

**Athens, 29/04/2020****FY 2019 Financial Results**

- **Increase of deposits by 14.3% yoy**
- **New financing and refinancing amounted to €158 mln**
- **Net Loans decreased marginally by 2.8% compared to 31.12.2018**
- **Net Loans / Deposits Ratio amounted to 59.3%, lower compared to the comparative period (69.8%)**
- **Total Assets increased by 5.3% to €3,528 mln compared to 31.12.2018**
- **Total operating income has been decreased by 44.1% compared to 31.12.2018**
- **Reduction of total operating expenses by 24.3% yoy**
- **NPE Ratio: 39.01% (2018:33.5%)**
- **NPE Cash Coverage Ratio: 32.8%**
- **Total Capital Adequacy Ratio: 14.5%**
- **Total Equity marginally increased and stood at €494 mln**

## **Management Statement**

Attica Bank's financial performance for 2019 remains positive and is a confirmation of the continuous effort of the Bank for enhancing its profitability and the restoration of its balance sheet.

The Group continued to improve its liquidity, as deposit balances increased by 14.3% compared to the comparative period of 2018.

With regard to new financing and refinancing in 2019 c. €158 mln were disbursed and Attica Bank continues its efforts to expand its market position. The decrease of the loans to deposits ratio from 80.9% to 70.1% allows the focus on the credit expansion strategy.

## **Profitability**

Operating costs (excluding depreciation costs) decreased by 12% annually on a recurring basis. The constant decline in operating costs, as well as recurring gains from financial transactions, offset lower revenues during 2019.

The outbreak of Covid-19 creates new circumstances for the global and the Greek economy. The Board of Directors is confident that the Bank will be able to achieve its business goals in a constantly changing environment. The expansion of the product range as well as the clientele and the cost-containment through more efficient operating model are the main key points of the Bank's strategy. The main goal of the Bank is to minimize the operational risk that may arise from the effects of Covid-19 and to adjust efficiently to the after Covid-19 era.

Attica Bank will continue to support the economy and society in this extremely difficult time.

### Key Points of the Balance Sheet

- Group's Total Assets amounted to 3.5 billion euros and its structure remained rather stable.
- Gross loans amounted to 1.8 billion euros while net loans amounted to 1.6 billion euros remaining at almost the same level as at 31.12.2018. New financing and refinancing for the period amounted to approximately 158 million euros.
- The accumulated provisions for impairment losses on loans and advances to customers stood at 281 million euros. For 2019, total provisions amounted to 24.2 million euros comprising of provisions for impairment losses on loans and advances to customers amounted to 31.1 million euros and for FVTOCI financial assets portfolio of 0.1 million euros, while provisions for impairment on off balance sheet items and on other assets were reversed by 7.0 million euros.
- NPE ratio stands at 39.01% (2018: 33.5%) and NPE cash coverage ratio amounted to 32.8% (2018: 34%) without taking into account any collaterals.
- Deposits amounted to 2.6 billion euros, up by 14.3% compared to 31.12.2018.
- Net loans to deposits ratio stood at 59.3% for the Group lower compared to 31.12.2018 (69.8%). Gross loans to deposits ratio for the Group amounted to 70.1% as at 31.12.2019 and appears to be significantly lower compared to 31.12.2018 (80.9%).
- Capex for 2019 amounted to 9.6 million euros.

All amounts in EUR thousands

	<u>FY 2019</u>	<u>FY 2018</u>	<u>Δ EUR</u>	<u>Δ %</u>
Gross Loans & Advances to Customers	1,828,379	1,845,138	(16,759)	(0.91%)
Net Loans & Advances to Customers	1,547,494	1,592,144	(44,651)	(2.80%)
Financial Assets at fair value through other comprehensive income (FVOCI)	590,046	909,288	(319,242)	(35.1)%
Tangible, Intangible Assets, Investment Property	159,700	139,922	19,779	14.14%
Deferred Tax Assets	449,734	420,357	29,377	6.99%
Other Assets	780,761	288,795	491,966	170.35%
<b>Total Assets</b>	<b>3,527,734</b>	<b>3,350,505</b>	<b>177,229</b>	<b>5.29%</b>
Deposits form banks	262,456	424,649	(162,193)	(38.19%)
Deposits from customers	2,608,157	2,281,875	326,283	14.30%
Other Liabilities	163,040	153,085	9,955	6.50%
<b>Total Liabilities</b>	<b>3,033,653</b>	<b>2,859,609</b>	<b>174,044</b>	<b>6.09%</b>
<b>Total Equity</b>	<b>494,081</b>	<b>490,897</b>	<b>3,185</b>	<b>0.64%</b>
<b>Total Liabilities &amp; Equity</b>	<b>3,527,734</b>	<b>3,350,505</b>	<b>177,229</b>	<b>5.29%</b>

### **Group's Efficiency**

- Interest Income decreased by 36.7% compared to 31.12.2018 and NIM decreased by 90 bps and stood at 1.66%.
- Fee and Commission Income increased compared to 31.12.2018 (by 7.4%) and amounted to 17.2 million euros.
- Profit from investment portfolio are increased compared to the corresponding ones of the comparative period due to the profits from the sale of the Greek Government Bonds which were attained in the framework of their exchange program on 05/12/2017. From these transactions, the Group gained profit of 8,233 thn euros, of which 2,484 thn euros were for the recycling of the remaining reserve of Greek Government Bonds acquired under the exchange program of 05/12/2017.
- Personnel expenses decreased marginally by 0.4% compared to the comparative period. Total number of group employees amounted to 741 as at 31.12.2019 (707 as at 31.12.2018).
- General Operating expenses display a decrease of 24.3% compared to the comparative period.
- Loss before taxes and provisions amounted to 23.7 mln euros versus profit of 4.7 mln euros compared to the comparative period (31.12.2018), mainly due to the revenue reduction from operating activities by 44.1% compared to the comparative period. It is noted that the operating results for the period 2018 include non-recurring profits of 47 million euros from the transfer of portfolio through securitization (Metexelaxis).

*All amounts in EUR thousands*

	<u>FY 2019</u>	<u>FY 2018</u>	<u>Δ EUR</u>	<u>Δ %</u>
<b>Net Interest Income</b>	43,852	69,290	(25,438)	(36.71%)
<b>Net Commission Income</b>	6,540	6,956	(416)	(5.98%)
<b>Total Operating Income</b>	71,606	127,987	(56,381)	(44.05%)
<b>Total Expenses</b>	(70,043)	(71,978)	(1,935)	(2.69%)
<b>Pre Provision Income</b>	1,563	56,009	(54,446)	(97.21%)
Impairment charge for losses on loans	(24,202)	(27,527)	3,325	(12.1%)
Provision for impairment of other assets	(2,050)	(3,191)	(1,141)	(35.8%)
Allowance for Voluntary Retirement Scheme	-	(17,214)	(17,214)	-
Results from associates	1,042	(3,329)	4,371	
<b>Profit / (Loss) before taxes</b>	(23,648)	4,748	(28,395)	
Income Tax	28,645	(7,105)	35,750	
<b>Profit / (Loss) after taxes</b>	4,998	(2,357)	7,355	

#### **ATTICA BANK S.A.**

**Note:** The FY 2019 Financial Statements will be available on the Bank's website, [www.atticabank.gr](http://www.atticabank.gr) on 29.04.2020.

This press release has been prepared solely for international purposes. Any projections in this press release is at the discretion of the recipients so as to evaluate the information provided to them, based on their personal will and excluding any responsibility of Attica Bank SA. Some of the statements contained in this press release may refer to future events and possible financial performance such as economic, financial, business or other market conditions. The recipients are cautioned not to rely too comprehensively on these forward-looking statements and to conduct their own research and analysis on the information contained in this press release before entering into any investment or other operation with a financial result. Attica Bank S.A. undertakes no obligation to update any statement contained herein and referred to in the future, unless required by the applicable law.

This material may not be copied, reproduced, distributed or transmitted to others at any time, in whole or in part, without the prior written consent of Attica Bank SA.