

CEG N.V.

Condensed Consolidated  
Interim Financial Statements  
June 30, 2025

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**CEG N.V.**

**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

**For the period ended June 30, 2025**

**In thousands of EURO**

|  | Notes | June 30, 2025    | December 31, 2024 |
|--|-------|------------------|-------------------|
| <b>Assets</b>                                    |       |                  |                   |
| Cash and balances at central banks               | 4     | 949,781          | 1,267,118         |
| Financial assets at FVTPL                        | 5     | 203,579          | 103,541           |
| - Trading assets                                 |       | 198,864          | 85,062            |
| -Non-trading assets mandatorily at FVTPL         |       | 4,715            | 18,479            |
| Financial investments                            | 6     | 553,980          | 444,658           |
| Loans and receivables - banks                    | 7     | 571,691          | 968,647           |
| Derivative financial instruments                 | 8     | 339,379          | 164,958           |
| Loans and receivables - customers                | 9     | 2,613,199        | 2,551,050         |
| Current tax assets                               |       | 3,423            | 518               |
| Deferred tax assets                              |       | 18,428           | 30,934            |
| Other assets                                     | 11    | 16,489           | 13,955            |
| Inventory  | 11    | 17,493           | 24,361            |
| Property and equipment                           |       | 32,420           | 34,597            |
| Investment property                              |       | 768              | 768               |
| Intangible assets                                |       | 14,988           | 11,892            |
| Assets held for sale                             |       | 977              | 977               |
| <b>Total assets</b>                              |       | <b>5,336,595</b> | <b>5,617,974</b>  |
| <b>Liabilities</b>                               |       |                  |                   |
| Due to banks                                     | 12    | 259,103          | 284,843           |
| Derivative financial instruments                 | 8     | 294,927          | 229,342           |
| Due to customers                                 | 13    | 3,890,298        | 4,202,042         |
| Current tax liabilities                          |       | 10,152           | 2,858             |
| Other liabilities                                | 14    | 26,341           | 31,006            |
| Provisions                                       | 15    | 8,890            | 12,942            |
| Deferred tax liabilities                         |       | 18,166           | 29,395            |
| <b>Sub-total liabilities</b>                     |       | <b>4,507,877</b> | <b>4,792,428</b>  |
| Subordinated liabilities                         | 16    | 135,406          | 149,376           |
| <b>Total liabilities</b>                         |       | <b>4,643,283</b> | <b>4,941,804</b>  |
| <b>Equity</b>                                    |       |                  |                   |
| Equity attributable to owners of the Company     |       | 691,959          | 674,704           |
| Equity attributable to non-controlling interests |       | 1,353            | 1,466             |
| <b>Total equity</b>                              | 17    | <b>693,312</b>   | <b>676,170</b>    |
| <b>Total equity and liabilities</b>              |       | <b>5,336,595</b> | <b>5,617,974</b>  |

**CEG N.V.**

**CONDENSED CONSOLIDATED STATEMENT OF PROFIT OR LOSS**

**For the period ended June 30, 2025**

**In thousands of EURO**

|   | Notes | January 1,<br>2025- June<br>30, 2025 | January 1,<br>2024- June<br>30, 2024* |
|---|-------|--------------------------------------|---------------------------------------|
| Interest income using effective interest rate method  |       | 252,196                              | 229,558                               |
| Other interest income                                 |       | 43,151                               | 51,851                                |
| Interest expense using effective interest rate method |       | (67,203)                             | (84,797)                              |
| Other interest expense                                |       | (155,875)                            | (113,787)                             |
| <b>Net interest income</b>                            | 18    | <b>72,269</b>                        | <b>82,825</b>                         |
| Fees and commissions income                           |       | 24,039                               | 25,624                                |
| Fees and commissions expense                          |       | (2,537)                              | (2,095)                               |
| <b>Net fee and commission income</b>                  | 19    | <b>21,502</b>                        | <b>23,529</b>                         |
| Revenue from repossessed assets                       | 21    | 1,181                                | 21,651                                |
| Valuation results and net trading income              | 20    | 8,458                                | 4,350                                 |
| Net results from financial assets measured at FVOCI   |       | 1,904                                | 379                                   |
| Other operating income                                | 21    | 730                                  | 5,366                                 |
| <b>Operating income</b>                               |       | <b>11,092</b>                        | <b>10,095</b>                         |
| Net impairment result on financial assets             | 10    | 4,308                                | 15,852                                |
| <b>Net operating income</b>                           |       | <b>110,352</b>                       | <b>153,952</b>                        |
| Personnel expenses                                    |       | (39,939)                             | (38,299)                              |
| Operating expenses                                    | 22    | (23,660)                             | (20,845)                              |
| Depreciation and amortization                         |       | (4,387)                              | (4,742)                               |
| Expenses related to repossessed assets                | 21    | (264)                                | (21,364)                              |
| Other impairment                                      |       | 25                                   | (1,276)                               |
| <b>Total operating expenses</b>                       |       | <b>(68,225)</b>                      | <b>(86,526)</b>                       |
| <b>Operating profit before tax</b>                    |       | <b>42,127</b>                        | <b>67,426</b>                         |
| Income tax result                                     |       | (11,863)                             | (17,775)                              |
| <b>Net result for the period</b>                      |       | <b>30,264</b>                        | <b>49,651</b>                         |
| <b>Net result for the period attributable to:</b>     |       |                                      |                                       |
| Equity owners of the Company                          |       | 30,220                               | 50,234                                |
| Non-controlling interests                             |       | 44                                   | (583)                                 |

(\*) Reference is made Note 2-f 'Change in presentation' for the reclassification between 'Valuation results and net trading income' and 'Net interest income'.

CEG N.V.

**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

**For the period ended June 30, 2025**

**In thousands of EURO**

|  | <b>January 1,<br/>2025- June 30,<br/>2025</b> | <b>January 1,<br/>2024- June 30,<br/>2024</b> |
|--|---|---|
| <b>Net result for the period</b>   | <b>30,264</b>                                 | <b>49,651</b>                                 |
| <b>Other comprehensive income that will subsequently be reclassified to the income statement</b> |   |   |
| <b>Foreign currency translation:</b>   |   |   |
| Net result on hedge of net investments in foreign operations                                     | 292   | 5,679   |
| Exchange differences on translations of foreign operations                                       | 82  | (2,913)                                       |
| Income tax relating to the above   | -   | (25)  |
| <b>Net change on foreign currency translation</b>  | <b>374</b>                                    | <b>2,741</b>                                  |
| Net change in debt instruments at FVOCI  | 366   | 266   |
| <b>Other comprehensive income that will not be reclassified to the income statement</b>          |   |   |
| Net change in tangible revaluation reserves  | -   | (9)   |
| Net change in equity instruments at FVOCI  | (302)   | 754   |
| <b>Other comprehensive income for the period, net of tax</b>                                     | <b>438</b>                                    | <b>3,752</b>                                  |
| <b>Total comprehensive income for the period, net of tax</b>                                     | <b>30,702</b>                                 | <b>53,403</b>                                 |
| Attributable to:   |   |   |
| Equity holders of the parent   | 30,712  | 53,592  |
| Non-controlling interest   | (10)  | (189)   |

CEG N.V.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the period ended June 30, 2025

In thousands of EURO

|   | Issued<br>capital | Retained<br>earnings | Fair value<br>reserve | Net<br>investment<br>hedge<br>reserve | Tangible<br>revaluation<br>reserve | Foreign<br>currency<br>translation<br>reserve | Total equity<br>attributable to<br>equity owners of<br>the company | Non-<br>controlling<br>interest | Total<br>equity |
|---|-------------------|----------------------|-----------------------|---------------------------------------|------------------------------------|---|--|---------------------------------|-----------------|
| <b>At January 1, 2025</b>                           | <b>550,000</b>    | <b>290,171</b>       | <b>(1,391)</b>        | <b>(110,949)</b>                      | <b>348</b>                         | <b>(53,475)</b>                               | <b>674,704</b>   | <b>1,466</b>                    | <b>676,170</b>  |
| <b>Total comprehensive income</b>                   |                   |                      |                       |                                       |                                    |   |  |                                 |                 |
| Change in fair value reserve                        | -                 | -                    | 385                   | -                                     | -                                  | -   | 385  | (19)                            | 366             |
| Change in foreign currency translation reserve      | -                 | -                    | -                     | -                                     | -                                  | 48  | 48   | 34                              | 82              |
| Change in net investment hedge reserve              | -                 | -                    | -                     | 292                                   | -                                  | -   | 292  | -                               | 292             |
| Change in fair value of equity instruments at FVOCI | -                 | -                    | (303)                 | -                                     | -                                  | -   | (303)  | 1                               | (302)           |
| Change in tangible revaluation reserve              | -                 | 70                   | -                     | -                                     | -                                  | -   | 70   | (70)                            | (0)             |
| Profit for the period                               | -                 | 30,220               | -                     | -                                     | -                                  | -   | 30,220   | 44                              | 30,264          |
| <b>Total comprehensive income</b>                   | <b>-</b>          | <b>30,290</b>        | <b>82</b>             | <b>292</b>                            | <b>-</b>                           | <b>48</b>                                     | <b>30,712</b>  | <b>(10)</b>                     | <b>30,702</b>   |
| <b>Transactions with owners of the Bank</b>         |                   |                      |                       |                                       |                                    |   |  |                                 |                 |
| Equity change resulting from branch conversion      | -                 | -                    | -                     | -                                     | -                                  | -   | -  | (103)                           | (103)           |
| Dividends declared and paid                         | -                 | (13,457)             | -                     | -                                     | -                                  | -   | (13,457)   | -                               | (13,457)        |
| <b>At June 30, 2025</b>                             | <b>550,000</b>    | <b>307,004</b>       | <b>(1,309)</b>        | <b>(110,657)</b>                      | <b>348</b>                         | <b>(53,427)</b>                               | <b>691,959</b>   | <b>1,353</b>                    | <b>693,312</b>  |

CEG N.V.

CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (CONTINUED)

For the period ended June 30, 2025

In thousands of EURO

|   | Issued<br>capital | Retained<br>earnings | Fair value<br>reserve | Net<br>investment<br>hedge<br>reserve | Tangible<br>revaluation<br>reserve | Foreign<br>currency<br>translation<br>reserve | Total equity<br>attributable to<br>equity owners of<br>the company | Non-<br>controlling<br>interest | Total<br>equity |
|---|-------------------|----------------------|-----------------------|---------------------------------------|------------------------------------|---|--|---------------------------------|-----------------|
| <b>At January 1, 2024</b>                           | <b>550,000</b>    | <b>264,903</b>       | <b>(5,383)</b>        | <b>(116,891)</b>                      | <b>(92)</b>                        | <b>(50,913)</b>                               | <b>641,624</b>   | <b>15,280</b>                   | <b>656,904</b>  |
| <b>Total comprehensive income</b>                   |                   |                      |                       |                                       |                                    |   |  |                                 |                 |
| Change in fair value reserve                        | -                 | -                    | 270                   | -                                     | -                                  | -   | 270  | (4)                             | 266             |
| Change in foreign currency translation reserve      | -                 | -                    | -                     | -                                     | -                                  | (3,307)                                       | (3,307)  | 394                             | (2,913)         |
| Change in net investment hedge reserve              | -                 | -                    | -                     | 5,654                                 | -                                  | -   | 5,654  | -                               | 5,654           |
| Change in fair value of equity instruments at FVOCI | -                 | (124)                | 874                   | -                                     | -                                  | -   | 750  | 4                               | 754             |
| Change in tangible revaluation reserve              | -                 | (396)                | -                     | -                                     | 387                                | -   | (9)  | -                               | (9)             |
| Profit for the period                               | -                 | 50,234               | -                     | -                                     | -                                  | -   | 50,234   | (583)                           | 49,651          |
| <b>Total comprehensive income</b>                   | <b>-</b>          | <b>49,714</b>        | <b>1,144</b>          | <b>5,654</b>                          | <b>387</b>                         | <b>(3,307)</b>                                | <b>53,592</b>  | <b>(189)</b>                    | <b>53,403</b>   |
| <b>Transactions with owners of the Bank</b>         |                   |                      |                       |                                       |                                    |   |  |                                 |                 |
| Dividends declared and paid                         | -                 | (17,316)             | -                     | -                                     | -                                  | -   | (17,316)   | -                               | (17,316)        |
| <b>At June 30, 2024</b>                             | <b>550,000</b>    | <b>297,301</b>       | <b>(4,239)</b>        | <b>(111,237)</b>                      | <b>295</b>                         | <b>(54,220)</b>                               | <b>677,900</b>   | <b>15,091</b>                   | <b>692,991</b>  |

CEG N.V.

CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS

For the period ended June 30, 2025

In thousands of EURO

|   | Notes  | January 1,<br>2025- June 30,<br>2025 | January 1,<br>2024- June 30,<br>2024* |
|---|--------|--------------------------------------|---------------------------------------|
| <b>Profit for the period</b>  |        | <b>30,264</b>                        | <b>49,651</b>                         |
| <b>Adjustments for:</b>   |        |                                      |                                       |
| Net impairment on financial assets  | 10     | (4,308)                              | (15,852)                              |
| Depreciation and amortization   |        | 4,387                                | 4,742                                 |
| Net impairment on non-financial assets  |        | (25)                                 | 1,276                                 |
| Income tax expense  |        | 11,863                               | 17,775                                |
| Net interest income   |        | (72,269)                             | (82,826)                              |
| Effect of exchange rate differences   |        | (12,670)                             | 11,356                                |
| Provisions  |        | (3,631)                              | (3,102)                               |
| Loss on disposal of subsidiaries  |        | (254)                                | 2,619                                 |
|   |        | <b>(46,643)</b>                      | <b>(14,361)</b>                       |
| <b>Changes in:</b>  |        |                                      |                                       |
| Financial assets at fair value through profit or loss                                   |        | 12,229                               | 821                                   |
| Loans and receivables - banks   |        | 396,956                              | (73,619)                              |
| Loans and receivables - customers   |        | (60,030)                             | 158,992                               |
| Other assets  |        | (151,844)                            | (15,718)                              |
| Due to banks  |        | (25,740)                             | (314,446)                             |
| Due to customers  |        | (311,743)                            | 113,185                               |
| Other liabilities   |        | 53,100                               | 44,959                                |
|   |        | <b>(87,072)</b>                      | <b>(85,826)</b>                       |
| Net acquisition/proceeds of financial assets at fair value through profit or loss       |        | (115,616)                            | (26,145)                              |
| Interest received   |        | 270,960                              | 275,528                               |
| Interest paid   |        | (196,504)                            | (185,640)                             |
| Income taxes paid   |        | (3,512)                              | (2,861)                               |
| <b>Net cash used in operating activities</b>  |        | <b>(178,386)</b>                     | <b>(39,305)</b>                       |
| <b>Cash flows from investing activities</b>   |        |                                      |                                       |
| Acquisition of financial investments  |        | (363,118)                            | (178,116)                             |
| Proceeds from sales of financial investments  |        | 243,193                              | 99,242                                |
| Acquisition of property and equipment   |        | (561)                                | (1,642)                               |
| Proceeds from sale of property and equipment  |        | 27                                   | 259                                   |
| Acquisition of intangibles  |        | (4,773)                              | (1,569)                               |
| Dividends received  | 21(ii) | 527                                  | 528                                   |
| <b>Net cash used in investing activities</b>  |        | <b>(124,705)</b>                     | <b>(81,297)</b>                       |
| <b>Cash flows from financing activities</b>   |        |                                      |                                       |
| Proceeds from subordinated liabilities  |        | -                                    | 96,358                                |
| Repayment of subordinated liabilities   |        | -                                    | (32,219)                              |
| Dividends paid to shareholders  |        | (13,457)                             | (17,316)                              |
| Payment of lease liabilities  |        | (1,373)                              | (1,505)                               |
| <b>Net cash from financing activities</b>   |        | <b>(14,830)</b>                      | <b>45,318</b>                         |
| <b>Net cash from operations</b>   |        | <b>(317,921)</b>                     | <b>(75,284)</b>                       |
| <b>Net change in cash and cash equivalents</b>  |        |                                      |                                       |
| Cash and cash equivalents at January 1  |        | 1,225,999                            | 1,603,050                             |
| Effect of exchange rate fluctuations on cash and cash equivalents held                  |        | (1,727)                              | (6,679)                               |
| <b>Cash and cash equivalents excluding reserve deposits at central banks at June 30</b> | 4      | <b>906,351</b>                       | <b>1,521,087</b>                      |
| Reserve deposits at central banks   | 4      | 43,430                               | 41,264                                |
| <b>Cash and cash equivalents at June 30</b>   | 4      | <b>949,781</b>                       | <b>1,562,351</b>                      |

(\* Reference is made Note 2-f 'Change in presentation' for the reclassification between 'Valuation results and net trading income' and 'Net interest income'.

## CEG N.V.

### NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 1. Corporate information

### General

CEG N.V., herein after ‘the Group’, is domiciled in Amsterdam, the Netherlands. The Group’s subsidiary Nexent Bank N.V. (the Bank) comprises four branches in the Netherlands, Germany, Malta and Romania. The Condensed Consolidated Interim Financial Statements of the Group as of June 30, 2025, comprise the figures of the Group and its subsidiaries. Together they are referred to as the ‘Group’.

The Group’s Parent Company is FİBA Holding A.Ş., Turkiye, ultimately controlled by Özyeğin family.

The Group was founded as a specialized trade-finance bank, which aimed to actively participate in the wholesale financing of international trade. In later years, the Group started retail-banking activities, including savings accounts, mortgage loans, consumer loans and credit cards.

The Group’s registered office is Karspeldreef 6A, 1101 CJ Amsterdam, Netherlands and Chamber of Commerce registration number is 34106005.

As of June 26, 2025, Credit Europe Group N.V. has been renamed CEG N.V. Below is the list of other name changes within the Group:

- Nexent Bank N.V. (formerly “Credit Europe Bank N.V.”),
- Nexent Bank (Suisse) SA (formerly “Credit Europe Bank (Suisse) SA”)
- JSC Nexent Bank (formerly “JSC Credit Europe Bank (Ukraine)”)

### Changes to the Group

As of 1 January 2025, Credit Europe Bank N.V. (the Acquiring company) and Credit Europe Romania S.A. (the Vanishing company) enacted a cross-border legal merger by absorption as result of which:

- Credit Europe Romania S.A. ceased to exist and is dissolved without liquidation.
- Credit Europe Bank N.V. acquired all the assets and liabilities of the vanishing company.
- Credit Europe Bank N.V. paid EUR 235 thousand to minority shareholders of Credit Europe Bank Romania S.A. who exercised their withdrawal rights for 0.127% stake in the vanishing company
- The minority shareholders, who did not withdraw, became minority shareholders of Credit Europe Bank N.V., receiving 802,677 new shares (equivalent to a 0.14% stake in the Acquiring company)

Following the merger Credit Europe Bank N.V. became a majority shareholder (99.99%) of Credit Europe Ipotecar IFN S.A. (CEI), a Romanian joint stock company whose main activity consists in the administration of the Romanian residential mortgage portfolio assigned to Credit Europe Bank N.V. in 2009. In addition, CEI administrates its own loans portfolio and repossessed assets portfolio.

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

## 2. Basis of preparation

The Group's condensed consolidated financial statements as of June 30, 2025 have been prepared in accordance with IAS 34 "Interim Financial Reporting". The condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's 2024 consolidated annual financial statements which have been prepared in accordance with the International Financial Reporting Standards as adopted by the European Union (IFRS-EU) and accounting principles in Netherlands as embodied in Part 9 of Book 2 of the Netherlands Civil Code.

The accounting policies applied in these condensed consolidated financial statements are the same as those applied by the Group in its consolidated financial statements as at and for the year ended 31 December 2024, except for the changes as referred to in the 'Update to material accounting policies'. Please refer to 'Update to material accounting policies' for standards that are effective, were endorsed and adopted by the EU for annual periods beginning after 1 January 2025.

Amounts in the notes to condensed consolidated financial statements are in thousands of euros unless otherwise indicated.

These condensed consolidated financial statements were authorized for issue by the Group's Managing Board and the Supervisory Board on February 16, 2026.

### Use of estimates and judgements

The preparation of condensed consolidated financial statements in conformity with IFRS-EU requires the Group's management to make judgements, estimates and assumptions that affect the application of policies, and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements as at and for the year ended 31 December 2024. However, the recovery scenarios used, and their respective weights are subject to periodic updates, to reflect the most recent economic circumstances.

For estimates used when measuring the fair values of financial instruments refer to Note 23.

### Global Outlook

The current economic outlook indicates a more challenging period ahead for the global economy. This is supported by the escalating trade tensions and policy uncertainty observed all around the globe. Recent economic pressures coming from the US tariff policies affect countries from every major continent, with these trade restrictions creating business uncertainty. This uncertainty combined with the fact that consumer confidence is decreasing, leads to a slowing in the economic recovery. Additionally, inflation is not yet fully controlled, with the central banks having to adjust their interest rates and other monetary policies to try to manage it. These monetary policies volatilities, combined with the persistent labour market tightness, slow global economic recovery. Finally, ongoing geopolitical tensions and potential disruptions in energy markets pose additional risks to global economic stability.

Current developments remain consistent with the Group's year-end expectations concerning economic and political uncertainties and ongoing trade tensions. Therefore, the Group continued to use the same macro model scenarios and factor projections that are used at the end of 2024 and no adjustments have been made to provisions. The Group continues to monitor the developments on a quarterly basis, and probability of default estimates and provisions will be reassessed in the third quarter in line with our June-end outlook.

The Group utilizes regulatory LGD figures for PIT LGD parameters due to the insufficient amount of internal data.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

## For the period ended June 30, 2025

The macro-economic variables used in the corporate models remain the same as in the 2024 year-end models. On the other hand, there has been an update in the macro-economic variables used in the retail PD model, where now only the Romanian GDP and Unemployment Rates are considered, per shown in the tables below.

Corporate Portfolio

| <b>ECL Parameter</b> | <b>Portfolio</b>  | <b>Variable</b>  |
|----------------------|---|--|
|                      | <b>Balance Sheet Lending &amp; Commercial Real Estate - Turkey</b>            | Turkey Real GDP (% , yearly)<br>Turkey Unemployment Rate (%)   |
|                      | <b>Balance Sheet Lending &amp; Commercial Real Estate - Romania</b>           | Romania Real GDP (% , yearly)<br>Romania Unemployment Rate (%)   |
|                      | <b>Balance Sheet Lending &amp; Commercial Real Estate - Rest of the World</b> | Eurozone Real GDP (% , yearly)<br>Eurozone Unemployment Rate (%)   |
|                      | <b>PD Marine Finance - Tanker Segment</b>                                     | Exports, goods, and services (World, % , yearly)<br>Brent Crude Price Index (% change)                               |
|                      | <b>Marine Finance - Other Vessel Types</b>                                    | Exports, goods and services (World, % , yearly)<br>Baltic Dry Index (% change)                                       |
|                      | <b>Trade Finance -All</b>   | Exports, goods and services (World, % , yearly)<br>World Real GDP (% , yearly)<br>Brent Crude Price Index (% change) |

Retail Portfolio

| <b>ECL Parameter</b> | <b>Portfolio</b>   | <b>Variable</b>               |
|----------------------|--|-------------------------------|
| <b>PD</b>            | <b>Credit Cards</b>  | Romania real GDP (% , yearly) |
|                      | <b>Mortgage</b>  | Romania Unemployment Rate (%) |
|                      | <b>Multipurpose loans</b>                                  |                               |
| <b>LGD unsecured</b> | <b>Credit Cards</b>  | Romania real GDP (% , yearly) |
|                      |  | Romania Unemployment Rate (%) |
| <b>LGD secured</b>   | <b>Mortgage</b><br><b>Multipurpose loans</b><br><b>SME</b> | House Price Index (%)         |

Additionally, the Group performs model monitoring analysis semi-annually and reviews all internal rating models together with the forward-looking Point-In-Time PD calibrations. Furthermore, while the key assumptions used in the IFRS 9 ECL calculation process undergo periodic testing, the frequency of these tests can differ based on the nature of the analysis. The Group revisits its macroeconomic models every 3 years or in case of an existence of validation/back-testing findings.

The Group performs several sensitivity analyses for wholesale portfolio semi-annually to assess the impact of a potential deviation in the underlying assumptions (PD, LGD, macroeconomic scenario weights, macroeconomic variable projections) on impairment levels. The first sensitivity analysis shows that 5% increase in the LGD forecasts across the entire portfolio results in EUR 1.26 million increase in impairment levels. The second scenario was designed to analyze the impairment impact of 1 notch downgrade throughout the entire corporate portfolio even though it is a very unlikely scenario. Downgrading all ratings by 1 notch results in EUR 4.69 million increases in impairment. While this extreme scenario increases the PD levels, it also causes transitions from Stage 1 to Stage 2 for the exposures with lower PDs at origination. The third and fourth scenarios analyze the impact of changing scenario weights and worsening the projections of macroeconomic variables by 5% under all three scenarios respectively. The

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

third scenario has an impact of EUR 3.34 million provision increase whereas the fourth scenario results in a provision increase of EUR 1.60 million.

Two sensitivity analyses are performed for retail exposures. Under the first analysis, the optimistic scenario is weighted by 100% in PD's, LGD's and haircuts applied. This scenario has an impact of EUR 0.73 million release on consolidated impairment level. Under the second analysis, the pessimistic scenario was weighted by 100% in PD's, LGD's and haircuts applied. This scenario has an impact of EUR 0.74 million increase on consolidated impairment level.

**e) Going concern**

Having made appropriate enquiries, the Board is satisfied that the Group have adequate resources to continue operational businesses for the foreseeable future and therefore continue to adopt the going concern basis in preparing the financial statements.

**f) Change in presentation**

Derivatives held as economic hedges (i.e. asset-liability management) include transactions that are entered into in accordance with the Group's hedging objectives but do not qualify for hedge accounting. Derivatives held for economic hedge purposes are measured at fair value in the statement of financial position. Previously, all gains and losses arising on derivatives held as economic hedge but not designated in a hedge accounting relationship were presented under 'valuation results and net trading income'. In order to present correct interest income and expenses from the hedged items to which they are linked, the Group decided to report interest income and expenses arising on economic hedge derivatives as part of net interest income.

In order to conform to presentation of consolidated financial position for the period ended 30 June 2025, presentation of interest on derivatives in economic hedge relationships has been changed for the period ended 30 June 2024.

The reclassification resulted in EUR 42,594 increase of interest income, EUR 113,787 increase of interest expense and corresponding EUR 71,193 increase of valuation results and net trading income for the period 1 January 2024 - 30 June 2024.

In the cash flow, the reclassification resulted in EUR 71,193 decrease in "net interest income" line, EUR 42,594 increase of interest received, and EUR 113,787 increase of interest paid for the period 1 January 2024 - 30 June 2024.

**g) Changes to prior year disclosures**

Certain figures reported in the 2024 interim and annual reports have been reclassified for consistency with the presentation applied within the disclosures. These changes are presentational in nature and do not change neither the previously reported financial results for the period ended 30 June 2024 and year ended 31 December 2024 nor the aggregate assets and liabilities, net profit or net cash from continuing operations at that date.

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**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

**Update to material accounting policies**

**Amendments and interpretations to standard are effective for annual periods beginning after 1 January 2025**

The below new amendments to standards that are effective, endorsed and adopted by the EU for annual periods beginning after 1 January 2025, have been assessed by the Group and do not have a material impact on the consolidated financial statements.

- Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates: Lack of Exchangeability (issued on 15 August 2023)

The Group has not early adopted any standard, interpretation or amendment which has been issued, but is not yet effective.

## Notes to Condensed Consolidated Financial Statements

### 3. Segment information

Segment information is presented in respect of the Group's operating segments, for which the Group assesses performance and accordingly makes resource allocations.

The Group has four (2024: four) reportable segments (described below), which are the Group's strategic areas of operation. The strategic areas offer banking and banking related products and are managed separately to take account of local economic environments, which require different risk management and pricing strategies. For each of the strategic areas, the CFO reviews internal management reports on at least a monthly basis. The following summary describes the operation of each of the Group's reportable segments:

- Western Europe wholesale: includes loans to non-retail customers and funds entrusted by non-retail customers of the Netherlands, Germany, Malta and Switzerland.
- Romania retail: includes retail loans and funds entrusted from retail customers in Romania.
- Romania wholesale: includes loans to non-retail customers and funds entrusted from non-retail customers in Romania.
- Other: includes Group's operations in Ukraine and Turkey.

Measurement of segment assets and liabilities, and segment income and results is based on the Group's accounting policies. Inter-segment pricing is determined on an arm's length basis. Segment results, assets and liabilities include items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

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NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

3. Segment information *(continued)*

|   | January 1, 2025-<br>June 30, 2025 |                   |                      |              |                  |
|---|-----------------------------------|-------------------|----------------------|--------------|------------------|
|   | West Europe<br>Wholesale          | Romania<br>Retail | Romania<br>Wholesale | Other        | Total            |
| Interest income – external                                    | 279,348                           | 11,456            | 2,985                | 1,558        | 295,347          |
| Interest income – other segments                              | 976                               | -                 | 1,638                | -            | 2,614            |
| <b>Interest revenue</b>                                       | <b>280,324</b>                    | <b>11,456</b>     | <b>4,623</b>         | <b>1,558</b> | <b>297,961</b>   |
| Interest expenses – external                                  | (215,900)                         | (4,282)           | (2,252)              | (644)        | (223,078)        |
| Interest expense – other segments                             | (2,339)                           | -                 | (264)                | (11)         | (2,614)          |
| <b>Interest expense</b>                                       | <b>(218,239)</b>                  | <b>(4,282)</b>    | <b>(2,516)</b>       | <b>(655)</b> | <b>(225,692)</b> |
| <b>Net interest income</b>                                    | <b>62,085</b>                     | <b>7,174</b>      | <b>2,107</b>         | <b>903</b>   | <b>72,269</b>    |
| Net commission income – external                              | 19,203                            | 2,000             | 291                  | 8            | 21,502           |
| Net commission income – other segments                        | (108)                             | 108               | -                    | -            | -                |
| Revenue from repossessed assets                               | 867                               | 314               | -                    | -            | 1,181            |
| Trading and other income                                      | 9,978                             | 41                | 1,036                | 37           | 11,092           |
| Net impairment loss on financial assets                       | 4,415                             | (242)             | 65                   | 70           | 4,308            |
| Depreciation and amortization expense                         | (1,882)                           | (1,606)           | (863)                | (36)         | (4,387)          |
| Operating expenses  | (46,635)                          | (9,252)           | (6,921)              | (766)        | (63,574)         |
| Expenses related to repossessed assets                        | (224)                             | (37)              | (3)                  | -            | (264)            |
| <b>Operating profit before taxes</b>                          | <b>47,699</b>                     | <b>(1,500)</b>    | <b>(4,288)</b>       | <b>216</b>   | <b>42,127</b>    |
| Income tax expense  | (12,146)                          | 280               | 136                  | (133)        | (11,863)         |
| <b>Profit for the period</b>                                  | <b>35,553</b>                     | <b>(1,220)</b>    | <b>(4,152)</b>       | <b>83</b>    | <b>30,264</b>    |
| <b>Other information at 30 June 2025 - Financial position</b> |                                   |                   |                      |              |                  |
| Total assets  | 4,878,039                         | 259,946           | 173,506              | 25,104       | 5,336,595        |
| Total liabilities   | 4,160,684                         | 197,005           | 270,174              | 15,420       | 4,643,283        |
| Assets held for sale  | 977                               | -                 | -                    | -            | 977              |
| <b>Other information at 30 June 2025 - Income statement</b>   |                                   |                   |                      |              |                  |
| Reversal of impairment allowances no longer required          | 1,410                             | 829               | 16                   | 4            | 2,259            |

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**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

**3. Segment information (continued)**

**January 1, 2024-  
June 30, 2024\***

|   | <b>West Europe<br/>Wholesale</b> | <b>Romania<br/>Retail</b> | <b>Romania<br/>Wholesale</b> | <b>Other</b> | <b>Total</b>     |
|---|----------------------------------|---------------------------|------------------------------|--------------|------------------|
| Interest income – external  | 256,287                          | 16,059                    | 7,059                        | 2,004        | 281,409          |
| Interest income – other segments                                  | 1,912                            | -                         | 690                          | -            | 2,602            |
| <b>Interest revenue</b>   | <b>258,199</b>                   | <b>16,059</b>             | <b>7,749</b>                 | <b>2,004</b> | <b>284,011</b>   |
| Interest expenses – external                                      | (189,277)                        | (6,381)                   | (2,382)                      | (544)        | (198,584)        |
| Interest expense – other segments                                 | (1,845)                          | -                         | (388)                        | (369)        | (2,602)          |
| <b>Interest expense</b>   | <b>(191,122)</b>                 | <b>(6,381)</b>            | <b>(2,770)</b>               | <b>(913)</b> | <b>(201,186)</b> |
| <b>Net interest income</b>  | <b>67,077</b>                    | <b>9,678</b>              | <b>4,979</b>                 | <b>1,091</b> | <b>82,825</b>    |
| Net commission income – external                                  | 20,849                           | 2,426                     | 246                          | 8            | 23,529           |
| Net commission income – other segments                            | 135                              | 58                        | (6)                          | (187)        | -                |
| Revenue from repossessed assets                                   | 33                               | 382                       | -                            | 21,236       | 21,651           |
| Trading and other income  | 8,005                            | 704                       | 1,682                        | (296)        | 10,095           |
| Net impairment loss on financial assets                           | 14,132                           | 812                       | 180                          | 728          | 15,852           |
| Depreciation and amortization expense                             | (2,044)                          | (1,389)                   | (751)                        | (558)        | (4,742)          |
| Operating expenses  | (43,927)                         | (8,233)                   | (6,824)                      | (1,436)      | (60,420)         |
| Expenses related to repossessed assets                            | (296)                            | (62)                      | -                            | (21,006)     | (21,364)         |
| <b>Operating profit before taxes</b>                              | <b>63,964</b>                    | <b>4,376</b>              | <b>(494)</b>                 | <b>(420)</b> | <b>67,426</b>    |
| Income tax expense  | (16,507)                         | (941)                     | 69                           | (396)        | (17,775)         |
| <b>Profit for the period</b>                                      | <b>47,457</b>                    | <b>3,435</b>              | <b>(425)</b>                 | <b>(816)</b> | <b>49,651</b>    |
| <b>Other information at 31 December 2024 - Financial position</b> |                                  |                           |                              |              |                  |
| Total assets  | 5,022,200                        | 279,451                   | 285,221                      | 31,102       | 5,617,974        |
| Total liabilities   | 4,511,176                        | 223,111                   | 186,933                      | 20,584       | 4,941,804        |
| Assets held for sale  | 977                              | -                         | -                            | -            | 977              |
| <b>Other information at 30 June 2024 - Income statement</b>       |                                  |                           |                              |              |                  |
| Reversal of impairment allowances no longer required              | 3,592                            | 550                       | 264                          | 680          | 5,086            |

(\*) Reference is made Note 2-f ‘Change in presentation’.

During 2024, ‘West Europe Retail’ and ‘West Europe Wholesale’ were combined into a single reportable segment as part of a strategic realignment of retail funding and wholesale lending activities, following the complete discontinuation of retail lending. Prior period disclosures have been restated accordingly.

**Information about major customers**

As of June 30, 2025, there is no single customer revenue from which individually exceeded 10% of total revenue (June 30, 2024: None).

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 4. Cash and balances at central banks

This item includes cash on hand and deposits with central banks in countries in which the Group has a presence.

|                             | June 30, 2025  | December 31, 2024 |
|-----------------------------|----------------|-------------------|
| Balances with central banks | 940,036        | 1,254,448         |
| Cash on hand                | 9,745          | 12,670            |
| <b>Total</b>                | <b>949,781</b> | <b>1,267,118</b>  |

Deposits at central banks include reserve deposits amounting to EUR 43,430 (2024: EUR 41,119), which represents the mandatory deposit and is not available in the Group's day-to-day operations.

## Reconciliation of cash and cash equivalents

|   | June 30, 2025  | December 31, 2024 |
|---|----------------|-------------------|
| Cash and balances at central banks                              | 949,781        | 1,267,118         |
| Less: reserve deposits at central banks                         | (43,430)       | (41,119)          |
| <b>Cash and cash equivalents in the statement of cash flows</b> | <b>906,351</b> | <b>1,225,999</b>  |

## 5. Financial assets at fair value through profit or loss

|  | June 30, 2025  | December 31, 2024 |
|--|----------------|-------------------|
| <b>Financial assets held for trading</b>                       |                |                   |
| Trading loans  | 171,391        | 53,755            |
| Corporate bonds  | 16,560         | -                 |
| Bank bonds   | 10,627         | 29,335            |
| Equity instruments   | 286            | -                 |
| Government bonds   | -              | 1,972             |
| <b>Total financial assets held for trading</b>                 | <b>198,864</b> | <b>85,062</b>     |
| <b>Non- trading financial assets mandatorily at FVTPL</b>      |                |                   |
| Loans to customers   | -              | 13,756            |
| Equity instruments   | 4,715          | 4,723             |
| <b>Total non-trading financial assets mandatorily at FVTPL</b> | <b>4,715</b>   | <b>18,479</b>     |
| <b>Total financial assets at FVTPL</b>                         | <b>203,579</b> | <b>103,541</b>    |

As of June 30, 2025, EUR 32,188 (2024: EUR 36,031) are listed financial instruments and EUR 171,391 (2024: EUR 67,510) are non-listed financial instruments.

As of June 30, 2025, there is no financial asset that have been sold or re-pledged under repurchase agreements (2024: None).

Gains and losses on changes in fair value of trading and non-trading instruments are recognized in 'net trading results'.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 6. Financial investments

|   | June 30, 2025  | December 31, 2024 |
|---|----------------|-------------------|
| Financial investments at amortized cost | 304,968        | 129,396           |
| Financial investments at FVOCI          | 249,012        | 315,262           |
| <b>Total</b>                            | <b>553,980</b> | <b>444,658</b>    |

As of June 30, 2025, EUR 4,924 financial asset may have been sold or re-pledged under repurchase agreements (2024: None). These transactions are conducted under terms that are normal and customary to standard lending, and securities borrowing and lending activities, as well as requirements determined by exchange markets where the Group acts as an intermediary.

|                    | June 30, 2025  | December 31, 2024 |
|--------------------|----------------|-------------------|
| Government bonds   | 425,924        | 284,799           |
| Loans and advances | 87,880         | 115,676           |
| Corporate bonds    | 14,329         | 17,384            |
| Bank bonds         | 14,030         | 14,657            |
| Equities           | 11,817         | 12,142            |
| <b>Total</b>       | <b>553,980</b> | <b>444,658</b>    |

As of June 30, 2025, EUR 457,809 (2024: EUR 324,334) of the total are listed financial instruments and EUR 96,171 (2024: EUR 120,324) are non-listed financial instruments.

The Group elected to apply the FVOCI option to the equity investments, which consists of instruments that provide a source of stable dividend income.

As of June 30, 2025, the Group recognized EUR 528 dividend amount (2024: EUR 799) from equities during the period. The valuation of listed equities is made based on market prices and not-listed equities is made based on net asset value.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 7. Loans and receivables – banks

|                                       | June 30, 2025  | December 31, 2024 |
|---------------------------------------|----------------|-------------------|
| Placements with other banks           | 324,761        | 560,710           |
| Reverse repo transactions             | 128,490        | 121,969           |
| Loans and advances                    | 118,879        | 286,590           |
| <b>Subtotal</b>                       | <b>572,130</b> | <b>969,269</b>    |
| Allowances for expected credit losses | (439)          | (622)             |
| <b>Total</b>                          | <b>571,691</b> | <b>968,647</b>    |

Placements with other banks that serve as collateral for derivative transactions and are not freely disposable amount to EUR 35,421 (2024: EUR 56,412).

Changes in loans, impairment charges and allowances are summarized as follows:

|                              | January 1, 2025- June 30, 2025 |              | January 1, 2024- June 30, 2024 |              |
|------------------------------|--------------------------------|--------------|--------------------------------|--------------|
|                              | Gross loans                    | ECL          | Gross loans                    | ECL          |
| <b>Balance at 1 January</b>  | <b>969,327</b>                 | <b>(622)</b> | <b>321,514</b>                 | <b>(161)</b> |
| Originated or purchased      | 471,461                        | (368)        | 87,336                         | (456)        |
| Matured or sold              | (850,036)                      | 623          | (105,315)                      | 47           |
| Re-measurement*              | (19,188)                       | (70)         | 91,584                         | (2)          |
| Exchange differences         | 566                            | (2)          | 424                            | -            |
| <b>Balance at period end</b> | <b>572,130</b>                 | <b>(439)</b> | <b>395,543</b>                 | <b>(572)</b> |

(\*) Re-measurement represents the current year's changes in gross exposure and expected credit loss allowances, mainly attributable to changes in volumes, such as partial repayments, and changes in the credit quality of existing loans that remain in their respective stages.

All bank loans fall under the Stage 1 classification.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 8. Derivative financial instruments

In the ordinary course of business, the Group enters into various types of transactions that involve derivative financial instruments. A derivative financial instrument is a financial contract between two parties where payments depend on movements in price in one or more underlying financial instruments, reference rates or indices. Derivative financial instruments include forwards, swaps, futures, credit default swaps, commodity swaps and options.

The table below shows the fair values of derivative financial instruments, recorded as assets and liabilities, together with their notional amounts. The notional amount, recorded gross, is the amount of a derivative's underlying asset, reference rate or index, and is the basis on which changes in the value of derivatives are measured. The notional amounts indicate the volume of transactions outstanding at the period-end and are indicative of neither the market nor the credit risk.

|  | June 30,<br>2025   |                             | December 31,<br>2024             |                    |                             |                                  |
|--|--------------------|-----------------------------|----------------------------------|--------------------|-----------------------------|----------------------------------|
|  | Notional<br>amount | Carrying<br>value<br>assets | Carrying<br>value<br>liabilities | Notional<br>amount | Carrying<br>value<br>assets | Carrying<br>value<br>liabilities |
| <i>Derivatives held for trading</i>                                |                    |                             |                                  |                    |                             |                                  |
| Interest rate swaps  | 285,232            | 4,064                       | 3,974                            | 272,134            | 4,706                       | 4,620                            |
| Interest rate futures  | -                  | -                           | -                                | 31,391             | 180                         | -                                |
| Interest rate options (purchased)                                  | 89,044             | 161                         | -                                | 110,478            | 254                         | -                                |
| Interest rate options (sold)                                       | (160,831)          | -                           | 14                               | (131,958)          | -                           | 230                              |
| Foreign currency swaps   | 1,734,650          | 141,802                     | 142,162                          | 1,387,251          | 81,212                      | 81,885                           |
| Credit default swaps   | -                  | -                           | -                                | 14,431             | 97                          | 5                                |
| Foreign currency forwards  | 982,247            | 66,390                      | 64,973                           | 411,135            | 12,778                      | 13,157                           |
| Foreign currency futures   | 44,430             | 56                          | -                                | -                  | -                           | -                                |
| Foreign currency options (purchased)                               | 80,484             | 3,012                       | -                                | 191,104            | 5,474                       | -                                |
| Foreign currency options (sold)                                    | (88,067)           | -                           | 2,843                            | (191,104)          | -                           | 5,497                            |
| Commodity options (purchased)                                      | 193,972            | 10,266                      | -                                | 240,502            | 11,240                      | -                                |
| Commodity options (sold)   | (193,972)          | -                           | 10,259                           | (240,502)          | -                           | 11,231                           |
| Commodity swaps  | 59,946             | 2,515                       | 1,944                            | 85,120             | 1,963                       | 1,425                            |
| <b>Total</b>   | <b>3,027,135</b>   | <b>228,266</b>              | <b>226,169</b>                   | <b>2,179,982</b>   | <b>117,904</b>              | <b>118,050</b>                   |
| <i>Derivatives in economic hedge relationship</i>                  |                    |                             |                                  |                    |                             |                                  |
| Interest rate swaps  | 1,412,831          | 3,171                       | 4,650                            | 510,947            | 1,742                       | 7,072                            |
| Foreign currency swaps   | 2,418,023          | 87,126                      | 47,370                           | 2,096,023          | 16,634                      | 73,865                           |
| Credit default swaps   | 46,084             | 13                          | 30                               | -                  | -                           | -                                |
| Forwards   | 10,818             | 567                         | 286                              | 9,159              | -                           | 739                              |
| <b>Total</b>   | <b>3,887,756</b>   | <b>90,877</b>               | <b>52,336</b>                    | <b>2,616,129</b>   | <b>18,376</b>               | <b>81,676</b>                    |
| <i>Derivatives in fair value hedge accounting relationships</i>    |                    |                             |                                  |                    |                             |                                  |
| Interest rate swaps  | 1,216,099          | 19,015                      | 12,669                           | 1,517,961          | 23,278                      | 20,078                           |
| <b>Total</b>   | <b>1,216,099</b>   | <b>19,015</b>               | <b>12,669</b>                    | <b>1,517,961</b>   | <b>23,278</b>               | <b>20,078</b>                    |
| <i>Derivatives in net investment hedge accounting relationship</i> |                    |                             |                                  |                    |                             |                                  |
| Foreign currency swaps   | 175,444            | 1,221                       | 3,753                            | 347,473            | 5,400                       | 9,538                            |
| <b>Total</b>   | <b>175,444</b>     | <b>1,221</b>                | <b>3,753</b>                     | <b>347,473</b>     | <b>5,400</b>                | <b>9,538</b>                     |
| <b>Total Derivatives</b>   | <b>8,306,434</b>   | <b>339,379</b>              | <b>294,927</b>                   | <b>6,661,545</b>   | <b>164,958</b>              | <b>229,342</b>                   |

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

*Derivative financial instruments held or issued for trading purposes:* A financial asset is held for trading if the Group acquired it for the purpose of selling in the near future or is part of a portfolio of financial assets subject to trading. Derivative assets are always treated as held for trading unless they are effective hedging instruments.

*Derivatives in economic hedge relationships:* Most of the Group's derivatives in economic hedge relationships relate to asset and liability management of the Group and deals with customers who are normally laid off with counterparties. Included in this classification are any derivatives entered into by the Group in order to hedge economically its exposures for risk management purposes that are not designated in hedge relationships, as they do not meet the hedge accounting criteria.

*Derivative financial instruments held for hedge accounting:* As part of its asset and liability management, the Group uses derivatives for economic hedging purposes in order to reduce its exposure to market risks. This is achieved by hedging specific financial instruments, portfolios of fixed rate financial instruments and forecast transactions, as well as hedging of aggregate financial position exposures. Where possible, the Group applies hedge accounting.

*-Fair value hedges in hedge accounting relationships*

The Group uses a combination of portfolio (macro) hedges (portion of fixed rate customer deposits) and specific asset or liability (micro) hedges (portion of fixed income portfolio, subordinated loans) to swap fixed interest rates for floating interest rate positions. The resulting interest rate positions, after application of interest rate hedges, are in line with the Group's strategy and risk appetite. In addition, for specific loans, the Group hedges the changes in the fair value of the foreign currency denominated loans relating to changes in foreign currency exchange rates.

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NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

The following table sets out the accumulated fair value adjustments arising from the corresponding continuing hedge relationships, irrespective of whether or not there has been a change in hedge designation during the period.

| June 30, 2025                       | Carrying amount of hedged items |                  | Accumulated amount of fair value adj. on the hedged items |              |
|-------------------------------------|---------------------------------|------------------|---|--------------|
|                                     | Assets                          | Liabilities      | Assets  | Liabilities  |
| <i>Micro fair value hedges</i>      |                                 |                  |   |              |
| Fixed rate corporate loans          | 29,357                          | -                | 212   | -            |
| Fixed rate investment securities    | 42,479                          | -                | 569   | -            |
| Fixed rate FVOCI debt instruments   | 39,090                          | -                | -   | 833          |
| Fixed rate subordinated liabilities | -                               | 132,577          | -   | 2,830        |
| <b>Subtotal</b>                     | <b>110,926</b>                  | <b>132,577</b>   | <b>781</b>  | <b>3,663</b> |
| <i>Portfolio fair value hedges</i>  |                                 |                  |   |              |
| Fixed rate customer deposits        | -                               | 948,207          | -   | 2,154        |
| <b>Subtotal</b>                     | <b>-</b>                        | <b>948,207</b>   | <b>-</b>  | <b>2,154</b> |
| <b>Total</b>                        | <b>110,926</b>                  | <b>1,080,784</b> | <b>781</b>  | <b>5,817</b> |

| December 31, 2024                   | Carrying amount of hedged items |                  | Accumulated amount of fair value adj. on the hedged items |              |
|-------------------------------------|---------------------------------|------------------|---|--------------|
|                                     | Assets                          | Liabilities      | Assets  | Liabilities  |
| <i>Micro fair value hedges</i>      |                                 |                  |   |              |
| Fixed rate corporate loans          | 43,539                          | -                | 191   | -            |
| Fixed rate FVOCI debt instruments   | 89,343                          | -                | -   | 869          |
| Fixed rate subordinated liabilities | -                               | 149,484          | 108   | -            |
| <b>Subtotal</b>                     | <b>132,882</b>                  | <b>149,484</b>   | <b>299</b>  | <b>869</b>   |
| <i>Portfolio fair value hedges</i>  |                                 |                  |   |              |
| Fixed rate customer deposits        | -                               | 1,204,007        | -   | 2,504        |
| <b>Subtotal</b>                     | <b>-</b>                        | <b>1,204,007</b> | <b>-</b>  | <b>2,504</b> |
| <b>Total</b>                        | <b>132,882</b>                  | <b>1,353,491</b> | <b>299</b>  | <b>3,373</b> |

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NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

The following table sets out the outcome of the Group's hedging strategy, in particular to changes in the fair value of the hedged items and hedging instruments used as the basis for recognising ineffectiveness. Ineffectiveness has been recognised under PL line "Net trading result". Main source of ineffectiveness are the minor notional/schedule/interest rate differences of hedged and hedging items, floating leg of hedging item and the differences in yield curves used for hedged and hedging items during hedge ineffectiveness tests.

| <b>January 1, 2025- June 30, 2025</b> |                            | <b>Gains /(losses)<br/>attributable to the<br/>hedged risk</b> |                                | <b>Hedge<br/>ineffectiveness</b> |
|---------------------------------------|----------------------------|--|--------------------------------|----------------------------------|
| <b>Hedged Items</b>                   | <b>Hedging Instruments</b> | <b>Hedged Items</b>  | <b>Hedging<br/>Instruments</b> |                                  |
| <b>Micro FVH</b>                      |                            |  |                                |                                  |
| Fixed rate corporate loans            | Interest rate swaps        | 21   | (3)                            | 19                               |
| Fixed rate FVOCI debt instruments     | Interest rate swaps        | 12   | (199)                          | (187)                            |
| Fixed rate investment securities      | Interest rate swaps        | 569  | (605)                          | (35)                             |
| <b>Subtotal</b>                       |                            | <b>602</b>   | <b>(807)</b>                   | <b>(203)</b>                     |
| <b>Micro FVH</b>                      |                            |  |                                |                                  |
| Fixed rate subordinated liabilities   | Interest rate swaps        | (2,938)  | 3,008                          | 70                               |
| <b>Subtotal</b>                       |                            | <b>(2,938)</b>   | <b>3,008</b>                   | <b>70</b>                        |
| <b>Total micro FVH</b>                |                            | <b>(2,336)</b>   | <b>2,201</b>                   | <b>(133)</b>                     |
| <b>Portfolio FVH</b>                  |                            |  |                                |                                  |
| Fixed rate customer deposits          | Interest rate swaps        | 351  | (302)                          | 49                               |
| <b>Subtotal</b>                       |                            | <b>351</b>   | <b>(302)</b>                   | <b>49</b>                        |
| <b>Total portfolio FVH</b>            |                            | <b>351</b>   | <b>(302)</b>                   | <b>49</b>                        |
| <b>Total</b>                          |                            | <b>(1,985)</b>   | <b>1,899</b>                   | <b>(84)</b>                      |

| <b>January 1, 2024- June 30, 2024</b> |                            | <b>Gains /(losses)<br/>attributable to the<br/>hedged risk</b> |                                | <b>Hedge<br/>ineffectiveness</b> |
|---------------------------------------|----------------------------|--|--------------------------------|----------------------------------|
| <b>Hedged Items</b>                   | <b>Hedging Instruments</b> | <b>Hedged Items</b>  | <b>Hedging<br/>Instruments</b> |                                  |
| <b>Micro FVH</b>                      |                            |  |                                |                                  |
| Fixed rate corporate loans            | Interest rate swaps        | (270)  | 307                            | 38                               |
| Fixed rate FVOCI debt instruments     | Interest rate swaps        | (687)  | 591                            | (96)                             |
| <b>Subtotal</b>                       |                            | <b>(957)</b>   | <b>898</b>                     | <b>(58)</b>                      |
| <b>Micro FVH</b>                      |                            |  |                                |                                  |
| Fixed rate subordinated liabilities   | Interest rate swaps        | (462)  | 380                            | (82)                             |
| <b>Subtotal</b>                       |                            | <b>(462)</b>   | <b>380</b>                     | <b>(82)</b>                      |
| <b>Total micro FVH</b>                |                            | <b>(1,419)</b>   | <b>1,278</b>                   | <b>(140)</b>                     |
| <b>Portfolio FVH</b>                  |                            |  |                                |                                  |
| Fixed rate customer deposits          | Interest rate swaps        | 4,049  | (3,807)                        | 241                              |
| <b>Subtotal</b>                       |                            | <b>4,049</b>   | <b>(3,807)</b>                 | <b>241</b>                       |
| <b>Total portfolio FVH</b>            |                            | <b>4,049</b>   | <b>(3,807)</b>                 | <b>241</b>                       |
| <b>Total</b>                          |                            | <b>2,630</b>   | <b>(2,529)</b>                 | <b>101</b>                       |

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**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

The maturity profile of notional amounts of the Group's hedging instruments used in fair value hedge relationships is as follows:

| <b>June 30, 2025</b>                       | <b>Less than 1 month</b> | <b>1 to 3 months</b> | <b>3 to 12 months</b> | <b>1 to 5 years</b> | <b>Over 5 years</b> | <b>Total</b>     |
|--|--------------------------|----------------------|-----------------------|---------------------|---------------------|------------------|
| <b>Fixed rate corporate loans</b>          |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | -                        | -                    | 12,500                | 11,084              | -                   | 23,584           |
| <b>Fixed rate investment securities</b>    |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | -                        | -                    | -                     | 49,000              | -                   | 49,000           |
| <b>Fixed rate FVOCI debt instruments</b>   |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | -                        | -                    | -                     | 31,119              | 8,513               | 39,632           |
| <b>Fixed rate subordinated liabilities</b> |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | -                        | -                    | -                     | 132,332             | -                   | 132,332          |
| <b>Fixed rate customer deposits</b>        |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | 35,000                   | 136,100              | 440,650               | 238,456             | 121,345             | 971,551          |
| <b>Total</b>                               | <b>35,000</b>            | <b>136,100</b>       | <b>453,150</b>        | <b>461,991</b>      | <b>129,858</b>      | <b>1,216,099</b> |

| <b>December 31, 2024</b>                   | <b>Less than 1 month</b> | <b>1 to 3 months</b> | <b>3 to 12 months</b> | <b>1 to 5 years</b> | <b>Over 5 years</b> | <b>Total</b>     |
|--|--------------------------|----------------------|-----------------------|---------------------|---------------------|------------------|
| <b>Fixed rate corporate loans</b>          |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | 5,309                    | -                    | -                     | 37,775              | -                   | 43,084           |
| <b>Fixed rate FVOCI debt instruments</b>   |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | -                        | -                    | -                     | 81,126              | 9,022               | 90,148           |
| <b>Fixed rate subordinated liabilities</b> |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | -                        | -                    | -                     | 149,124             | -                   | 149,124          |
| <b>Fixed rate customer deposits</b>        |                          |                      |                       |                     |                     |                  |
| Interest rate swaps                        | 108,950                  | 170,700              | 516,400               | 289,859             | 149,696             | 1,235,605        |
| <b>Total</b>                               | <b>114,259</b>           | <b>170,700</b>       | <b>516,400</b>        | <b>557,884</b>      | <b>158,718</b>      | <b>1,517,961</b> |

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

*-Net investment hedges*

The objective is to protect the Group's investments in foreign operations against unfavourable movements in the fx rates. The change in the value of hedging instrument, with respect to foreign exchange risk, is determined by reference to the functional currency of the Group (EUR). This hedging objective is consistent with Bank's overall FX risk management strategy of reducing the variability of its shareholders equity.

Details of the Group's activities in relation to hedges of its net investment in foreign operations against foreign exchange movements are as follows:

| <b>June 30, 2025</b>  |   |                            |
|---|---|----------------------------|
| <b>Investments in foreign operations functional currency of which is:</b> | <b>Change in fair value of hedged item for ineffectiveness assessment</b> | <b>Translation reserve</b> |
| USD   | (10)  | (17)                       |
| RON   | (46)  | (46)                       |
| CHF   | (606)   | 1,148                      |
| UAH   | -   | (1,129)                    |
| <b>Total</b>  | <b>(662)</b>  | <b>(44)</b>                |

| <b>December 31, 2024</b>  |   |                            |
|---|---|----------------------------|
| <b>Investments in foreign operations functional currency of which is:</b> | <b>Change in fair value of hedged item for ineffectiveness assessment</b> | <b>Translation reserve</b> |
| USD   | (52)  | (8)                        |
| RON   | 3,303   | 64                         |
| CHF   | (5,817)   | (2,278)                    |
| UAH   | -   | (462)                      |
| <b>Total</b>  | <b>(2,566)</b>  | <b>(2,684)</b>             |

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**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

Information regarding the foreign currency derivatives used as hedging instruments and hedge effectiveness is as follows:

| <b>June 30, 2025</b>         | <b>Carrying amount of hedging instruments</b> |              |              | <b>Changes in fair value of hedging instruments used for net investment hedge</b> |  |            |
|------------------------------|---|--------------|--------------|---|--|------------|
|                              | Notional amount                               | Assets       | Liabilities  | Effective portion recognized in OCI   | Hedge ineffectiveness recognized in income statement | Total      |
| <b>Net investment hedges</b> |   |              |              |   |  |            |
| USD swaps                    | 163   | 3            | -            | 10  | -  | 10         |
| RON swaps*                   | 5,469   | 49           | 1            | 46  | -  | 46         |
| CHF swaps                    | 169,813                                       | 1,169        | 3,752        | 606   | -  | 606        |
| <b>Total</b>                 | <b>175,445</b>                                | <b>1,221</b> | <b>3,753</b> | <b>662</b>  | <b>-</b>   | <b>662</b> |

| <b>December 31, 2024</b>     | <b>Carrying amount of hedging instruments</b> |              |              | <b>Changes in fair value of hedging instruments used for net investment hedge</b> |  |              |
|------------------------------|---|--------------|--------------|---|--|--------------|
|                              | Notional amount                               | Assets       | Liabilities  | Effective portion recognized in OCI   | Hedge ineffectiveness recognized in income statement | Total        |
| <b>Net investment hedges</b> |   |              |              |   |  |              |
| USD swaps                    | 19  | 616          | 1,381        | 52  | -  | 52           |
| RON swaps                    | 177,276                                       | 2,002        | 4,078        | (3,303)   | -  | (3,303)      |
| CHF swaps                    | 170,178                                       | 2,782        | 4,079        | 5,817   | -  | 5,817        |
| <b>Total</b>                 | <b>347,473</b>                                | <b>5,400</b> | <b>9,538</b> | <b>2,566</b>  | <b>-</b>   | <b>2,566</b> |

(\*) The hedge swap volumes decreased as a consequence to the branch conversion and capital repatriation.

**CEG N.V.****NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS****For the period ended June 30, 2025**

The maturity profile of notional amounts of the Group's hedging instruments used in net investment hedge relationships is as follows:

| <b>Hedging Instruments</b>    | <b>Less than 1 month</b> | <b>1 to 3 months</b> | <b>3 to 12 months</b> | <b>Total</b>   |
|-------------------------------|--------------------------|----------------------|-----------------------|----------------|
| USD swaps                     | -                        | 163                  | -                     | 163            |
| RON swaps                     | -                        | 5,469                | -                     | 5,469          |
| CHF swaps                     | 51,714                   | 15,953               | 102,146               | 169,813        |
| <b>Total at June 30, 2025</b> | <b>51,714</b>            | <b>21,585</b>        | <b>102,146</b>        | <b>175,445</b> |

| <b>Hedging Instruments</b>        | <b>Less than 1 month</b> | <b>1 to 3 months</b> | <b>3 to 12 months</b> | <b>Total</b>   |
|-----------------------------------|--------------------------|----------------------|-----------------------|----------------|
| USD swaps                         | 19                       | -                    | -                     | 19             |
| RON swaps                         | 144,093                  | 22,155               | 11,028                | 177,276        |
| CHF swaps                         | 115,201                  | -                    | 54,977                | 170,178        |
| <b>Total at December 31, 2024</b> | <b>259,313</b>           | <b>22,155</b>        | <b>66,005</b>         | <b>347,473</b> |

**CEG N.V.****NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS****For the period ended June 30, 2025****9. Loans and receivables – customers**

|  | <b>June 30, 2025</b> | <b>December 31, 2024</b> |
|--|----------------------|--------------------------|
| Commercial loans                             | 2,384,564            | 2,303,073                |
| Consumer loans                               | 152,832              | 169,250                  |
| Credit card loans                            | 107,902              | 111,190                  |
| Finance lease receivables, net               | 2,155                | 2,611                    |
| <b>Subtotal</b>                              | <b>2,647,453</b>     | <b>2,586,124</b>         |
| <b>Allowances for expected credit losses</b> | <b>(34,254)</b>      | <b>(35,074)</b>          |
| -Commercial loans                            | (19,857)             | (19,436)                 |
| -Consumer loans                              | (11,515)             | (13,160)                 |
| -Credit card loans                           | (2,882)              | (2,478)                  |
| <b>Total</b>                                 | <b>2,613,199</b>     | <b>2,551,050</b>         |

No individual loan or receivable has terms and conditions that materially affect the amount, timing or certainty of the consolidated cash flows of the Group.

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NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

10. Loans to customers, impairment charges and allowances

January  
1, 2025-  
June 30,  
2025

|                              | Stage 1          |                | Stage 2        |                | Stage 3       |                 | Total            |                 |
|------------------------------|------------------|----------------|----------------|----------------|---------------|-----------------|------------------|-----------------|
|                              | Gross loans      | ECL            | Gross loans    | ECL            | Gross loans   | ECL             | Gross loans      | ECL             |
| <b>Balance at 1 January</b>  | <b>2,420,201</b> | <b>(7,876)</b> | <b>106,317</b> | <b>(4,602)</b> | <b>59,606</b> | <b>(22,596)</b> | <b>2,586,124</b> | <b>(35,074)</b> |
| Originated or purchased      | 1,451,991        | (1,284)        | -              | -              | -             | -               | 1,451,991        | (1,284)         |
| Matured or sold              | (1,309,984)      | 1,173          | (2,187)        | 25             | (1,587)       | 862             | (1,313,758)      | 2,060           |
| Transfers to Stage 1         | 7,090            | (354)          | (6,495)        | 103            | (595)         | 251             | -                | -               |
| Transfers to Stage 2         | (24,336)         | 43             | 25,858         | (511)          | (1,522)       | 468             | -                | -               |
| Transfers to Stage 3         | (332)            | 8              | (484)          | 14             | 816           | (22)            | -                | -               |
| Re-measurement*              | (66,472)         | 1,249          | (6,864)        | 1,045          | (1,179)       | (2,118)         | (74,515)         | 176             |
| Amounts written off          | -                | -              | -              | -              | -             | -               | -                | -               |
| Exchange differences         | (678)            | 3              | (769)          | 5              | (942)         | (140)           | (2,389)          | (132)           |
| <b>Balance at period end</b> | <b>2,477,480</b> | <b>(7,038)</b> | <b>115,376</b> | <b>(3,921)</b> | <b>54,597</b> | <b>(23,295)</b> | <b>2,647,453</b> | <b>(34,254)</b> |

January 1, 2024-  
June 30,  
2024

|                              | Stage 1          |                | Stage 2        |                 | Stage 3       |                 | Total            |                 |
|------------------------------|------------------|----------------|----------------|-----------------|---------------|-----------------|------------------|-----------------|
|                              | Gross loans      | ECL            | Gross loans    | ECL             | Gross loans   | ECL             | Gross loans      | ECL             |
| <b>Balance at 1 January</b>  | <b>2,489,248</b> | <b>(8,937)</b> | <b>201,339</b> | <b>(14,514)</b> | <b>69,528</b> | <b>(25,536)</b> | <b>2,760,115</b> | <b>(48,987)</b> |
| Originated or purchased      | 1,375,708        | (717)          | 1,124          | (18)            | -             | -               | 1,376,832        | (735)           |
| Matured or sold              | (1,432,502)      | 1,948          | (5,402)        | 159             | (12,341)      | 2,932           | (1,450,245)      | 5,039           |
| Transfers to Stage 1         | 74,903           | (7,334)        | (73,573)       | 6,865           | (1,330)       | 469             | -                | -               |
| Transfers to Stage 2         | (25,105)         | 121            | 28,897         | (1,629)         | (3,792)       | 1,508           | -                | -               |
| Transfers to Stage 3         | (14,420)         | 69             | (2,327)        | 234             | 16,747        | (303)           | -                | -               |
| Re-measurement*              | (54,061)         | 7,554          | (4,014)        | 2,724           | (5,404)       | (5,067)         | (63,479)         | 5,211           |
| Amounts written off          | -                | -              | -              | -               | (5,210)       | 5,210           | (5,210)          | 5,210           |
| Exchange differences         | (11,495)         | 61             | (558)          | 109             | (68)          | (823)           | (12,121)         | (653)           |
| <b>Balance at period end</b> | <b>2,402,276</b> | <b>(7,235)</b> | <b>145,486</b> | <b>(6,070)</b>  | <b>58,130</b> | <b>(21,610)</b> | <b>2,605,892</b> | <b>(34,915)</b> |

(\*) Re-measurement represents the current year's changes in gross exposure and expected credit loss allowances, mainly attributable to changes in volumes, such as partial repayments, and changes in the credit quality of existing loans that remain in their respective stages.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

Expected credit loss charges on financial instruments included in the statement of income are as follows:

|   | <b>January<br/>1, 2025-<br/>June 30,<br/>2025</b> |                |                | <b>January<br/>1, 2024-<br/>June 30,<br/>2024</b> |               |
|---|---|----------------|----------------|---|---------------|
|   | <b>Stage 1</b>                                    | <b>Stage 2</b> | <b>Stage 3</b> | <b>Total</b>                                      | <b>Total</b>  |
| Loans to customers at amortized cost                | 209   | 785            | 2,899          | 3,893   | <b>16,563</b> |
| Loans to banks at amortized cost                    | 158   | -              | -              | 158   | <b>(411)</b>  |
| Debt securities                                     | -   | 67             | -              | 67  | <b>(151)</b>  |
| Credit related commitments (non-cash loans)         | 190   | -              | -              | 190   | <b>(149)</b>  |
| <b>Net impairment loss on financial instruments</b> | <b>557</b>  | <b>852</b>     | <b>2,899</b>   | <b>4,308</b>                                      | <b>15,852</b> |

There is no loans and receivables written off during the period (2024: None), which is still subject to enforcement activity.

## 11. Other assets and inventories

|  | <b>June 30, 2025</b> | <b>December 31, 2024</b> |
|--|----------------------|--------------------------|
| Repossessed assets classified as inventories*  | 17,493               | 24,361                   |
| Prepayments to suppliers                       | 4,540                | 4,013                    |
| POS, plastic cards and ATM related receivables | 3,365                | 1,321                    |
| Materials and supplies                         | 1,116                | 1,284                    |
| Accounts receivable                            | 565                  | 169                      |
| Other assets **                                | 6,903                | 7,168                    |
| <b>Total</b>                                   | <b>33,982</b>        | <b>38,316</b>            |

(\*) Repossessed assets classified as inventories include land, commercial and residential real estate amounting to EUR 16.5 million (2024: EUR 19.3 million).

(\*\*) Includes EUR 2 million (2024: EUR 2.2 million) "Cash collateral given" and EUR 1.4 million (2024: EUR: 2.2 million) "Operational tax receivables".

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 12. Due to banks

|                  | June 30, 2025  | December 31, 2024 |
|------------------|----------------|-------------------|
| Time deposits    | 221,450        | 234,354           |
| Current accounts | 37,653         | 50,489            |
| <b>Total</b>     | <b>259,103</b> | <b>284,843</b>    |

EUR 4,924 repo transactions are reported under Time Deposits (2024: None).

## 13. Due to customers

|                                   | June 30, 2025    | December 31, 2024 |
|-----------------------------------|------------------|-------------------|
| Retail time deposits              | 1,612,309        | 1,902,158         |
| Retail saving and demand deposits | 1,071,642        | 960,086           |
| Corporate time deposits           | 647,759          | 674,396           |
| Corporate demand deposits         | 558,588          | 665,402           |
| <b>Total</b>                      | <b>3,890,298</b> | <b>4,202,042</b>  |

As of June 30, 2025, the Group maintained customer deposit balances of EUR 48,663 (2024: EUR 30,552), which were pledged to the Group as collateral for loans and off-balance sheet credit instruments granted by the Group.

As of June 30, 2025, EUR 1,144,391 (2024: EUR 1,044,125) of deposits from customers are expected to be settled in more than 12 months after the balance sheet date.

## 14. Other liabilities

|                                   | June 30, 2025 | December 31, 2024 |
|-----------------------------------|---------------|-------------------|
| Lease liabilities                 | 7,150         | 7,911             |
| Accrued expenses                  | 4,193         | 6,863             |
| Items in the course of settlement | 3,654         | 1,627             |
| Credit card payables              | 2,090         | 2,062             |
| Advances from customers           | 21            | 1,848             |
| Other liabilities*                | 9,233         | 10,695            |
| <b>Total</b>                      | <b>26,341</b> | <b>31,006</b>     |

(\*) Includes EUR 3.1 million (2024: EUR 6.4 million) "Operational tax payables".

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 15. Provisions

|  | June 30, 2025 | December 31, 2024 |
|--|---------------|-------------------|
| Litigation(*)                          | 1,579         | 2,446             |
| Staff related                          | 4,813         | 7,360             |
| - <i>Employee termination benefits</i> | 779           | 1,252             |
| - <i>Variable remunerations</i>        | 2,239         | 4,519             |
| - <i>Vacation pay liability</i>        | 1,795         | 1,589             |
| Credit related commitments             | 2,477         | 2,836             |
| Other                                  | 21            | 300               |
| <b>Total</b>                           | <b>8,890</b>  | <b>12,942</b>     |

(\*) Includes EUR 1,099 (2024: EUR 1,845) allocated as a provision for abusive clauses in residential mortgage contracts.

The table below presents movement in total provisions:

|                                   | June 30, 2025 |               |                            |            |
|-----------------------------------|---------------|---------------|----------------------------|------------|
|                                   | Litigation    | Staff related | Credit related commitments | Other      |
| <b>Balance at 1 January</b>       | <b>2,446</b>  | <b>7,360</b>  | <b>2,836</b>               | <b>300</b> |
| Addition                          | 364           | 2,181         | 519                        | -          |
| Provisions used during the period | -             | (4,499)       | -                          | -          |
| Reversal                          | (1,212)       | (226)         | (728)                      | (274)      |
| Currency translation differences  | (19)          | (3)           | (150)                      | (5)        |
| <b>Balance at period end</b>      | <b>1,579</b>  | <b>4,813</b>  | <b>2,477</b>               | <b>21</b>  |

  

|                                   | June 30, 2024 |               |                            |            |
|-----------------------------------|---------------|---------------|----------------------------|------------|
|                                   | Litigation    | Staff related | Credit related commitments | Other      |
| <b>Balance at 1 January</b>       | <b>2,835</b>  | <b>7,451</b>  | <b>2,271</b>               | <b>39</b>  |
| Addition                          | -             | 2,574         | 378                        | 306        |
| Provisions used during the period | -             | (3,877)       | (9)                        | (17)       |
| Reversal                          | (311)         | (1,417)       | (212)                      | (7)        |
| Currency translation differences  | (6)           | (30)          | 29                         | 6          |
| <b>Balance at period end</b>      | <b>2,518</b>  | <b>4,701</b>  | <b>2,457</b>               | <b>327</b> |

## 16. Subordinated liabilities

Issued liabilities qualify as subordinated debt if claims by the holders are subordinated to all other current and future liabilities of, respectively, the Group and other group companies.

|  | Maturity Date | First possible call date | June 30, 2025  | December 31, 2024 |
|--|---------------|--------------------------|----------------|-------------------|
| USD 105 million subordinated notes with a fixed interest rate of 9.75 % p.a. | May 2034      | May 2029                 | 92,372         | 101,651           |
| USD 50 million AT1 instrument with a fixed interest rate of 10.27% p.a.      | Perpetual     | December 2025            | 43,034         | 47,725            |
| <b>Total</b>   |               |                          | <b>135,406</b> | <b>149,376</b>    |

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### NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

#### Changes in liabilities arising from financial activities

| <b>Subordinated loans</b>                              | <b>June 30, 2025</b> | <b>June 30, 2024</b> |
|--|----------------------|----------------------|
| Balance at the beginning of the period                 | 149,376              | 169,650              |
| <b>Changes in cash flow</b>                            |                      |                      |
| Proceeds   | -                    | 96,358               |
| Repayments   | -                    | (32,219)             |
| <b>Other changes</b>                                   |                      |                      |
| Interest expense                                       | 7,056                | 9,115                |
| Interest paid  | (6,747)              | (7,019)              |
| Change in fair value adjustment micro hedge accounting | 2,938                | 462                  |
| Foreign exchange movement                              | (17,217)             | 4,672                |
| <b>Balance at period end</b>                           | <b>135,406</b>       | <b>241,019</b>       |

## 17. Equity

|  | <b>June 30, 2025</b> | <b>December 31, 2024</b> |
|--|----------------------|--------------------------|
| Share capital  | 550,000              | 550,000                  |
| Retained earnings*   | 307,004              | 290,171                  |
| Tangible revaluation reserve                               | 348                  | 348                      |
| Fair value reserve   | (1,309)              | (1,391)                  |
| Foreign currency translation reserve                       | (53,427)             | (53,475)                 |
| Net investment hedge reserve                               | (110,657)            | (110,949)                |
| <b>Equity attributable to owners of the Parent Company</b> | <b>691,959</b>       | <b>674,704</b>           |
| Equity attributable to non-controlling interests           | 1,353                | 1,466                    |
| <b>Total equity</b>  | <b>693,312</b>       | <b>676,170</b>           |

(\*) In March, the Group paid a EUR 3.9 million dividend to its direct shareholders, based on Q4'24 performance. A further interim dividend of EUR 9.6 million for Q1'25 was paid in May 2025.

As of June 30, 2025, the authorized share capital is EUR 1,000 million (2024: EUR 1,000 million) and consists of EUR 1,000 million (2024: EUR 1,000 million) ordinary shares with a face value of EUR 1. The called-up and paid-in capital consists of 550 million (2024: 550 million) ordinary shares with a face value of EUR 1.

#### *Foreign currency translation reserve*

The foreign currency translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations.

#### *Net Investment hedge reserve*

The hedging reserve comprises the effective portion of the cumulative net change in the fair value of hedging instruments used in hedges of net investment in foreign operations and in cash flow hedges.

#### *Fair value reserves*

The fair value reserve includes the cumulative net change in the fair value of debt and equity investments measured at fair value through other comprehensive income including expected credit losses for debt securities.

#### *Tangible revaluation reserve*

The tangible revaluation reserve includes the cumulative net revaluation surpluses arising from the revaluation of land and buildings.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 18. Net interest income

|  | January 1, 2025- June<br>30, 2025 | January 1, 2024- June<br>30, 2024* |
|--|-----------------------------------|------------------------------------|
| <b>Interest income using effective interest rate method</b>  | <b>252,196</b>                    | <b>229,558</b>                     |
| Loans and receivables – customers                            | 167,350                           | 171,153                            |
| Loans and receivables – banks                                | 56,360                            | 18,477                             |
| Cash and balances at central banks                           | 15,487                            | 25,770                             |
| Financial investments  | 12,964                            | 14,109                             |
| Interest on financial lease                                  | 35                                | 49                                 |
| <b>Other interest income</b>                                 | <b>43,151</b>                     | <b>51,851</b>                      |
| Derivatives in economic hedge relationships                  | 36,736                            | 42,594                             |
| Financial assets held for trading                            | 6,286                             | 8,801                              |
| Non-trading financial assets mandatorily at FVTPL            | 129                               | 456                                |
| <b>Subtotal</b>  | <b>295,347</b>                    | <b>281,409</b>                     |
| <b>Interest expense using effective interest rate method</b> | <b>67,203</b>                     | <b>84,797</b>                      |
| Due to customers   | 54,690                            | 69,108                             |
| Subordinated liabilities                                     | 7,330                             | 10,015                             |
| Due to banks   | 5,096                             | 5,590                              |
| Lease liabilities  | 87                                | 84                                 |
| <b>Other interest expense</b>                                | <b>155,875</b>                    | <b>113,787</b>                     |
| Derivatives in economic hedge relationships                  | 155,875                           | 113,787                            |
| <b>Subtotal</b>  | <b>223,078</b>                    | <b>198,584</b>                     |
| <b>Total</b>   | <b>72,269</b>                     | <b>82,825</b>                      |

(\*) Reference is made Note 2-f ‘Change in presentation’ for the reclassification between ‘Valuation results and net trading income’ and ‘Net interest income’.

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NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

19. Net fee and commission income

|  | January 1, 2025-<br>June 30, 2025 | January 1, 2024-<br>June 30, 2024 |
|--|-----------------------------------|-----------------------------------|
| <b>Fee and commission income</b>           |                                   |                                   |
| Brokerage and advisory fees                | 8,526                             | 9,260                             |
| Financial guarantees and other commitments | 6,898                             | 8,079                             |
| Credit card fees                           | 3,696                             | 3,506                             |
| Commission on account maintenance          | 742                               | 711                               |
| Cash loan fees                             | 462                               | 1,038                             |
| Payment and transaction services fees      | 372                               | 510                               |
| Other fees and commissions                 | 3,343                             | 2,520                             |
| <b>Subtotal</b>                            | <b>24,039</b>                     | <b>25,624</b>                     |
| <b>Fee and commission expense</b>          |                                   |                                   |
| Credit card fees                           | 1,798                             | 1,392                             |
| Payment and transaction services expense   | 163                               | 192                               |
| Other fee and commission expenses          | 576                               | 511                               |
| <b>Subtotal</b>                            | <b>2,537</b>                      | <b>2,095</b>                      |
| <b>Total</b>                               | <b>21,502</b>                     | <b>23,529</b>                     |

20. Valuation results and net trading income

|   | January 1, 2025-<br>June 30, 2025 | January 1, 2024-<br>June 30, 2024* |
|---|-----------------------------------|------------------------------------|
| Foreign exchange                                      | 4,082                             | 5,217                              |
| Derivative financial instruments – FVTPL              | 1,569                             | (3,121)                            |
| Trading loans   | 1,319                             | 1,566                              |
| Non trading financial assets mandatorily at FVTPL     | 927                               | 732                                |
| Debt securities                                       | 645                               | (145)                              |
| Derivative financial instruments - hedge accounting** | (84)                              | 101                                |
| <b>Total</b>  | <b>8,458</b>                      | <b>4,350</b>                       |

(\*) Reference is made to Note 2-f ‘Change in presentation’ for the reclassification between ‘Valuation results and net trading income’ and ‘Net interest income’.

(\*\*) Hedge ineffectiveness result. Please refer to Note 8 ‘Derivatives’ for details.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 21. Revenue from repossessed assets and other operating income

*i. Revenue from repossessed assets*

|  | January 1,<br>2025- June<br>30, 2025 | January 1,<br>2024- June<br>30, 2024 |
|--|--------------------------------------|--------------------------------------|
| Revenue from shipbuilding activities*  | -                                    | 21,269                               |
| Gain on disposal of repossessed assets | 1,181                                | 382                                  |
| <b>Total</b>                           | <b>1,181</b>                         | <b>21,651</b>                        |

(\*) In December 2024, the Group completed the sale of Yenikoy Enterprises BV (owner of Atlas Shipyard) to a third party, marking its exit from shipbuilding activities.

The revenue in the table above relates to assets that the Group has repossessed as part of the foreclosure of collateral. In the efforts to maximize the proceeds, the Group operates these assets while optimizing their performance before selling them.

The table below includes an overview of revenue and expenses associated with repossessed assets.

|   | January 1,<br>2025- June<br>30, 2025 | January 1,<br>2024- June<br>30, 2024 |
|---|--------------------------------------|--------------------------------------|
| Revenue from repossessed assets   | 1,181                                | 21,651                               |
| Direct materials used in shipbuilding activities                                  | -                                    | 12,981                               |
| Other expenses associated with shipbuilding activities                            | -                                    | 3,485                                |
| Employee expenses   | -                                    | 4,540                                |
| Other (Incl. losses from disposal of repossessed assets)                          | 264                                  | 358                                  |
| <b><u>Expenses related to repossessed assets</u></b>                              | <b><u>264</u></b>                    | <b><u>21,364</u></b>                 |
| Depreciation  | -                                    | 510                                  |
| Net impairment result   | (25)                                 | 1,276                                |
| <b><u>Expenses related to repossessed assets recognized in other PL items</u></b> | <b><u>(25)</u></b>                   | <b><u>1,786</u></b>                  |
| <b>Net result (pre-tax)</b>   | <b>942</b>                           | <b>(1,499)</b>                       |

*ii. Other operating income*

|                        | January 1,<br>2025- June<br>30, 2025 | January 1,<br>2024- June<br>30, 2024 |
|------------------------|--------------------------------------|--------------------------------------|
| Dividend income        | 528                                  | 528                                  |
| Recovery from DSB case | -                                    | 3,702                                |
| Other income           | 202                                  | 1,136                                |
| <b>Total</b>           | <b>730</b>                           | <b>5,366</b>                         |

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 22. Operating expenses

|  | January 1, 2025- June<br>30, 2025 | January 1, 2024-<br>June 30, 2024 |
|--|-----------------------------------|-----------------------------------|
| Professional fees and consultancy                | 5,587                             | 3,993                             |
| Contributions and subscriptions                  | 2,303                             | 1,657                             |
| Taxes other than income                          | 2,232                             | 1,768                             |
| Communication and information expenses           | 2,036                             | 1,792                             |
| Rent and maintenance expenses                    | 1,574                             | 1,543                             |
| Information technology expenses                  | 1,263                             | 1,385                             |
| Supervision fees                                 | 1,001                             | 931                               |
| Legal services expenses                          | 367                               | 1,479                             |
| Stationery, office supplies and printing expense | 356                               | 340                               |
| Other expenses*                                  | 6,941                             | 5,957                             |
| <b>Total</b>                                     | <b>23,660</b>                     | <b>20,845</b>                     |

(\*) Other expenses mainly consist of security, insurance, advertising, marketing, cleaning, travel and transport related expenses.

## 23. Fair value information

The estimates of fair value are intended to approximate the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. However, given the uncertainties and the use of subjective judgement, the fair value should not be interpreted as being realizable in an immediate sale of the assets or transfer of liabilities. Fair value of financial assets that are traded in active markets are based on quoted market prices or dealer price quotations. For all other financial instruments, the Group determines fair values using other valuation techniques.

The estimated fair values of trading financial assets (excluding loans) at fair value through profit or loss, financial investments and debt securities issued are based on quoted market prices at the reporting date without any deduction for transaction costs.

The estimated fair values of all other financial assets and liabilities are calculated using discounted cash flow techniques based on expected future cash flows and discount rates for similar instruments.

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NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

Classification of financial assets and liabilities

The table below provides reconciliation between line items in the statement of financial position and categories of financial instruments.

|                                    | <b>June 30, 2025</b> |                                |  |   |                              |                                  |
|------------------------------------|----------------------|--------------------------------|--|---|------------------------------|----------------------------------|
|                                    | <b>Trading</b>       | <b>Designated<br/>at FVTPL</b> | <b>Measured<br/>mandatorily<br/>at FVTPL</b> | <b>Measured at<br/>amortized<br/>cost</b> | <b>Measured<br/>at FVOCI</b> | <b>Total carrying<br/>amount</b> |
| Cash and balances at central banks | -                    | -                              | -  | 949,781                                   | -                            | 949,781                          |
| Financial assets at FVTPL          | -                    | 198,864                        | 4,715  | -   | -                            | 203,579                          |
| Financial investments              | -                    | -                              | -  | 304,968                                   | 249,012                      | 553,980                          |
| Loans and receivables - banks      | -                    | -                              | -  | 571,691                                   | -                            | 571,691                          |
| Loans and receivables - customers  | -                    | -                              | -  | 2,613,199                                 | -                            | 2,613,199                        |
| Derivative financial instruments   | 339,379              | -                              | -  | -   | -                            | 339,379                          |
| <b>Total assets</b>                | <b>339,379</b>       | <b>198,864</b>                 | <b>4,715</b>                                 | <b>4,439,639</b>                          | <b>249,012</b>               | <b>5,231,609</b>                 |
| Due to banks                       | -                    | -                              | -  | 259,103                                   | -                            | 259,103                          |
| Due to customers                   | -                    | -                              | -  | 3,890,298                                 | -                            | 3,890,298                        |
| Derivative financial instruments   | 294,927              | -                              | -  | -   | -                            | 294,927                          |
| Subordinated liabilities           | -                    | -                              | -  | 135,406                                   | -                            | 135,406                          |
| <b>Total liabilities</b>           | <b>294,927</b>       | <b>-</b>                       | <b>-</b>                                     | <b>4,284,807</b>                          | <b>-</b>                     | <b>4,579,734</b>                 |

  

|                                    | <b>December 31,<br/>2024</b> |                                |  |   |                              |                                  |
|------------------------------------|------------------------------|--------------------------------|--|---|------------------------------|----------------------------------|
|                                    | <b>Trading</b>               | <b>Designated<br/>at FVTPL</b> | <b>Measured<br/>mandatorily<br/>at FVTPL</b> | <b>Measured at<br/>amortized<br/>cost</b> | <b>Measured<br/>at FVOCI</b> | <b>Total carrying<br/>amount</b> |
| Cash and balances at central banks | -                            | -                              | -  | 1,267,118                                 | -                            | 1,267,118                        |
| Financial assets at FVTPL          | -                            | 85,062                         | 18,479                                       | -   | -                            | 103,541                          |
| Financial investments              | -                            | -                              | -  | 129,396                                   | 315,262                      | 444,658                          |
| Loans and receivables - banks      | -                            | -                              | -  | 968,647                                   | -                            | 968,647                          |
| Loans and receivables - customers  | -                            | -                              | -  | 2,551,050                                 | -                            | 2,551,050                        |
| Derivative financial instruments   | 164,958                      | -                              | -  | -   | -                            | 164,958                          |
| <b>Total assets</b>                | <b>164,958</b>               | <b>85,062</b>                  | <b>18,479</b>                                | <b>4,916,211</b>                          | <b>315,262</b>               | <b>5,499,972</b>                 |
| Due to banks                       | -                            | -                              | -  | 284,843                                   | -                            | 284,843                          |
| Due to customers                   | -                            | -                              | -  | 4,202,042                                 | -                            | 4,202,042                        |
| Derivative financial instruments   | 229,342                      | -                              | -  | -   | -                            | 229,342                          |
| Subordinated liabilities           | -                            | -                              | -  | 149,376                                   | -                            | 149,376                          |
| <b>Total liabilities</b>           | <b>229,342</b>               | <b>-</b>                       | <b>-</b>                                     | <b>4,636,261</b>                          | <b>-</b>                     | <b>4,865,603</b>                 |

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

### Fair value hierarchy

The fair value hierarchy consists of three levels, depending upon whether fair values are determined based on quoted prices in an active market (Level 1), valuation techniques with observable inputs (Level 2) or valuation techniques that incorporate inputs which are unobservable and which have significant impact on the fair value of the instrument (Level 3):

### Valuation Models

The Group measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements.

- Level 1: This category includes inputs that are quoted market prices (unadjusted) in active markets for identical instruments. These are instruments where the fair value can be determined directly from prices which are quoted in active, liquid markets and where the instrument observed in the market is representative of that being priced in the Group's portfolio. Transfers out of Level 1 into Level 2 or Level 3 occur when the Group establishes that markets are no longer active and therefore unadjusted quoted process are no longer provide reliable pricing information.
- Level 2: This category includes inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.
- Level 3: This category includes all instruments where the valuation technique uses inputs based on unobservable data, which could have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments where significant, unobservable adjustments or assumptions are required to reflect differences between instruments. Unobservable in this context means that there is little or no current market data available from which the price at which an arm's length transaction would be likely to occur can be derived.

Transfers into and transfers out of fair value hierarchy levels are made on a quarterly basis.

The Group uses following assumptions to estimate the fair value of financial instruments:

**Equity securities:** Fair values of publicly traded equity securities are based on quoted market prices where available. In the case of where no quoted market is available, fair value is determined based on quoted prices for similar securities or other valuation techniques. Valuation techniques include discounted cash flow models and transaction multiple methods.

**Debt securities:** Fair values are based on quoted market prices, where available. Quoted market prices may be obtained from an exchange market, dealer, broker, pricing service or regulatory service. If quoted prices in an active market are not available, fair value is based on an analysis of available market inputs, which may include values obtained from one or more pricing services or by a valuation technique that discounts expected future cash flows using a market interest rate curves, referenced credit spreads and maturity of the investment.

**Derivative assets and liabilities:** Derivatives are valued using valuation techniques. The valuation techniques and inputs depend on the type of derivative and the nature of the underlying instruments. Observable prices or model inputs are usually available in the market for exchange-traded derivatives and simple over-the-counter derivatives. Availability of observable market prices and model inputs reduces the need for management judgement and estimation and also reduces the uncertainty associated with determining fair values. The principal techniques used to value these instruments are based on discounted cash flows, Black-Scholes option models and Monte Carlo simulation. These valuation models calculate the present value of expected future cash flows. Inputs to valuation models are determined from observable market data where possible. The inputs used include prices available from exchanges, dealers, brokers or providers of consensus pricing, yield curves, credit spreads, default rates, recovery rates, volatility of underlying interest rates, equity prices and foreign currency exchange rates. These inputs are determined with reference to quoted prices, recently executed trades, independent market quotes, where available.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

### For the period ended June 30, 2025

Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties; to the extent that the Group believes that, a third party market participant consider them in pricing a transaction. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Group entity and the counterparty where appropriate. For measuring derivatives, fair values take into account both credit valuation adjustments (CVA) and debit valuation adjustments (DVA). In assessing the counterparty risk the Group accounts for the following aspects: the default probability of the counterparty, the default probability of the Group itself, the nature of transactions and the impact of risk mitigants such as netting and collateralisation for each counterparty individually.

**Trading loans measured at fair value through profit or loss:** Fair values of loans are determined by reference to similar instruments trading in active markets and valuation models where inputs are unobservable. These models calculate the present value of expected future cash flows. The inputs used include prices available from dealers, brokers or providers of consensus pricing, yield rates and currency exchange rates.

**Loans mandatorily at fair value through profit or loss:** All financial assets that do not meet a “solely payment of principal and interest” (SPPI) criterion, are classified at initial recognition as fair value through profit or loss.

In 2025, there has been no change in valuation techniques and models.

#### Valuation framework

The Group has an established control framework with respect to the measurement of fair values. This framework includes a Product Control function, which is independent of front office management and reports to the Chief Financial Officer, and which has overall responsibility for independently verifying the results of trading and investment operations and all significant fair value measurements. Specific controls include:

- verification of observable pricing;
- re-performance of model valuations;
- analysis and investigation of significant daily valuation movements

When third party confirmation, such as broker quotes or pricing services, is used to measure fair value, Product Control assesses and documents the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of IFRS. This includes:

- verifying that the broker or pricing service is approved by the Group for use in pricing the relevant type of financial instrument;
- understanding how the fair value has been arrived at and the extent to which it represents actual market transactions;
- when prices for similar instruments are used to measure fair value, how these prices have been adjusted to reflect the characteristics of the instrument subject to the measurement; and
- if a number of quotes for the same financial instrument have been obtained, then how fair value has been determined using these quotes.

Significant valuation issues are reported to the Asset Liability Committee (ALCO).

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**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

The table below analyses financial instruments measured at fair value, by the level in the fair value hierarchy into which the fair value measurement is categorized. The amounts are based on the values recognized in the statement of financial position.

| <b>June 30, 2025</b>                    | <b>Note</b> | <b>Level 1</b> | <b>Level 2</b> | <b>Level 3</b> | <b>Total</b>     |
|---|-------------|----------------|----------------|----------------|------------------|
| <b>Financial assets</b>                 |             |                |                |                |                  |
| Trading assets                          | 5           | 20,032         | 7,441          | 171,391        | 198,864          |
| Derivative financial assets             | 8           | 564            | 338,803        | 12             | 339,379          |
| Equity instruments measured at FVOCI    | 6           | 7,613          | -              | 4,204          | 11,817           |
| Non-trading assets mandatorily at FVTPL | 5           | 258            | -              | 4,457          | 4,715            |
| Other financial investments             | 6           | 442,843        | 11,441         | 87,880         | 542,164          |
| <b>Total</b>                            |             | <b>471,310</b> | <b>357,685</b> | <b>267,944</b> | <b>1,096,939</b> |
| <b>Financial liabilities</b>            |             |                |                |                |                  |
| Derivative financial liabilities        | 8           | 234            | 294,690        | 4              | 294,928          |
| <b>Total</b>                            |             | <b>234</b>     | <b>294,690</b> | <b>4</b>       | <b>294,928</b>   |

| <b>December 31, 2024</b>                | <b>Note</b> | <b>Level 1</b> | <b>Level 2</b> | <b>Level 3</b> | <b>Total</b>   |
|---|-------------|----------------|----------------|----------------|----------------|
| <b>Financial assets</b>                 |             |                |                |                |                |
| Trading assets                          | 5           | 21,521         | 9,787          | 53,754         | 85,062         |
| Derivative financial assets             | 8           | 42             | 164,819        | 97             | 164,958        |
| Equity instruments measured at FVOCI    | 6           | 7,493          | -              | 4,649          | 12,142         |
| Non-trading assets mandatorily at FVTPL | 5           | 232            | -              | 18,247         | 18,479         |
| Other financial investments             | 6           | 172,901        | 14,543         | 115,676        | 303,120        |
| <b>Total</b>                            |             | <b>202,189</b> | <b>189,149</b> | <b>192,423</b> | <b>583,761</b> |
| <b>Financial liabilities</b>            |             |                |                |                |                |
| Derivative financial liabilities        | 8           | 18             | 229,319        | 5              | 229,342        |
| <b>Total</b>                            |             | <b>18</b>      | <b>229,319</b> | <b>5</b>       | <b>229,342</b> |

There were no transfers between Level 1, 2, or 3 of the fair value hierarchy in 2025 (2024: None).

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

**Level 3 Financial assets and liabilities**

Fair value measurements using significant inputs that are unobservable in the market due to limited activity or an illiquid market are classified as Level 3 in the fair value hierarchy. Such measurements include securities valued using internal models or a combination of multiple valuation techniques, such as weighting of internal models and vendor or broker pricing, where the unobservable inputs are significant to the overall fair value measurement. As of June 30, 2025, EUR 8,661 (2024: EUR 9,140) securities were classified as Level 3.

During 2025, there were no financial instruments transferred out of Level 3 to Level 2 due to change in inputs used in measuring the fair value of the assets. (2024: None)

Loans and receivables classified under Level 3 consist of trading loans valued using discounted cash flow technique that incorporate brokers' quotes as indicative value with no attached commitment to transact at that price.

Changes in the unobservable inputs used in the valuation of Level 3 financial assets would not have a significant impact on equity and net income.

Non trading assets consist of equity investments mandatorily at fair value through profit or loss, that are measured in line with IFRS 13 requirements using the valuation techniques described in the following table.

**Fair value measurement of non-financial assets and liabilities**

Non-financial assets for which fair value is taken into account as measurement basis comprise of investment properties, land and buildings. Assets held for sale is measured at lower of the carrying amount or fair value less cost to sell.

Independent appraisal reports are used for determination of fair values of those assets that are classified as Level 3 of the fair value hierarchy since the valuation techniques used are mostly based on unobservable inputs.

Unrealised gains and losses during the period that relate to Level 3 non-financial assets have been recognised in the statement of income as follows:

- Changes in fair value of inventory properties are included in other impairment loss.
- Changes in fair value of assets held for sale are included in other impairment loss.

In 2025, there has been no change in valuation techniques.

As at June 30, 2025, the Group has no non-financial liabilities measured at fair value (2024: None).

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NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

Significant unobservable inputs used in determination of Level 3 fair values

The following table presents the valuation techniques and the significant inputs used in determination of fair values in Level 3 measurements.

| Category  | Carrying amount/fair value(in Eur) | Valuation Technique                                 | Input                               | Range                      |
|---|------------------------------------|---|-------------------------------------|----------------------------|
| <b>Financial assets</b>                                     |                                    |   |                                     |                            |
| Romania- Visa shares  | 4,457                              | Third party pricing                                 | Broker price                        | n.a                        |
| <b>Non-trading assets mandatorily at FVTPL</b>              | <b>4,457</b>                       |   |                                     |                            |
| <b>Trading assets - Trading loans at FVTPL</b>              | <b>171,391</b>                     | Third party pricing                                 | Broker price                        | n.a                        |
| <b>Other financial investments - Trading loans at FVOCI</b> | <b>87,880</b>                      | Third party pricing                                 | Broker price                        | n.a                        |
| <b>Equity instruments measured at FVOCI</b>                 |                                    |   |                                     |                            |
| - Investment fund   | 4,204                              | Net asset value                                     | n.a                                 | n.a                        |
| <b>Total- Level 3 financial assets (excl. derivatives)</b>  | <b>267,932</b>                     |   |                                     |                            |
| <b>Non-financial assets</b>                                 |                                    |   |                                     |                            |
| Western Europe- land/buildings                              | 11,828                             | Market comparison approach<br>Income capitalization | Price per square meter<br>IRR/Yield | 18 Eur/sqm/month<br>7.95%  |
| Romania- land/ buildings                                    | 5,973                              | Market comparison approach<br>Income capitalization | Price per square meter              | 400-2,300<br>Eur/sqm/month |
| <b>Sub-total land/buildings</b>                             | <b>17,801</b>                      |   |                                     |                            |
| Turkey- commercial properties                               | 768                                | Market comparison approach                          | Price per square meter              | 2,793 Eur/sqm              |
| <b>Sub-total investment properties</b>                      | <b>768</b>                         |   |                                     |                            |
| Western Europe- artworks                                    | 977                                | Market comparison approach                          | n.a                                 | n.a                        |
| <b>Sub-total assets held for sale</b>                       | <b>977</b>                         |   |                                     |                            |
| <b>Total Level 3 non-financial assets</b>                   | <b>19,546</b>                      |   |                                     |                            |

**CEG N.V.**

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

**Reconciliation of Level 3 financial assets**

The following table shows a reconciliation for fair value measurements in the Level 3 of the fair value hierarchy.

|                                  | <b>June 30,<br/>2025</b>                                       |   |   |                | <b>June 30,<br/>2024</b>               |  |   |                |
|----------------------------------|--|---|---|----------------|--|--|---|----------------|
|                                  | <b>Financial<br/>Assets at<br/>FVTPL-<br/>Non-<br/>Trading</b> | <b>Financial<br/>Assets at<br/>FVTPL-<br/>Trading</b> | <b>Financial<br/>Assets at<br/>FVTPL-<br/>Trading</b> | <b>Total</b>   | <b>Financial<br/>Assets-<br/>FVOCI</b> | <b>Financial<br/>Assets at<br/>FVTPL-<br/>Non-<br/>Trading</b> | <b>Financial<br/>Assets at<br/>FVTPL-<br/>Trading</b> | <b>Total</b>   |
| <b>Balance at January 1</b>      | <b>120,325</b>   | <b>18,247</b>   | <b>53,754</b>   | <b>192,326</b> | <b>43,639</b>                          | <b>25,728</b>  | <b>138,290</b>  | <b>207,657</b> |
| Total gains and losses           |  |   |   |                |  |  |   |                |
| - in net trading income          | 782  | 927   | 1,311   | 3,020          | 529                                    | 732  | 902   | 2,163          |
| - in net interest income         | -  | 129   | 4,601   | 4,730          | -                                      | 456  | 4,237   | 4,693          |
| - in OCI                         | (6)  | -   | -   | (6)            | 7                                      | -  | -   | 7              |
| Purchases/additions              | 117,998  | -   | 463,200   | 581,198        | 64,322                                 | -  | 273,192   | 337,514        |
| Settlements/Collections/Sales    | (146,993)  | (14,754)  | (351,352)   | (513,099)      | (3,179)                                | (7,811)  | (279,009)   | (289,999)      |
| Exchange differences             | (22)   | (92)  | (123)   | (237)          | 117                                    | 28   | -   | 145            |
| <b>Balance at the period end</b> | <b>92,084</b>  | <b>4,457</b>  | <b>171,391</b>  | <b>267,932</b> | <b>105,435</b>                         | <b>19,133</b>  | <b>137,612</b>  | <b>262,180</b> |

**Reconciliation of Level 3 non-financial assets**

The following table shows a reconciliation for fair value measurements in the Level 3 non-financial assets.

| <b>June 30, 2025</b>                          | <b>Land&amp;Buildings</b> | <b>Investment properties</b> | <b>Assets held for sale</b> |
|---|---------------------------|------------------------------|-----------------------------|
| <b>Balance at the beginning of the period</b> | <b>18,495</b>             | <b>768</b>                   | <b>977</b>                  |
| Depreciation                                  | (390)                     | -                            | -                           |
| Exchange differences                          | (305)                     | -                            | -                           |
| <b>Balance at the period end</b>              | <b>17,801</b>             | <b>768</b>                   | <b>977</b>                  |

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## Financial instruments not measured at fair value

The following table compares the carrying amount of financial assets and liabilities not measured at fair value and analyses them by the level in the fair value hierarchy. Cash and balances at central banks are excluded from the table as it's carrying value approximates the fair value.

| <b>June 30, 2025</b>              | <b>Note</b> | <b>Level 1</b> | <b>Level 2</b>   | <b>Level 3</b>   | <b>Total fair Values</b> | <b>Total carrying amount</b> |
|-----------------------------------|-------------|----------------|------------------|------------------|--------------------------|------------------------------|
| <b>Financial assets</b>           |             |                |                  |                  |                          |                              |
| Loans and receivables - banks     | 7           | -              | 571,694          | -                | 571,694                  | 571,691                      |
| Loans and receivables - customers | 9           | -              | -                | 2,605,460        | 2,605,460                | 2,613,199                    |
| <b>Total</b>                      |             | -              | <b>571,694</b>   | <b>2,605,460</b> | <b>3,177,154</b>         | <b>3,184,890</b>             |
| <b>Financial liabilities</b>      |             |                |                  |                  |                          |                              |
| Due to banks                      | 12          | -              | 259,103          | -                | 259,103                  | 259,103                      |
| Due to customers                  | 13          | -              | 3,929,210        | -                | 3,929,210                | 3,890,298                    |
| Subordinated liabilities          | 16          | -              | 135,402          | -                | 135,402                  | 135,406                      |
| <b>Total</b>                      |             | -              | <b>4,323,715</b> | -                | <b>4,323,715</b>         | <b>4,284,807</b>             |
| <b>December 31, 2024</b>          |             |                |                  |                  |                          |                              |
| <b>Financial assets</b>           |             |                |                  |                  |                          |                              |
| Loans and receivables - banks     | 7           | -              | 968,650          | -                | 968,650                  | 968,647                      |
| Loans and receivables - customers | 9           | -              | -                | 2,545,404        | 2,545,404                | 2,551,050                    |
| <b>Total</b>                      |             | -              | <b>968,650</b>   | <b>2,545,404</b> | <b>3,514,054</b>         | <b>3,519,697</b>             |
| <b>Financial liabilities</b>      |             |                |                  |                  |                          |                              |
| Due to banks                      | 12          | -              | 284,843          | -                | 284,843                  | 284,843                      |
| Due to customers                  | 13          | -              | 4,239,000        | -                | 4,239,000                | 4,202,042                    |
| Subordinated liabilities          | 16          | -              | 149,373          | -                | 149,373                  | 149,376                      |
| <b>Total</b>                      |             | -              | <b>4,673,216</b> | -                | <b>4,673,216</b>         | <b>4,636,261</b>             |

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 24. Commitments and contingencies

To meet the financial needs of customers, the Group issues various irrevocable commitments and contingent liabilities. Even though these obligations may not be recognized on the statement of financial position, they do contain credit risk and are, therefore, part of the overall risk of the Group. In many instances, the amount recognized on the statement of financial position for incurred obligations does not represent the loss potential of the arrangement in full.

Letters of credit, guarantees and acceptances commit the Group to make payments on behalf of customers, contingent on the failure of the customer to perform under the terms of the contract. Guarantees carry the same credit risk as loans. Credit guarantees can be in the form of bills of exchange, irrevocable letters of credit, advance payment guarantees, or endorsement liabilities from bills rediscounted.

Commitments to extend credit represent contractual commitments to make loans and revolving credits. Commitments generally have fixed expiration dates, or other termination clauses. Since commitments may expire without being drawn upon, the total contract amounts do not necessarily represent future cash requirements. With respect to credit risk on commitments to extend the credit, the Group is potentially exposed to loss in an amount equal to the total unused commitments.

However, the likely amount of loss is less than the total unused commitments since most commitments to extend credit are contingent upon customers maintaining specific standards. The Group monitors the term to maturity of credit commitments because longer-term commitments generally have a greater degree of credit risk than shorter-term commitments.

|  | <b>June 30, 2025</b> | <b>December 31, 2024</b> |
|--|----------------------|--------------------------|
| Contingent liabilities with respect to irrevocable letters of credit - import    | 583,495              | 630,632                  |
| Contingent liabilities with respect to irrevocable letters of credit - export    | 196,995              | 267,174                  |
| Contingent liabilities with respect to letters of guarantee granted - banks      | 80,004               | 24,445                   |
| Contingent liabilities with respect to letters of guarantee granted - corporates | 54,875               | 66,972                   |
| Contingent liabilities with respect other guarantees                             | 14                   | 14                       |
| <b>Total non-cash loans</b>  | <b>915,383</b>       | <b>989,237</b>           |
| Credit-card limits   | 247,180              | 229,909                  |
| Credit-line commitments  | 66,963               | 170,990                  |
| Other commitments  | 9,272                | -                        |
| <b>Total</b>   | <b>1,238,798</b>     | <b>1,390,136</b>         |

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 25. Related parties

The Group's Parent Company is FİBA Holding A.Ş., Türkiye, ultimately controlled by Özyeğin family.

Parties are considered related if one party has the ability to control the other party or exercise significant influence over the other party in financial and operating decisions. The Group enters into transactions with its Parent company, ultimate parent company and other related parties controlled by Özyeğin family in the ordinary course of business at commercial interest and commission rates. The Group provides general banking services to related parties including current accounts, time deposits, fx transactions, fiduciary transactions, brokerage activities and custodian services. All loans and advances to related parties are performing advances.

All amounts included in the financial statements stated in the table below relate to group companies controlled by Özyeğin family:

|                                   | June 30, 2025  |                       | December 31, 2024 |                       |
|-----------------------------------|----------------|-----------------------|-------------------|-----------------------|
|                                   | Parent Company | Other Related Parties | Parent Company    | Other Related Parties |
| <b>Assets</b>                     |                |                       |                   |                       |
| Loans and receivables – banks     | -              | 788                   | -                 | 441                   |
| Loans and receivables – customers | -              | 112,189               | -                 | 125,879               |
| Derivative financial instruments  | -              | 7,295                 | -                 | 2,004                 |
| <b>Liabilities</b>                |                |                       |                   |                       |
| Due to banks                      | -              | 2,553                 | -                 | 769                   |
| Due to customers                  | 27,727         | 82,276                | 492               | 63,645                |
| Derivative financial instruments  | -              | 8,323                 | -                 | 3,412                 |
| Subordinated liabilities          | -              | 43,034                | -                 | 47,725                |
| Commitment and contingencies      | -              | 454                   | -                 | 1,005                 |

(\*) Reference is made Note 2-g 'Changes to prior year disclosures'.

All credit risk exposures related to derivative financial instruments are fully collateralized through pledge agreements. As of June 30, 2025, the Group does not have any stage 3 provisions regarding related party balances 2024: None).

|  | January 1, 2025-<br>June 30, 2025 |                       | January 1, 2024-<br>June 30, 2024 |                       |
|--|-----------------------------------|-----------------------|-----------------------------------|-----------------------|
|  | Parent Company                    | Other Related Parties | Parent Company                    | Other Related Parties |
| Interest income                          | -                                 | 13,932                | -                                 | 13,856                |
| Interest expense                         | (200)                             | (11,214)              | -                                 | (9,385)               |
| Commission income                        | -                                 | 431                   | -                                 | 3,578                 |
| Valuation results and net trading income | -                                 | (635)                 | -                                 | 228                   |
| Other operating income                   | -                                 | 98                    | -                                 | 103                   |
| Operating expenses                       | -                                 | (512)                 | -                                 | (641)                 |

In 2025, there are no loans sold to related parties (2024: None).

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**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

Key management is defined as those persons in the Group's Supervisory and Managing Board. The number of key management personnel is 8 (2024: 9). Key management personnel and their immediate relatives have transactions in the ordinary course of business at commercial interest and commission rates with the Group. There is no loan granted to key management.

As of June 30, 2025, the Group does not have any provisions regarding the balances with key management personnel (2024: None). Key management costs, including remuneration and fees for the period ended June 30, 2025 amounted to EUR 2,296 (2024: EUR 2,259). Pension plan contribution amounted to EUR 103 (2024: EUR 100).

26. Risk management

CEG N.V. has set policy-level standards in accordance with the regulations of the Dutch Central Bank (De Nederlandsche Bank – DNB) and the guidelines published by the Basel Committee and the European Banking Authority (EBA).

The core elements of the Group’s risk management and control framework are:

- Adhering to the risk appetite and strategy set
- Periodically assessing the risk governance structure
- Maintaining capital management in line with the capital strategy
- Managing financial and operational risk in line with the risk appetite and strategy

Risk Appetite and Risk Governance

The risk management philosophy requires direct reporting lines and a clear division of tasks and responsibilities. At the same time, it ensures that bank-wide criteria for acceptance, monitoring, control and management of risks are deeply rooted. We clearly separate risk ownership from business activities.

Main pillars of the risk appetite are illustrated below:

| QUALITATIVE  |
|--|
| <p><b>Governance</b></p> <ul style="list-style-type: none"> <li>- Standardized policies, guidelines and limits</li> <li>- Risk tolerance is proposed and executed by the Managing Board upon the approval of the Supervisory Board</li> <li>- Risk appetite in certain geographies and segments is determined in accordance with local presence and expertise</li> <li>- Risk management is centralized and functions independently from the business lines</li> </ul> <p><b>Reputation</b></p> <ul style="list-style-type: none"> <li>- Ensure high financial reporting transparency and efficient external communications</li> </ul> |

| QUANTITATIVE   |
|--|
| <p><b>Credit risk concentration</b></p> <ul style="list-style-type: none"> <li>- Diversified exposure within different geographies through retail, SME and corporate clients.</li> <li>- Low sovereign exposure</li> </ul> <p><b>Liquidity</b></p> <ul style="list-style-type: none"> <li>- No risk tolerance for liquidity risk, restrictions on short-term funding and credit-sensitive liabilities</li> <li>- Insignificant liability concentration</li> </ul> <p><b>Trading and ALM</b></p> <ul style="list-style-type: none"> <li>- Minor sensitivity to trading risk and limited interest rate mismatches in the Banking book</li> <li>- No exposure to securitized/re-securitized assets or CDOs</li> </ul> |

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

The Group exercises full control over its subsidiaries' business performance and steers their risk appetite. In addition, we employ the following governance structure of risk management:

- Audit & Risk Committees at subsidiary as well as consolidated level;
- Direct reporting of general managers of the Groups' subsidiaries to the CEO of the Group;
- Presence of a global CRO function on the Managing Board;
- A uniform credit committee structure at both local and the consolidated level.

The Audit and Risk Committee (ARC) at the consolidated level plays a pivotal role in the Group's risk governance framework. ARC meets four times a year, receives regular reports, and updates on the Group's actual risk appetite with respect to the approved risk appetite statement. The Committee reviews and monitors the limits for individual types of risks and takes decisions whether principal risks have been properly identified and are being appropriately managed. ARC also makes assessments on the existing risk management capacity / expertise of the Group and raises action items / investment plans –where necessary- to reach the desired level.

**Capital Management**

A capital level commensurate with the Group's risk profile is the key to financial resilience. The Group operates with an optimum level and mix of capital resources. A centralized regulatory/internal capital management model plays a major role in this process. The internal capital model incorporates detailed scenario analyses of key risk factors and their potential effects on income statement and the Group's capital base under different assumptions. This framework is designed to ensure the Group has sufficient capital resources to meet the capital requirements of DNB, as well as those of local regulators in our operating countries.

It further ensures that we have capital available to meet our own risk appetite and internal guidelines. We place great emphasis on the strength of our capital base as a way to maintain investor, creditor and market confidence, and to sustain future business development.

The Group allocates assets in accordance with the risk-return thresholds defined in our risk appetite statement. Business units are required to understand fully the inherent risk-reward profile of their business and to generate a specific level of return on regulatory/internal capital requirements. The Group's risk strategy has proved its value, not only by providing consistently strong financial results, but also by yielding consistently robust returns on equity.

The Group's capital-management objectives are to:

- Maintain sufficient capital resources to meet the DNB's minimum regulatory capital requirements.
- Ensure that locally regulated subsidiaries can meet their minimum capital requirements.
- Achieve adequate capital levels to support the Group's risk appetite and internal capital requirements.
- Maintain a strong capital base to reassure investors, creditors and markets, and to sustain future business development.

To support its capital-management objectives, the Group takes into account:

- Possible volatility in anticipated demand for capital caused by new business opportunities, including acquisitions, or by deterioration in the credit quality of the Group's assets
- Possible volatility of reported profits and other capital resources compared with forecast.
- Capital ratio sensitivity to foreign-exchange-rate movements.

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### **NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

#### **Regulatory Capital**

The Group follows Capital Requirement Directive and Capital Requirement Regulation for Capital Requirement calculation. Related documents are following:

##### **CRD**

- Directive 2013/36/EU on access to the activity of credit institution and the prudential supervision of credit institutions and investment firms (CRD IV), 26 June 2013<sup>[1]</sup>
- DIRECTIVE (EU) 2019/878 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 20 May 2019 amending Directive 2013/36/EU as regards exempted entities, financial holding companies, mixed financial holding companies, remuneration, supervisory measures and powers and capital conservation measures<sup>[2]</sup>

##### **CRR**

- Regulation (EU) No 575/2013 on prudential requirements for credit institutions and investment firms (CRR)<sup>[3]</sup>
- REGULATION (EU) 2019/876 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of 20 May 2019 amending Regulation (EU) No 575/2013 as regards the leverage ratio, the net stable funding ratio, requirements for own funds and eligible liabilities, counterparty credit risk, market risk, exposures to central counterparties, exposures to collective investment undertakings, large exposures, reporting and disclosure requirements, and Regulation (EU) No 648/2012<sup>[4]</sup>

The Group applies the standardized approach for credit risk, market risks and operational risk. Banks are expected to meet the capital-requirements constraints imposed by the CRR III accord.

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**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

The Group's total own funds consist of Core Tier I capital (also named as common Equity Tier I, CET 1), Additional Tier I capital (AT 1) and Tier II capital. The various elements making up both components are presented in the table below:

|   | <b>June 30, 2025</b> | <b>December 31, 2024**</b> |
|---|----------------------|----------------------------|
| <b>Total Equity*</b>  | <b>693,312</b>       | <b>676,169</b>             |
| - Current year profit (1)   | (11,054)             | (3,846)                    |
| - Non-eligible minority interest (2)  | (1,352)              | (1,225)                    |
| <b>Prudential filters</b>   |                      |                            |
| - Prudent valuation   | (644)                | (608)                      |
| - Intangible asset (2)  | (14,988)             | (11,892)                   |
| - Deferred tax assets that rely on future profitability and do not arise from temporary differences (2) | (13,384)             | (24,734)                   |
| - CIU Investment deductions   | (3,119)              | (3,540)                    |
| - Backstop deductions (3)   | (8,977)              | (8,696)                    |
| - Repossessed Assets deduction (4)  | (7,326)              | (6,326)                    |
| <b>Core Tier I</b>  | <b>632,468</b>       | <b>615,302</b>             |
| Perpetual Tier I capital  | 43,034               | 47,725                     |
| <b>Additional Tier I</b>  | <b>43,034</b>        | <b>47,725</b>              |
| <b>Total Tier I capital</b>   | <b>675,502</b>       | <b>663,027</b>             |
| Tier II capital   |                      |                            |
| Subordinated capital  | 89,644               | 101,020                    |
| <b>Total Tier II capital</b>  | <b>89,644</b>        | <b>101,020</b>             |
| <b>Total own funds</b>  | <b>765,146</b>       | <b>764,047</b>             |

\*Different consolidation scopes account for the difference between equity and intangible in own funds from the consolidated financial statements for both periods. 'Own funds' are determined using the prudential consolidation scope, which solely combines financial institutions and excludes SPV companies in accordance with prudential supervision regulations.

\*\*Comparative figures have been updated to improve consistency and comparability with the current period disclosure.

- (1) Based on article 26, point 2 of CRR IV, the Group includes interim profit into Common Equity Tier 1 Capital. DNB granted permission to include 2025 Q1 interim profit in CET1 capital. Therefore, only Q2 interim profit is excluded from common Equity Tier 1 Capital as of June 2025.
- (2) Under CRD IV frame, additional items listed below shall be deducted fully to enhance own funds quality:
  - Non-eligible minority interest
  - Other intangible asset (Non-solvency deductible under Basel II framework)
  - Deferred tax assets that rely on future profitability and do not arise from temporary differences
- (3) According to CRR, Prudential NPE backstop deduction is applicable for NPLs that were originated after April 2019, whereas the Group conservatively applies this guidance retrospectively to its entire NPL portfolio and deduct the relevant capital amount from its total own funds under the Group's own initiative in accordance with Article 3 of the CRR as of 2023 June-end.
- (4) The aging of repossessed assets is addressed through capital deductions from the Group's own funds under the Group's own initiative in accordance with Article 3 of the CRR as of 2023 June-end. The Group applies maximum holding periods for repossessed assets and determined specific applicable amount of deduction from CET1 capital separately for each repossessed asset based on the Group's NPE strategy policy.

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### NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

#### For the period ended June 30, 2025

The Group and its individually supervised subsidiaries have complied with all externally imposed capital requirements throughout the reporting period and maintained their capital ratios above the regulatory minimum ratios.

| <b>Solvency ratio</b>             | <b>June 30, 2025</b> | <b>December 31, 2024</b> |
|-----------------------------------|----------------------|--------------------------|
| Capital ratio                     | 21.21%               | 19.77%                   |
| Tier I ratio                      | 18.72%               | 17.16%                   |
| Core Tier I                       | 17.53%               | 15.92%                   |
| <b>Total Risk Exposure Amount</b> | <b>3,607,863</b>     | <b>3,864,311</b>         |

#### Credit risk

Credit risk is defined as the current or prospective threat to the Group's earnings and capital because of counterparty's failure to comply with financial or other contractual obligations.

Credit risk constitutes the most significant risk of the Group and arises mainly from its trade-finance, lending, treasury, mortgage and leasing businesses.

#### Concentration limits

The Group has established maximum concentration limits –in terms of both nominal and capital consumption- over country, industry and single-name concentrations to manage concentration risk in its loan portfolio.

Credit risk is managed by following tools and principles:

#### Risk mitigation

The Group employs credit risk mitigation strategies to lower the credit risk connected to its credit exposures. These methods generally include the management of collateral and guarantees, the offsetting of financial assets and liabilities, and the enforcement of master netting agreements or comparable instruments by the Group's banking system with means of collateral-transaction linkages.

The conditions that collateral must satisfy in order to qualify for capital reduction are set forth in the Capital Requirements Regulation. The successful and prompt realization of collateral is the goal of these criteria, which include legal certainty for enforceability, collateral assessment, and collateral monitoring. The Group established its Collateral Management Policy that provides a single-view on collateral management within CEG, which contains the eligibility of collateral for risk mitigation as well as certain collateral-related processes such as collateral (re-)valuation, administration and liquidation as well as postmortem analyses.

- For legal certainty for enforceability, Legal department conducts in-depth legal review confirming the enforceability of the collateral arrangements under the law applicable to these arrangements in all relevant jurisdictions.
- For collateral assessment, The Collateral Management Unit monitors timely revaluations according to the specific requirements decided by the Credit Committee and informs Corporate Banking and Corporate Credits to initiate revaluations. The market value of the collateral should be appraised at least annually or more often whenever there is a reason to believe that a significant decrease in its market value has occurred.
- For collateral administration, The Collateral Management Unit, in consultation with Corporate Marketing, Corporate Credits, Treasury and Legal as well as Trade Finance Services and Central Registry. Collateral Management prepares collaterals documentation, maintains collateral bookings for establishing the linkage between risks and collaterals, ensures timely revaluations and insurance coverage of the collateral, is responsible for the release of collateral when advised by Corporate Banking, and facilitates the margin call process for financial institutions.

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**Internal Rating Models and Scorecards**

The Group borrower rating systems require fundamental credit analysis (corporate) and behavioural inputs (retail) and supplemented by statistical models.

The obligor-rating framework has several building blocks to ensure that qualitative and quantitative risk drivers of corporate default are inherent in the rating process. Since 2011, Internal Rating System model coverage has been extended with new specialized lending models, which ensure more robust estimation of initial risk parameters for transactional lending portfolios. In line with the Group lending practices, seven sub-classes of specialized lending, namely structured trade finance, marine object finance, marine project (shipbuilding) finance, income producing real estate finance, real estate development finance, object finance and other project finance, are separately identified within the corporate asset class regarding the applied rating criteria. In 2017, the Group implemented new object finance, real estate finance and balance sheet lending rating models and finalized the process of migration to the 21-grade master scale -which covers both corporate and retail lending.

The Group has established a centre of excellence for retail risk management responsible for scoring, risk based pricing, algorithm development, stress testing, monitoring and reporting. The centre is composed of highly skilled statisticians, bankers, econometrists, database programmers and risk managers. The team has worked in projects in several countries including Russia, Romania, Germany, Turkey and Belgium. Now through their efforts, all banking entities are taking the right risk with the right interest margin.

**Stress testing**

The Group puts stress-testing and capital planning at the centre of its internal capital assessment process. The factual starting point of the capital planning process is the three-year business plan, which reflects the baseline assumptions on the global economy. Macroeconomic assumptions are mainly based on a survey of multiple sources to ensure objectivity and consistency. Then, the Group identifies the potential threats to its business plan and capital adequacy based on a set of adverse scenarios.

Having a hypothetical stress testing framework, the Group's stress-testing methodology discourages both under- and over-reliance on internal data. The magnitude of the shocks varied across different portfolios based on their expected default correlation with the systematic risks, which materialize under the adverse scenario.

The Group's credit-risk stress tests shock both default- and recovery-related risk parameters. In particular, risk concentrations in the portfolio are penalized with harsher shocks. The Group's stress-testing methodology does not aim to make accurate forecasts of the downturns but instead aims to capture the tail loss by simulating the unexpected and the undesirable.

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## 26. a. Credit exposure

**Maximum credit-risk exposure**

The Group identifies its maximum credit exposure as the sum of all transactions that may potentially expose the Group to credit losses, should the counterparty not fulfil its contractual obligations. The maximum credit exposure presented in the table below comprises on- and off-balance sheet items. Credit exposure is measured without taking account of any collateral held or other credit enhancements.

**Maximum credit-risk exposure, net of impairment allowances**

On-balance sheet items are presented at their gross carrying amount, gross of impairment allowances. Derivative financial instruments are assessed at fair value of future cash flows.

The off-balance credit risk exposure comprises:

- Letters of guarantee granted and letters of credit issued or confirmed, shown at the maximum amount that the Group would have to pay if the guarantees or letters of credit are called upon; and,
- Undrawn credit-card limits
- Revocable credit line commitments are excluded, as they do not create credit risk.
- Back-to-back letter of credits are excluded.

|  | <b>June 30, 2025</b> | <b>December 31, 2024</b> |
|--|----------------------|--------------------------|
| <b>Balance sheet items</b>                                     |                      |                          |
| Balances with central banks                                    | 940,036              | 1,254,448                |
| Financial assets measured at fair value through profit or loss | 203,579              | 103,541                  |
| Financial investments  | 553,980              | 444,658                  |
| Loans and receivables - banks                                  | 572,130              | 969,269                  |
| Loans and receivables - customers                              | 2,647,453            | 2,586,124                |
| Derivative financial instruments                               | 339,379              | 164,958                  |
| <b>Subtotal</b>  | <b>5,256,557</b>     | <b>5,522,998</b>         |
| <b>Off- balance sheet items</b>                                |                      |                          |
| Issued letters of guarantee                                    | 134,893              | 91,430                   |
| Issued irrevocable letters of credit                           | 739,050              | 763,110                  |
| Undrawn credit-card limits                                     | 247,180              | 229,909                  |
| Other commitments and contingent liabilities                   | 76,235               | 170,990                  |
| <b>Total off-balance sheet</b>                                 | <b>1,197,358</b>     | <b>1,255,439</b>         |
| <b>Maximum credit risk exposure</b>                            | <b>6,453,915</b>     | <b>6,778,437</b>         |

**Concentration of credit exposure**

Concentration risk normally arises when number of counterparties operates in the same geographical region or within the same economic sector, and thus is affected to the same extent as economic, political and other conditions.

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26.b. Sector concentration

The Group monitors its credit exposure within the following counterparty groups: banks and central governments, financial investments, derivatives, corporate customers, retail customers, residential mortgage loans and SME customers. Exposure to corporate customers is presented, broken down by industry, according to the internal sector definitions.

|   | June 30,<br>2025        |                          |                   |                           | December<br>31, 2024 |                           |
|---|-------------------------|--------------------------|-------------------|---------------------------|----------------------|---------------------------|
|   | On-<br>balance<br>sheet | Off-<br>balance<br>sheet | Total<br>exposure | % of<br>total<br>exposure | Total<br>exposure    | % of<br>total<br>exposure |
| <b>Balances with central banks</b>                                    | 940,036                 | 1,500                    | 941,536           | 14.6%                     | 1,255,948            | 18.5%                     |
| <b>Financial assets measured at fair value through profit or loss</b> | 203,579                 | -                        | 203,579           | 3.2%                      | 103,541              | 1.5%                      |
| <b>Financial investments</b>  | 553,980                 | -                        | 553,980           | 8.6%                      | 444,658              | 6.6%                      |
| <b>Loans and receivables - banks</b>                                  | 572,130                 | 276,999                  | 849,129           | 13.2%                     | 1,360,888            | 20.1%                     |
| <b>Loans and receivables - customers</b>                              | 2,647,453               | 918,859                  | 3,566,312         | 55.3%                     | 3,448,444            | 50.9%                     |
| <i><u>Loans and receivables - corporate</u></i>                       | <u>2,344,220</u>        | <u>665,984</u>           | <u>3,010,204</u>  | <u>46.6%</u>              | <u>2,877,019</u>     | <u>42.4%</u>              |
| <i>Oil &amp; Derivatives</i>  | 433,931                 | 461,656                  | 895,587           | 13.9%                     | 602,127              | 8.9%                      |
| <i>Iron-Steel-Metals &amp; Alloys</i>                                 | 302,937                 | 99,019                   | 401,956           | 6.2%                      | 525,855              | 7.8%                      |
| <i>Financial Service &amp; Investment</i>                             | 320,811                 | 6,102                    | 326,913           | 5.1%                      | 354,861              | 5.2%                      |
| <i>Shipping &amp; Shipyard</i>  | 219,853                 | 6,560                    | 226,413           | 3.5%                      | 272,533              | 4.0%                      |
| <i>Soft Commodities &amp; Agricultural Products</i>                   | 209,662                 | 12,104                   | 221,766           | 3.4%                      | 234,755              | 3.5%                      |
| <i>Real Estate</i>  | 158,906                 | -                        | 158,906           | 2.5%                      | 157,380              | 2.3%                      |
| <i>Energy &amp; Coal</i>  | 124,953                 | 3,785                    | 128,738           | 2.0%                      | 152,208              | 2.2%                      |
| <i>Fertilizers</i>  | 65,440                  | 35,344                   | 100,784           | 1.6%                      | 58,498               | 0.9%                      |
| <i>Leisure &amp; Tourism</i>  | 88,024                  | -                        | 88,024            | 1.4%                      | 139,696              | 2.1%                      |
| <i>Transportation, Logistics &amp; Warehousing</i>                    | 86,344                  | -                        | 86,344            | 1.3%                      | 61,744               | 0.9%                      |
| <i>Technology, IT &amp; Electronic Equipment</i>                      | 82,334                  | -                        | 82,334            | 1.3%                      | 97,812               | 1.4%                      |
| <i>Food, Beverage &amp; Tobacco</i>                                   | 56,530                  | -                        | 56,530            | 0.9%                      | 31,046               | 0.5%                      |
| <i>Petrochemical, Plasticizers &amp; Derivatives</i>                  | 27,370                  | 22,008                   | 49,378            | 0.8%                      | 27,233               | 0.4%                      |
| <i>Paper and Pulp &amp; Forestry</i>                                  | 29,095                  | 16,330                   | 45,425            | 0.7%                      | 40,528               | 0.6%                      |
| <i>Construction &amp; Installation</i>                                | 36,546                  | 2,973                    | 39,519            | 0.6%                      | 39,076               | 0.6%                      |
| <i>Retail</i>   | 29,117                  | 14                       | 29,131            | 0.5%                      | 29,621               | 0.4%                      |
| <i> Holding</i>   | 28,759                  | 78                       | 28,837            | 0.4%                      | 11,024               | 0.2%                      |
| <i>Automotive &amp; Derivatives</i>                                   | 11,565                  | 11                       | 11,576            | 0.2%                      | 8,157                | 0.1%                      |
| <i>Media &amp; Publishing</i>   | 9,541                   | -                        | 9,541             | 0.1%                      | 10,124               | 0.2%                      |
| <i>Other</i>  | 22,502                  | -                        | 22,502            | 0.3%                      | 22,741               | 0.3%                      |
| <i><u>Loans and receivables - retail customers and SMEs</u></i>       | <u>303,233</u>          | <u>252,875</u>           | <u>556,108</u>    | <u>8.6%</u>               | <u>571,425</u>       | <u>8.4%</u>               |
| <i>Exposure to retail customers</i>                                   | 107,950                 | 247,180                  | 355,130           | 5.5%                      | 342,145              | 5.0%                      |
| <i>Exposure secured by residential real estate</i>                    | 152,784                 | -                        | 152,784           | 2.4%                      | 168,222              | 2.5%                      |
| <i>Exposure to SME</i>  | 42,499                  | 5,695                    | 48,194            | 0.7%                      | 61,058               | 0.9%                      |
| <b>Derivative financial instruments</b>                               | 339,379                 | -                        | 339,379           | 5.3%                      | 164,958              | 2.4%                      |
| <b>Total credit risk exposure</b>                                     | <b>5,256,557</b>        | <b>1,197,358</b>         | <b>6,453,915</b>  | <b>100.0%</b>             | <b>6,778,437</b>     | <b>100.0%</b>             |

The top five industries account for 68.85% (2024: 69.17%) of the total corporate portfolio, reflecting the traditional business areas of the Group where it possesses strong expertise and profound industry practice.

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In line with its Fossil Fuel Policy, the Group's Coal and Oil & Derivatives exposures only consist of trading activities. The Group monitors its consolidated Coal exposure, which is presented under Energy & Coal and Iron-Steel-Metal & Alloys sectors. The breakdown of the Group's total coal exposure is as follows:

|                    |                     |                          |                   | June 30,<br>2025       | December<br>31, 2024 |                        |
|--------------------|---------------------|--------------------------|-------------------|------------------------|----------------------|------------------------|
|                    | On-balance<br>sheet | Off-<br>balance<br>sheet | Total<br>exposure | % of total<br>exposure | Total<br>exposure    | % of Total<br>exposure |
| Thermal Coal       | -                   | -                        | -                 | 0.00%                  | 45,610               | 0.67%                  |
| Metallurgical Coal | 29,228              | 5,212                    | 34,440            | 0.53%                  | -                    | 0.00%                  |
| <b>Total</b>       | <b>29,228</b>       | <b>5,212</b>             | <b>34,440</b>     | <b>0.53%</b>           | <b>45,610</b>        | <b>0.67%</b>           |

26.c. Geographical concentration

The following table provides the distribution of the Group's credit exposure by risk country as of June 30, 2025 and December 31, 2024.

|                                    |                  |                |                |                |                              |                     | June 30,<br>2025  |
|------------------------------------|------------------|----------------|----------------|----------------|------------------------------|---------------------|-------------------|
|                                    | Netherlands      | Turkey         | Romania        | Switzerland    | Non -<br>investment<br>grade | Investment<br>grade | Total<br>exposure |
| <b>Balance sheet items</b>         |                  |                |                |                |                              |                     |                   |
| Demand deposits with central banks | 756,308          | -              | 44,759         | 107,030        | 16,402                       | 15,537              | 940,036           |
| Financial assets measured at FVTPL | 3,081            | 30,778         | -              | -              | 84,758                       | 84,962              | 203,579           |
| Financial investments              | 246,487          | 11,441         | 14,375         | 18,463         | 56,206                       | 207,008             | 553,980           |
| Loans and receivables - banks      | 23,349           | 37,405         | 16,671         | 10,483         | 131,502                      | 352,720             | 572,130           |
| Loans and receivables - customers  | 360,997          | 505,267        | 322,680        | 315,499        | 217,193                      | 925,817             | 2,647,453         |
| Derivative financial instruments   | 253,537          | 30,357         | -              | 49,898         | -                            | 5,587               | 339,379           |
| <b>Total balance sheet</b>         | <b>1,643,759</b> | <b>615,248</b> | <b>398,485</b> | <b>501,373</b> | <b>506,061</b>               | <b>1,591,631</b>    | <b>5,256,557</b>  |
| Off-balance sheet items            | 57,599           | 29,067         | 257,928        | 132,746        | 51,748                       | 668,270             | 1,197,358         |
| <b>Total credit-risk exposure</b>  | <b>1,701,358</b> | <b>644,315</b> | <b>656,413</b> | <b>634,119</b> | <b>557,809</b>               | <b>2,259,901</b>    | <b>6,453,915</b>  |

|                                    |                  |                |                |                |                              |                     | December<br>31, 2024 |
|------------------------------------|------------------|----------------|----------------|----------------|------------------------------|---------------------|----------------------|
|                                    | Netherlands      | Turkey         | Romania        | Switzerland    | Non -<br>investment<br>grade | Investment<br>grade | Total<br>exposure    |
| <b>Balance sheet items</b>         |                  |                |                |                |                              |                     |                      |
| Demand deposits with central banks | 921,126          | -              | 144,408        | 154,172        | 18,977                       | 15,765              | 1,254,448            |
| Financial assets measured at FVTPL | 13,284           | 10,170         | 472            | -              | 32,465                       | 47,150              | 103,541              |
| Financial investments              | 136,412          | 956            | 14,642         | 18,529         | 63,014                       | 211,105             | 444,658              |
| Loans and receivables - banks      | 29,640           | 17,834         | 5,239          | 28,578         | 293,921                      | 594,057             | 969,269              |
| Loans and receivables - customers  | 286,388          | 535,739        | 357,717        | 186,011        | 253,277                      | 966,992             | 2,586,124            |
| Derivative financial instruments   | 142,699          | 4,718          | -              | 16,808         | -                            | 733                 | 164,958              |
| <b>Total balance sheet</b>         | <b>1,529,549</b> | <b>569,417</b> | <b>522,478</b> | <b>404,098</b> | <b>661,654</b>               | <b>1,835,802</b>    | <b>5,522,998</b>     |
| Off-balance sheet items            | 59,570           | 33,809         | 235,579        | 101,766        | 162,980                      | 661,735             | 1,255,439            |
| <b>Total credit-risk exposure</b>  | <b>1,589,119</b> | <b>603,226</b> | <b>758,057</b> | <b>505,864</b> | <b>824,634</b>               | <b>2,497,537</b>    | <b>6,778,437</b>     |

The Group's credit risk exposures in Russia and Ukraine are very limited and under continuous monitoring. As of June 30, 2025, the Group's credit risk exposure in Russia is EUR 7,305 (2024: EUR 7,509). As of June 30, 2025, the Group's credit risk exposure in Ukraine is EUR 21,775 (2024: EUR 27,292).

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The following table provides the distribution of the Group's liabilities including due to banks, due to customers and derivative financial instruments by risk country:

| <b>LIABILITY</b>         |                    |                |               |                    |                                       |                             |                           |
|--------------------------|--------------------|----------------|---------------|--------------------|---------------------------------------|-----------------------------|---------------------------|
|                          | <b>Netherlands</b> | <b>Romania</b> | <b>Turkey</b> | <b>Switzerland</b> | <b>Non -<br/>investment<br/>grade</b> | <b>Investment<br/>grade</b> | <b>Total<br/>exposure</b> |
| <b>June 30, 2025</b>     | 1,008,981          | 462,378        | 320,959       | 285,722            | 66,349                                | 2,299,939                   | 4,444,328                 |
| <b>December 31, 2024</b> | 1,250,382          | 446,978        | 254,726       | 371,267            | 143,881                               | 2,250,860                   | 4,718,094                 |

**26.d. Collaterals and other credit enhancements obtained**

The Group's credit policy requires that the loan extension process be conducted with strong evidence of the customer's ability to repay the loan. Collaterals are also actively used for the purposes of credit risk mitigation. In the tables below, collaterals are aggregated into two groups:

- Financial collaterals, which includes any kind of documentary collateral, such as bills of exchange or trade-related promissory notes. Cash collaterals, credit derivatives and other guarantees are also part of this group.
- Physical collaterals mainly comprise commercial and residential mortgages.

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Although the Group accepts personal and corporate guarantees as collateral, they are not included in the tables below, due to their limited credit risk mitigation ability.

| <b>Breakdown of collateralized exposure by collateral type</b> |                                |  |   |   | <b>June 30,<br/>2025</b>                         |
|--|--------------------------------|--|---|---|--|
|  | <b>Total<br/>exposure, net</b> | <b>Fair value of<br/>financial<br/>collaterals</b> | <b>Fair value of<br/>physical<br/>collaterals</b> | <b>Total<br/>collaterals<br/>obtained</b> | <b>Collaterals to<br/>total net<br/>exposure</b> |
| <b>Balance sheet</b>   |                                |  |   |   |  |
| Demand deposits with central banks                             | 940,036                        | -  | -   | -   | -  |
| Financial assets measured at fair value through profit or loss | 203,579                        | 19,892   | -   | 19,892                                    | 10%  |
| Financial investments  | 553,980                        | 73,344   | -   | 73,344                                    | 13%  |
| Loans and receivables - banks                                  | 572,130                        | 214,072  | -   | 214,072                                   | 37%  |
| Loans and receivables - customers                              | 2,647,453                      | 430,399  | 833,051   | 1,263,450                                 | 48%  |
| Derivative financial instruments                               | 339,379                        | -  | -   | -   | -  |
| <b>Total balance sheet</b>                                     | <b>5,256,557</b>               | <b>737,707</b>                                     | <b>833,051</b>                                    | <b>1,570,758</b>                          | <b>30%</b>                                       |
| Off-balance sheet  | 1,197,358                      | 62,048   | 53,873  | 115,921                                   | 10%  |
| <b>Total credit risk exposure</b>                              | <b>6,453,915</b>               | <b>799,755</b>                                     | <b>886,924</b>                                    | <b>1,686,679</b>                          | <b>26%</b>                                       |

| <b>Breakdown of collateralized exposure by collateral type</b> |                                    |  |   |   | <b>December<br/>31, 2024</b>                     |
|--|------------------------------------|--|---|---|--|
|  | <b>Total<br/>exposure,<br/>net</b> | <b>Fair value of<br/>financial<br/>collaterals</b> | <b>Fair value of<br/>physical<br/>collaterals</b> | <b>Total<br/>collaterals<br/>obtained</b> | <b>Collaterals<br/>to total net<br/>exposure</b> |
| <b>Balance sheet</b>   |                                    |  |   |   |  |
| Demand deposits with central banks                             | 1,254,448                          | -  | -   | -   | -  |
| Financial assets measured at fair value through profit or loss | 103,541                            | 34,148   | 569   | 34,717                                    | 34%  |
| Financial investments  | 444,658                            | 58,769   | -   | 58,769                                    | 13%  |
| Loans and receivables - banks                                  | 969,269                            | 211,425  | -   | 211,425                                   | 22%  |
| Loans and receivables - customers                              | 2,586,124                          | 417,557  | 911,825   | 1,329,382                                 | 51%  |
| Derivative financial instruments                               | 164,958                            | -  | -   | -   | -  |
| <b>Total balance sheet</b>                                     | <b>5,522,998</b>                   | <b>721,899</b>                                     | <b>912,394</b>                                    | <b>1,634,293</b>                          | <b>30%</b>                                       |
| Off-balance sheet  | 1,255,439                          | 65,115   | 71,340  | 136,455                                   | 11%  |
| <b>Total credit risk exposure</b>                              | <b>6,778,437</b>                   | <b>787,014</b>                                     | <b>983,734</b>                                    | <b>1,770,748</b>                          | <b>26%</b>                                       |

Collaterals for derivative financial instruments consist mostly of the margins called by the Group for its OTC derivative assets.

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#### 26.e. Credit quality of financial assets

The following table presents the credit quality of the Group's financial assets per external mapped to the Fitch's credit rating scale, as of June 30, 2025 and December 31, 2024.

|  | External rating class              |                |                |                |               |                  | June 30,<br>2025 |
|--|------------------------------------|----------------|----------------|----------------|---------------|------------------|------------------|
|  | AAA / AA-                          | A+ / A-        | BBB+ / BBB-    | BB+ / B-       | Below B-      | No rating        | Total            |
|  | Demand deposits with central banks | 878,074        | 800            | 44,759         | -             | 16,402           | 1                |
| Financial assets measured at fair value through profit or loss | 7,064                              | 29,807         | 31,390         | 116,094        | -             | 19,224           | 203,579          |
| Financial investments  | 444,956                            | 26,472         | 21,638         | 41,967         | 4,077         | 14,870           | 553,980          |
| Loans and receivables - banks                                  | 78,085                             | 131,724        | 92,009         | 98,158         | -             | 172,154          | 572,130          |
| Loans and receivables - customers                              | 40,648                             | 5,089          | -              | 83,841         | -             | 2,517,875        | 2,647,453        |
| Derivative financial instruments                               | 99,986                             | 75,054         | -              | 16,455         | -             | 147,884          | 339,379          |
| Off-balance sheet  | 12,191                             | 160,804        | 59,168         | 46,623         | -             | 918,572          | 1,197,358        |
| <b>Total</b>   | <b>1,561,004</b>                   | <b>429,750</b> | <b>248,964</b> | <b>403,138</b> | <b>20,479</b> | <b>3,790,580</b> | <b>6,453,915</b> |

|  | External rating class              |                |                |                |               |                  | December<br>31, 2024* |
|--|------------------------------------|----------------|----------------|----------------|---------------|------------------|-----------------------|
|  | AAA / AA-                          | A+ / A-        | BBB+ / BBB-    | BB+ / B-       | Below B-      | No rating        | Total                 |
|  | Demand deposits with central banks | 1,090,033      | 1,030          | 144,408        | -             | 18,977           | -                     |
| Financial assets measured at fair value through profit or loss | 10,842                             | 13,046         | 3,905          | 51,821         | -             | 23,927           | 103,541               |
| Financial investments  | 215,763                            | 43,296         | 45,037         | 101,159        | 6,802         | 32,601           | 444,658               |
| Loans and receivables - banks                                  | 62,390                             | 227,466        | 124,543        | 327,187        | -             | 227,683          | 969,269               |
| Loans and receivables - customers                              | -                                  | -              | 95,077         | 120,295        | -             | 2,370,752        | 2,586,124             |
| Derivative financial instruments                               | 50,367                             | 41,857         | -              | 5,622          | -             | 67,112           | 164,958               |
| Off-balance sheet  | 6,769                              | 215,311        | 12,843         | 134,767        | 568           | 885,181          | 1,255,439             |
| <b>Total</b>   | <b>1,436,164</b>                   | <b>542,006</b> | <b>425,813</b> | <b>740,851</b> | <b>26,347</b> | <b>3,607,256</b> | <b>6,778,437</b>      |

(\*) Reference is made Note 2-g 'Changes to prior year disclosures'.

#### Credit risk rating process

In principle, all risk ratings are based on a Risk Rating (PD) Model. The Group's PD master scale consists of 21 grades (1=highest credit quality, 21=lowest credit quality) for performing loans, and 1 grade (D) for default.

The grades are composed of the following categories:

- Investment grade (1 to 10)
- Non-investment grade (11 to 16)
- Sub-standard (17 to 21)
- Non-performing (D)

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The following tables present the credit quality of the Group's "loans to customers" exposures (including off-balance sheet exposure) by credit risk rating grade, as of June 30, 2025 and December 31, 2024.

| <b>June 30, 2025</b>              | <b>Stage 1</b>     |                | <b>Stage 2</b>     |                | <b>Stage 3</b>     |                 | <b>TOTAL</b>       |                 |
|-----------------------------------|--------------------|----------------|--------------------|----------------|--------------------|-----------------|--------------------|-----------------|
|                                   | <b>Gross loans</b> | <b>ECL</b>     | <b>Gross loans</b> | <b>ECL</b>     | <b>Gross loans</b> | <b>ECL</b>      | <b>Gross loans</b> | <b>ECL</b>      |
| Loans and receivables - customers |                    |                |                    |                |                    |                 |                    |                 |
| Investment grade                  | 1,745,313          | (1,055)        | 15,668             | (149)          | -                  | -               | 1,760,981          | (1,204)         |
| Non-investment grade              | 1,598,199          | (5,706)        | 97,213             | (3,312)        | -                  | -               | 1,695,412          | (9,018)         |
| Sub-standard                      | 3,641              | (25)           | 11,357             | (460)          | -                  | -               | 14,998             | (485)           |
| Non-performing                    | -                  | -              | -                  | -              | 55,844             | (23,295)        | 55,844             | (23,295)        |
| Non rated                         | 37,499             | (252)          | 1,578              | -              | -                  | -               | 39,077             | (252)           |
| <b>Total</b>                      | <b>3,384,652</b>   | <b>(7,038)</b> | <b>125,816</b>     | <b>(3,921)</b> | <b>55,844</b>      | <b>(23,295)</b> | <b>3,566,312</b>   | <b>(34,254)</b> |

| <b>December 31, 2024*</b>         | <b>Stage 1</b>     |                | <b>Stage 2</b>     |                | <b>Stage 3</b>     |                 | <b>TOTAL</b>       |                 |
|-----------------------------------|--------------------|----------------|--------------------|----------------|--------------------|-----------------|--------------------|-----------------|
|                                   | <b>Gross loans</b> | <b>ECL</b>     | <b>Gross loans</b> | <b>ECL</b>     | <b>Gross loans</b> | <b>ECL</b>      | <b>Gross loans</b> | <b>ECL</b>      |
| Loans and receivables - customers |                    |                |                    |                |                    |                 |                    |                 |
| Investment grade                  | 1,546,773          | (871)          | 12,436             | (39)           | -                  | -               | 1,559,209          | (910)           |
| Non-investment grade              | 1,659,084          | (6,595)        | 78,425             | (3,611)        | -                  | -               | 1,737,509          | (10,206)        |
| Sub-standard                      | 34,249             | (196)          | 24,553             | (952)          | -                  | -               | 58,802             | (1,148)         |
| Non-performing                    | -                  | -              | -                  | -              | 60,920             | (22,595)        | 60,920             | (22,595)        |
| Non rated                         | 32,004             | (215)          | -                  | -              | -                  | -               | 32,004             | (215)           |
| <b>Total</b>                      | <b>3,272,110</b>   | <b>(7,877)</b> | <b>115,414</b>     | <b>(4,602)</b> | <b>60,920</b>      | <b>(22,595)</b> | <b>3,448,444</b>   | <b>(35,074)</b> |

(\*) Reference is made Note 2-g 'Changes to prior year disclosures'.

## 26.f. Credit quality of financial investments, loans and receivables - banks and loans and advances to customers

### Loans and receivables - customers

The next section provides a detailed overview of the credit quality of the Group's loans and advances portfolio. The Group produced Corporate Credit Exposure Treatment Policy according to the EBA's technical standards. Corporate Credit Exposure Treatment Policy defines the minimum standards for, and establishes a single view, on identification and treatment of non-performing corporate credit exposures in CEG N.V. and all of its subsidiaries. This policy also sets minimum standards and explains the processes to be followed for the identification and treatment of corporate obligors whose creditworthiness and repayment capacity of their performing exposures may potentially deteriorate or have already deteriorated, even though their credit exposures are still performing. Next to that, it describes the processes regarding restructuring, collateral valuation, disposal, provisioning and the write-off of non-performing corporate exposures. The new policy has replaced the existing Loan Assessment and Impairment Policy, the Credit Risk Monitoring Policy and the Write-off Policy.

The Group differentiates between the following categories of assets in the loan portfolio:

- Fully performing: Fully performing exposures are defined as credit exposures that are not past-due or exposures past-due up to 30 days, if there is no significant increase in credit risk since origination. An exposure is past-due when any amount of principal, interest or fee has not been paid at the date it was due. Fully performing exposures correspond to the IFRS 9 Stage 1 classification.
- Underperforming: Underperforming exposures belong to a sub-category of the performing asset class, where the Group observes a significant increase in credit risk since origination. Underperformance might become evident if an exposure is past-due more than 30 days, subject to forbearance measures, or the assigned PD has increased significantly since the origination of the exposure (measured by the Group's internal PD Master Scale). Underperforming exposures correspond to the IFRS 9 Stage 2 classification.
- Non-performing: Non-performing loans (NPL) are defined as exposures that satisfy either or both of the following criteria:
  1. exposures which are more than 90 days past-due;
  2. the obligor is assessed as unlikely to pay its credit obligations in full without realisation of collateral, regardless of the existence of any past-due amount or of the number of past-due days.

An exposure is past-due only if there is a legal obligation to make a payment and this payment is compulsory. The counting of days past-due starts as soon as any amount of principal, interest or fee has not been paid to the Group at the date this obligation was due.

A non-performing exposure corresponds to the IFRS 9 Stage 3 classification.

Definitions of asset classifications, entry criteria, additional indicators and exit criteria are strengthened and brought in line with the latest regulatory requirements.

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The following tables provide a breakdown of the Group's loans and advances to customers per credit-quality group, defined above. It also shows the allocation of impairments and collaterals obtained per group.

|                                       | June 30,<br>2025 |                 |                  |                      |                     |                  |                         |
|---------------------------------------|------------------|-----------------|------------------|----------------------|---------------------|------------------|-------------------------|
|                                       | Gross loans      | ECL             | Net loans        | Financial collateral | Physical collateral | Total collateral | Collateral to net loans |
| <b>Corporate loans</b>                | <b>2,344,220</b> | <b>(17,829)</b> | <b>2,326,391</b> | <b>424,832</b>       | <b>661,561</b>      | <b>1,086,393</b> | <b>47%</b>              |
| Stage 1                               | 2,245,268        | (5,704)         | 2,239,564        | 399,985              | 609,107             | 1,009,092        | 45%                     |
| Stage 2                               | 74,611           | (2,616)         | 71,995           | 23,739               | 44,286              | 68,025           | 94%                     |
| Stage 3                               | 24,341           | (9,509)         | 14,832           | 1,108                | 8,168               | 9,276            | 63%                     |
| <b>Retail loans (incl. mortgages)</b> | <b>260,734</b>   | <b>(14,397)</b> | <b>246,337</b>   | <b>2,203</b>         | <b>135,345</b>      | <b>137,548</b>   | <b>56%</b>              |
| Stage 1                               | 208,312          | (1,221)         | 207,091          | 1,971                | 106,131             | 108,102          | 52%                     |
| Stage 2                               | 27,065           | (683)           | 26,382           | 236                  | 17,406              | 17,642           | 67%                     |
| Stage 3                               | 25,357           | (12,493)        | 12,864           | (4)                  | 11,808              | 11,804           | 92%                     |
| <b>SME loans</b>                      | <b>42,499</b>    | <b>(2,028)</b>  | <b>40,471</b>    | <b>3,364</b>         | <b>36,145</b>       | <b>39,509</b>    | <b>98%</b>              |
| Stage 1                               | 23,900           | (113)           | 23,787           | 3,356                | 19,468              | 22,824           | 96%                     |
| Stage 2                               | 13,700           | (622)           | 13,078           | 8                    | 13,070              | 13,078           | 100%                    |
| Stage 3                               | 4,899            | (1,293)         | 3,606            | -                    | 3,607               | 3,607            | 100%                    |
| <b>Total exposure</b>                 | <b>2,647,453</b> | <b>(34,254)</b> | <b>2,613,199</b> | <b>430,399</b>       | <b>833,051</b>      | <b>1,263,450</b> | <b>48%</b>              |
| Total Stage 3 (NPLs)                  | 54,597           | (23,295)        | 31,302           | 1,104                | 23,583              | 24,687           | 79%                     |

|                                       | December<br>31, 2024 |                 |                  |                      |                     |                  |                         |
|---------------------------------------|----------------------|-----------------|------------------|----------------------|---------------------|------------------|-------------------------|
|                                       | Gross loans          | ECL             | Net loans        | Financial collateral | Physical collateral | Total collateral | Collateral to net loans |
| <b>Corporate loans</b>                | <b>2,249,971</b>     | <b>(17,274)</b> | <b>2,232,697</b> | <b>409,109</b>       | <b>714,170</b>      | <b>1,123,279</b> | <b>50%</b>              |
| Stage 1                               | 2,167,525            | (6,231)         | 2,161,294        | 406,827              | 661,628             | 1,068,455        | 49%                     |
| Stage 2                               | 55,626               | (2,904)         | 52,722           | 1,000                | 43,655              | 44,655           | 85%                     |
| Stage 3                               | 26,820               | (8,139)         | 18,681           | 1,282                | 8,887               | 10,169           | 54%                     |
| <b>Retail loans (incl. mortgages)</b> | <b>280,440</b>       | <b>(15,638)</b> | <b>264,802</b>   | <b>2,137</b>         | <b>150,811</b>      | <b>152,948</b>   | <b>58%</b>              |
| Stage 1                               | 217,648              | (1,483)         | 216,165          | 1,957                | 110,616             | 112,573          | 52%                     |
| Stage 2                               | 34,407               | (900)           | 33,507           | 158                  | 23,712              | 23,870           | 71%                     |
| Stage 3                               | 28,385               | (13,255)        | 15,130           | 22                   | 16,483              | 16,505           | 109%                    |
| <b>SME loans</b>                      | <b>55,713</b>        | <b>(2,162)</b>  | <b>53,551</b>    | <b>6,311</b>         | <b>46,844</b>       | <b>53,155</b>    | <b>99%</b>              |
| Stage 1                               | 35,026               | (163)           | 34,863           | 6,295                | 28,537              | 34,832           | 100%                    |
| Stage 2                               | 16,287               | (798)           | 15,489           | 16                   | 15,107              | 15,123           | 98%                     |
| Stage 3                               | 4,400                | (1,201)         | 3,199            | -                    | 3,200               | 3,200            | 100%                    |
| <b>Total exposure</b>                 | <b>2,586,124</b>     | <b>(35,074)</b> | <b>2,551,050</b> | <b>417,557</b>       | <b>911,825</b>      | <b>1,329,382</b> | <b>52%</b>              |
| Total Stage 3 (NPLs)                  | 59,605               | (22,595)        | 37,010           | 1,304                | 28,570              | 29,874           | 81%                     |

The Group ensures that it allocates sufficient reserves to maintain a high level of provisioning coverage for its non-performing loans (NPL) after taking into account the fair value of collaterals obtained. Thus, the total coverage for Bank's NPL as of June 30, 2025 is 108% (2024: 109%).

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Further credit quality breakdown of retail loans are as below:

|                              | June 30, 2025  |                 |                |                  |                         |
|------------------------------|----------------|-----------------|----------------|------------------|-------------------------|
|                              | Gross loans    | ECL             | Net loans      | Total collateral | Collateral to net loans |
| <b>Credit cards</b>          | <b>107,902</b> | <b>(2,881)</b>  | <b>105,021</b> | -                | -                       |
| Stage 1                      | 96,909         | (368)           | 96,541         | -                | -                       |
| Stage 2                      | 7,651          | (230)           | 7,421          | -                | -                       |
| Stage 3                      | 3,342          | (2,283)         | 1,059          | -                | -                       |
| <b>Mortgage</b>              | <b>152,784</b> | <b>(11,516)</b> | <b>141,268</b> | <b>137,548</b>   | <b>97%</b>              |
| Stage 1                      | 111,355        | (853)           | 110,502        | 108,102          | 98%                     |
| Stage 2                      | 19,414         | (453)           | 18,961         | 17,642           | 93%                     |
| Stage 3                      | 22,015         | (10,210)        | 11,805         | 11,804           | 100%                    |
| <b>Other retail</b>          | <b>48</b>      | <b>-</b>        | <b>48</b>      | <b>-</b>         | <b>-</b>                |
| Stage 1                      | 48             | -               | 48             | -                | -                       |
| Stage 2                      | -              | -               | -              | -                | -                       |
| Stage 3                      | -              | -               | -              | -                | -                       |
| <b>Total retail exposure</b> | <b>260,734</b> | <b>(14,397)</b> | <b>246,337</b> | <b>137,548</b>   | <b>56%</b>              |
| Total Stage 3 (NPLs)         | 25,357         | (12,493)        | 12,864         | 11,804           | 92%                     |

|                              | December 31, 2024 |                 |                |                  |                         |
|------------------------------|-------------------|-----------------|----------------|------------------|-------------------------|
|                              | Gross loans       | ECL             | Net loans      | Total collateral | Collateral to net loans |
| <b>Credit cards</b>          | <b>111,190</b>    | <b>(2,478)</b>  | <b>108,712</b> | -                | -                       |
| Stage 1                      | 100,862           | (377)           | 100,485        | -                | -                       |
| Stage 2                      | 7,357             | (225)           | 7,132          | -                | -                       |
| Stage 3                      | 2,971             | (1,876)         | 1,095          | -                | -                       |
| <b>Mortgage</b>              | <b>168,223</b>    | <b>(12,755)</b> | <b>155,468</b> | <b>150,811</b>   | <b>97%</b>              |
| Stage 1                      | 116,422           | (1,105)         | 115,317        | 110,616          | 96%                     |
| Stage 2                      | 27,032            | (675)           | 26,357         | 23,712           | 90%                     |
| Stage 3                      | 24,769            | (10,975)        | 13,794         | 16,483           | 119%                    |
| <b>Other retail</b>          | <b>1,027</b>      | <b>(405)</b>    | <b>622</b>     | <b>2,137</b>     | <b>344%</b>             |
| Stage 1                      | 364               | -               | 364            | 1,957            | 538%                    |
| Stage 2                      | 18                | -               | 18             | 158              | 878%                    |
| Stage 3                      | 645               | (405)           | 240            | 22               | 9%                      |
| <b>Total retail exposure</b> | <b>280,440</b>    | <b>(15,638)</b> | <b>264,802</b> | <b>152,948</b>   | <b>58%</b>              |
| Total Stage 3 (NPLs)         | 28,385            | (13,256)        | 15,129         | 16,505           | 109%                    |

Strong collateralization forms a major component of the Group's risk appetite lending criteria and we believe this substantially mitigates the losses the Group might incur otherwise. The table above shows the collaterals held by the Group against credit exposures. These valuations are renewed at least annually and conducted mostly by third party appraisers. In certain cases, particularly residential mortgage loans, the Group could employ internal appraisers but ensure that all internal valuations are benchmarked against market prices.

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The following tables provide a summary of the Group's forbore assets as of June 30, 2025 and December 31, 2024:

| Gross Exposure                    | Stage 1                       |             | Stage 2                    |             | Stage 3                    |              | June 30,<br>2025 |
|-----------------------------------|-------------------------------|-------------|----------------------------|-------------|----------------------------|--------------|------------------|
|                                   | Modification<br>to T&Cs(*)    | Refinancing | Modification<br>to T&Cs(*) | Refinancing | Modification<br>to T&Cs(*) | Refinancing  | TOTAL            |
|                                   | Loans and receivables – banks | -           | -                          | -           | -                          | -            | -                |
| Loans and receivables – customers | -                             | -           | 20,326                     | 93          | 21,062                     | 8,199        | 49,680           |
| Corporate loans                   | -                             | -           | 14,534                     | -           | 10,135                     | 7,979        | 32,648           |
| Retail loans (incl. mortgage)     | -                             | -           | 5,622                      | 93          | 8,799                      | 220          | 14,734           |
| SME                               | -                             | -           | 170                        | -           | 2,128                      | -            | 2,298            |
| <b>Total exposure</b>             | -                             | -           | <b>20,326</b>              | <b>93</b>   | <b>21,062</b>              | <b>8,199</b> | <b>49,680</b>    |

| Gross Exposure                    | Stage 1                       |             | Stage 2                    |             | Stage 3                    |              | December<br>31, 2024 |
|-----------------------------------|-------------------------------|-------------|----------------------------|-------------|----------------------------|--------------|----------------------|
|                                   | Modification<br>to T&Cs(*)    | Refinancing | Modification<br>to T&Cs(*) | Refinancing | Modification<br>to T&Cs(*) | Refinancing  | TOTAL                |
|                                   | Loans and receivables – banks | -           | -                          | -           | -                          | -            | -                    |
| Loans and receivables – customers | -                             | -           | 8,711                      | 96          | 22,420                     | 8,883        | 40,110               |
| Corporate loans                   | -                             | -           | 6,780                      | -           | 12,076                     | 8,656        | 27,512               |
| Retail loans (incl. mortgage)     | -                             | -           | 1,713                      | 96          | 8,221                      | 227          | 10,257               |
| SME                               | -                             | -           | 218                        | -           | 2,123                      | -            | 2,341                |
| <b>Total exposure</b>             | -                             | -           | <b>8,711</b>               | <b>96</b>   | <b>22,420</b>              | <b>8,883</b> | <b>40,110</b>        |

(\*) Terms and conditions

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NPL ratio

Gross NPL ratio of the Group defined according to the EBA guideline (EBA/GL/2018/06). For the NPL ratio, the gross carrying amount of NPLs and advances is divided by the gross carrying amount of total loans and advances subject to the NPL definition.

|                        | <b>June 30, 2025</b>                                      |   |  |  |   |                  |
|------------------------|---|---|--|--|---|------------------|
|                        | <b>Financial<br/>investments at<br/>FVOCI -<br/>Loans</b> | <b>Non- trading<br/>financial assets<br/>mandatorily at<br/>FVTPL</b> | <b>Loans and<br/>receivables -<br/>banks</b> | <b>Loans and<br/>receivables -<br/>customers</b> | <b>NPL deduction<br/>from CET1<br/>(Art.3 of CRR)</b> | <b>TOTAL</b>     |
| <b>Gross exposure</b>  | 87,880  | -   | 492,712                                      | 2,647,453  | -   | <b>3,228,045</b> |
| <b>NPLs (Gross)</b>    | -   | -   | -  | 54,597   | (8,977)   | <b>45,620</b>    |
| <b>Gross NPL ratio</b> |   |   |  |  |   | <b>1.4%</b>      |
| <b>ECL</b>             | -   | -   | (439)  | (34,254)   | -   | <b>(34,693)</b>  |
| <b>NPLs (Net)</b>      | -   | -   | (439)  | 20,343   | (8,977)   | <b>10,927</b>    |
| <b>Net NPL ratio</b>   |   |   |  |  |   | <b>0.3%</b>      |

|                        | <b>December 31,<br/>2024</b>                              |   |  |  |   |                  |
|------------------------|---|---|--|--|---|------------------|
|                        | <b>Financial<br/>investments at<br/>FVOCI -<br/>Loans</b> | <b>Non- trading<br/>financial assets<br/>mandatorily at<br/>FVTPL</b> | <b>Loans and<br/>receivables -<br/>banks</b> | <b>Loans and<br/>receivables -<br/>customers</b> | <b>NPL deduction<br/>from CET1<br/>(Art.3 of CRR)</b> | <b>TOTAL</b>     |
| <b>Gross exposure</b>  | 115,676   | 13,850  | 870,339                                      | 2,586,121  | -   | <b>3,585,986</b> |
| <b>NPLs (Gross)</b>    | -   | 566   | -  | 59,605   | (8,696)   | <b>51,475</b>    |
| <b>Gross NPL ratio</b> |   |   |  |  |   | <b>1.4%</b>      |
| <b>ECL</b>             | -   | (94)  | (622)  | (35,073)   | -   | <b>(35,789)</b>  |
| <b>NPLs (Net)</b>      | -   | 472   | (622)  | 24,532   | (8,696)   | <b>15,686</b>    |
| <b>Net NPL ratio</b>   |   |   |  |  |   | <b>0.4%</b>      |

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## 26.g. Aging of loans and advances to customers

The tables below present the Group's portfolio of loans and advances to customers, broken down by delinquency bucket:

|  | June 30, 2025                      |   |  |  |                                       |                                 |
|--|------------------------------------|---|--|--|---------------------------------------|---------------------------------|
| <b>Gross Exposure</b>                        | <b>Loans that are not past due</b> | <b>Loans less than 30 days past due</b> | <b>Loans 30 or more but less than 60 days past due</b> | <b>Loans 60 or more but less than 90 days past due</b> | <b>Loans 90 days or more past due</b> | <b>Total loans to customers</b> |
| Corporate loans                              | 2,334,944                          | 6,580                                   | -  | -  | 2,696                                 | 2,344,220                       |
| Retail loans and residential mortgage loans  | 216,403                            | 18,867                                  | 5,067  | 2,045  | 18,352                                | 260,734                         |
| SME loans                                    | 37,350                             | 250                                     | -  | -  | 4,899                                 | 42,499                          |
| <b>Total loans and advances to customers</b> | <b>2,588,697</b>                   | <b>25,697</b>                           | <b>5,067</b>   | <b>2,045</b>   | <b>25,947</b>                         | <b>2,647,453</b>                |

  

|  | December 31, 2024                  |   |  |  |                                       |                                 |
|--|------------------------------------|---|--|--|---------------------------------------|---------------------------------|
| <b>Gross Exposure</b>                        | <b>Loans that are not past due</b> | <b>Loans less than 30 days past due</b> | <b>Loans 30 or more but less than 60 days past due</b> | <b>Loans 60 or more but less than 90 days past due</b> | <b>Loans 90 days or more past due</b> | <b>Total loans to customers</b> |
| Corporate loans                              | 2,236,878                          | 10,014                                  | -  | -  | 3,079                                 | 2,249,971                       |
| Retail loans and residential mortgage loans  | 237,211                            | 14,343                                  | 3,591  | 1,298  | 23,997                                | 280,440                         |
| SME loans                                    | 51,057                             | -                                       | 256  | -  | 4,400                                 | 55,713                          |
| <b>Total loans and advances to customers</b> | <b>2,525,146</b>                   | <b>24,357</b>                           | <b>3,847</b>   | <b>1,298</b>   | <b>31,476</b>                         | <b>2,586,124</b>                |

As of June 30, 2025, EUR 2,571,233 (2024: EUR 2,506,932) of total exposure is neither past due nor impaired, EUR 21,613 (2024: EUR 19,586) of total exposure is past due but not impaired.

## NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

For the period ended June 30, 2025

## 26.h. Geographical concentration of loans advanced to customers, broken down by counterparty type

The following tables breaks down customers' loans and receivables by risk country:

|                                       |                |                |                |                |                        |                  | June 30, 2025    |
|---------------------------------------|----------------|----------------|----------------|----------------|------------------------|------------------|------------------|
| Gross exposure                        | Netherlands    | Romania        | Turkey         | Switzerland    | Non - investment grade | Investment grade | Total exposure   |
| <b>Corporate loans</b>                | <b>360,858</b> | <b>23,085</b>  | <b>505,173</b> | <b>315,234</b> | <b>217,193</b>         | <b>922,677</b>   | <b>2,344,220</b> |
| Stage 1                               | 354,570        | 20,013         | 461,609        | 285,921        | 209,316                | 913,839          | 2,245,268        |
| Stage 2                               | 6,288          | 3,072          | 35,938         | 29,313         | -                      | -                | 74,611           |
| Stage 3                               | -              | -              | 7,626          | -              | 7,877                  | 8,838            | 24,341           |
| <b>Retail loans (incl. mortgages)</b> | <b>127</b>     | <b>257,108</b> | <b>94</b>      | <b>265</b>     | <b>-</b>               | <b>3,140</b>     | <b>260,734</b>   |
| Stage 1                               | 126            | 204,751        | 90             | 265            | -                      | 3,080            | 208,312          |
| Stage 2                               | -              | 27,002         | 3              | -              | -                      | 60               | 27,065           |
| Stage 3                               | 1              | 25,355         | 1              | -              | -                      | -                | 25,357           |
| <b>SME loans</b>                      | <b>12</b>      | <b>42,487</b>  | <b>-</b>       | <b>-</b>       | <b>-</b>               | <b>-</b>         | <b>42,499</b>    |
| Stage 1                               | 12             | 23,888         | -              | -              | -                      | -                | 23,900           |
| Stage 2                               | -              | 13,700         | -              | -              | -                      | -                | 13,700           |
| Stage 3                               | -              | 4,899          | -              | -              | -                      | -                | 4,899            |
| <b>Total exposure</b>                 | <b>360,997</b> | <b>322,680</b> | <b>505,267</b> | <b>315,499</b> | <b>217,193</b>         | <b>925,817</b>   | <b>2,647,453</b> |

|                                       |                |                |                |                |                        |                  | December 31, 2024 |
|---------------------------------------|----------------|----------------|----------------|----------------|------------------------|------------------|-------------------|
| Gross exposure                        | Netherlands    | Romania        | Turkey         | Switzerland    | Non - investment grade | Investment grade | Total exposure    |
| <b>Corporate loans</b>                | <b>286,310</b> | <b>25,304</b>  | <b>535,643</b> | <b>185,739</b> | <b>253,246</b>         | <b>963,729</b>   | <b>2,249,971</b>  |
| Stage 1                               | 279,530        | 22,425         | 492,988        | 174,775        | 244,643                | 953,164          | 2,167,525         |
| Stage 2                               | 6,780          | 2,879          | 35,001         | 10,964         | -                      | 2                | 55,626            |
| Stage 3                               | -              | -              | 7,654          | -              | 8,603                  | 10,563           | 26,820            |
| <b>Retail loans (incl. mortgages)</b> | <b>78</b>      | <b>276,700</b> | <b>96</b>      | <b>272</b>     | <b>31</b>              | <b>3,263</b>     | <b>280,440</b>    |
| Stage 1                               | 78             | 214,211        | 95             | 177            | -                      | 3,087            | 217,648           |
| Stage 2                               | -              | 34,159         | -              | 95             | -                      | 153              | 34,407            |
| Stage 3                               | -              | 28,330         | 1              | -              | 31                     | 23               | 28,385            |
| <b>SME loans</b>                      | <b>-</b>       | <b>55,713</b>  | <b>-</b>       | <b>-</b>       | <b>-</b>               | <b>-</b>         | <b>55,713</b>     |
| Stage 1                               | -              | 35,026         | -              | -              | -                      | -                | 35,026            |
| Stage 2                               | -              | 16,287         | -              | -              | -                      | -                | 16,287            |
| Stage 3                               | -              | 4,400          | -              | -              | -                      | -                | 4,400             |
| <b>Total exposure</b>                 | <b>286,388</b> | <b>357,717</b> | <b>535,739</b> | <b>186,011</b> | <b>253,277</b>         | <b>966,992</b>   | <b>2,586,124</b>  |

**CEG N.V.**

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

**27. Subsequent events**

There has been no significant subsequent event between the balance sheet date and the date of approval of these accounts, to be reported by the Group.

The Group proposed to distribute an interim dividend as follows:

|  |        |
|--|--------|
| Net profit   | 30,220 |
| Q1 interim dividend distributed in May 2025                | 9,583  |
| Q2 interim dividend distribution of Euro 0.01005 per share | 5,528  |

The interim dividend is distributed pursuant to Article 32 of the Articles of Association of the Group.

**CEG N.V.**

**NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS**

**For the period ended June 30, 2025**

**28. List of participations**

There are no significant restrictions on the ability of subsidiaries to transfer funds to the Parent Company in the form of cash dividends or to repay loans or advances.

| <b>Name</b>       | <b>Place</b> | <b>Country</b>  | <b>Interest<br/>June 30,<br/>2025</b> | <b>Interest<br/>December<br/>31, 2024</b> |
|-------------------|--------------|-----------------|---------------------------------------|---|
| Nexent Bank N.V.* | Amsterdam    | The Netherlands | 99.86%                                | 100.00%                                   |
| JSC Nexent Bank*  | Kiev         | Ukraine         | 0.01%                                 | 0.01%                                     |

(\*) Please refer to 'Changes to the group'.

Amsterdam, February 16, 2026



## **Independent auditor's review report**

To: the General Meeting and the Supervisory Board of CEG N.V.

### ***Our conclusion***

We have reviewed the accompanying the condensed consolidated interim financial statements for the six-months period ended 30 June 2025 of CEG N.V. (or hereafter: the "Company") based in Amsterdam. Based on our review, nothing has come to our attention that causes us to believe that the condensed consolidated interim financial statements are not prepared, in all material respects, in accordance with IAS 34 'Interim Financial Reporting' as endorsed by the European Union.

The condensed consolidated interim financial statements comprise:

- 1 the condensed consolidated statement of financial position as at 30 June 2025;
- 2 the following statements for the six-months period ended 30 June 2025: the condensed consolidated statement of profit or loss, the condensed consolidated statement of comprehensive income, the condensed consolidated statement of changes in equity and the condensed consolidated statement of cash flows; and
- 3 the notes comprising material accounting policy information and other explanatory information.

### ***Basis for our conclusion***

We conducted our review in accordance with Dutch law, including the Dutch Standard 2410, 'Het beoordelen van tussentijdse financiële informatie door de accountant van de entiteit' (Review of interim financial information performed by the independent auditor of the entity). A review of interim financial information in accordance with the Dutch Standard 2410 is a limited assurance engagement. Our responsibilities under this standard are further described in the 'Our responsibilities for the review of the interim financial information' section of our report.

We are independent of CEG N.V. in accordance with the Verordening inzake de onafhankelijkheid van accountants bij assurance-opdrachten (ViO, Code of Ethics for Professional Accountants, a regulation with respect to independence) and other relevant independence regulations in the Netherlands. Furthermore, we have complied with the Verordening gedrags- en beroepsregels accountants (VGBA, Dutch Code of Ethics).

We believe the assurance evidence we have obtained is sufficient and appropriate to provide a basis for our conclusion.



### ***Responsibilities of the Managing Board and the Supervisory Board for the condensed consolidated interim financial statements***

The Managing Board is responsible for the preparation and presentation of the condensed consolidated interim financial statements in accordance with IAS 34 'Interim Financial Reporting' as endorsed by the European Union. Furthermore, the Managing Board is responsible for such internal control as it determines is necessary to enable the preparation of the condensed consolidated interim financial statements that are free from material misstatement, whether due to fraud or error.

The Supervisory Board is responsible for overseeing the Company's financial reporting process.

### ***Our responsibilities for the review of the condensed consolidated interim financial statements***

Our responsibility is to plan and perform the review in a manner that allows us to obtain sufficient and appropriate assurance evidence for our conclusion.

The level of assurance obtained in a review engagement is substantially less than the level of assurance obtained in an audit conducted in accordance with the Dutch Standards on Auditing. Accordingly, we do not express an audit opinion.

We have exercised professional judgement and have maintained professional scepticism throughout the review, in accordance with Dutch Standard 2410.

Our review included among others:

- Updating our understanding of Company and its environment, including its internal control, and the applicable financial reporting framework, in order to identify areas in the condensed consolidated interim financial statements where material misstatements are likely to arise due to fraud or error, designing and performing procedures to address those areas, and obtaining assurance evidence that is sufficient and appropriate to provide a basis for our conclusion.
- Obtaining an understanding of internal control, as it relates to the preparation of the condensed consolidated interim financial statements.
- Making inquiries of the Managing Board and others within Company.
- Applying analytical procedures with respect to information included in the condensed consolidated interim financial statements.
- Obtaining assurance evidence that the condensed consolidated interim financial statements agree with or reconcile to Company's underlying accounting records.
- Evaluating the assurance evidence obtained.



- Considering whether there have been any changes in accounting principles or in the methods of applying them and whether any new transactions have necessitated the application of a new accounting principle.
- Considering whether the Managing Board has identified all events that may require adjustment to or disclosure in the condensed consolidated interim financial statements.
- Considering whether the condensed consolidated interim financial statements have been prepared in accordance with the applicable financial reporting framework and represents the underlying transactions free from material misstatement.

Amstelveen, 16 February 2026

KPMG Accountants N.V.

W.G. Bakker RA