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## Banco Comercial Português, S.A. informs about Bank Millennium (Poland) results in 1Q2017

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 the 1Q2017. Main highlights are as follows:

### “Net profit improved and cost efficiency within the target

- Net profit in 1Q2017 at PLN 140.5 million (€32.6 million), +6.9% q/q and 2.4% y/y
- ROE (Return on average equity) at 8.1%
- Cost to Income at 46.7% - within 2017 strategic target

### Excellent core income improvement

- Core income growth of 15.7% yearly
- Net interest income up by 12.7% yearly
- Net commission growth of 23.6% yearly

### Higher regulatory charges

- PLN 44 million (€10.2 million), yearly resolution fund fee booked in full in 1Q on top of PLN 13 million (€3.2 million), guarantee fund quarterly fee (both non tax-deductible)
- One month longer period of bank assets tax compared to 1Q 2016 (+ PLN 15 million cost (€3.4 million))

- Negative combined impact on P&L of these items was PLN 53 million (€12.3 million) y/y

### Stronger capital, comfortable liquidity and asset quality

- Consolidated Total Capital Ratio at 18.0% and Common Equity Tier 1 at 17.9%<sup>(\*)</sup>
- Very strong liquidity: loans-to-deposits ratio at low 83% level<sup>(\*\*)</sup>
- Impaired loans ratio at low 4.5%; Cost of risk at 51 b.p. <sup>(\*\*\*)</sup> ”

(\*) under CRR/CRD4 rules and partial IRB approach (with regulatory constraint)

(\*\*) deposits include Bank's debt securities sold to individuals and repo transactions with customers

(\*\*\*) total provisions created (net) to average net loans, per annum

End of announcement

Banco Comercial Português, S.A.