28	28	0	0	-1	0	0			
cooperative banks	496	492	492	490	489	0	-1	-4	-3	-3			

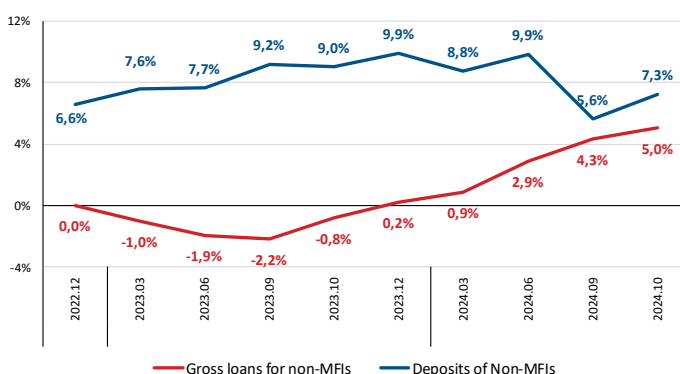
Monthly changes of total assets (PLN bn)



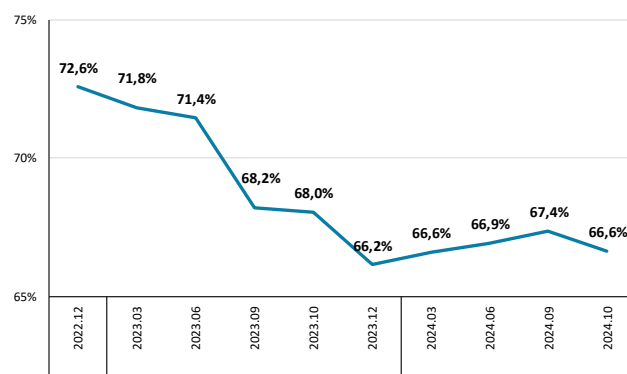
Change y/y of total assets



Loans and deposits dynamics y/y

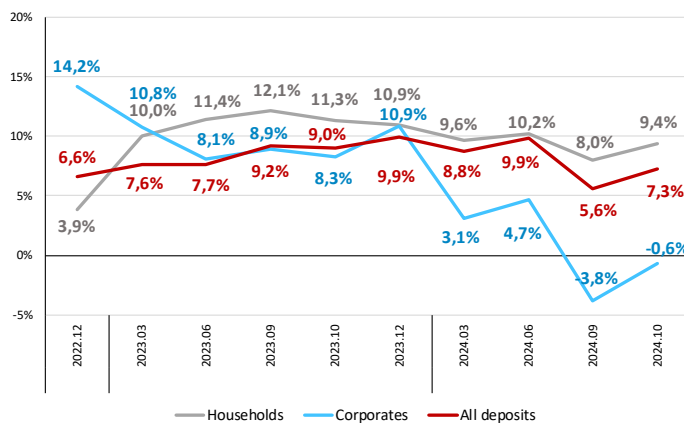


Loans (gross) to deposits ratio

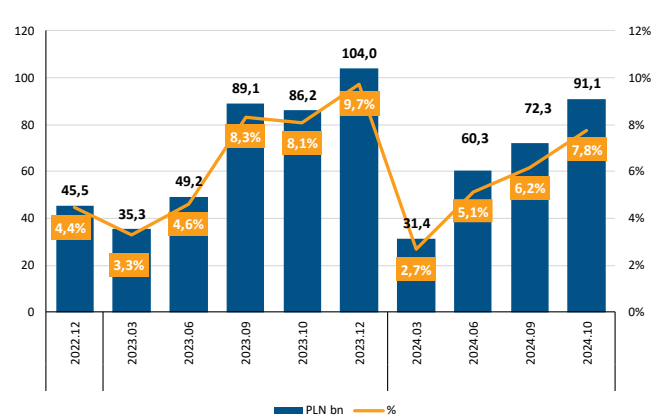


Deposits of Non-MFIs	Stocks (PLN bn)					Changes (PLN bn and %)						Structure	
	2022.12	2023.10	2023.12	2024.09	2024.10	Monthly		10 months		y/y		2023.10	2024.10
						2023.10	2024.10	2023	2024	2024.10			
<b>Deposits of Non-MFIs</b>	<b>1 711,3</b>	<b>1 844,1</b>	<b>1 880,9</b>	<b>1 945,9</b>	<b>1 977,9</b>	<b>1,8</b>	<b>32,1</b>	<b>132,8</b>	<b>97,0</b>	<b>133,8</b>	<b>7,3%</b>	<b>100,0%</b>	<b>100,0%</b>
commercial banks	1 545,2	1 666,6	1 697,3	1 750,0	1 777,2	-0,3	27,2	121,4	80,0	110,6	6,6%	90,4%	89,9%
cooperative banks	166,1	177,5	183,6	195,8	200,7	2,1	4,9	11,4	17,1	23,2	13,1%	9,6%	10,1%
Current (demand deposit)	1 232,4	1 255,7	1 320,7	1 354,0	1 369,2	2,6	15,2	23,3	48,5	113,5	9,0%	68,1%	69,2%
Time deposits	478,9	588,4	560,2	591,8	608,7	-0,8	16,9	109,5	48,5	20,3	3,5%	31,9%	30,8%
Households	1 126,8	1 223,5	1 249,8	1 321,0	1 338,3	0,4	17,3	96,7	88,5	114,8	9,4%	66,3%	67,7%
Individuals	1 014,3	1 108,0	1 123,9	1 205,6	1 217,9	-1,0	12,4	93,7	94,1	109,9	9,9%	60,1%	61,6%
Individual entrepreneurs	86,4	85,0	93,7	86,2	88,1	-0,8	1,9	-1,5	-5,6	3,1	3,7%	4,6%	4,5%
Farmers	26,1	30,5	32,2	29,2	32,3	2,2	3,0	4,4	0,0	1,8	5,8%	1,7%	1,6%
Corporates	422,1	453,9	468,0	436,2	451,0	0,5	14,8	31,8	-17,0	-2,9	-0,6%	24,6%	22,8%
SMEs	263,2	300,5	326,2	325,4	338,5	-0,7	13,1	37,3	12,4	38,0	12,7%	16,3%	17,1%
Large enterprises	158,9	153,4	141,8	110,8	112,4	1,2	1,6	-5,5	-29,4	-41,0	-26,7%	8,3%	5,7%
General government sector, incl.:	89,0	84,8	80,2	96,9	95,9	-3,4	-1,0	-4,2	15,8	11,1	13,1%	4,6%	4,8%
Local government	60,1	60,1	53,0	66,3	64,6	-2,7	-1,7	0,0	11,6	4,5	7,4%	3,3%	3,3%
Central government	20,7	23,0	23,9	28,1	27,8	-0,1	-0,3	2,4	3,9	4,8	20,6%	1,2%	1,4%
FUS	8,2	1,6	3,3	2,4	3,5	-0,6	1,1	-6,6	0,3	1,9	115,8%	0,1%	0,2%
Non-profit inst.	34,9	41,0	38,3	43,5	44,3	2,3	0,8	6,1	5,9	3,3	8,1%	2,2%	2,2%
Insurance corp.	4,6	5,0	4,6	4,5	4,4	0,4	-0,1	0,5	-0,2	-0,6	-12,4%	0,3%	0,2%
Other non-monetary fin. inst.	33,9	35,9	40,0	43,8	44,0	1,6	0,3	2,0	4,0	8,1	22,7%	1,9%	2,2%
<b>Covered deposits</b>	<b>1 068,1</b>	<b>1 154,4</b>	<b>1 172,2</b>	<b>1 244,5</b>	<b>1 263,3</b>	<b>-2,8</b>	<b>18,8</b>	<b>86,2</b>	<b>91,1</b>	<b>108,9</b>	<b>9,4%</b>		

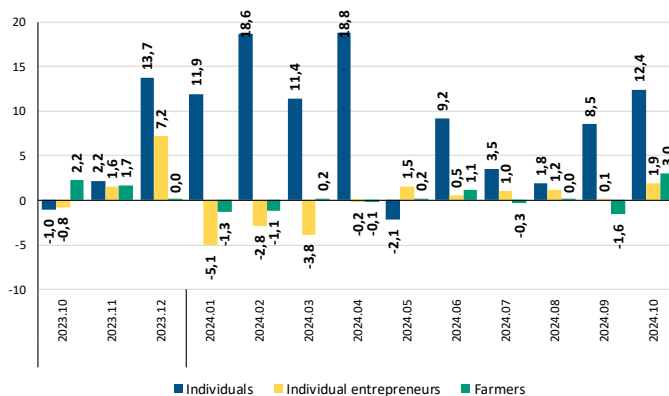
Deposits of Non-MFIs - change y/y



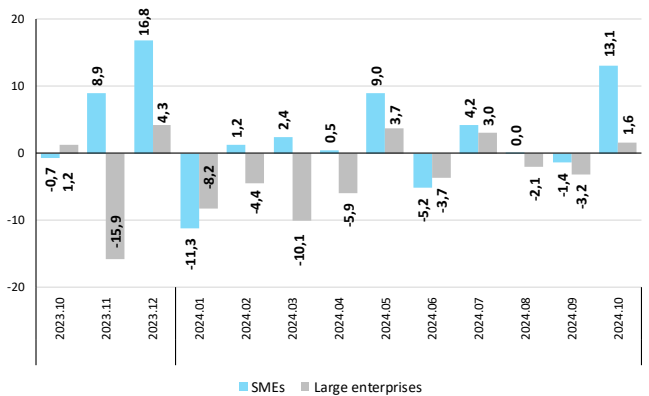
Accumulated changes of covered deposits



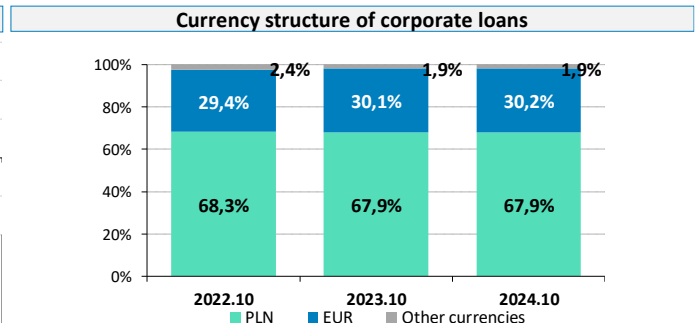
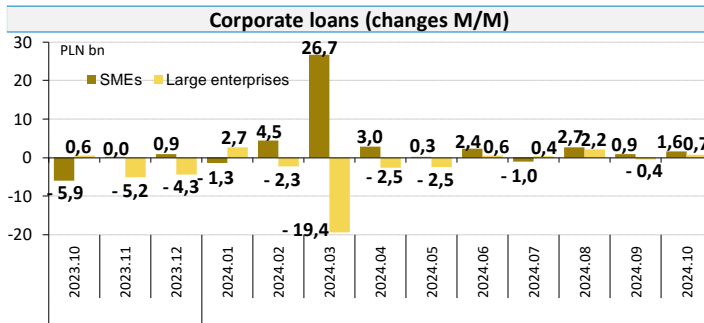
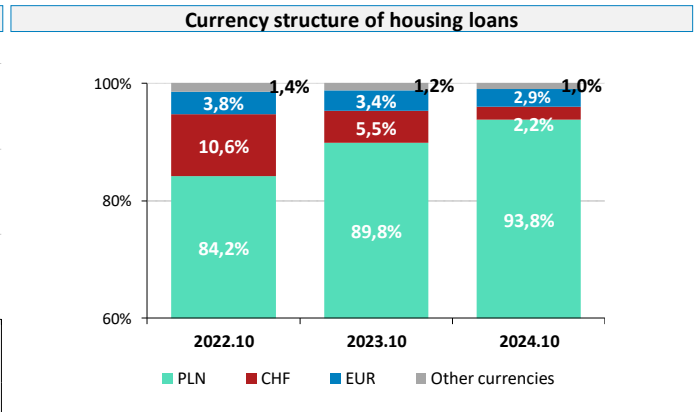
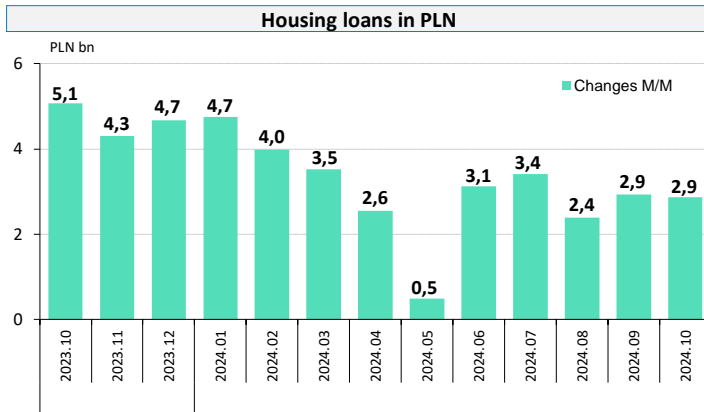
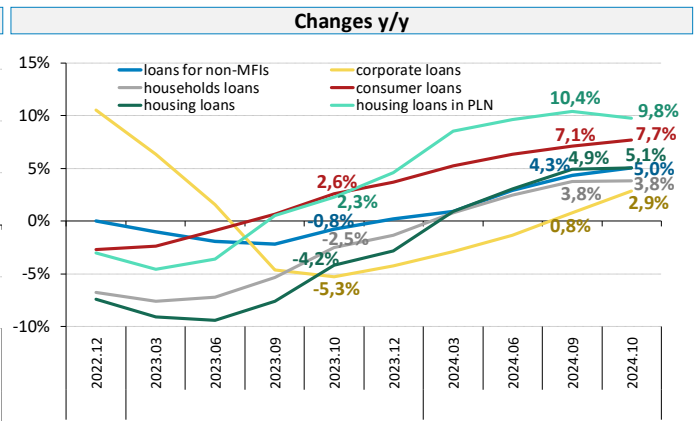
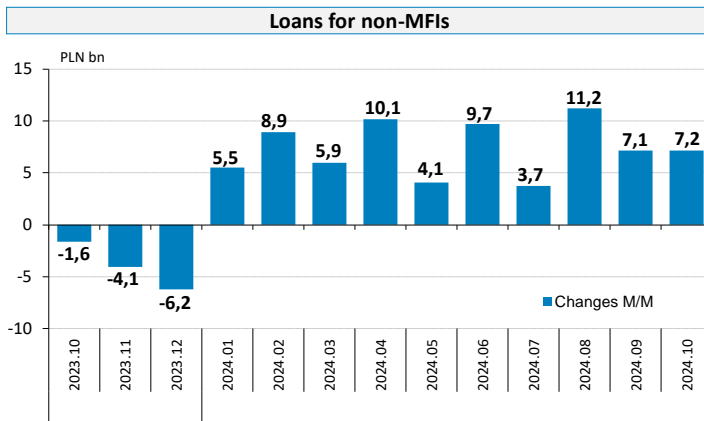
Monthly changes of households deposits (PLN bn)



Monthly changes of corp. deposits (PLN bn)



Loans for non-MFIs – portfolio B	Stocks (PLN bn)					Changes (PLN bn and %)						% structure	
	2022.12	2023.10	2023.12	2024.09	2024.10	Monthly		10 months		y/y		2023.10	2024.10
	2023.10	2024.10	2023	2024	2024.10	2023.10	2024.10	2023	2024	2024.10	2024.10	2023.10	2024.10
<b>Loans for non-MFIs</b>	<b>1 242,0</b>	<b>1 254,7</b>	<b>1 244,4</b>	<b>1 310,8</b>	<b>1 318,0</b>	<b>-1,6</b>	<b>7,2</b>	<b>12,7</b>	<b>73,6</b>	<b>63,3</b>	<b>5,0%</b>	<b>100,0%</b>	<b>100,0%</b>
commercial banks	1 161,6	1 171,1	1 157,2	1 220,7	1 227,3	-2,8	6,6	9,5	70,0	56,2	4,8%	93,3%	93,1%
cooperative banks	80,4	83,7	87,2	90,1	90,7	1,1	0,6	3,2	3,5	7,0	8,4%	6,7%	6,9%
<b>Households</b>	<b>732,6</b>	<b>723,8</b>	<b>723,0</b>	<b>747,6</b>	<b>751,6</b>	<b>3,3</b>	<b>4,0</b>	<b>-8,8</b>	<b>28,6</b>	<b>27,8</b>	<b>3,8%</b>	<b>57,7%</b>	<b>57,0%</b>
private persons	642,1	632,4	635,4	664,0	668,8	3,0	4,7	-9,7	33,4	36,4	5,8%	50,4%	50,7%
consumer loans	177,2	183,0	183,7	195,5	197,2	0,6	1,7	5,8	13,5	14,1	7,7%	14,6%	15,0%
housing loans	460,7	445,3	447,7	464,7	467,8	2,4	3,1	-15,4	20,1	22,5	5,1%	35,5%	35,5%
PLN	390,9	399,9	408,9	436,1	438,9	5,1	2,9	9,0	30,0	39,0	9,8%	31,9%	33,3%
foreign currency	69,8	45,3	38,8	28,6	28,9	-2,7	0,2	-24,4	-9,9	-16,5	-36,3%	3,6%	2,2%
remaining	4,2	4,1	4,1	3,9	3,8	0,0	-0,1	-0,1	-0,2	-0,3	-7,4%	0,3%	0,3%
individual entrepreneurs	62,6	60,1	55,2	50,4	49,9	-1,2	-0,5	-2,6	-5,3	-10,2	-16,9%	4,8%	3,8%
individual farmers	27,8	31,3	32,3	33,1	32,9	1,5	-0,2	3,5	0,5	1,6	5,0%	2,5%	2,5%
<b>Corporates</b>	<b>369,4</b>	<b>362,2</b>	<b>353,7</b>	<b>370,3</b>	<b>372,6</b>	<b>-5,3</b>	<b>2,3</b>	<b>-7,2</b>	<b>18,9</b>	<b>10,4</b>	<b>2,9%</b>	<b>28,9%</b>	<b>28,3%</b>
SMEs	183,3	204,8	205,7	243,8	245,4	-5,9	1,6	21,4	39,7	40,6	19,8%	16,3%	18,6%
Large enterprises	186,1	157,4	148,0	126,5	127,2	0,6	0,7	-28,6	-20,7	-30,2	-19,2%	12,5%	9,7%
<b>Gov and local gov sector, incl.:</b>	<b>24,9</b>	<b>25,5</b>	<b>28,8</b>	<b>28,4</b>	<b>28,8</b>	<b>0,4</b>	<b>0,4</b>	<b>0,6</b>	<b>0,0</b>	<b>3,3</b>	<b>12,9%</b>	<b>2,0%</b>	<b>2,2%</b>
Local government	24,3	24,7	28,1	27,4	27,7	0,4	0,3	0,5	-0,4	3,0	12,0%	2,0%	2,1%
Government	0,7	0,8	0,7	1,0	1,1	-0,1	0,1	0,1	0,4	0,3	39,8%	0,1%	0,1%
<b>Non-profit institutions</b>	<b>8,5</b>	<b>8,4</b>	<b>8,3</b>	<b>8,3</b>	<b>8,3</b>	<b>0,0</b>	<b>0,1</b>	<b>-0,1</b>	<b>0,1</b>	<b>-0,1</b>	<b>-0,8%</b>	<b>0,7%</b>	<b>0,6%</b>
<b>Non-monetary fin. inst.</b>	<b>106,6</b>	<b>134,8</b>	<b>130,7</b>	<b>156,3</b>	<b>156,7</b>	<b>-0,1</b>	<b>0,4</b>	<b>28,2</b>	<b>26,0</b>	<b>21,9</b>	<b>16,2%</b>	<b>10,7%</b>	<b>11,9%</b>

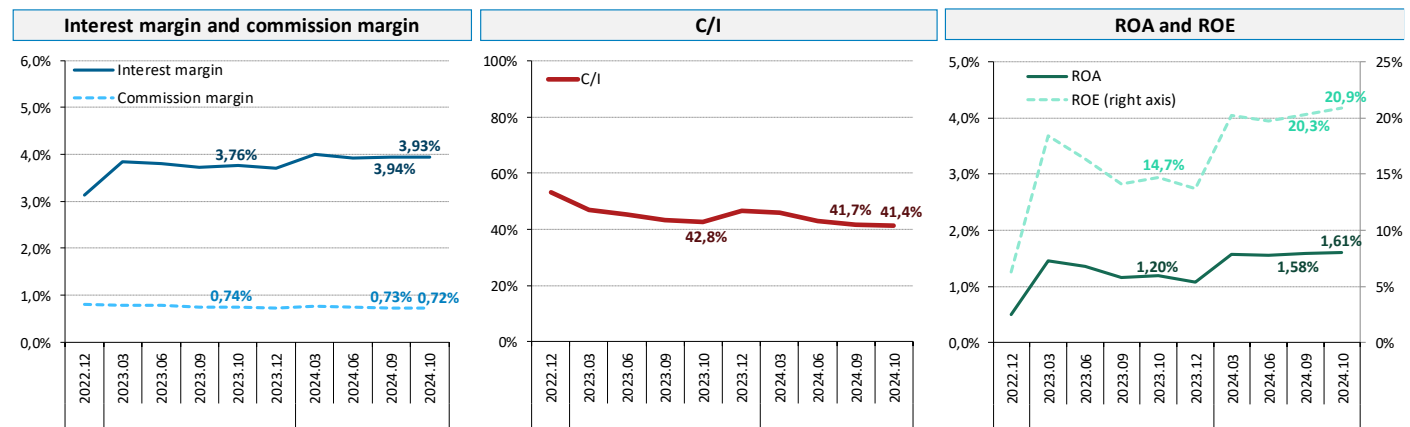
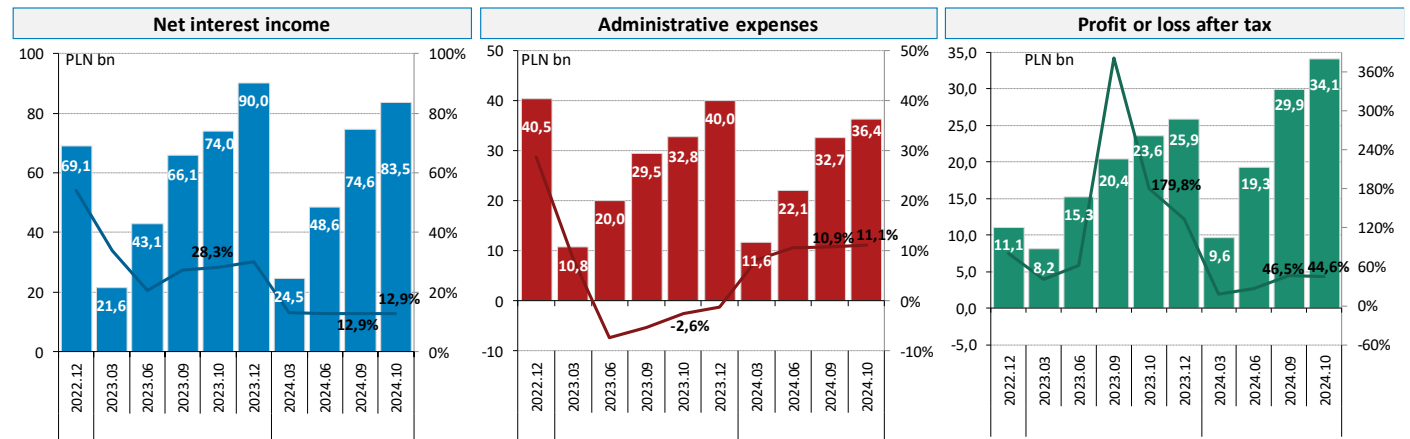
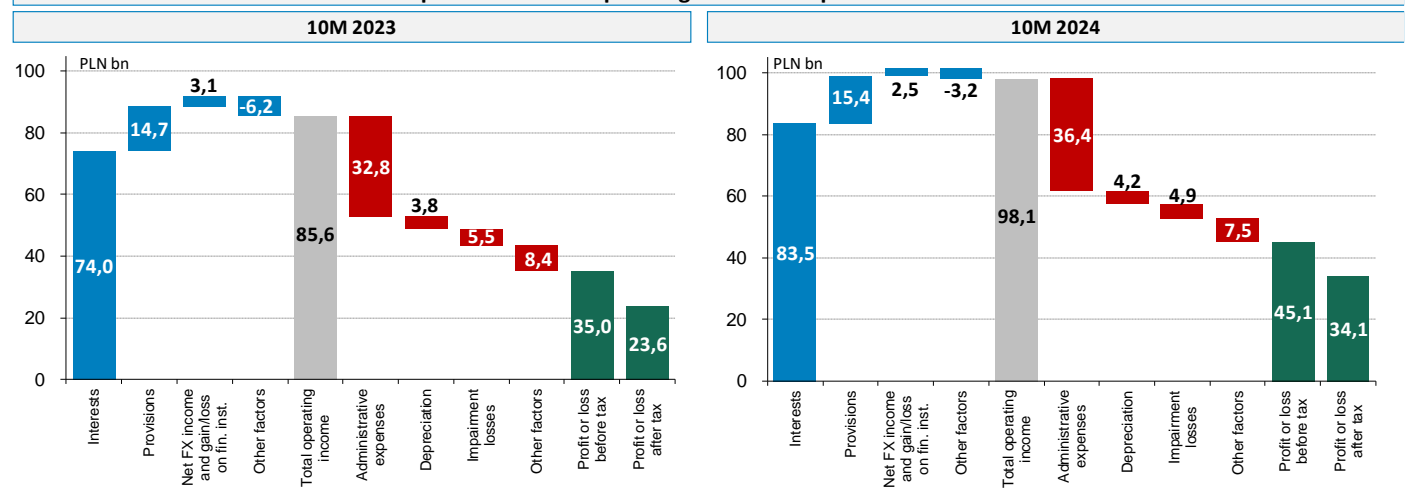




Profit and loss account and efficiency ratios	Cumulative (PLN bn)					Changes y/y (PLN bn and p.p.)				% structure	
	2022.12	2023.10	2023.12	2024.09	2024.10	2023.10		2024.10		2023.10	2024.10
	Net interest income	69,1	74,0	90,0	74,6	83,5	28,3%	16,29	12,9%	9,52	86,4%
Net fees and commissions income	17,6	14,7	17,6	13,8	15,4	-1,5%	-0,22	4,9%	0,72	17,1%	15,7%
Net FX income and gain/loss on fin. inst.	2,5	3,1	3,6	2,1	2,5	54,2%	1,11	-22,1%	-0,70	3,7%	2,5%
Other factors	-5,4	-6,2	-15,6	-3,1	-3,2	15,5%	-0,83	-48,0%	2,97	-7,2%	-3,3%
<b>Total operating income</b>	<b>83,8</b>	<b>85,6</b>	<b>95,6</b>	<b>87,4</b>	<b>98,1</b>	<b>23,6%</b>	<b>16,35</b>	<b>14,6%</b>	<b>12,51</b>	<b>100,0%</b>	<b>100,0%</b>
Administrative expenses	40,5	32,8	40,0	32,7	36,4	-2,6%	-0,88	11,1%	3,64	38,3%	37,1%
Amortisation and depreciation	4,2	3,8	4,6	3,7	4,2	8,1%	0,28	9,9%	0,37	4,4%	4,3%
Net provision and valuation allowances	8,9	5,5	6,8	4,5	4,9	-14,3%	-0,92	-10,9%	-0,60	6,4%	5,0%
Other factors	11,5	8,4	5,4	7,2	7,5	-24,9%	-2,80	-10,8%	-0,91	9,9%	7,7%
Profit or loss before tax	18,7	35,0	38,7	39,3	45,1	143,8%	20,67	28,6%	10,01	41,0%	45,9%
<b>Profit or loss after tax</b>	<b>11,1</b>	<b>23,6</b>	<b>25,9</b>	<b>29,9</b>	<b>34,1</b>	<b>179,8%</b>	<b>15,17</b>	<b>44,6%</b>	<b>10,54</b>		
commercial banks	7,9	19,4	21,2	26,1	29,9	257,0%	13,96	54,1%	10,50		
cooperative banks	3,2	4,21	4,8	3,8	4,24	40,2%	1,21	0,8%	0,03		
ROA (%)	0,50	1,20	1,07	1,58	1,61		0,74		0,41		
ROE (%)	6,26	14,68	13,68	20,31	20,89		8,96		6,21		
Interest margin (%)	3,13	3,76	3,71	3,94	3,93		0,62		0,17		
Commission margin (%)	0,80	0,74	0,72	0,73	0,72		-0,07		-0,02		
C/I (%)	53,37	42,77	46,71	41,71	41,40		-10,97		-1,37		
Net provision and valuation allowances to total operating income (%)	10,67	6,42	7,12	5,10	4,99		-2,85		-1,43		

Efficiency ratios based on annualized earnings.

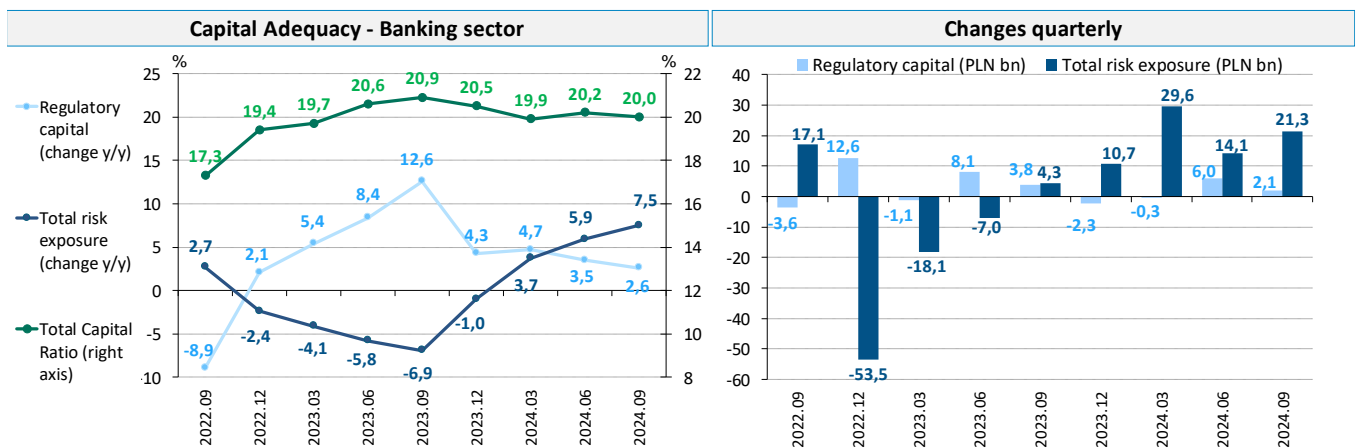
### Components of total operating income and profit or loss after tax



CAPITAL ADEQUACY*	2023.03	2023.06	2023.09	2023.12	2024.03	2024.06	2024.09
<b>Banking sector</b>							
Total Capital Ratio (%)	19,7	20,6	20,9	20,5	19,9	20,2	20,0
Regulatory capital (PLN bn)	197,9	206,0	209,8	207,5	207,2	213,2	215,3
Total risk exposure (PLN bn)	1005,8	998,8	1003,1	1013,8	1043,4	1057,5	1078,8
<b>Commercial banks</b>							
Total Capital Ratio (%)	19,7	20,4	20,8	20,5	19,8	19,7	19,5
Regulatory capital (PLN bn)	183,7	189,2	193,0	190,8	190,3	191,9	193,9
Total risk exposure (PLN bn)	933,6	926,8	928,9	932,5	961,3	974,1	993,6
<b>Cooperative banks</b>							
Total Capital Ratio (%)	19,7	23,3	22,6	20,6	20,6	25,5	25,1
Regulatory capital (PLN bn)	14,2	16,8	16,8	16,8	16,9	21,2	21,4
Total risk exposure (PLN bn)	72,1	72,0	74,2	81,3	82,0	83,4	85,2

Changes p.p. / %	
q/q	y/y
<b>Banking sector</b>	
-0,2 p.p.	-0,9 p.p.
1,0	2,6
2,01	7,5
<b>Commercial banks</b>	
-0,2 p.p.	-1,3 p.p.
1,0	0,5
2,0	7,0
<b>Cooperative banks</b>	
-0,4 p.p.	2,5 p.p.
0,9	27,4
2,2	14,8

\* financial data on capital adequacy is reported quarterly





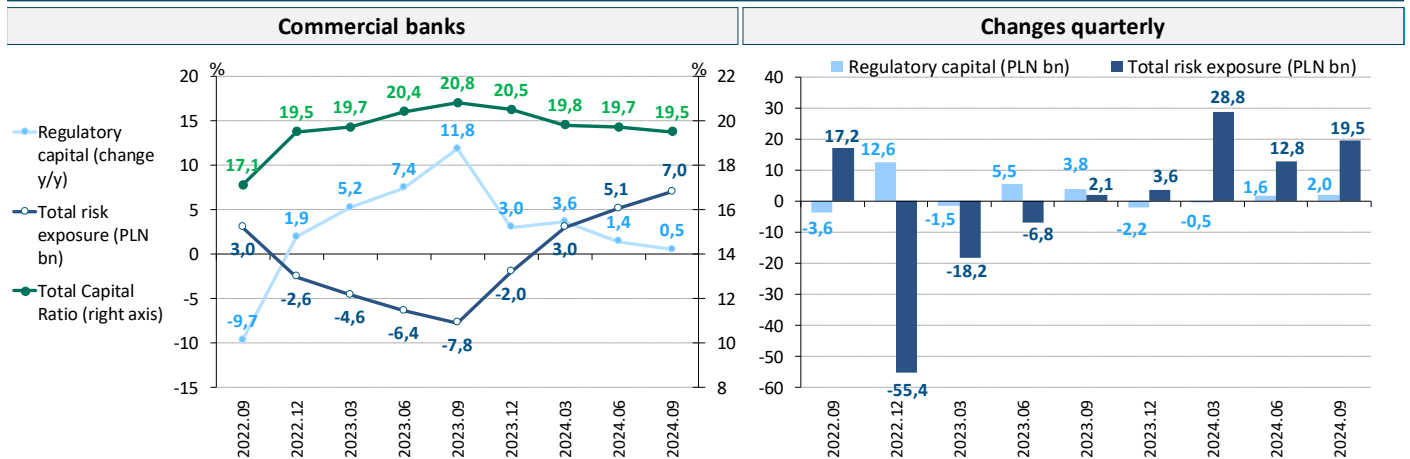


Quality of loan portfolio	2022.12	2023.10	2023.12	2024.09	2024.10	Change (p.p.)		
	Non-performing loan ratios (%)					1m	10m	y/y
<b>Total</b>	<b>4,8</b>	<b>4,8</b>	<b>4,6</b>	<b>4,3</b>	<b>4,4</b>	<b>0,08</b>	<b>-0,19</b>	<b>-0,41</b>
<i>PLN</i>	4,6	4,8	4,5	4,2	4,3	0,12	-0,19	-0,44
<i>foreign currency</i>	5,3	4,9	4,9	4,8	4,7	-0,15	-0,20	-0,27
<b>non-financial sector, including</b>	<b>5,3</b>	<b>5,4</b>	<b>5,2</b>	<b>4,9</b>	<b>5,0</b>	<b>0,10</b>	<b>-0,11</b>	<b>-0,38</b>
<b>corporates</b>	<b>6,0</b>	<b>5,9</b>	<b>5,6</b>	<b>6,4</b>	<b>6,7</b>	<b>0,33</b>	<b>1,10</b>	<b>0,82</b>
<i>large enterprises</i>	3,5	3,4	3,3	5,8	7,1	1,26	3,85	3,73
<i>SMEs</i>	8,8	8,0	7,5	6,7	6,5	-0,20	-0,97	-1,52
<b>households</b>	<b>4,9</b>	<b>5,2</b>	<b>5,0</b>	<b>4,3</b>	<b>4,2</b>	<b>-0,02</b>	<b>-0,73</b>	<b>-0,99</b>
individual entrepreneurs	13,4	16,6	17,0	17,5	17,4	-0,07	0,44	0,86
farmers	8,9	8,2	7,2	6,8	6,8	-0,01	-0,49	-1,42
individuals, including	4,1	4,2	4,0	3,4	3,4	0,00	-0,66	-0,86
<i>consumer</i>	8,9	9,1	8,3	7,4	7,4	0,01	-0,94	-1,68
<i>housing</i>	2,2	2,2	2,2	1,6	1,6	0,00	-0,59	-0,57
<i>PLN</i>	1,4	1,5	1,4	1,3	1,3	-0,01	-0,14	-0,16
<i>foreign currency</i>	6,4	7,9	9,5	5,5	5,6	0,09	-3,94	-2,34
<b>non-monetary fin. inst.</b>	<b>0,3</b>	<b>0,5</b>	<b>0,6</b>	<b>0,3</b>	<b>0,3</b>	<b>0,00</b>	<b>-0,25</b>	<b>-0,21</b>
<b>general gov. sector</b>	<b>1,2</b>	<b>0,6</b>	<b>0,5</b>	<b>0,5</b>	<b>0,5</b>	<b>-0,01</b>	<b>-0,07</b>	<b>-0,12</b>

Profit and loss account and efficiency ratios	Cumulative (PLN bn)					Changes y/y (PLN bn and p.p.)				% structure	
	2022.12	2023.10	2023.12	2024.09	2024.10	2023.10		2024.10		2023.10	2024.10
Net interest income	60,02	65,19	79,35	66,45	74,41	29,4%	14,80	14,1%	9,22	86,1%	84,6%
Net fees and commissions income	16,48	13,74	16,51	13,00	14,47	-1,3%	-0,18	5,3%	0,72	18,1%	16,4%
Net FX income and gain/loss on fin. inst.	2,44	3,08	3,48	2,08	2,39	56,7%	1,12	-22,5%	-0,69	4,1%	2,7%
Other factors	-5,52	-6,26	-15,67	-3,18	-3,32	16,0%	-0,86	-47,0%	2,94	-8,3%	-3,8%
<b>Total operating income</b>	<b>73,42</b>	<b>75,76</b>	<b>83,66</b>	<b>78,36</b>	<b>87,95</b>	<b>24,4%</b>	<b>14,87</b>	<b>16,1%</b>	<b>12,19</b>	<b>100,0%</b>	<b>100,0%</b>
Administrative expenses	35,88	29,09	35,32	29,00	32,23	-4,4%	-1,33	10,8%	3,13	38,4%	36,6%
Amortisation and depreciation	4,06	3,63	4,42	3,55	3,97	7,8%	0,26	9,5%	0,35	4,8%	4,5%
Net provision and valuation allowances	7,58	4,89	5,94	4,11	4,53	-9,3%	-0,50	-7,4%	-0,36	6,5%	5,1%
Other factors	11,36	8,34	5,25	7,12	7,44	-25,0%	-2,79	-10,7%	-0,90	11,0%	8,5%
Profit or loss before tax	14,55	29,81	32,72	34,57	39,78	181,4%	19,22	33,4%	9,97	39,3%	45,2%
<b>Profit or loss after tax</b>	<b>7,93</b>	<b>19,40</b>	<b>21,18</b>	<b>26,09</b>	<b>29,90</b>	<b>257,0%</b>	<b>13,96</b>	<b>54,1%</b>	<b>10,50</b>		
ROA (%)	0,39	1,08	0,95	1,51	1,55		0,75		0,47		
ROE (%)	4,85	13,21	12,26	19,88	20,51		9,22		7,30		
Interest margin (%)	2,97	3,62	3,58	3,86	3,85		0,62		0,23		
Commission margin (%)	0,82	0,76	0,74	0,75	0,75		-0,06		-0,01		
C/I (%)	54,39	43,19	47,50	41,54	41,16		-12,29		-2,03		
Net provision and valuation allowances to total operating income (%)	10,33	6,46	7,10	5,25	5,15		-2,40		-1,31		

Efficiency ratios based on annualized earnings.

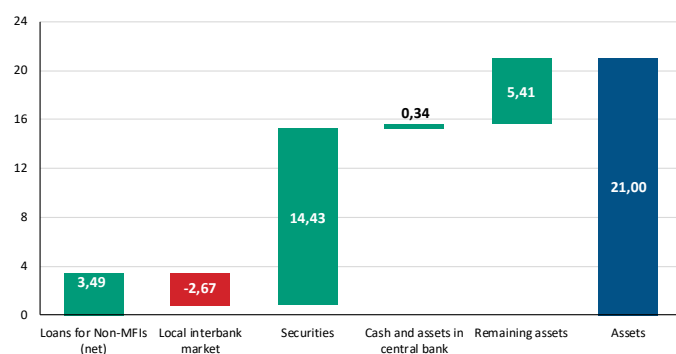
## CAPITAL ADEQUACY



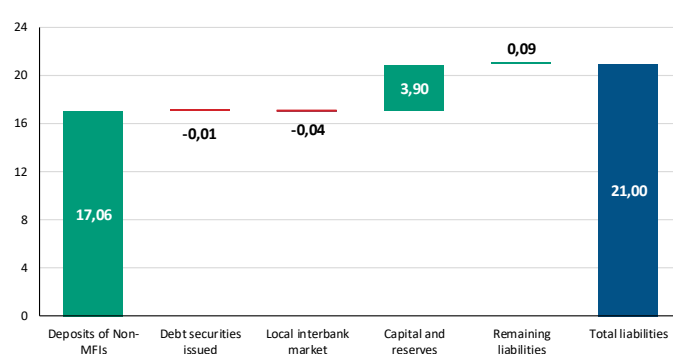
# Cooperative banks

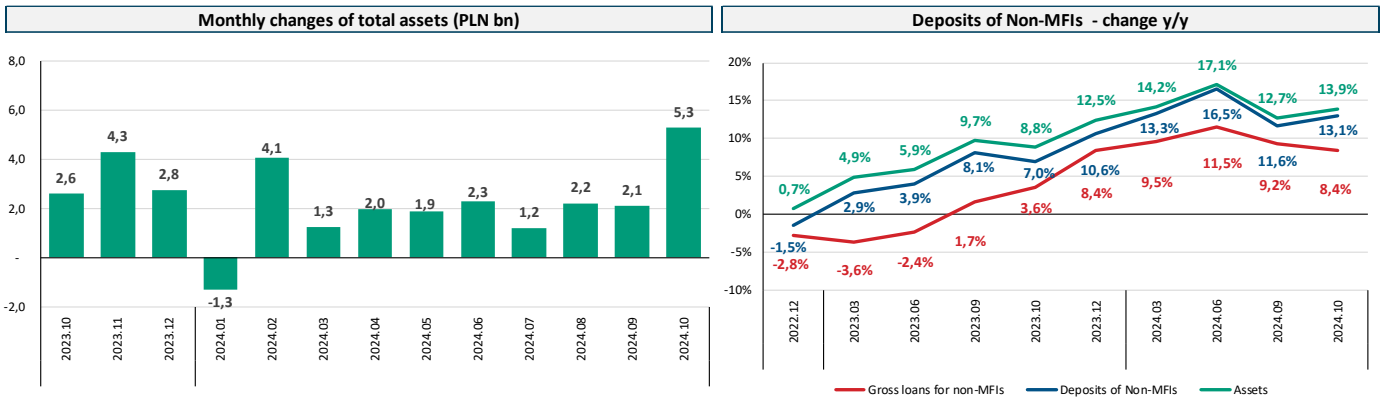
	Stocks (PLN bn)					Changes (PLN bn and %)						Structure	
	2022.12	2023.10	2023.12	2024.09	2024.10	Monthly		10 months		y/y	2023.10	2024.10	
						2023.10	2024.10	2023	2024	2024.10			
<b>BALANCE SHEET</b>	<b>186,3</b>	<b>202,5</b>	<b>209,5</b>	<b>225,2</b>	<b>230,5</b>	<b>2,6</b>	<b>5,3</b>	<b>16,1</b>	<b>21,0</b>	<b>28,1</b>	<b>13,9%</b>	<b>100,0%</b>	<b>100,0%</b>
<b>Assets and liabilities</b>													
Loans for Non-MFIs (net)	76,8	80,0	83,5	86,5	87,0	1,17	0,56	3,18	3,49	7,02	8,8%	39,5%	37,7%
Local interbank market	33,8	37,9	41,3	40,0	38,7	-1,88	-1,30	4,04	-2,67	0,80	2,1%	18,7%	16,8%
Securities	56,3	64,2	64,2	75,3	78,6	2,97	3,30	7,94	14,43	14,42	22,5%	31,7%	34,1%
Debt instruments	54,5	62,4	62,4	73,7	77,0	2,98	3,29	7,93	14,60	14,58	23,4%	30,8%	33,4%
up to 1 year	31,6	37,3	36,7	46,8	49,6	2,79	2,85	5,70	12,88	12,32	33,0%	18,4%	21,5%
over 1 year	22,9	25,1	25,6	26,9	27,4	0,19	0,44	2,23	1,72	2,26	9,0%	12,4%	11,9%
Cash and assets in central bank	3,4	3,6	3,4	3,7	3,7	0,03	0,01	0,18	0,34	0,07	2,0%	1,8%	1,6%
Other assets	16,0	16,8	17,1	19,8	22,5	0,31	2,74	0,79	5,41	5,76	34,3%	8,3%	9,8%
Deposits of Non-MFIs	166,1	177,5	183,6	195,8	200,7	2,12	4,89	11,43	17,06	23,18	13,1%	87,7%	87,1%
Debt securities issued	0,2	0,1	0,1	0,1	0,1	0,00	0,00	-0,09	-0,01	-0,03	-27,1%	0,1%	0,0%
Local interbank market	0,2	0,1	0,1	0,1	0,1	0,02	-0,03	-0,04	-0,04	-0,03	-25,6%	0,1%	0,0%
Capital and reserves	17,2	21,5	22,2	25,6	26,1	0,38	0,43	4,29	3,90	4,58	21,3%	10,6%	11,3%
Other liabilities	2,7	3,2	3,5	3,6	3,6	0,09	0,01	0,56	0,09	0,37	11,6%	1,6%	1,6%
<b>Deposits of Non-MFIs</b>	<b>166,1</b>	<b>177,5</b>	<b>183,6</b>	<b>195,8</b>	<b>200,7</b>	<b>2,12</b>	<b>4,89</b>	<b>11,43</b>	<b>17,06</b>	<b>23,18</b>	<b>13,1%</b>	<b>100,0%</b>	<b>100,0%</b>
Households	121,4	134,1	140,0	148,3	152,9	3,05	4,60	12,74	12,98	18,81	14,0%	75,6%	76,2%
Individuals	90,4	100,6	103,7	115,4	117,3	1,02	1,94	10,18	13,58	16,75	16,7%	56,7%	58,5%
Individual entrepreneurs	9,6	9,3	10,7	9,6	9,8	0,21	0,21	-0,34	-0,86	0,54	5,9%	5,2%	4,9%
Farmers	21,4	24,3	25,5	23,4	25,8	1,82	2,45	2,90	0,26	1,52	6,2%	13,7%	12,9%
Corporates	15,0	15,8	18,0	18,3	18,9	0,39	0,62	0,75	0,91	3,14	19,9%	8,9%	9,4%
SMEs	14,8	15,5	17,7	18,0	18,6	0,38	0,60	0,73	0,92	3,10	20,0%	8,7%	9,3%
General government sector, incl.:	25,3	21,7	20,6	23,0	22,6	-1,49	-0,40	-3,67	1,99	0,90	4,2%	12,2%	11,2%
Local government	25,3	21,6	20,5	22,8	22,4	-1,49	-0,40	-3,69	1,93	0,88	4,1%	12,1%	11,2%
Non-profit inst.	4,2	5,1	4,6	5,8	5,8	0,13	0,07	0,92	1,23	0,73	14,3%	2,9%	2,9%
<b>Covered deposits</b>	<b>119,8</b>	<b>129,9</b>	<b>133,2</b>	<b>140,7</b>	<b>145,0</b>	<b>2,0</b>	<b>4,3</b>	<b>10,1</b>	<b>11,8</b>	<b>15,0</b>	<b>11,6%</b>		
<b>Gross loans for non-MFIs</b>	<b>80,4</b>	<b>83,7</b>	<b>87,2</b>	<b>90,1</b>	<b>90,7</b>	<b>1,14</b>	<b>0,57</b>	<b>3,23</b>	<b>3,52</b>	<b>7,05</b>	<b>8,4%</b>	<b>100,0%</b>	<b>100,0%</b>
Households	48,3	51,2	52,3	54,6	54,7	0,93	0,07	2,91	2,35	3,49	6,8%	61,2%	60,3%
Individuals	23,6	23,5	23,7	24,8	24,9	-0,07	0,08	-0,09	1,20	1,39	5,9%	28,1%	27,4%
Consumer loans	6,1	6,4	6,3	7,0	7,1	-0,03	0,03	0,32	0,73	0,68	10,6%	7,6%	7,8%
Housing loans	17,0	16,6	16,9	17,3	17,3	-0,03	0,05	-0,37	0,49	0,73	4,4%	19,9%	19,1%
in PLN	17,0	16,6	16,8	17,3	17,3	-0,03	0,05	-0,37	0,49	0,73	4,4%	19,9%	19,1%
Individual entrepreneurs	8,9	9,0	8,8	8,9	8,9	0,03	0,02	0,10	0,10	-0,12	-1,4%	10,8%	9,8%
Farmers	15,8	18,7	19,9	21,0	21,0	0,96	-0,03	2,90	1,05	2,22	11,9%	22,4%	23,1%
Corporates	18,9	19,1	18,8	19,7	19,9	-0,17	0,12	0,19	1,01	0,72	3,8%	22,9%	21,9%
SMEs	18,6	18,8	18,5	19,5	19,6	-0,18	0,12	0,20	1,06	0,76	4,1%	22,5%	21,6%
General government sector, incl.:	11,8	12,1	14,7	14,4	14,7	0,37	0,37	0,25	0,06	2,68	22,2%	14,4%	16,3%
Local government	11,8	12,0	14,6	14,2	14,6	0,34	0,34	0,21	-0,02	2,58	21,6%	14,3%	16,1%

Changes of total assets 10M 2024 (PLN bn)



Changes of total liabilities 10M 2024 (PLN bn)





Quality of loan portfolio	2022.12	2023.10	2023.12	2024.09	2024.10	Change (p.p.)		
	Non-performing loan ratios (%)					1m	10m	y/y
<b>Total</b>	<b>7,1</b>	<b>6,3</b>	<b>6,0</b>	<b>5,6</b>	<b>5,6</b>	<b>-0,07</b>	<b>-0,47</b>	<b>-0,72</b>
<b>non-financial sector, including corporates</b>	8,3	7,4	7,3	6,7	6,7	-0,07	-0,63	-0,70
<i>large enterprises</i>	16,2	14,1	14,6	12,7	12,5	-0,19	-2,04	-1,58
<i>SMEs</i>	4,6	9,1	9,0	6,0	6,0	-0,06	-2,98	-3,17
<b>households</b>	16,3	14,2	14,7	12,8	12,6	-0,19	-2,05	-1,58
individual entrepreneurs	5,3	4,9	4,7	4,6	4,6	-0,04	-0,14	-0,32
farmers	14,1	13,2	13,2	13,0	12,8	-0,19	-0,38	-0,37
individuals, including	5,1	4,1	3,9	3,8	3,7	-0,03	-0,15	-0,39
<i>consumer</i>	2,2	2,3	2,3	2,4	2,4	0,01	0,08	0,02
<i>housing</i>	5,0	4,7	4,5	4,0	4,1	0,02	-0,38	-0,59
<i>non-monetary fin. inst.</i>	1,0	1,3	1,3	1,5	1,5	0,00	0,20	0,21
<i>general gov. sector</i>	1,3	1,3	1,2	1,0	1,5	0,49	0,32	0,20
<i>general gov. sector</i>	0,1	0,1	0,1	0,1	0,1	0,00	0,03	0,01

Profit and loss account and efficiency ratios	Cumulative (PLN bn)					Changes y/y (PLN bn and p.p.)				% structure	
	2022.12	2023.10	2023.12	2024.09	2024.10	2023.10		2024.10		2023.10	2024.10
Net interest income	9,09	8,77	10,68	8,12	9,07	20,6%	1,50	3,4%	0,30	89,4%	89,4%
Net fees and commissions income	1,13	0,91	1,09	0,82	0,91	-3,6%	-0,03	-0,3%	0,00	9,3%	9,0%
Net FX income and gain/loss on fin. inst.	0,08	0,06	0,08	0,05	0,06	-13,2%	-0,01	-3,2%	0,00	0,6%	0,6%
Other factors	0,11	0,07	0,07	0,07	0,10	95,1%	0,03	44,8%	0,03	0,7%	1,0%
<b>Total operating income</b>	<b>10,40</b>	<b>9,82</b>	<b>11,92</b>	<b>9,06</b>	<b>10,14</b>	<b>17,9%</b>	<b>1,49</b>	<b>3,3%</b>	<b>0,32</b>	<b>100,0%</b>	<b>100,0%</b>
Administrative expenses	4,62	3,71	4,69	3,73	4,21	13,6%	0,44	13,5%	0,50	37,7%	41,5%
Amortisation and depreciation	0,19	0,17	0,21	0,18	0,20	14,0%	0,02	16,6%	0,03	1,8%	2,0%
Net provision and valuation allowances	1,37	0,61	0,86	0,35	0,37	-40,9%	-0,42	-39,1%	-0,24	6,2%	3,6%
Other factors	0,13	0,10	0,15	0,08	0,09	-9,2%	-0,01	-12,5%	-0,01	1,0%	0,8%
Profit or loss before tax	4,11	5,23	6,01	4,72	5,28	38,4%	1,45	0,8%	0,04	53,3%	52,1%
<b>Profit or loss after tax</b>	<b>3,16</b>	<b>4,21</b>	<b>4,75</b>	<b>3,79</b>	<b>4,24</b>	<b>40,2%</b>	<b>1,21</b>	<b>0,8%</b>	<b>0,03</b>		
ROA (%)	1,70	2,50	2,27	2,24	2,21		0,56		-0,29		
ROE (%)	23,05	30,09	28,31	23,87	24,05		3,83		-6,04		
Interest margin (%)	4,88	5,20	5,10	4,81	4,72		0,51		-0,48		
Commission margin (%)	0,61	0,54	0,52	0,48	0,47		-0,07		-0,07		
C/I (%)	46,19	39,50	41,09	43,19	43,47		-1,47		3,97		
Net provision and valuation allowances to total operating income (%)	13,14	6,18	7,20	3,87	3,64		-6,13		-2,53		

Efficiency ratios based on annualized earnings.

