

February 5, 2019

Banco Comercial Português, S.A. informs about Bank Millennium (Poland) results in 2018

Banco Comercial Português, S.A. hereby informs that Bank Millennium in Poland, in which it has a 50.1% holding and whose accounts are fully consolidated at BCP group level, released today its results for 2018. Main highlights are as follows:

“Record net profit

- Net profit of 2018 reached 761 million PLN (178.4 million EUR), +12% versus 2017
- ROE at 9.6%, i.e. +0.3 p.p. versus 2017
- Cost/income at 46.5% i.e. -0.3 p.p. versus 2017

Interest income drives growth; costs under wage inflation pressure and digital related projects

- Net interest income grew 8.1% y/y
- Commissions flat yearly due to adverse capital markets impact
- Operating income grew by 6.1% y/y while costs grew by 5.4% y/y (of which staff costs by 7% y/y)

High asset quality and low cost of risk maintained

- Cost of Risk at 48 b.p. yearly - the lowest level in the last 5 years
- Impaired loans (stage 3) ratio improvement to 4.5% (from 5.2% after IFRS9 introduction on 1.1.2018)

Strong capital and liquidity ratios

- Group's Total Capital Ratio (TCR) at 21.7%, and CET1 (= T1) at 19.8% (without net profit of 2018)
- Loans to Deposits ratio at a very low level of 80%”

End of announcement

Banco Comercial Português, S.A.