



PATRIA BANK SA Quarterly Report

For the period ended at

March 31, 2024

Report prepared according to **FSA Regulation no. 5/2018**

Report date: **31.03.2024**

Company name: **PATRIA BANK S.A.**

Registered office: **Bucharest, District 2, 42 Pipera Road, Globalworth Plaza, 8 and 10 floors**

Phone/fax: **0800 410 310 / 0372 007 732**

Tax identification number: **RO 11447021**

Trade Register number: **J40/9252/2016**

Issued and paid-in share capital: **RON 327,881,437.60**

Regulated market on which the shares are traded: **Bucharest Stock Exchange - Premium category**

Main characteristics of the securities issued by the trading company: **nominal value of RON 0.10**

This version of the accompanying documents is a translation from the original, which was prepared in Romanian. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views and opinions, the original language version of our report takes precedence over this translation.

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1. Disclosure requirements

This Report meets the disclosure requirements of Law no. 24/2017 on issuers of financial instruments and market operations, Regulation of the Financial Supervisory Authority (FSA) no. 5/2018 on issuers of financial instruments and market operations and the Code of the Bucharest Stock Exchange.

2. The Bank and the Shareholders

Patria Bank SA (hereinafter referred to as "the Bank") is a joint stock company using a one-tier corporate model, licensed as a credit institution for carrying out banking activities in Romania according to Emergency Ordinance of Government (EOG) no. 99/2006 on credit institutions and capital adequacy.

The Bank's registered office is located on 42 Pipera Road, Globalworth Plaza, 8th and 10th floors, Sector 2, Bucharest. The Bank offers banking services and other financial services to individuals and legal entities, having a market share based on assets below 1%. These services include: opening of accounts and deposits, domestic and foreign payments, foreign exchange operations, financing for current activity, medium-term financing, issue of letters of guarantee and letters of credit.

Patria Bank Group

As at 31.03.2024 the Patria Bank Group includes:

- Patria Bank SA, a credit institution licensed to perform banking activities in Romania
- Patria Credit IFN SA, a non-banking financial institution licensed by the National Bank of Romania (NBR) to perform lending activities in Romania, registered in the General Register of Non-Banking Financial Institutions held by the NBR specialized in rural lending and microfinance. Patria Bank SA holds 99.99% of the share capital of Patria Credit IFN
- SAI Patria Asset Management SA and the six investment funds managed by the company - Patria Obligatiuni, Patria Global, Patria Stock, Patria Euro Obligatiuni, ETF BET Patria - Tradeville and ETF Energie Patria - Tradeville. The company is licensed by the Financial Supervisory Authority of Romania (FSA) for the management of investment funds and is 99.99% under the control of Patria Bank SA.

As at 31.03.2024, the Bank also holds a participation of 95.68% of the share capital of Carpatica Invest SA (formerly SSIF Carpatica Invest SA), a company currently undergoing judicial liquidation and being represented by judicial liquidator Premier Insolv SPRL.

Shareholder Structure

As at 31.03.2024 the share capital of Patria Bank SA amounted to RON 327,881,437.60, consisting of 3,278,814,376 ordinary nominative and dematerialized shares, each having a par value of RON 0.10/share.

As at 31.03.2024 the Bank was 84.0526% owned by EEF FINANCIAL SERVICES BV ("EEAF"), a limited liability company registered in accordance with Dutch law, registered in Basisweg 10, 1043AP, Amsterdam, The Netherlands. EEF FINANCIAL SERVICES BV is controlled by the EMERGING EUROPE

ACCESSION FUND COOPERATIEF UA, a cooperative with the exclusion of liability set up in accordance with the Dutch legal framework, registered in Basisweg 10, 1043AP, Amsterdam, The Netherlands. The EAAF Investment Fund is the third private equity fund for which the investment consultant is Axxess Capital Partners and brings together, as major investors, important international financial institutions such as:

- EBRD – European Bank for Reconstruction and Development
- EIF – European Investment Fund, part of European Investment Bank Group (EIB)
- BSTDB – Black Sea Trade and Development Bank
- DEG - Development Bank part of KFW Banking Group.

The structure of the Bank's shareholders holding at least 10% of share capital at 31.03.2024 is as follows:

Shareholder	No. of shares	Percent (%)
EAAF FINANCIAL SERVICES BV, Amsterdam	2,755,927,215	84.0526
Other shareholders – individuals	459,592,659	14.0170
Other shareholders - legal entities	63,294,502	1.9304
Total	3,278,814,376	100.00

3. Key Figures

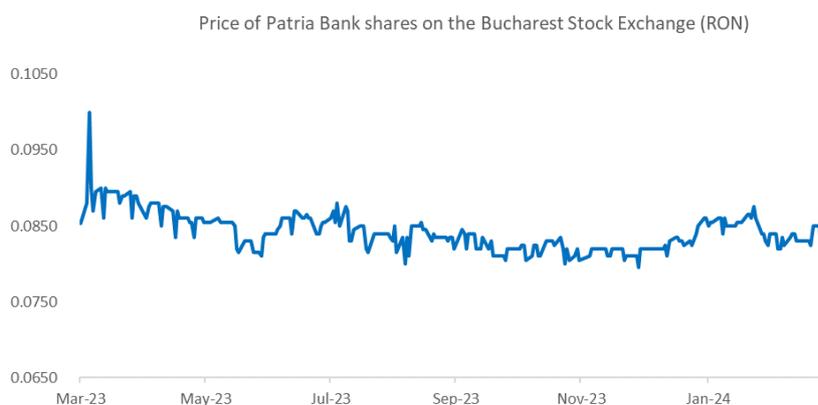
Bank		3 months up to 31.mar.24	3 months up to 31.mar.23	Variation
Financial results	Net banking income (Ths. RON)	50,307	44,017	14.3%
	Operational expenses (Ths. RON)	(40,924)	(36,092)	13.4%
	Net cost of risk (Ths. RON)	(1,134)	(4,690)	-75.8%
	Net result (Ths. RON)	8,135	3,005	170.7%
	Cost / income ratio	81.3%	82.0%	-0.7 p.p.
	ROE	8.1%	3.4%	4.7 p.p.
Loans and deposits		31.mar.24	31.dec.23	Variation
	Total net loans (Ths. RON)	2,110,142	2,044,975	3.2%
	Total deposits (Ths. RON)	3,320,338	3,124,154	6.3%
	Loans (gross value) / deposits ratio	67.6%	69.7%	-2.1 p.p.
Capital adequacy		31.mar.24	31.dec.23	Variation
	Own Funds (Ths. RON)	449,344	443,335	1.4%
	Risk weighted assets (Ths. RON)	2,184,820	2,031,438	7.6%
	Total own funds ratio	20.57%	22.51%	-1.94 p.p.
Network	Number of branches	45	45	-

4. Shares and Bonds

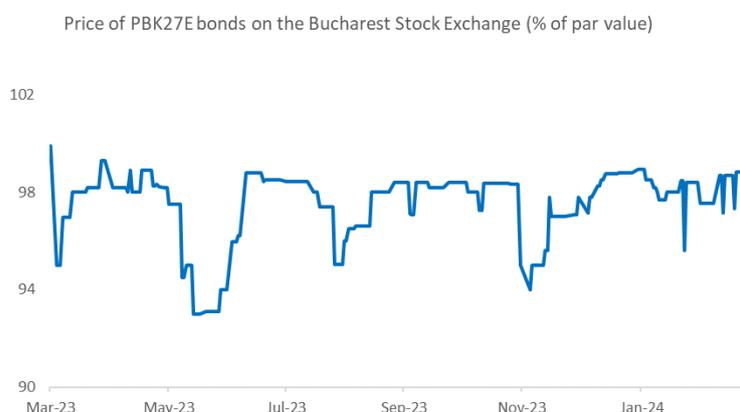
Patria Bank has three issues of financial instruments listed on the regulated market of the Bucharest Stock Exchange: the Bank's shares and two issues of subordinated bonds.

The Bank's shares trade on the regulated market managed by the Bucharest Stock Exchange (the Premium category) with the PBK ticker symbol. The issue's ISIN code is ROBACRACNOR6.

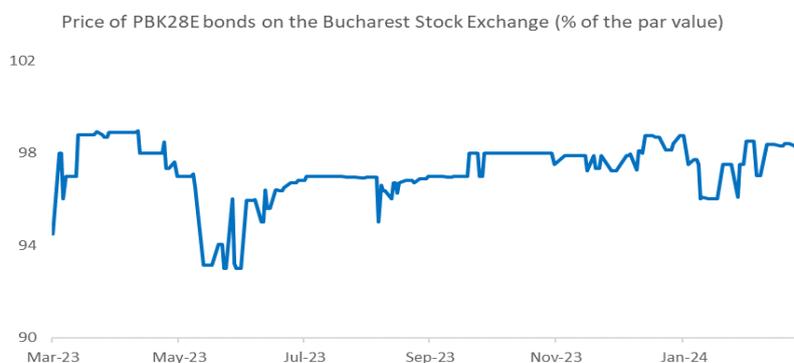
The closing price of PBK shares at the end of Q1 2024 was RON 0.0840/share, a 2.44% increase compared to the price at the end of 2023, of RON 0.0820/share. The price of Patria Bank's shares showed a relatively stable evolution during the first three months of 2024.



Patria Bank's subordinated bond issue issued in Euro on 20.09.2019, with a total value of EUR 5.0 million, a fixed interest rate of 6.50%/year and maturity on 20.09.2027 trades on the regulated market managed by the Bucharest Stock Exchange with the PBK27E ticker symbol. The ISIN code of the issue is ROZN0PQQARR5. The closing price of PBK27E bonds at the end of Q1 2024 as a percentage of the 500 Euro par value was 98.00 compared to 97.80 at the end of 2023.



Patria Bank’s subordinated bond issue issued in Euro on 05.10.2020, with a total value of EUR 8.2 million, a fixed interest rate of 6.50%/year and maturity on 05.10.2028 trades on the regulated market managed by the Bucharest Stock Exchange with the PBK28E ticker symbol. The ISIN code of the issue is ROWRHZRZD4L3. The closing price of PBK28E bonds at the end of Q1 2024 as a percentage of the 500 Euro par value was 98.00 compared to 97.23 at the end of 2023.

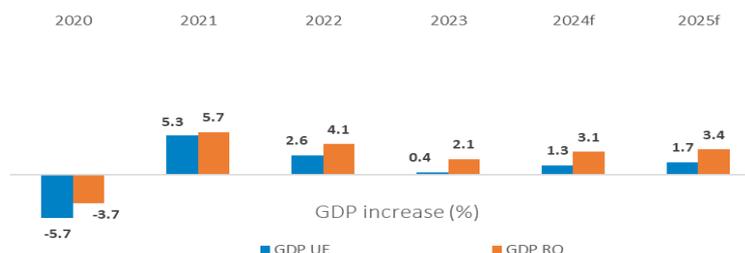


5. Macroeconomic and banking environment

Economic growth. The Gross Domestic Product (GDP) in 2023 in real terms was 2.1% higher than in 2022, showing a significantly higher growth trend than in other countries of the region (Poland, Czech Republic and Hungary).

As for main activity sectors, in 2023 there was an increase in GVA (Gross Value Added) in real terms, as follows: in services (2%), in construction (11%) and in agriculture (10.2%; but considering a low base due to the 2022 drought). On the other hand, the GVA in industry decreased by 2.3% in real terms in 2023 compared to 2022 due to adverse business conditions on the foreign market and the decrease in activity in high-energy consumption industrial sectors. The GDP in Q4 2023 was lower by 0.5% in real terms compared to Q3 2023. Compared to the same quarter of 2022 the GDP registered an increase of 3% on the gross series and 1.1% on the seasonally adjusted series.

As for general demand, in Q4 2023 there were good developments recorded both in terms of household consumption (increase by 3% compared to Q4 2022) and economic investment (increase by 12.7% compared to Q4 2022). The International Monetary Fund (IMF) estimated at the beginning of last year that Romania's economy would grow by 3.1%, while the EC expected an expansion of 1.8%.



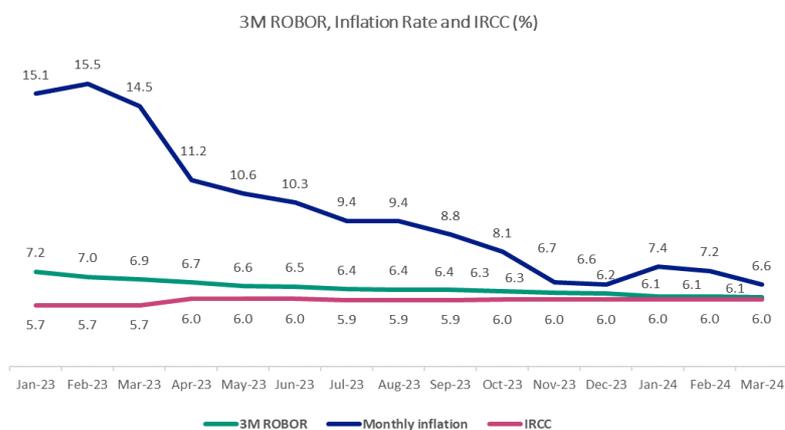
The public budget deficit reached the level of RON 106.6 billion in 2023, according to the European methodology (ESA 2010), exceeding by RON 16.6 billion the level calculated using the national methodology.

This result translates into a deficit of 6.6% of GDP, significantly higher than the 6% target estimated by the Romanian Government at the end of last year. Romania thus remains with one of the largest budget deficits in the EU, significantly exceeding the average in the region. Romania's Government debt stood at RON 783.5 billion at the end of last year (48.8% of GDP), increasing from RON 665.4 billion at the end of 2022 (47.5% of GDP).

The Romanian Government predicts that the budget deficit calculated according to the ESA 2010 methodology will be reduced to 4.9% of GDP this year.

The Consumer Price Index (CPI) decreased significantly in 2023, the annual inflation rate reaching 6.6% at the end of the year. Price increases were significantly moderated for both food (5.8%) and non-food (5.5%) products, while prices of services continued to grow rapidly (11.2%). The beginning of the year brought a slight increase in the annual inflation rate, reaching the level of 7.41% in January, as a result of the implementation of the new fiscal measures. However, the downward trend was resumed in the following months, the annual inflation rate reaching 6.61% in March 2024.

The National Bank of Romania (NBR) revised the inflation forecast for the end of 2024 slightly, to 4.7% from 4.8% estimated previously. Inflation is expected to decrease gradually to 3.5% at the end of 2025, reaching the upper limit of the NBR target. Also, Core 3 core inflation is estimated to decrease to 5% at the end of this year and to 3.6% at the end of 2025.



Non-performing loans (NPL). The banking system in Romania is robust, registering a constant decrease in the rate of non-performing loans during nine consecutive years, and reaching 2.3% at the end of 2023 from 2.65% at the end of 2022. This positive evolution places Romania among European countries with the steepest declines in the rates of non-performing loans.

In addition to the quality of the loan portfolio, the banking system was also distinguished by **solvency ratios** significantly higher than prudential requirements. The solvency level achieved, of 22.3%, exceeds

the European average of 19.9% (recorded in September 2023), demonstrating robust financial strength of the Romanian banking sector.

6. Commercial activity

Commercial Banking activity

Outstanding loans

The level of outstanding loans granted to companies had a positive evolution compared to December 2023, specifically an increase of 5%. The Agro and SME&Corporate business lines registered positive developments compared to December 2023. In Q1 2024 the Bank continued to focus on increasing the loan portfolio and on supporting Micro companies, especially through loans with guarantees issued by the European Investment Fund (InvestEU Program) but also on lending to SMEs, supporting both investments and current activity. The agricultural segment continued to be one of the priority segments for the lending activity.

Outstanding loans in stages 1&2 (Thousand RON equiv.)	31.03.2023	31.12.2023	31.03.2024
Agro	177,758	195,708	222,341
Micro	432,225	401,249	395,683
SME&Corporate	1,039,338	940,620	996,526
Total	1,649,321	1,537,577	1,614,550

New loans sales

In Q1 2024, sales of new loans in the segment of legal entities, had a better performance by 104% compared to Q4 2023, specifically an increase from RON 128,148 thousand to RON 260,942 thousand. The largest impact on this result comes from the Agro and SME&Corporate segments.

In the Agro segment, Bank's strategy consisted in the attracting new clients through financing and refinancing investments, in the medium and long term. This strategy is still being implemented, with a focus on financing the purchase of land, machinery and irrigation systems. Due to the fact that in the portfolio of the Agro segment, the largest weight is represented by the financing of vegetable crops, the Bank's strategy is to diversify this segment also. Also, in Q1 2024, a new credit product was launched, *APIA in avans*, which represents a loan to cover working capital needs and consists in pre-financing the APIA subsidy up to 70% of the amount of the subsidy due in the previous year.

In the SME&Corporate segment, financing in various fields of the economy were successfully completed in Q1 2024, with significant volumes being granted in the areas of HORECA, infrastructure, green energy and commercial real estate. The field of green energy represents an important priority for the national economy and a component of the Bank's financing strategy. Solar energy represents the segment financed in Q1 2024. Also, in Q1 2024 the Bank registered an important increase in the volume of non-cash facilities for the infrastructure segment. At the same time, 46% more new customers were attracted compared

with Q 1 2023 and the type of financing granted contained a balanced mix between long-term investment financing and revolving credit facilities in order to cover the entire range of customer needs.

The Bank continued the process of granting green lending loans, which began in 2023. In 2024, the percentage of green loans represents 8.5% of the total loans granted, a slight increase compared to the level of 5.4% recorded for the year 2023. Starting with April 2023, the Bank implemented a process for calculating the ESG class related to each financing granted; the entire financing portfolio falls under the low risk level, in accordance with the Bank's expected appetite. During 2024, the Bank will continue to grant financing to clients who benefit from a low degree of risk from the perspective of ESG evaluation.

New loans sales (Thousand RON equivalent)	Q1 2023	Q4 2023	Q1 2024
Agro	18,230	38,270	49,854
Micro	41,333	46,671	42,292
SME&Corporate	107,162	43,207	168,796
Total	166,724	128,148	260,942

Outstanding debt

The level of outstanding debt recorded an increase of 16% compared to December last year. Compared to December 2023, the difference comes from deposits of Corporate/Financial Institutions clients, where the Bank aimed to reduce some concentrations of sources attracted in the past at high costs.

Outstanding Debt (Thousand RON equiv.)	31.03.2023	31.12.2023	31.03.2024
Total	1,325,533	1,051,374	1,224,090

Retail Banking activity

Lending activity in Q1 2024 was supported by consumer appetite for unsecured loans. For the financing of real estate investments, the banking market turned to financing products in RON with fixed interest. In line with the evolution of the market and consumer preferences, the Bank launched offers for non-secured lending with fixed interest and continued the actions to activate and increase the degree of use of shopping cards, to support transactional income. The activity of financing real estate purchases was supported by the launch during March 2024 of the mortgage loan product in RON with fixed interest for the first 5 years, both for new purchases as well as for refinancing, the product being improved with a series of adjustments (cross-sell) which follows customer preferences but, at the same time, allows the increase in the level of customer transactions through Patria Bank.

Outstanding performing loans (RON thousand equiv.)	31.03.2023	31.12.2023	31.03.2024
Secured	385,804	351,968	337,197
Unsecured	139,690	147,458	151,001
Total	525,494	499,426	488,198

New loans sales (RON thousand equiv.)	Q1 2023	Q4 2023	Q1 2024
Secured	11,601	5,781	6,231
Unsecured	21,686	21,664	29,485
Total	33,287	27,445	35,716

Unsecured loans recorded a total volume of new sales of approximately RON 29 million equivalent in Q1 2024, representing 82% of the total sales of retail loans in Q1 2024, increasing compared to the similar period of 2023. The volume of new secured loans in Q1 2024 registered a slight increase compared to Q4 2023, but standing at only 53% compared to Q1 2023, the Bank estimating a favorable evolution in the following period, in the context of the repositioning of the fixed-interest mortgage loan product in RON, launched in March 2024.

Outstanding deposits (Thousand RON equiv.)	31.03.2023	31.12.2023	31.03.2024
Term deposits	1,700,380	1,782,915	1,815,563
Current accounts	271,854	287,904	269,483
Total	1,972,234	2,070,819	2,085,046

The Bank maintains its appetite for attracting sources both in lei and in foreign currency, both from the traditional clientele and by attracting new segments with transactional activity, aiming, through cross-sell strategies with the legal entities clientele, the increase in the volumes carried out through current accounts of individuals and optimizing the cost of financing sources.

At the operational level Patria Bank continued the innovation process by developing and implementing new products and technologies, thus ensuring a continuous improvement of the organization's competitiveness and sustainability. The ongoing optimization and digitalization initiatives with an impact on the commercial area include:

- Implementation of the new **APIA in avans** credit product for legal entities (Micro and Agro segments), which represents a loan to cover working capital needs and consists in pre-financing the APIA subsidy up to 70% of the amount of the subsidy due in the previous year.
- Implementation of a new **Credit Agro Gold** product for the Agro business segment and its update for the Micro business segment
- Implementation of a new management flow for requests for temporary suspension of payment obligations for legal entities in the agriculture and food industry sectors (EGO no. 4/2024)
- Implementation of the **SANB** service (Beneficiary Name Display Service) for payments made through Internet & Mobile Banking systems for Individuals and Internet Banking for Legal Persons, a useful service to identify any discrepancies of payment beneficiaries information
- The development of the Digital Lending Platform for Individuals based on partnerships/collaborations with various partners by offering in the platform a consumer loan with a specific destination for financing the purchase of products/services from Patria Bank Partners. In this regard, from 21.03.2024, the Bank started a partnership/collaboration with E.ON Energie Romania SA (E.ON) to offer individuals, who signed a specific contract with E.ON, the

possibility to access, within the Digital Lending Individuals online platform, consumer loans without real estate mortgage with a specific destination - **purchase of photovoltaic panels**, in order to support the society and the environment, through sustainable financing products.

- Implementation of a new functionality for the Credit Card for individuals: transfers from credit card accounts to current accounts via Internet Banking/Mobile Banking services (for maximum 10% of the credit card limit)
- Implementation of a new lending offer for the mortgage loan in RON with fixed interest for the first 5 years followed by variable interest by revising the commercial discounts of the product and by implementing a simplified flow for simultaneously granting a mortgage loan and a credit card using the same documents/queries (credit application, agreements and others)
- Continuing the strategy of optimizing and digitalizing processes in order to streamline activities, both in relation with clients and between internal structures: start of project to automate the query of external and internal databases called within the lending processes for all segments of legal entities by implementing software robots with the ultimate goal of optimizing flows and reducing processing time.

The activity of subsidiaries

Patria Credit IFN

Patria Credit IFN SA is a non-banking financial institution (IFN) that supports the efforts of rural and small urban entrepreneurs, as well as their positive impact on their communities. Specialized in financing farmers, Patria Credit is a member of the European Microfinance Network (EMN) and Microfinance Center (MFC) and is the first non-banking financial institution dedicated to microfinance in Romania, with almost 20 years of experience and over 18,000 financed clients.

Patria Credit completed the implementation of the new IT system at the beginning of 2024 which includes complete functionalities for the Core System and operational flows for all business areas (lending, credit administration, debt collection, accounting), thus creating the premises for infrastructure modernization in all main areas of the business. The new system features modern technical capabilities that will allow additional optimizations.

The company continued to offer personalized loans to its main client segment (small farmers). Thus, the portfolio structure was maintained, with an 82% share being represented by farmers. Additionally, 83% of the loan portfolio represents investment loans and 86% of the portfolio is secured with guarantees through guarantee programs offered by the European Investment Fund (Invest EU, Easi).

At March 31, 2024 Patria Credit's loan portfolio was 6% higher than at the end of March 2023. **The Company recorded a net profit of RON 2.3 million** (RON 2.5 million at March 31, 2023).

For 2024 Patria Credit aims to further develop its business model, increase the loan portfolio, maintain profitability, continue to offer products specific to rural areas to its customers, continue the digitalization

process and actively work with the NGO environment and professional partners in the creation of new lending models and in the promotion of good practices in basic agriculture.

SAI Patria Asset Management

SAI Patria Asset Management SA, an Asset Management Company licensed by the FSA, continued to increase its assets under management **up to RON 288.42 million at the end of March 2024, representing an increase of 35.6% compared to the level registered at the end of December 2023. The assets dynamics was supported by the accelerated expansion of the ETF funds managed. Total assets increased by 135.5% during the last 12 months and by 324.96% during the last 3 years ended on March 31, 2024.**

During Q1 2024 the assets of all open-end funds managed by fund managers registered in Romania increased by 9.0%, compared with the increase of the assets of open-end funds managed by SAI Patria Asset Management of 35.7%, recorded during the same period.

Patria Asset Management manages the only two ETFs (Exchange Traded Funds) in Romania. Fund ETF BET Patria - Tradeville replicates the structure and performance of the main index of the Bucharest Stock Exchange (BSE), BET, and is traded with the TVBETETF ticker symbol on the BSE. **The Fund had net assets of RON 242.12 million at 31.03.2024, up from RON 170.54 million at 31.12.2023 (+42.0%). The return of the fund's units was +10.74% for Q1 2024 and +42.89% for the last 12 months ending on 31.03.2024.**

Fund ETF Energie Patria - Tradeville is a sector ETF dedicated to the energy and related utilities sector, replicating the structure and performance of the BET-NG sector index of the BSE, and is traded on the BSE with the PTENGETF ticker symbol. The fund had assets of RON 15.28 million at 31.03.2024, up from RON 11.10 million at 31.12.2023 (+37.7%). The return of the fund's units was +8.56% for Q1 2024 and +35.24% for the last 12 months ending on 31.03.2024.

Besides the two ETFs, Patria Asset Management also manages Patria Global and Patria Stock – diversified funds in RON, Patria Obligatiuni – fixed-income fund in RON and Patria Euro Obligatiuni – fixed-income fund in EUR. The four funds are distributed through Patria Bank and through Patria Asset Management's own online platform for investment funds. Available at online.patriafonduri.ro, the platform offers easy access to the value of holdings and to online transactions for investing in or withdrawing money from the four funds.

7. Financial Results and ratios

a) The Bank's financial position at 31.03.2024 compared with 31.03.2023 and 31.12.2023 is as follows:

FINANCIAL POSITION							
-thousands RON-							
ASSETS							
	31.mar.24	31.dec.23	mare.24/ dec.23 (abs.)	mar.24/ dec.23 (%)	31.mar.23	mar-24/ dec- 23 (abs.)	mar 24/ dec- 23 (%)
Cash and cash equivalents	523,481	537,692	(14,211)	(3%)	340,635	182,846	54%
Loans and advances to banks	18,948	18,726	222	1%	18,634	314	2%
Securities	1,193,226	1,114,515	78,711	7%	1,183,171	10,055	1%
Investments in subsidiaries	40,296	40,296	-	0%	36,296	4,000	11%
Loans and advances to customers, net	2,126,009	2,058,585	67,424	3%	2,236,161	(110,152)	(5%)
Other assets	257,340	263,586	(6,246)	(2%)	276,674	(19,334)	(7%)
Total ASSETS	4,159,300	4,033,400	125,900	3%	4,091,571	67,729	2%
LIABILITIES							
	31.mar.24	31.dec.23	mare.24/ dec.23 (abs.)	mar.24/ dec.23 (%)	31.mar.23	mar-24/ dec- 23 (abs.)	mar 24/ dec- 23 (%)
Due to banks & REPO	201,544	281,717	(80,173)	(28%)	240,100	(38,556)	(16%)
Due to customers	3,320,338	3,124,154	196,184	6%	3,300,446	19,892	1%
Other liabilities	95,874	94,066	1,808	2%	86,373	9,501	11%
Subordinated debt	69,916	69,385	531	1%	44,576	25,340	57%
Debt securities in issue	64,153	65,193	(1,040)	(2%)	63,540	613	1%
Total Liabilities	3,751,825	3,634,515	117,310	3%	3,735,035	16,790	0%
Total Equity	407,475	398,885	8,590	2%	356,536	50,939	14%
Total LIABILITIES AND EQUITY	4,159,300	4,033,400	125,900	3%	4,091,571	67,729	2%

Total assets, in amount of RON 4.2 billion, show an increase of 3% compared to the end of 2023, the excess liquidity being invested in Government Bonds and loans granted to the clientele. The Bank's liabilities show an increase in deposits from customers by RON 0.2 billion (+6%) compared to December 2023, simultaneously with a decrease in deposits attracted from banks. The Bank pursued the optimization of financing costs and liquidity management at optimal costs, choosing a more selective policy for some high-value deposits with a high financing cost.

The loan portfolio (net value) registered an increase of 3% compared to the end of 2023. In the first 3 months of 2024 the market showed an improvement in demand for credit from customers, especially in the area of mortgage loans of the retail segment, but also in the SME segment. Governmental programs had a significant contribution to this trend.

Own funds show an increase of 2% compared to 31 December 2023 arising from profits recorded in the first 3 months of 2024.

At individual level the capital adequacy ratio (Total Own Funds Ratio) was 20.57%, exceeding the regulatory limit and above the level recorded at the end of 2023, when the ratio was 22.51%. **At consolidated level the capital adequacy ratio (Total Own Funds Ratio) was 19.92%**, exceeding the regulatory limit.

b) **Financial results** (at individual level): Main figures recorded in Q1 2024 compared to figures of the same period of last year were as follows:

FINANCIAL PERFORMANCE STATEMENT -thousands RON-	3 months up to 31.mar.24	3 months up to 31.mar.23	Δ 2024/ 2023 (abs.)	Δ 2024/ 2023 (%)
Net interest income	31,350	29,918	1,432	5%
Net fees and commission income	9,813	8,360	1,453	17%
Net gains from financial activity & other income	9,144	5,739	3,405	59%
Net banking Income	50,307	44,017	6,290	14%
Staff costs	(19,559)	(18,776)	(783)	4%
Depreciation and amortization	(5,444)	(5,076)	(368)	7%
Other operating and administrative expenses	(15,921)	(12,240)	(3,681)	30%
Total operating expense	(40,924)	(36,092)	(4,832)	13%
Operating Result	9,383	7,925	1,458	18%
Net impairment of financial assets	(1,134)	(4,690)	3,556	(76%)
Gain before tax	8,249	3,235	5,014	155%
Expense from deferred tax	(114)	(230)	116	(50%)
Gain for the year	8,135	3,005	5,130	171%

	3 months up to 31.mar.24	3 months up to 31.mar.23	Δ 2024/ 2023 (abs.)	Δ 2024/ 2023 (%)
Interest Income	67,871	67,533	339	1%
Loans	52,416	55,339	(2,924)	(5%)
Debt Instruments	13,422	10,087	3,335	33%
Other interest bearing assets	2,034	2,107	(73)	(3%)
Interest expenses	(36,521)	(37,615)	1,094	(3%)
Due to customers	(31,295)	(33,324)	2,029	(6%)
Other interest bearing liabilities	(5,226)	(4,291)	(935)	22%
Net interest income	31,350	29,918	1,432	5%

Net banking income registered an increase of 14% compared to the same period of 2023 with a positive dynamic in the fees and commissions income segment, due to the increase of customer transactional activity, the number of POS, as well as from the financial activity where an increase in revenues by 59% was recorded in the first 3 months of 2024 compared to the same period of 2023.

As for **interest income**, the Bank recorded a small increase of 1% compared to the same period of the previous year, the evolution being supported by income related to the portfolio of debt securities in which the Bank temporarily invested surplus liquidity.

Interest expense recorded a decrease of 3% compared to the same period of 2023. This decrease was influenced by the decrease in the cost of financing for deposits in RON, an evolution that reflects market trends, but also expectations for decrease in the reference interest rate, estimated to begin in the Summer

of 2024. This downward trend in interest rates is consistent with forecasts of the evolution of inflation for the next period.

Net commissions income shows a positive evolution of 17% generated mainly by the increase in customer transactional activity, trade finance and bancassurance activities.

Operational expenses recorded an increase of 13% (+RON 4.8 million) at a relatively similar pace to the evolution of net banking income of +14%. Operational and administrative costs show the greatest increase, being influenced by inflationary pressure, as well as by the increase of regulated fixed costs (contributions, fees and taxes). Out of the total increase of RON 4.8 million, the amount of RON 1.8 million represents the Turnover Tax applicable to credit institutions starting with the year 2024.

The net cost of risk recorded a prudent evolution. The Bank recorded net depreciation adjustments of RON 1.1 million in the first 3 months of 2024 compared to RON 4.7 million in the same period of the previous year, taking into account portfolio quality and improved results of collection and recovery actions carried out during 2024. The Bank constantly monitors its loan portfolio for adequate management of credit risk, taking into account uncertainties that appear in the market. In the first quarter of 2024 the Bank carried out write-off operations of RON 11 million, in line with the strategy to reduce the stock of non-performing loans.

The Bank recorded a **positive operational result of RON 9.4 million and a net profit of RON 8.1 million in the first 3 months of 2024** compared to a net profit of RON 3.0 million recorded in the same period of 2023. The result incorporates the new 2% turnover tax applicable to credit institutions starting with 2024.

c) Economic-financial ratios

Ratios		31.mar.24	31.dec.23	31.mar.23
1	Total Own Funds Ratio	20.57%	22.51%	18.26%
2	The potential change of the economic value (EVI/ Own Funds)	10.9%	11.4%	12.1%
3	Loans (gross value) / Customer deposits	68%	70%	72%
4	Loans (gross value) / Total assets	54%	54%	58%
5	Liquidity Coverage Ratio (LCR)	175%	178%	188%
6	Liquid assets / Total assets	42%	41%	38%
7	Debt securities and equity instruments / Total assets	29%	28%	29%
8	Return on Assets ratio (RoA)	0.8%	0.6%	0.3%
9	Return on Equity ratio (RoE)	8.1%	6.2%	3.4%
10	Expense/income ratio	81%	72%	82%
11	Non Performing Loans (NPL)*	6.19%	6.33%	8.23%
12	Non Performing Exposures (NPE)*	5.17%	5.22%	7.35%
13	Coverage NPL	61%	59%	54%
14	Coverage NPL**	62%	60%	59%

(*) As per individual FINREP

(**) As per the presentation for the calculation of the systemic risk buffer

8. Conclusions

Financial results recorded by Patria Bank at March 31, 2024 show a net profit of RON 8.1 million for the first 3 months of the current year, representing an increase of 171% compared to the same period of the previous year, a result that incorporates the new tax on turnover of 2% applicable to credit institutions starting with 2024. The Bank continued the process of developing operating income correlated with a prudent evolution of the cost of risk. Improving profitability in a volatile and uncertain macroeconomic environment and geo-political context shows a sustainable evolution as well as the Bank's adaptability to current market conditions.

The main financial figures recorded at March 31, 2024 are presented below:

- **Increase of net banking income by 14% in the first 3 months of 2024 compared to the same period of 2023**, with positive evolutions recorded on all income categories and being supported mainly by income from net commissions and from financial activity
- **Operating result of RON 9.4 million, up by 18%** compared to the same period of the previous year
- **The Bank's equity shows an increase by RON 8.6 million in the first 3 months of the year, +2% compared to December 2023**
- **Maintaining on optimal balance sheet structure**, the loan to deposit ratio registering a level of 68% compared to 70% at the end of 2023
- **Increasing investments in debt securities by 7% vs. 2023** through temporarily placing excess liquidity at competitive yields, in line with Capital Market conditions
- **The strategy to reduce non-performing exposures continued in 2024 with very good results.** The Non-Performing Exposure Ratio (NPE) decreased from 7.35% in March 2023 to 5.2% in March 2024, while the coverage rate of non-performing loans with impairment adjustments increased slightly to 62%
- **Maintaining a solid capital base** highlighted by the level of the Total Own Funds Rate of 20.57%.

NOTE: The financial statements for the first 3 months of 2024 have not been audited/reviewed by the independent financial auditor.

General Manager
Valentin Vancea

Deputy General Manager
Georgiana Stanciulescu



PATRIA BANK GROUP

**INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED AT 31 MARCH 2024**

**Prepared in accordance with International Financial Reporting Standards as adopted by
the European Union**

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**INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2024 (All amounts are in thousand RON)**

<i>Thousand RON</i>	Note	Group		Bank	
		Unaudited(*) 31 March 2024	Unaudited, Restated(**) 31 March 2023	Unaudited(*) 31 March 2024	Unaudited(*) 31 March 2023
Interest and similar income calculated using the effective interest rate	4	76,435	76,350	67,971	67,533
Interest and similar expense	4	(40,213)	(41,227)	(36,621)	(37,615)
Net interest income	4	<u>36,222</u>	<u>35,123</u>	<u>31,350</u>	<u>29,918</u>
Fee and commission income	5	13,858	10,223	11,708	9,848
Fee and commission expense	5	(2,157)	(1,755)	(1,895)	(1,488)
Net fee and commission income	5	<u>11,701</u>	<u>8,468</u>	<u>9,813</u>	<u>8,360</u>
Net gain/(loss) from financial assets at fair value through profit or loss	6	3,182	1,192	2,966	1,029
Net gain/(loss) from disposal of investment securities at fair value through other comprehensive income	7	3,705	403	3,705	403
Net gain/(loss) on derecognition of financial assets measured at amortised cost		(32)	(33)	(32)	(33)
Net gain/(loss) from investment properties		-	146	-	146
Net gain/(loss) on non-current assets held for sale		-	-	-	-
Other operating income	8	2,557	4,173	2,505	4,194
Net operating income		<u>57,335</u>	<u>49,472</u>	<u>50,307</u>	<u>44,017</u>
Personnel expenses	10	(21,649)	(20,699)	(19,559)	(18,776)
Administrative and other operating expenses	11	(17,098)	(13,250)	(15,921)	(12,240)
Depreciation and amortization	22,23	(5,761)	(5,394)	(5,444)	(5,076)
		-	-	-	-
Operational result before impairment		<u>12,827</u>	<u>10,129</u>	<u>9,383</u>	<u>7,925</u>
Impairment losses on financial assets	9	(1,816)	(4,007)	(1,134)	(4,690)
Operational profit		<u>11,011</u>	<u>6,122</u>	<u>8,249</u>	<u>3,235</u>
Profit before tax		<u>11,011</u>	<u>6,122</u>	<u>8,249</u>	<u>3,235</u>
Income tax expense for the year		(477)	(715)	(114)	(230)
Net profit for the period		<u>10,534</u>	<u>5,407</u>	<u>8,135</u>	<u>3,005</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

**INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2024 (All amounts are in thousand RON)**

<i>Thousand RON</i>	Note	Group		Bank	
		Unaudited(*) 31 March 2024	Unaudited(*) 31 March 2023	Unaudited(*) 31 March 2024	Unaudited(*) 31 March 2023
Net profit for the period		10,534	5,407	8,135	3,005
Other comprehensive income					
Items that may be reclassified to profit or loss:					
Net gain on debt instruments measured at FVOCI, transferred to profit or loss		(3,705)	(403)	(3,705)	(403)
Gain/(loss) from fair value measurement of debt instruments measured at FVOCI		4,186	10,410	4,186	10,410
Variation of expected credit loss related to debt instruments measured at FVOCI		47	62	47	62
Income tax recorded directly in other comprehensive income		(84)	(1,611)	(84)	(1,611)
Items that will not be reclassified to profit or loss:					
Income tax recorded directly in other comprehensive income, related to the changes of revaluation reserve		13	13	13	13
Other comprehensive income, net of tax		457	8,471	457	8,471
Comprehensive income		<u>10,991</u>	<u>13,878</u>	<u>8,592</u>	<u>11,476</u>
Profit attributable to:					
-Equity holders of the parent entity		10,534	5,407	8,135	3,005
-Non-controlling interests		-	-	-	-
Profit for the period		<u>10,534</u>	<u>5,407</u>	<u>8,135</u>	<u>3,005</u>
Comprehensive income attributable to:					
-Equity holders of the parent entity		10,992	13,878	8,590	11,476
-Non-controlling interests		-	-	-	-
Comprehensive income		<u>10,992</u>	<u>13,878</u>	<u>8,590</u>	<u>11,476</u>
Earnings per share (basic and diluted)	33	0.0032	0.0016	0.0025	0.0009

** The comparative information is restated on account of correction of errors. See note 39

The financial statements were approved by the Board of Directors on the 14th of May 2024 and were signed on its behalf by:

Valentin Vancea
General Manager

Georgiana Stanculescu
Deputy General Manager

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

**INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2024 (All amounts are in thousand RON)**

<i>Thousand RON</i>	Note	Group		Bank	
		Unaudited(*)	Unaudited(*)	Unaudited(*)	31
		31 March 2024	31 December 2023	31 March 2024	December 2023
Assets					
Cash and cash equivalents	12	523,821	538,218	523,481	537,692
Financial assets at fair value through profit or loss	13	76,959	42,967	72,932	39,161
Financial asset measured at fair value through other comprehensive income	14	718,615	676,316	718,615	676,316
Due from banks	15	18,948	18,726	18,948	18,726
Loans and advances to customers	16	2,308,068	2,231,221	2,126,009	2,058,585
Investments in debt instruments at amortized cost	17	401,679	399,038	401,679	399,038
Investment property	18	90,482	90,358	90,482	90,358
Non-current assets held for sale		1,831	1,831	1,665	1,665
Investment in subsidiaries	19	-	-	40,296	40,296
Other financial assets	20	8,745	18,670	8,892	18,502
Other assets	21	18,197	12,844	18,509	13,370
Deferred tax assets		1,721	1,703	1,806	1,783
Intangible assets	22	55,139	54,380	50,902	50,716
Property and equipment	23	87,211	88,657	85,084	87,192
Total assets		<u>4.311.416</u>	<u>4.174.929</u>	<u>4.159.300</u>	<u>4.033.400</u>
Liabilities					
Due to banks	24	101,216	182,799	101,216	182,799
Customer deposits	25	3,290,869	3,109,675	3,320,338	3,124,154
Loans from banks and other financial institutions	26	253,937	230,488	100,328	98,918
Other financial liabilities	27	86,737	90,461	76,739	81,002
Provisions	28	10,438	10,217	8,929	8,694
Other liabilities	29	11,352	5,021	10,206	4,370
Subordinated liabilities	30	95,135	94,488	69,916	69,385
Debt securities in issue	31	64,153	65,193	64,153	65,193
Total liabilities		<u>3.913.837</u>	<u>3.788.342</u>	<u>3.751.825</u>	<u>3.634.515</u>
Equity					
Share capital and equity premiums	32	332,181	332,181	332,181	332,181
Merger premium	32	(67,569)	(67,569)	(67,569)	(67,569)
Treasury shares	32	(1,140)	(1,140)	(5)	(5)
Accumulated Profit / (Losses)	32	81,712	71,097	93,154	84,940
Revaluation reserves	35	20,557	20,180	18,848	18,472
Statutory legal reserve	35	17,160	17,160	16,188	16,188
Other reserves	35	14,678	14,678	14,678	14,678
Total equity		<u>397.579</u>	<u>386.587</u>	<u>407.475</u>	<u>398.885</u>
Total liabilities and equity		<u>4.311.416</u>	<u>4.174.929</u>	<u>4.159.300</u>	<u>4.033.400</u>

The financial statements were approved by the Board of Directors on the 14th of May 2024 and were signed on its behalf by:

Valentin Vancea
General Manager

Georgiana Stanciulescu
Deputy General Manager

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

**INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2024 (All amounts are in thousand RON)**

Group												
<i>Thousand RON</i>	Share capital	Merger premium	Treasury shares	Revaluation reserves for financial assets at FVOCI	Revaluation reserve for property	Statutory legal reserve	Other reserves	Accumulated Profits / (Losses)	Total equity attributable to the parent	Non-controlling interest	Total equity	
Balance at 1 January 2024	332,181	(67,569)	(1,140)	(7,672)	27,852	17,160	14,678	71,097	386,587	-	386,587	
Comprehensive income	-	-	-	-	-	-	-	10,534	10,534	-	10,534	
Profit for the period	-	-	-	-	-	-	-	10,534	10,534	-	10,534	
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	
Net gain related to FVOCI debt instruments recycled in profit or loss account	-	-	-	-	-	-	-	-	-	-	-	
Expected net credit loss related to FVOCI debt instruments	-	-	-	39	-	-	-	-	39	-	39	
Gains/(losses) from the measurement at fair value of debt instruments FVOCI	-	-	-	3,516	-	-	-	-	3,516	-	3,516	
Net gain from the fair value measurement of FVOCI equity instruments	-	-	-	-	-	-	-	-	-	-	-	
Changes in the revaluation reserve for property and equipment	-	-	-	-	13	-	-	-	13	-	13	
Total other comprehensive income	-	-	-	443	13	-	-	-	457	-	457	
Total comprehensive income	=	-	-	443	13	-	-	10,534	10,991	-	10,992	
Allocation to legal reserve	-	-	-	-	-	-	-	-	-	-	-	
Revaluation reserve realized	-	-	-	-	(79)	-	-	79	-	-	-	
Balance at 31 March 2024	332,181	(67,569)	(1,140)	(7,229)	27,786	17,160	14,678	81,712	397,579	-	397,579	

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

**INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2024 (All amounts are in thousand RON)**

Group											
<i>Thousand RON</i>	Share capital	Merger premium	Treasury shares	Revaluation reserves for financial assets at FVOCI	Revaluation reserve for property	Statutory legal reserve	Other reserves	Accumulated Profits / (Losses)	Total equity attributable to the parent	Non-controlling interest	Total equity
Balance at 1 January 2023	332,181	(67,569)	(1,140)	(38,344)	30,729	15,197	14,678	44,698	330,430	-	330,430
Comprehensive income	-	-	-	-	-	-	-	25,485	25,485	-	25,485
Profit for the period	-	-	-	-	-	-	-	25,485	25,485	-	25,485
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-
Net gain related to FVOCI debt instruments recycled in profit or loss account	-	-	-	(6,239)	-	-	-	-	(6,239)	-	(6,239)
Expected net credit loss related to FVOCI debt instruments	-	-	-	370	-	-	-	-	370	-	370
Gains/(losses) from the measurement at fair value of debt instruments FVOCI	-	-	-	35,736	-	-	-	-	35,736	-	35,736
Net gain from the fair value measurement of FVOCI equity instruments	-	-	-	-	-	-	-	-	-	-	-
Changes in the revaluation reserve for property and equipment	-	-	-	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	30,671	-	-	-	-	30,671	-	30,671
Total comprehensive income	=	=	=	30,671	=	=	=	25,485	56,156	=	56,156
Allocation to legal reserve	-	-	-	-	-	1,963	-	(1,963)	-	-	-
Revaluation reserve realized	-	-	-	-	(2,877)	-	-	2,877	-	-	-
Balance at 31 December 2023	332,181	(67,569)	(1,140)	(7,672)	27,852	17,160	14,678	71,097	386,587	-	386,587

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

**INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2024 (All amounts are in thousand RON)**
Bank

<i>Thousand RON</i>	Share capital	Merger premium	Treasury shares	Revaluation reserves for financial assets at FVOCI	Revaluation reserve for premises	Statutory legal reserve	Other reserves	Accumulated Profits / (Losses)	Total equity
Balance at 1 January 2024	332,181	(67,569)	(5)	(7,672)	26,144	16,188	14,678	84,940	398,885
Comprehensive income	-	-	-	-	-	-	-	8,135	8,135
Profit for the period	-	-	-	-	-	-	-	8,135	8,135
Other comprehensive income	-	-	-	-	-	-	-	-	-
Net gain related to FVOCI debt instruments recycled in profit or loss account	-	-	-	(3,112)	-	-	-	-	(3,112)
Expected net credit loss related to FVOCI debt instruments	-	-	-	39	-	-	-	-	39
Gains/(losses) from the measurement at fair value of debt instruments FVOCI	-	-	-	3,516	-	-	-	-	3,516
Net gain from the fair value measurement of FVOCI equity instruments	-	-	-	-	-	-	-	-	-
Changes in the revaluation reserve for property and equipment	-	-	-	-	13	-	-	-	13
Total other comprehensive income	-	-	-	443	13	-	-	-	457
Total comprehensive income	-	-	-	443	13	-	-	8,135	8,590
Allocation to legal reserve	-	-	-	-	-	-	-	-	-
Revaluation reserve realized	-	-	-	-	(79)	-	-	79	-
Balance at 31 March 2024	332,181	(67,569)	(5)	(7,230)	26,078	16,188	14,678	93,154	407,475

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

**INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2024 (All amounts are in thousand RON)**

<i>Thousand RON</i>	Share capital	Merger premium	Treasury shares	Revaluation reserves for financial assets at FVOCI	Revaluation reserve for premises	Statutory legal reserve	Other reserves	Accumulated Profits / (Losses)	Total equity
Balance at 1 January 2023	332,181	(67,569)	(5)	(38,343)	29,019	14,681	14,678	60,418	345,060
Comprehensive income	-	-	-	-	-	-	-	23,154	23,154
Profit for the period	-	-	-	-	-	-	-	23,154	23,154
Other comprehensive income									
Net gain related to FVOCI debt instruments recycled in profit or loss account	-	-	-	(6,239)	-	-	-	-	(6,239)
Expected net credit loss related to FVOCI debt instruments	-	-	-	370	-	-	-	-	370
Gains/(losses) from the measurement at fair value of debt instruments FVOCI	-	-	-	35,736	-	-	-	-	35,736
Net gain from the fair value measurement of FVOCI equity instruments	-	-	-	804	-	-	-	-	804
Changes in the revaluation reserve for property and equipment	-	-	-	-	-	-	-	-	-
Total other comprehensive income	-	-	-	30,671	-	-	-	-	30,671
Total comprehensive income	-	-	-	30,671	-	-	-	23,154	53,825
Allocation to legal reserve	-	-	-	-	-	1,507	-	(1,507)	-
Revaluation reserve realized	-	-	-	-	(2,875)	-	-	2,875	-
Balance at 31 December 2023	<u>332,181</u>	<u>(67,569)</u>	<u>(5)</u>	<u>(7,672)</u>	<u>26,144</u>	<u>16,188</u>	<u>14,678</u>	<u>84,940</u>	<u>398,885</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

**INTERIM CONSOLIDATED AND SEPARATE STATEMENT OF CASH FLOWS FOR THE
YEAR ENDED 31 MARCH 2024 (All amounts are in thousand RON)**

	Group		Bank	
	Unaudited(*) 31 March 2024	Unaudited, Restated(**) 31 March 2023	Unaudited(*) 31 March 2024	Unaudited(*) 31 March 2023
Thousand RON				
Cash flows from operating activities				
Interest received	73,358	57,291	56,878	51,326
Interest paid	(37,822)	(29,823)	(35,071)	(26,009)
Fees and commissions received	13,858	10,223	11,708	9,848
Fees and commissions paid	(2,157)	(1,755)	(1,895)	(1,488)
Gain / (Loss) from financial derivatives	(1,074)	(7,235)	(1,074)	(7,235)
Net gain from financial instruments and other operating income	8,549	(2,599)	8,309	(2,728)
Recoveries from off balance sheet items	3,985	1,576	3,981	1,574
Cash payments to employees	(21,972)	(19,679)	(19,871)	(17,862)
Cash payments to suppliers	(22,893)	(19,090)	(21,394)	(17,762)
Income taxes paid	-	-	-	-
Net cash-flow from operating activities before changes in operating assets and liabilities	13,832	(11,091)	1,571	(10,336)
Changes of operating assets				
<i>(Increase)/Decrease of:</i>				
- loans and advances to banks	(83)	(1,610)	(83)	(1,623)
- financial assets at fair value through profit or loss	(32,341)	(30,700)	(32,120)	(31,255)
- loans and advances to customers	(85,416)	(35,275)	(67,278)	(17,336)
- other financial assets	1,490	936	1,746	879
Total changes of operating assets	(116,350)	(66,649)	(97,735)	(49,335)
Changes of operating liabilities				
<i>Increase/(Decrease) of:</i>				
- due to banks	(81,444)	66,766	(81,444)	66,766
- deposits from customers	179,376	(145,665)	194,374	(145,269)
- other financial liabilities	1,275	2,576	1,015	2,121
Total changes of operating liabilities	99,207	(76,323)	113,945	(76,382)
Net cash flow used in operating activities	(3,311)	(154,063)	17,781	(136,053)
Cash flows from investing activities				
Acquisition of investment securities at FVOCI	(201,768)	(103,297)	(201,768)	(103,297)
Maturities and proceeds from investment securities at FVOCI	168,170	31,177	168,168	31,177
Maturities of investments at amortized cost	(827)	(49,661)	(827)	(49,661)
Proceeds from dividend	12	(522)	(16)	(535)
Sale of investment property and non-current assets held for sale and premises	(124)	(202)	(124)	(36)
Acquisition of tangible and intangible assets	2,275	1,914	2,721	2,534
Net cash used in investing activities	(32,262)	(120,591)	(31,846)	(119,818)
Cash flows from financing activities				
Withdrawals from loans from other financial institutions	24,573	27,521	-	(135)
Repayments of loans from other financial institutions	(3,251)	(8,800)	-	-
Subordinated liabilities	(58)	(307)	(57)	(60)
Issuance of debt securities	-	(89)	-	(89)
Net cash generated from financing activities	21,264	18,325	(57)	(284)
Effect of exchange rate changes on cash and cash equivalents	(88)	(15)	(89)	(13)
Net (decrease)/increase in cash and cash equivalents	(14,397)	(256,344)	(14,211)	(256,168)
Cash and cash equivalents at 1 January	538,218	598,169	537,692	596,803
Cash and cash equivalents at 31 December	523,821	341,825	523,481	340,635

** The comparative information is restated on account of correction of errors. See note 39

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

1. REPORTING ENTITY

As at 31 March 2024, the Structure of the Patria Bank Group is the following:

- Patria Bank S.A. – Parent company**– “The Bank / PBK” is a Romanian credit institution resulted from the merger by absorption between the former Banca Comerciala Carpatica S.A. (as an absorbing entity) and former Patria Bank S.A. (as an absorbed entity), which took place on 1st of May 2017.

According to the decision of the General Meeting of Shareholders regarding the approval of the merger, the decision to change the name of the absorbing company from Banca Comerciala Carpatica S.A. in Patria Bank S.A. was implemented at the same time with the merger date.

The Registered office: 42, Pipera Road, Globalworth Plaza Building, 8 and 10 Floors, Bucharest, Sector 2, postal code 020112.

As at 31 March 2024 and 31 December 2023 the Bank is ultimately controlled by Emerging Europe Accession Fund Cooperatief U.A. (“EEAF”) sole owner of EEAF Financial Services B.V. The main investors in EEAF are EBRD - European Bank for Reconstruction and Development, EIF - European Investment Fund (part of the European Investment Bank group), DEG - Deutsche Investitions- und Entwicklungsgesellschaft GmbH, Black Sea Trade and Development Bank.

The Bank provides banking services and other financial services to companies and retail clients. These services include: deposit and current accounts, domestic and international payments, foreign exchange transactions, working capital loans, medium term lending, bank guarantees, letters of credit.

The Group exercises direct and indirect control over the following subsidiaries:

Subsidiary	Field of activity	Ownership	Ownership
		percentage as at 31.03.2024	percentage as at 31.12.2023
Patria Credit IFNSA	Rural lending and microfinance	99,99%	99,99%
SAI Patria Asset Management SA	The management of open-end investment funds	99,99%	99,99%
Patria Euro Obligatiuni	Investment fund	79.85%	80.03%
Patria Stock	Investment fund	81.10%	82.14%
Patria Global	Investment fund	53.63%	53.29%
Carpatica Invest SA	Financial investment services	95.68%	95.68%

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

- **Patria Credit IFN SA – Subsidiary** – (“IFN”) is a company registered in Romania since February 12, 2004 and it is authorized by the National Bank of Romania (“NBR”) to carry out lending activities. Starting with September 28, 2007, IFN is registered with the General Register of the NBR’s Non-banking Financial Institutions (“IFN”), and as of February 26, 2008 Patria Credit IFN was also registered with the NBR Special Register.
- **SAI Patria Asset Management SA (former SAI Carpatica Asset Management SA) – Subsidiary** – is authorized by the Financial Supervision Authority (“FSA”) for the management of open-end investment funds. The company manages six investment funds – Patria Stock, Patria Global, Patria Obligatiuni (unconsolidated), Patria Euro Obligatiuni, ETF BET Patria – Tradeville (unconsolidated) and ETF Energie Patria – Tradeville (unconsolidated). The two ETFs are the only Exchange Traded Funds in Romania and are both listed on the Bucharest Stock Exchange. SAI Patria Asset Management SA is under the control of Patria Bank. Patria Bank holds 99.99% of the share capital and voting rights of SAI Patria Asset Management.
- **Carpatica Invest SA (undergoing dissolution) – Subsidiary** – Carpatica Invest S.A. with its headoffice in Sibiu, 5 Mihai Viteazu Street. Carpatica Invest S.A. was a financial investment services company that operated according to FSA regulations. The Financial Supervisory Authority decide to suspend the trading activity of Carpatica Invest SA (decision 1486/06.07.2015). The liquidator appointed by the Extraordinary General Meeting of Carpatica Invest S.A. shareholders requested the opening of the simplified insolvency procedure, which was opened by sentence no. 928/03.11.2016 of the Sibiu Court, in file no. 2127/85/2016. Considering the dissolution decision as well as the insignificant impact of the consolidation of Carpatica Invest SA, the Group took the decision to change the scope of consolidation in 2023 and 2022 excluding Carpatica Invest SA.

As at 31 December 2023 – The Group Patria Bank (“The Group”) includes Patria Bank S.A. (“The Bank” / “PBK (resulted from the 2017 merger between Banca Comerciala Carpatica and Patria Bank, former Nextebank until 2016), Patria Credit IFN SA (“IFN”), SAI Patria Asset Management SA (former SAI Carpatica Asset Management SA) together with the managed investment funds: FDI Patria Stock, FDI Patria Global and FDI Patria Euro Obligatiuni and SSIF Carpatica Invest SA (in bankruptcy, ongoing insolvency procedure, unconsolidated). Patria Bank SA is the Parent company of the Group.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

2. BASIS OF PREPARATION

a) Statement of compliance

The interim consolidated and individual financial statements have been prepared in accordance with *IAS 34 Interim Financial Reporting*. These interim consolidated and individual financial statements were not audited or reviewed.

The interim consolidated and individual financial statements include:

- Interim Consolidated and Separate Statement of Profit or Loss and Other Comprehensive Income
- Interim Consolidated and Separate Statement of Financial Position
- Interim Consolidated and Separate Statement of Changes in Equity
- Interim Consolidated and Separate Statement of Cash Flows
- a selection of relevant explanatory notes for the period ending at 31 March 2024.

The interim financial statements do not include all disclosures required by the International Financial Reporting Standards adopted by the European Union ("IFRS") for the full set of annual financial statements; so, these interim statements should be read together with the Group's annual financial statements as at 31 December 2023.

In accordance with Order 27 / 16.12.2010 issued by the President of the Board of Directors of the National Bank of Romania, the Group's annual financial statements at 31 March 2024 were prepared in accordance with IFRS.

The Group keeps its accounting records in Romanian LEI ("RON"); RON is also the functional and presentation currency of the Group in accordance with the Romanian Accounting Law and the accounting and reporting regulations issued by NBR and the Ministry of Public Finance.

b) Basis of measurement

These financial statements have been prepared under the historical cost convention, as modified by the initial recognition of financial instruments based on fair value, and by the revaluation of properties and equipment, financial assets at fair value through other comprehensive income, and financial instruments at fair value through profit or loss and non-current assets held for sale. The main accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the periods presented. For the preparation of these consolidated and separate financial statements, some comparatives were restated. For more details please see note 39.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

c) Basis of Consolidation

The consolidated interim financial statements comprise the financial statements of Patria Bank SA and all its subsidiaries for the period ended at 31 March 2024 and the comparative financial statements of the Patria Bank SA and all its subsidiaries for the period ended 31 March 2023 or 31 December 2023.

The Bank consolidates the financial statements of its subsidiaries in accordance with IFRS 10. The list of Group subsidiaries is presented at Note 1 "Reporting entity".

Determining whether the group controls an investment fund for which the Group acts as fund manager usually focuses on assessing the group's aggregate economic interests in the fund (comprising any carried interest and expected management fees). See Note 5 Use Of Estimates And Judgments, "Control over investment funds" of the Group's Annual Consolidated and Separate Financial Statements for the year ended 31 December 2023.

During 2023, the Group performed the analysis presented in Note 5 Accounting Estimates and Significant Judgments "Control over investment funds" and concluded that the Group acts as agent for investors in funds in which the aggregate economic interest (composed of fees, holdings and withdrawal rights) is below 22% and therefore should not consolidate funds that do not meet the above conditions, while these funds have been consolidated in the past. The errors have been corrected and the data from 31 March 2023 has been restated. More detailed information about the impact of errors correction on the Group's consolidated financial statements was presented in the Note 39.

Therefore, on March 31, 2024, the Bank consolidates FDI Patria Global, FDI Patria Stock and FDI Patria Euro Obligatiuni.

All outstanding balances between Group companies, transactions, income and expenses, losses and gains arising from transactions between Group companies are eliminated in full.

Subsidiaries are entities controlled by the Bank. An investor controls an investee when it has power, exposure, or rights, to variable returns from its involvement with the investee and the ability to use its power over the investee to affect the amount of the investor's returns.

The entities in the Group are incorporated in Romania, keep their accounting books and prepare their statutory financial statements in accordance with IFRS as adopted by the European Union;

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies used in the preparation of these interim financial statements are those presented in Note 3 of the Group's Annual Consolidated and Separate Financial Statements for the year ended 31 December 2023.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

4. NET INTEREST INCOME

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 March 2023 Restated	31 March 2024	31 March 2023
Interest and similar income				
Loans and advances to customers (*)	60,592	63,983	52,244	55,339
Debt instruments at amortised cost	5,278	5,473	5,278	5,473
Financial assets at fair value through other comprehensive income	8,254	4,769	8,144	4,614
Due from banks	2,311	2,125	2,305	2,107
Total interest and similar income using effective interest method	<u>76,435</u>	<u>76,350</u>	<u>67,971</u>	<u>67,533</u>
Interest and similar expense				
Customer deposits	31,080	33,311	31,295	33,324
Loans from banks and other financial institutions	5,712	5,541	2,506	2,199
Subordinated liabilities	2,133	1,167	1,547	889
REPO operations	41	-	41	-
Other interest expense	90	82	81	77
Subordinated bonds	1,157	1,126	1,151	1,126
Total interest and similar expense	<u>40,213</u>	<u>41,227</u>	<u>36,621</u>	<u>37,615</u>
Net interest income	<u>36,222</u>	<u>35,123</u>	<u>31,350</u>	<u>29,918</u>

(*) Interest income at Group level includes RON 726 thousand interest expenses recognized on impaired loans to customers (31 March 2023: RON 234 thousand interest income recognized on impaired loans to customers).

(*) Interest income at Bank level includes RON 656 thousand interest expenses recognized on impaired loans to customers (31 March 2023: RON 169 thousand) interest income recognized on impaired loans to customers.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

5. NET FEE AND COMMISSION INCOME

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 March 2023 Restated	31 March 2024	31 March 2023
Fee and commission income				
Cards activity (VISA & MC)	2,631	2,395	2,631	2,395
Non-cash transactions	5,878	3,992	4,348	4,000
Non-deferrable commissions related to loans	998	695	998	695
Cash transactions	1,031	1,190	1,031	1,190
Income from other financial services	1,583	1,068	963	685
Interbank settlements	50	42	50	42
<i>Total fee and commission income from contracts with customers</i>	<u>12,171</u>	<u>9,382</u>	<u>10,021</u>	<u>9,007</u>
Issuing financial guarantees	1,687	841	1,687	841
Total fee and commission income	<u>13,858</u>	<u>10,223</u>	<u>11,708</u>	<u>9,848</u>
Fee and commission expense				
Cards activity (VISA & MC)	737	525	737	525
Interbank settlements	509	526	509	526
Expenses from other financial services	367	300	110	37
Other	544	404	539	400
Total fee and commission expense	<u>2,157</u>	<u>1,755</u>	<u>1,895</u>	<u>1,488</u>
Net fee and commission income	<u>11,701</u>	<u>8,468</u>	<u>9,813</u>	<u>8,360</u>

Non-deferrable commissions related to loans represent fees and commissions that are not subject of amortization according to the Effective Interest Rate methodology and consist mainly on fees charged for services provided (administration fees) that are recognized in the period when they were incurred, fees for credit commitments when the probability of disbursement is not certain, fees charged for early repayments, etc. The Group has internal procedures that classifies all commission types and specifies the accounting treatment to be applied for each class.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

6. NET GAIN/(LOSS) FROM FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH PROFIT OR LOSS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 March 2023 Restated	31 March 2024	31 March 2023
Net gain/(loss) from financial assets at fair value through profit or loss	2,317	1,127	2,101	964
Net gain/(loss) from derivatives	865	65	865	65
Total	<u>3,182</u>	<u>1,192</u>	<u>2,966</u>	<u>1,029</u>

7. NET GAIN/(LOSS) FROM DISPOSAL OF INVESTMENT SECURITIES AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Gains from disposals of investment securities at fair value through other comprehensive income	3,825	556	3,825	556
Losses from disposals of investment securities at fair value through other comprehensive income	(120)	(153)	(120)	(153)
Total	<u>3,705</u>	<u>403</u>	<u>3,705</u>	<u>403</u>

8. OTHER OPERATING INCOME

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 March 2023 Restated	31 March 2024	31 March 2023
Net gain/(loss) from foreign exchange transactions	831	2,520	835	2,578
Dividend income	28	-	-	-
Other operating income	114	92	86	55
Gain / (Loss) from disposal of premises and equipment sales	(1)	(1)	(1)	(1)
Income from rental of real estate	1,585	1,562	1,585	1,562
Total	<u>2,557</u>	<u>4,173</u>	<u>2,505</u>	<u>4,194</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

9. NET CHARGE WITH IMPAIRMENT OF FINANCIAL ASSETS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Charge with adjustments for impairment of cash and cash equivalents	(8)	(5)	(8)	(5)
Charge/(Release) with adjustments for impairment of loans and advances to customers	4,833	4,967	4,134	5,628
Loss from written off loans	16	87	16	87
Recoveries from loans previously written off	(3,930)	(1,509)	(3,925)	(1,508)
Charge/(Release) with the adjustments for impairment of financial asset measured at fair value through other items of comprehensive income	47	62	47	62
Charge/(Release) with the adjustments for impairment of debt instruments at amortised cost	2	20	2	20
Charge/(Release) with the adjustments for impairment of credit commitments and financial guarantees	317	86	329	106
Charge/(Release) with adjustments for impairment of other financial assets	539	299	539	300
Net charge with adjustments for impairment of financial assets	<u>1,816</u>	<u>4,007</u>	<u>1,134</u>	<u>4,690</u>

10. PERSONNEL EXPENSES

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 March 2023	31 March 2024	31 March 2023
Wages and salaries	21,233	18,817	19,203	17,177
Social security contributions	629	698	558	521
Net expense/(income) with provisions related to wage costs	(323)	1,020	(312)	914
Other personnel expense	110	164	110	164
Total	<u>21,649</u>	<u>20,699</u>	<u>19,559</u>	<u>18,776</u>

The Group number of employees at 31 March 2024 was 657 employees (31 March 2023: 646 employees).

The Bank number of employees at 31 March 2024 was 573 employees (31 March 2023: 570 employees).

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

11. ADMINISTRATIVE AND OTHER OPERATING EXPENSES

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 March 2023 Restated	31 March 2024	31 March 2023
Third parties services	11,196	10,316	10,593	9,790
Rent	110	69	62	39
Materials and small inventories	478	466	377	370
Annual contribution to Guarantee Fund	930	812	930	812
Other taxes	2,841	744	2,784	626
Advertising and publicity	228	262	228	178
Net charge/(release) of litigation provisions	(34)	(446)	(29)	(446)
Other operating expenses	1,195	877	976	871
The expense related to the financial debt for the fund unit holders	154	150	-	-
Total	<u>17,098</u>	<u>13,250</u>	<u>15,921</u>	<u>12,240</u>

12. CASH AND CASH EQUIVALENTS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Cash on hand	22,437	19,340	22,438	19,340
Cash in ATMs	61,108	61,009	61,108	61,009
Mandatory minimum reserve	198,295	246,990	198,295	246,990
Correspondent accounts and sight deposits with other banks	235,565	190,807	235,224	190,448
Placements with banks having short term maturity	6,416	20,072	6,416	19,905
Total	<u>523,821</u>	<u>538,218</u>	<u>523,481</u>	<u>537,692</u>

(*)Cash and cash equivalents are not guaranteed.

(i) The mandatory minimum reserve is maintained in accordance with Regulation no. 6/2002 issued by the National Bank of Romania and the subsequent changes and amendments. According to this regulation, the Group is required to maintain a minimum average balance of mandatory reserve throughout the reporting period (monthly basis). The amounts from the mandatory reserve accounts are readily available for the use of the Group according to the liquidity needs and strategy, subject to achieving the minimum reserve as an average for the reporting period.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

As of 31 March 2024 the mandatory minimum reserve requirement was 8% (31 December 2023: 8%) for RON funds attracted from customers and 5 % (31 December 2023: 5%) for foreign currency denominated funds attracted.

As of 31 March 2024 the amounts presented in the statement of financial position of cash and equivalents and cash at Central Banks are neither past due no impaired.

13. FINANCIAL ASSETS EVALUATED AT FAIR VALUE THROUGH PROFIT OR LOSS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Equity instruments(i)	24,159	23,089	24,160	23,088
Debt instruments (ii)	52,800	19,878	48,772	16,073
Total	<u>76,959</u>	<u>42,967</u>	<u>72,932</u>	<u>39,161</u>

(i) In this category the Group included shares held at Visa Inc. in amount of RON 5,805 thousand (31 December 2023: RON 5,284 thousand) and listed equity instruments, held by the consolidated funds and other funds held by the Group;

(ii) In this category the Group include:

- Bonds issued in RON, EUR and USD by financial and non-banking financial institutions as well as central and local public authorities;
- Treasury bills issued by the Ministry of Public Finance of Romania.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

14. FINANCIAL ASSETS MEASURED AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Debt securities at fair value through other items of comprehensive income				
-Treasury bills issued by the Ministry of Public (i)	629,895	587,963	629,895	587,963
-Treasury bills issued by Bucharest City Hall	20,185	19,996	20,185	19,996
-Debt securities issued by MAS SECURITIES BV	32,683	31,735	32,683	31,735
-Debt securities issued by AGRICOVER HOLDING S.A.	7,868	8,106	7,868	8,106
-Debt securities issued by CEC BANK S.A.	15,370	15,901	15,370	15,901
Equity investments at fair value through other comprehensive income:		-		-
-Equity investments	12,614	12,615	12,614	12,615
Total	<u>718,615</u>	<u>676,316</u>	<u>718,615</u>	<u>676,316</u>

- i) Treasury bills are issued by the Ministry of Public Finance of Romania and includes listed discounted treasury bills and bonds denominated in RON, EUR and USD. As of 31 March 2024 the Group has no assets pledged for Repo contracts (31 December 2023: the Group has no pledged assets for Repo Contracts).

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

<i>Thousand RON</i>		Group			
<i>Name</i>	Nature of business	31 December 2023		31 December 2022	
		Carring amount	Effective Holding (%)	Carring amount	Effective Holding (%)
Transfond SA	Clearing House	10,084	5.69	10,085	5.69
Globinvest	Investments fund administrator	2,005	19.99	2,005	19.99
Biroul de credit S.A.	Collection and processing of customer data	71	0.32	71	0.32
SWIFT	Payment activities	454	0.01	454	0.01
Total equity investments		<u>12,614</u>	-	<u>12,615</u>	-

<i>Thousand RON</i>		Bank			
<i>Name</i>	Nature of business	31 December 2023		31 December 2022	
		Carring amount	Effective Holding (%)	Carring amount	Effective Holding (%)
Transfond SA	Clearing House	10,084	5.69	10,085	5.69
Globinvest	Investments fund administrator	2,005	19.99	2,005	19.99
Biroul de credit S.A.	Collection and processing of customer data	71	0.32	71	0.32
SWIFT	Payment activities	454	0.01	454	0.01
Total equity investments		<u>12,614</u>		<u>12,615</u>	

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

15. DUE FROM OTHER BANKS

The deposits to banks presented below include collateral deposits for settlement amounts from Visa and MasterCard related to cards activity.

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Collateral deposit Banca Transilvania S.A.	461	450	461	450
Collateral deposit U.S. Bank N.A.	5,854	5,668	5,854	5,668
Collateral deposit CITIBANK EUROPE PLC	11,657	11,669	11,657	11,669
Mastercard	976	939	976	939
Total	<u>18,948</u>	<u>18,726</u>	<u>18,948</u>	<u>18,726</u>

16. LOANS AND ADVANCES TO CUSTOMERS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Gross carrying amount of loans and advances to customers	2,439,160	2,363,164	2,243,535	2,178,023
Credit loss allowance	(131,092)	(131,943)	(117,526)	(119,438)
Total net loans and advances to customers	<u>2,308,068</u>	<u>2,231,221</u>	<u>2,126,009</u>	<u>2,058,585</u>

The structure of loan portfolio classified per main business lines is as follows:

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Consumer loans	175,845	172,029	175,844	172,029
Mortgage loans	332,731	347,330	332,731	347,330
Loans to entrepreneurs	319,129	301,443	153,029	146,806
SME loans	1,594,371	1,524,268	1,564,847	1,493,764
State and municipal organizations	17,084	18,094	17,084	18,094
Total gross loans and advances to customers	2,439,160	2,363,164	2,243,535	2,178,023
Less: Provision for loan impairment	(131,092)	(131,943)	(117,526)	(119,438)
Total net loans and advances to customers	<u>2,308,068</u>	<u>2,231,221</u>	<u>2,126,009</u>	<u>2,058,585</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

Risk concentrations by economic sectors within the customer loan portfolio were as follows:

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Loans to individuals	<u>508,575</u>	<u>519,359</u>	<u>508,576</u>	<u>519,359</u>
Loans to corporate customers:	<u>1,930,585</u>	<u>1,843,805</u>	<u>1,734,959</u>	<u>1,658,664</u>
Agriculture	538,297	500,933	371,263	344,861
Trade	292,243	310,516	278,369	296,530
Industry	265,121	292,219	261,874	288,869
Hotels and restaurants	128,112	89,161	124,755	85,902
Constructions	282,777	259,051	278,561	254,718
Transport	68,252	69,925	63,496	64,992
Professional Services	26,052	28,028	24,967	26,780
Services	47,990	45,399	45,578	43,068
Financial and real estate activities	236,980	206,453	241,693	211,277
Others	18,874	14,455	18,608	14,172
IT, research and development	8,803	9,571	8,711	9,401
Public Administration and Defence	17,084	18,094	17,084	18,094
Total loans and advances to customers before provisions	<u>2,439,160</u>	<u>2,363,164</u>	<u>2,243,535</u>	<u>2,178,023</u>
Less provision for impairment losses on loans	<u>(131,092)</u>	<u>(131,943)</u>	<u>(117,526)</u>	<u>(119,438)</u>
Total	<u>2,308,068</u>	<u>2,231,221</u>	<u>2,126,009</u>	<u>2,058,585</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

The structure of the Group's loan portfolio classified by credit quality is as follows:

<i>Thousand RON</i>	31 March 2024							POCI	Total
	Stage 1		Stage 2		Stage 3				
	Individual	Collective	Individual	Collective	Individual	Collective			
Performing loans	445	2,006,885	25,016	239,960	-	-	13,914	2,286,220	
Non-performing loans	-	-	-	-	70,975	76,144	5,821	152,940	
Total gross exposure	445	2,006,885	25,016	239,960	70,975	76,144	19,735	2,439,160	
Less: Provision for loan impairment	(19)	(24,790)	(1,421)	(15,196)	(50,102)	(34,033)	(5,531)	(131,092)	
Net Exposure	426	1,982,095	23,595	224,764	20,873	42,111	14,204	2,308,068	

<i>Thousand RON</i>	31 December 2023							POCI	Total
	Stage 1		Stage 2		Stage 3				
	Individual	Collective	Individual	Collective	Individual	Collective			
Performing loans	461	1,885,393	32,193	282,473	-	-	14,302	2,214,822	
Non-performing loans	-	-	-	-	70,551	69,646	8,145	148,342	
Total gross exposure	461	1,885,393	32,193	282,473	70,551	69,646	22,447	2,363,164	
Less: Provision for loan impairment	(19)	(22,506)	(2,357)	(22,626)	(46,447)	(30,511)	(7,477)	(131,943)	
Net Exposure	442	1,862,887	29,836	259,847	24,104	39,135	14,970	2,231,221	

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

The structure of the Bank's loan portfolio classified by credit quality is as follows:

<i>Thousand RON</i>	31 March 2024							POCI	Total
	Stage 1		Stage 2		Stage 3				
	Individual	Collective	Individual	Collective	Individual	Collective			
Performing loans	6,249	1,841,578	25,016	223,322	-	-	13,913	2,110,078	
Non-performing loans	-	-	-	-	70,975	56,661	5,821	133,457	
Total gross exposure	<u>6,249</u>	<u>1,841,578</u>	<u>25,016</u>	<u>223,322</u>	<u>70,975</u>	<u>56,661</u>	<u>19,734</u>	<u>2,243,535</u>	
Less: Provision for loan impairment	(19)	(22,645)	(1,421)	(13,741)	(50,102)	(24,066)	(5,532)	(117,526)	
Net Exposure	<u>6,230</u>	<u>1,818,933</u>	<u>23,595</u>	<u>209,581</u>	<u>20,873</u>	<u>32,595</u>	<u>14,202</u>	<u>2,126,009</u>	

<i>Thousand RON</i>	31 December 2023							POCI	Total
	Stage 1		Stage 2		Stage 3				
	Individual	Collective	Individual	Collective	Individual	Collective			
Performing loans	6,421	1,729,912	32,193	262,054	-	-	14,302	2,044,882	
Non-performing loans	-	-	-	-	70,550	54,446	8,145	133,141	
Total gross exposure	<u>6,421</u>	<u>1,729,912</u>	<u>32,193</u>	<u>262,054</u>	<u>70,550</u>	<u>54,446</u>	<u>22,447</u>	<u>2,178,023</u>	
Less: Provision for loan impairment	(19)	(20,249)	(2,357)	(20,060)	(46,445)	(22,831)	(7,477)	(119,438)	
Net Exposure	<u>6,402</u>	<u>1,709,663</u>	<u>29,836</u>	<u>241,994</u>	<u>24,105</u>	<u>31,615</u>	<u>14,970</u>	<u>2,058,585</u>	

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

Information about Group's collaterals is as follows:

<i>Thousand RON</i>	31 March 2024					Total
	SME loans	Consumer loans	Entrepreneurs loans	Mortgage loans	State and municipal organizations	
Unsecured loans(*)	185,485	156,317	78,786	1,699	-	422,287
Loans guaranteed by third parties, including credit insurance	330,674	160	191,623	4,431	-	526,888
Loans collateralized by:	<u>1,078,212</u>	<u>19,368</u>	<u>48,720</u>	<u>326,601</u>	<u>17,084</u>	<u>1,489,985</u>
- residential real estate	154,657	16,590	5,939	320,458	-	497,644
- other real estate	773,475	1,970	29,095	6,054	-	810,594
- cash collateral	8,494	808	421	89	-	9,812
- other assets	141,586	-	13,265	-	17,084	171,935
Total loans and advances to customers	<u>1,594,371</u>	<u>175,845</u>	<u>319,129</u>	<u>332,731</u>	<u>17,084</u>	<u>2,439,160</u>

<i>Thousand RON</i>	31 December 2023					Total
	SME loans	Consumer loans	Entrepreneurs loans	Mortgage loans	State and municipal organizations	
Unsecured loans(*)	163,193	152,893	65,479	1,935	-	383,500
Loans guaranteed by third parties, including credit insurance	340,553	196	180,663	4,991	-	526,403
Loans collateralized by:	<u>1,020,522</u>	<u>18,940</u>	<u>55,301</u>	<u>340,404</u>	<u>18,094</u>	<u>1,453,261</u>
- residential real estate	146,739	16,066	5,840	334,530	-	503,175
- other real estate	734,354	2,017	28,401	5,779	-	770,551
- cash collateral	7,707	857	295	95	-	8,954
- other assets	131,722	-	20,765	-	18,094	170,581
Total loans and advances to customers	<u>1,524,268</u>	<u>172,029</u>	<u>301,443</u>	<u>347,330</u>	<u>18,094</u>	<u>2,363,164</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited / unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

Information about Bank's collaterals is as follows:

<i>Thousand RON</i>	31 March 2024					Total
	SME loans	Consumer loans	Entrepreneurs loans	Mortgage loans	State and municipal organizations	
Unsecured loans(*)	183,312	156,316	30,687	1,699	-	372,014
Loans guaranteed by third parties, including credit insurance	310,401	160	79,584	4,431	-	394,576
Loans collateralized by:	<u>1,071,134</u>	<u>19,368</u>	<u>42,758</u>	<u>326,601</u>	<u>17,084</u>	<u>1,476,945</u>
- residential real estate	151,737	16,590	4,228	320,458	-	493,013
- other real estate	770,254	1,970	27,839	6,054	-	806,117
- cash collateral	8,477	808	421	89	-	9,795
- other assets	140,666	-	10,270	-	17,084	168,020
Total loans and advances to customers	<u>1,564,847</u>	<u>175,844</u>	<u>153,029</u>	<u>332,731</u>	<u>17,084</u>	<u>2,243,535</u>

<i>Thousand RON</i>	31 December 2023					Total
	SME loans	Consumer loans	Entrepreneurs loans	Mortgage loans	State and municipal organizations	
Unsecured loans(*)	161,570	152,893	23,248	1,935	-	339,646
Loans guaranteed by third parties, including credit insurance	319,410	196	74,263	4,991	-	398,860
Loans collateralized by:	<u>1,012,784</u>	<u>18,940</u>	<u>49,295</u>	<u>340,404</u>	<u>18,094</u>	<u>1,439,517</u>
- residential real estate	143,216	16,066	4,058	334,530	-	497,870
- other real estate	731,175	2,017	27,296	5,779	-	766,267
- cash collateral	7,689	857	295	95	-	8,936
- other assets	130,704	-	17,646	-	18,094	166,444
Total loans and advances to customers	<u>1,493,764</u>	<u>172,029</u>	<u>146,806</u>	<u>347,330</u>	<u>18,094</u>	<u>2,178,023</u>

*Unsecured loans represents exposures or part of exposures that are not covered by the market value of collaterals for collateral types deductible, according to IFRS9 provisioning methodology.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited / unrevised by the financial auditor.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

17. INVESTMENTS IN DEBT INSTRUMENTS AT AMORTIZED COST

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Treasury bills issued by the Ministry of Public Finance of Romania	350,549	348,562	350,549	348,562
Bonds issued by Alpha Bank	25,373	25,048	25,373	25,048
Bonds issued by LIBRA INTERNET BANK S.A.	15,155	15,014	15,155	15,014
Bonds issued by Bucharest City Hall	10,602	10,414	10,602	10,414
Total	<u>401,679</u>	<u>399,038</u>	<u>401,679</u>	<u>399,038</u>

18. INVESTMENT PROPERTY

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Balance at 1 January	90,358	94,766	90,358	94,766
(Sales)	-	(5,385)	-	(5,385)
Net gain / (loss) from revaluation of investment property	-	117	-	117
Value increases	124	860	124	860
Balance at the end of the period	<u>90,482</u>	<u>90,358</u>	<u>90,482</u>	<u>90,358</u>

19. INVESTMENTS IN SUBSIDIARIES

The structure of investments in subsidiaries is as follows:

<i>Thousand RON</i>	31 March 2024			31 December 2023		
	Gross value	Impairment adjustments	Net value	Gross value	Impairment adjustments	Net value
Patria Credit IFN	38,522	-	38,522	38,522	-	38,522
SAI Patria Asset Management S.A.	1,774	-	1,774	1,774	-	1,774
Carpatica Invest S.A.	6,807	(6,807)	-	6,807	(6,807)	-
Total	<u>47,103</u>	<u>(6,807)</u>	<u>40,296</u>	<u>47,103</u>	<u>(6,807)</u>	<u>40,296</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

20. OTHER FINANCIAL ASSETS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Amounts to be recovered from banks and clients	5,594	5,316	5,594	5,316
Other financial assets	2,468	12,317	2,411	12,201
Derivative financial instruments	565	-	565	-
Other debtors	8,810	9,323	8,464	8,674
Subleases	-	-	549	596
(-) Provisions for impairment losses	(8,692)	(8,286)	(8,691)	(8,285)
Total	<u>8,745</u>	<u>18,670</u>	<u>8,892</u>	<u>18,502</u>

21. OTHER ASSETS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Sundry debtors	124	231	124	229
Prepayments	10,204	4,752	10,148	4,696
Income tax to recover	6,434	6,424	6,800	7,008
Other assets	1,435	1,437	1,437	1,437
Total	<u>18,197</u>	<u>12,844</u>	<u>18,509</u>	<u>13,370</u>

22. INTANGIBLE ASSETS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Goodwill	20,103	20,103	20,103	20,103
Other intangible assets	35,036	34,277	30,799	30,613
Total	<u>55,139</u>	<u>54,380</u>	<u>50,902</u>	<u>50,716</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

The cost movements of intangible assets and amortisation are the following:

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Balance at 1 January	113,291	101,377	104,407	94,659
Acquisitions	3,323	23,194	2,677	20,074
-transfers from intangible assets in progress	688	11,280	688	10,326
Release of intangible assets in progress	(688)	(11,280)	(688)	(10,326)
<i>Balance at the end of the period</i>	<u>115,926</u>	<u>113,291</u>	<u>106,396</u>	<u>104,407</u>
<i>Cumulative amortisation</i>				
Balance at 1 January	58,911	51,782	53,691	46,661
Amortisation and impairment expense	1,838	7,107	1,803	7,030
Expense with acquisition clients list and brand	38	22	-	-
<i>Balance at the end of the period</i>	<u>60,787</u>	<u>58,911</u>	<u>55,494</u>	<u>53,691</u>
<i>Net carrying amount</i>				
<i>Balance at 1 January</i>	<u>54,380</u>	<u>49,595</u>	<u>50,716</u>	<u>47,998</u>
<i>Balance at the end of the period</i>	<u>55,139</u>	<u>54,380</u>	<u>50,902</u>	<u>50,716</u>

23. PREMISES AND EQUIPMENT

<i>Thousand RON</i>	31 March 2024				
	Land and buildings	Furniture and equipment	Means of transport	Assets in the course of construction	Total
<i>Cost</i>					
Balance at 1 January	117,425	64,727	5,483	465	188,100
Acquisitions and transfers from assets under construction	273	456	-	729	1,458
Outflows, transfer from assets under construction, write-offs	-	(27)	-	(729)	(756)
Right of use - new contracts	875	-	730	-	1,605
Right of use (early termination of lease contracts)	-	-	(30)	-	(30)
Balance at 31 December	<u>118,573</u>	<u>65,156</u>	<u>6,183</u>	<u>465</u>	<u>190,377</u>
<i>Cumulative depreciation</i>					
Balance at 1 January	43,820	54,197	1,425	-	99,442
Amortization expense	2,434	848	337	-	3,619
Impairment expense	-	149	-	-	149
Outflows	-	(17)	(28)	-	(45)
Balance at 31 December	<u>46,254</u>	<u>55,177</u>	<u>1,734</u>	<u>-</u>	<u>103,165</u>
<i>Net carrying amount</i>					
Balance at 1 January	<u>73,605</u>	<u>10,530</u>	<u>4,058</u>	<u>465</u>	<u>88,658</u>
Balance at 31 December	<u>72,319</u>	<u>9,979</u>	<u>4,449</u>	<u>465</u>	<u>87,211</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

<i>Thousand RON</i>	Group 31 December 2023				
	Land and buildings	Furniture and equipment	Means of transport	Assets in the course of construction	Total
Cost					
Balance at 1 January	114,795	63,366	6,512	451	185,124
Acquisitions and transfers from assets under construction	357	1,273	-	1,525	3,155
Outflows, transfer from assets under construction, write-offs	-	(7)	-	(1,511)	(1,518)
Right of use - new contracts	3,497	95	3,858	-	7,450
Right of use (early termination of lease contracts)	(1,224)	-	(4,887)	-	(6,111)
Balance at 31 December	<u>117,425</u>	<u>64,727</u>	<u>5,483</u>	<u>465</u>	<u>188,100</u>
Cumulative depreciation					
Balance at 1 January	35,349	50,832	5,444	-	91,625
Amortization expense	9,488	3,486	825	-	13,799
Impairment expense	-	(114)	-	-	(114)
Outflows	(1,017)	(7)	(4,844)	-	(5,868)
Balance at 31 December	<u>43,820</u>	<u>54,197</u>	<u>1,425</u>	<u>-</u>	<u>99,442</u>
Net carrying amount					
Balance at 1 January	<u>79,446</u>	<u>12,534</u>	<u>1,068</u>	<u>451</u>	<u>93,499</u>
Balance at 31 December	<u>73,605</u>	<u>10,530</u>	<u>4,058</u>	<u>465</u>	<u>88,657</u>

<i>Thousand RON</i>	Bank 31 March 2024				
	Land and buildings	Furniture and equipment	Means of transport	Assets in the course of construction	Total
Cost					
Balance at 1 January	115,612	63,558	5,012	465	184,647
Acquisitions and transfers from assets under construction	273	456	-	729	1,458
Outflows, transfer from assets under construction, write-offs	-	-	-	(729)	(729)
Right of use - new contracts	816	-	-	-	816
Right of use (early termination of lease contracts)	-	-	(30)	-	(30)
Balance at 31 December	<u>116,701</u>	<u>64,014</u>	<u>4,982</u>	<u>465</u>	<u>186,162</u>
Cumulative depreciation					
Balance at 1 January	42,935	53,309	1,211	-	97,455
Amortization expense	2,302	835	337	-	3,474
Impairment expense	-	149	-	-	149
Outflows	-	-	-	-	-
Balance at 31 December	<u>45,237</u>	<u>54,293</u>	<u>1,548</u>	<u>-</u>	<u>101,078</u>
Net carrying amount					
Balance at 1 January	<u>72,677</u>	<u>10,249</u>	<u>3,801</u>	<u>465</u>	<u>87,192</u>
Balance at 31 December	<u>71,464</u>	<u>9,721</u>	<u>3,434</u>	<u>465</u>	<u>85,084</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

<i>Thousand RON</i>	Bank 31 December 2023				Total
	Land and buildings	Furniture and equipment	Means of transport	Assets in the course of construction	
Cost					
Balance at 1 January	111,817	62,364	5,803	451	180,435
Acquisitions and transfers from assets under construction	317	1,194	-	1,525	3,036
Outflows, transfer from assets under construction, write-offs	-	-	-	(1,511)	(1,511)
Right of use - new contracts	3,478	-	3,858	-	7,336
Right of use (early termination of lease contracts)	-	-	(4,649)	-	(4,649)
Balance at 31 December	<u>115,612</u>	<u>63,558</u>	<u>5,012</u>	<u>465</u>	<u>184,647</u>
Cumulative depreciation					
Balance at 1 January	33,524	50,097	4,967	-	88,588
Amortization expense	9,411	3,326	825	-	13,562
Impairment expense	-	(114)	-	-	(114)
Outflows	-	-	(4,581)	-	(4,581)
Balance at 31 December	<u>42,935</u>	<u>53,309</u>	<u>1,211</u>	<u>-</u>	<u>97,455</u>
Net carrying amount					
Balance at 1 January	<u>78,293</u>	<u>12,267</u>	<u>836</u>	<u>451</u>	<u>91,847</u>
Balance at 31 December	<u>72,677</u>	<u>10,249</u>	<u>3,801</u>	<u>465</u>	<u>87,192</u>

24. DUE TO OTHER BANKS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Sight deposits	12,429	34,991	12,429	34,991
Term deposits	29,832	135,862	29,832	135,862
Collateral deposits	-	497	-	497
Transitory amounts	58,955	11,449	58,955	11,449
Total	<u>101,216</u>	<u>182,799</u>	<u>101,216</u>	<u>182,799</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

25. CUSTOMER DEPOSITS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Retail customers				
Payable on demand	269,483	287,904	269,483	287,904
Term deposits	1,813,449	1,780,751	1,813,449	1,780,751
Collateral deposits	2,114	2,164	2,114	2,164
Corporate customers				
Current accounts	278,524	285,777	280,245	287,513
Sight deposits	23,376	30,198	23,376	30,198
Term deposits	809,730	688,246	837,632	700,989
Collateral deposits	82,837	32,674	82,837	32,674
Amounts in transit	11,356	1,961	11,202	1,961
Total	<u>3,290,869</u>	<u>3,109,675</u>	<u>3,320,338</u>	<u>3,124,154</u>

Risk concentrations by economic sectors within the deposits from customers portfolio were as follows:

<i>Thousands RON</i>	Bank		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	Amount	Percentage of total deposits(%)	Amount	Percentage of total deposits(%)
Retail customers	<u>2,085,046</u>	<u>62.80</u>	<u>2,070,819</u>	<u>66.28</u>
Corporate customers	<u>1,131,180</u>	<u>34.07</u>	<u>962,664</u>	<u>30.81</u>
Financial and real estate activities	385,826	11.62	344,363	11.02
Industry	94,521	2.85	101,473	3.25
Others	91,731	2.76	124,626	3.99
Constructions	73,759	2.22	77,630	2.48
IT, research and development	10,114	0.30	5,073	0.16
Trade	107,376	3.23	106,675	3.41
Transport	34,362	1.03	33,043	1.06
Professional Services	29,510	0.89	29,865	0.96
Services	216,868	6.53	44,353	1.42
Agriculture	68,658	2.07	71,345	2.28
Hotels and restaurants	18,455	0.56	24,218	0.78
Public Administration and Defense	<u>104,112</u>	<u>3.14</u>	<u>90,671</u>	<u>2.90</u>
Total	<u>3,320,338</u>	<u>100.00</u>	<u>3,124,154</u>	<u>100.00</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

26. LOANS FROM BANKS AND OTHER FINANCIAL INSTITUTIONS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Financing name				
EFSE - European Fund for Southeast Europe (i)	15,633	15,608	-	-
First Bank S.A. (ii)	23,663	23,751	-	-
Raiffeisen Bank S.A. (iii)	5,726	7,307	-	-
Symbiotics Sicav (Lux.) (iv)	29,243	30,823	-	-
Casa de Economii si Consemnatiuni (v)	29,614	29,576	-	-
Garanti BBVA România S.A. (vi)	4,796	4,796	-	-
Council of Europe Development Bank (vii)	25,083	0	-	-
Redi Economic Development S.A. (viii)	4,965	4,967	-	-
Cardano Impact Financial Inclusion Fund (ix)	14,886	14,742	-	-
International Finance Corporation (IFC) (j)	100,328	98,918	100,328	98,918
Total	<u>253.937</u>	<u>230.488</u>	<u>100.328</u>	<u>98.918</u>

(i) *European Fund for Southeast Europe (EFSE)*

The Group has in progress 2 financing contracts with EFSE - European Fund for Southeast Europe concluded in December 2021 and December 2022 in the amount of RON 19,600 thousand and respectively RON 9,750 thousand with the final maturity on December 15, 2024 and December 15, 2025 respectively. The remaining amount of payment on March 31, 2024 is RON 15,633 thousand.

(ii) *First Bank S.A.*

The Group has in progress 2 loan facilities from First Bank concluded in February 2022 in the amount of RON 22,800 thousand with a maturity of February 2024 and in March 2023 in the amount of RON 6,400 thousand and with a maturity of June 2027. The remaining amount of payment as at 31 March 2024 is RON 23,663 thousand.

(iii) *Raiffeisen Bank S.A.*

Starting from May 2018, the Group has a loan facility from Raiffeisen Bank S.A. Starting with July 2023, the Group obtained an increase in the credit facility up to the value of 20,000 thousand lei, due on 31.07.2026. The remaining amount of payment on 31 March 2024 is RON 5,726 thousand.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

(iv) *Symbiotics Sicav (Lux.)*

The Group has in progress 8 loan facilities concluded with Symbiotics for a total amount of RON 32,700 thousand with final maturities of March 12, 2024, July 2024 and June 2025 respectively. The total outstanding loan from Symbiotics at 31 March 2024 is RON 29,243 thousand.

(v) *CEC Bank S.A.*

The Group has in progress a loan facility from CEC Bank S.A. with a maximum ceiling of RON 29,700 thousand and maturity on October 23, 2025. The remaining amount of payment on 31 March 2024 is RON 29,614 thousand.

(vi) *Garanti BBVA România S.A.*

The Group has in progress a loan facility from Garanti BBVA Romania S.A. in the amount of RON 14,800 thousand and due on July 1, 2024. The remaining amount of payment as at 31 March 2024 is RON 4,796 thousand.

(vii) *Council of Europe Development Bank*

In September 2024, the Group obtained a new loan facility from Council of Europe Development Bank in amount of EUR 5,000 thousand with a grace period of 2 years and final maturity on January 2031. The remaining amount of payment as at 31 March 2024 is RON 25,083 thousand.

(viii) *Redi Economic Development S.A.*

In February 2023, the Group obtained a new loan facility from Redi Economic Development SA in amount EUR 1,000 thousand and final maturity on 28 February 2028. The total outstanding loan from Redi Economic Development S.A at 31 March 2024 is RON 4,965 thousand.

(ix) *Cardano Impact Financial Inclusion Fund (I).*

In December 2023, the Group obtained a new loan facility from the Cardano Impact Financial Inclusion Fund (I) worth 3,000 thousand euros and with the final maturity on 21 December 2026. The remaining amount of payment on 31 March 2024 is RON 14,886 thousand.

(x) *International Finance Corporation*

In December 2022, the Bank obtained from the International Finance Corporation (IFC), a loan worth EUR 20 million for a period of 5 years with repayment in 8 equal semi-annual installments. The total outstanding loan from International Finance Corporation at 31 March 2024 is RON 100,328 thousand.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

The loans from international financial institutions are unsecured credit facilities, arranged under *negative pledge, pari passu* clauses. According to each loan agreement, the Group shall all time comply with a set of financial undertakings (covenants).

As at 31 March 2024, the Group is in compliance with all financial covenants contained in the loan agreements.

27. OTHER FINANCIAL LIABILITIES

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Financial liabilities to owners of fund units	6,387	6,285	-	-
Derivative financial instruments	-	1,373	-	1,373
Other financial liabilities	52,000	53,468	49,774	50,931
Lease liabilities	28,350	29,335	26,965	28,698
Total	<u>86,737</u>	<u>90,461</u>	<u>76,739</u>	<u>81,002</u>

28. PROVISIONS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Provisions for loan commitments and financial guarantees	2,012	1,677	2,006	1,677
Provisions for personnel expenses	5,354	5,577	3,882	4,195
Provisions for litigations	2,792	2,829	2,791	2,822
Other provisions	280	134	250	-
Total	<u>10,438</u>	<u>10,217</u>	<u>8,929</u>	<u>8,694</u>

The provision for credit commitments represents the specific provisions calculated for losses on financial guarantees or credit commitments for customers whose financial situation has deteriorated.

Personnel expenses provision relates to accruals for untaken holidays, the restructuring provision, the provision regarding the employees' participation in the profit as well as the related taxes.

29. OTHER LIABILITIES

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Other liabilities	4,269	266	3,557	228
State budget debts	6,632	4,361	6,199	3,748
Other income to be received	451	394	450	394
Total	<u>11,352</u>	<u>5,021</u>	<u>10,206</u>	<u>4,370</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

30. SUBORDINATED DEBTS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Balance at 1 January	94,488	54,558	69,385	44,311
New subordinated liabilities	-	39,873	-	24,873
Repayments & FX differences	647	57	531	201
Balance at the end of the period	<u>95.135</u>	<u>94.488</u>	<u>69.916</u>	<u>69.385</u>

The Group has the following outstanding subordinated loans as 31 March 2024 and 31 December 2023:

- EUR 2,000 thousand with interest rate EURIBOR 6M + 585 bps margin granted to the Bank by Mr. Horia Manda, Chairman of the Board of Directors of Patria Bank S.A in 2017. On 30.03.2019, the Amendment no. 1 that extended the maturity by 1 year was concluded, therefore the new loan maturity is 28.11.2024. According to NBR approval letter No VI/1/18597/29.12.2017 this loan is included in Tier 2 capital;
- EUR 11.5 thousand representing the balance of a subordinated loan EUR 4,300 thousand granted to the Bank by EEAF Financial Services BV in 2018 with interest rate EURIBOR 6M + 585 bps margin. The subordinated loan was converted in share capital in 2018;
- EUR 7,000 thousand representing subordinated loan granted by The European Fund for Southeast Europe S.A., SICAV-SIF ("EFSE") with interest rate EURIBOR 3M + 6,15% p.a. and maturity of 7 years (12.11.2029). The loan contract was signed on 4.11.2022 and the disbursement date was 11.11.2022. According to NBR approval letter No VI/3/19274/14.12.2022 this loan is included in Tier 2 capital.
- RON 10,000 thousand loan granted to Patria Credit IFN by EIF in 2019 with EURIBOR interest 6M + 300 bps margin, maturity 13.06.2029;
RON 15,000 thousand loan granted to Patria Credit IFN by EIF in 2023 with ROBOR interest 3M + 325 bps margin, maturity 28.06.2033.

31. DEBT SECURITIES IN ISSUE

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Debt securities in issue	64,153	65,193	64,153	65,193
Balance at 31 December	<u>64.153</u>	<u>65.193</u>	<u>64.153</u>	<u>65.193</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

As of 31 March 2024 and 31 December 2023, the Group has 2 debt securities in issues as follows:

- EUR 5,000 thousand – represent debt securities in issue placed through a private placement on the capital market, with the issue date of September 20, 2019 and an 8-year maturity, fixed interest rate of 6.50% / year.
- EUR 8,187 thousand – represent debt securities in issue placed through a private placement on the capital market, with the issue date of October 05, 2020 and an 8-year maturity, fixed interest rate of 6.50% / year.

The Debt securities in issue are included in Patria Bank's Tier 2 Capital following the National Bank of Romania approval (October 26, 2020 for the debt issued in 2020 and October 10, 2019 for the debt issued in 2019).

32. SHARE CAPITAL AND EQUITY PREMIUMS

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Share Capital according to Trade Register	327,881	327,881	327,881	327,881
Other adjustments of the Share Capital	2,250	2,250	2,250	2,250
Share premium	2,050	2,050	2,050	2,050
Share capital under IFRS	<u>332,181</u>	<u>332,181</u>	<u>332,181</u>	<u>332,181</u>

The main shareholders are presented below:

Name of the shareholder	31 March 2024		31 December 2022	
	Number of shares Patria Bank	Percentage of ownership (%)	Number of shares Patria Bank	Percentage of ownership (%)
EAAF Financial Services B.V.	2,755,927,215	84.05	2,755,927,215	84.05
Individuals	459,592,659	14.02	459,124,533	14.00
Legal entities	63,294,502	1.93	63,762,628	1.95
Total	<u>3,278,814,376</u>	<u>100.00</u>	<u>3,278,814,376</u>	<u>100.00</u>

(*)No individual holds more than 10% of the shares.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

33. EARNINGS PER SHARE

	31 March 2024	31 December 2023
Number of shares at the beginning of the period	3,278,814,376	3,278,814,376
Number of shares at the end of the period	<u>3,278,814,376</u>	<u>3,278,814,376</u>

Earnings per share are calculated by dividing the net result by the weighted average number of ordinary shares issued, as follows:

Group		
31 March 2024	No. of shares in movement	No. days
No. of shares 01.01.2024-31.03.2024	3,278,814,376	91
Average no. of shares	3,278,814,376	91
Result of the period at 31.03.2024	10,534,033	
Profit per share (RON/share)	0.0032	
31 March 2023		
31 March 2023	No. of shares in movement	No. days
No. of shares 01.01.2023-31.03.2023	3,278,814,376	90
Average no. of shares	3,278,814,376	90
Result of the period at 31.03.2023	5,407,336	
Profit per share (RON/share)	0.0016	
Bank		
31 March 2024	No. of shares in movement	No. days
No. of shares 01.01.2024-31.03.2024	3,278,814,376	91
Average no. of shares	3,278,814,376	91
Result of the period at 31.03.2024	8,134,835	
Profit per share (RON/share)	0.0025	
31 March 2023		
31 March 2023	No. of shares in movement	No. days
No. of shares 01.01.2023-31.03.2023	3,278,814,376	90
Average no. of shares	3,278,814,376	90
Result of the period at 31.03.2023	3,005,189	
Profit per share (RON/share)	0.0009	

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

34. SEGMENT ANALYSIS

The disclosure Segment Reporting as required by IFRS 8 is presented only on the elements of the Statement of Financial Position for:

- Loans and advances to customers (Note 16);
- Customer deposits (Note 25) in line with internal reporting for decision makers.

Considering the following criteria the Bank does not report a full disclosure for Segment Reporting:

- No internal reporting for decision makers related the profitability per segments;
- No clients that generates at individual level more 10% from Banks's total banking income ;
- No geographical segments defined (foreign jurisdictions), insignificant exposures granted to foreign customers;
- No transfer pricing allocation defined internally for profitability per segments.

35. RESERVES

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Reserves from revaluation of financial assets at fair value through other items of comprehensive income	(7,229)	(7,672)	(7,230)	(7,672)
Revaluation reserve for premises	27,786	27,852	26,078	26,144
Statutory legal reserve	17,160	17,160	16,188	16,188
Other Reserves	14,678	14,678	14,678	14,678
Total	<u>52.395</u>	<u>52.018</u>	<u>49.714</u>	<u>49.338</u>

Statutory legal reserves

Statutory reserves represent accumulated transfers from retained earnings in accordance with relevant local regulations. These reserves are not distributable. Local legislation requires 5% of the Group's and its subsidiaries net statutory profit to be transferred to a non-distributable statutory reserve until such time this reserve represents 20% of the statutory share capital.

Reserves for general banking risks include amounts set aside in accordance with the Banking legislation and are separately disclosed as appropriations of statutory profit. These reserves are not distributable. According to the Romanian legislation in force the reserves for general banking risks were set aside starting with 2004 financial year until the end of the 2006 financial year.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

36. COMMITMENTS AND CONTINGENCIES

Credit related commitments

The primary purpose of these instruments is to ensure that funds are available to a customer as required. Guarantees and standby letters of credit, which represent irrevocable assurances that the Group will make payments in the event that a customer cannot meet its obligations to third parties, carry the same credit risk as loans. Documentary and commercial letters of credit, which are written undertakings by the Group under specific terms and conditions, are collateralised by the underlying shipments of goods to which they relate or cash deposits and, therefore, carry less risk than a direct borrowing.

Commitments to extend credit represent unused portions of authorisations to extend credit in the form of loans, guarantees or letters of credit. With respect to credit risk on commitments to extend credit, the Group is potentially exposed to loss in an amount equal to the total unused commitments, if the unused amounts were to be drawn down. 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 credit standards. The Group monitors the term to maturity of credit related commitments, because longer-term commitments generally have a greater degree of credit risk than shorter-term commitments.

Outstanding loan commitments have a commitment period that does not extend beyond the normal underwriting and settlement period. The Group provides also letter of guarantees and letters of credit on behalf of the customers. The contractual amounts of commitments and contingent liabilities are set out in the following table by category. Many of the contingent liabilities and commitments expire without being funded in whole or in part, therefore, the amounts do not represent expected future cash flows.

The amounts reflected in the table as commitments assume that amounts are fully advanced.

The amounts reflected in the table as guarantees and letters of credit represent the maximum accounting loss that would be recognized at the balance sheet date if counterparties failed completely to perform as contracted.

For provisions for credit related commitments refer to Note 28.

Provision methodology for computing expected credit loss for credit commitments is the same as for the on balance exposures, the only difference being the credit conversion factor applied for transforming the undrawn. In Regarding the CCF component, the Bank decided to use the regulatory CCFs.

Commitments related to credits

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Letters of guarantees	306,501	61,593	306,501	61,593
Commitments of granted credits	357,450	339,027	357,184	338,570
Total	<u>663,951</u>	<u>400,620</u>	<u>663,685</u>	<u>400,163</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

Transfer pricing

Romanian tax legislation includes the arm's length principle according to which transactions between related parties should be carried out at market value. Local taxpayers engaged in related party transactions have to prepare and make available upon the written request of the Romanian Tax Authorities their transfer pricing documentation file.

Failure to present the transfer pricing documentation file, or presenting an incomplete file, may lead to non-compliance penalties; additionally, notwithstanding the contents of the transfer pricing documentation, the tax authorities may interpret the facts and transactions differently from management and impose additional tax liabilities resulting from transfer price adjustments. Despite the fact that the tax authorities might challenge the implementation of the transfer pricing requirements by the Group, the Group's management believes that will not suffer losses in case of a fiscal inspection on the subject of transfer prices.

However, the impact of any change of the tax authorities can't be estimated reliably. It may be significant for the financial situation and / or the overall operations of the entity.

Litigations

At 31 March 2024, the provision for litigation, in which the Group is involved as defendant is in amount of RON 1,718 thousand (31 December 2023: RON 1,685 thousand).

The management of the Group considers that they will have no material adverse effect on the results and the financial position.

Provisions for litigations are made mainly for disputes that concern the actions of borrower's private individuals, by requesting cancellation of clauses deemed unfair in credit agreements.

Carpatica Invest SA (undergoing dissolution)

Considering the dissolving decision and the insignificant impact of consolidating SSIF Carpatica Invest SA, the Group has decided to modify the scope of the consolidation by excluding Carpatica Invest SA.

The criminal case no. 19883/3/2017 * a1, in which Carpatica Invest S.A. has the quality of defendant together with former employees of the Company, accused of committing offences against the law on the capital market (Law no. 297/2004), has been registered with the Bucharest Court, and measures have been ordered to secure the assets of the defendants, including the assets of Carpatica Invest.

The insolvency case 2127/85/2016 pending before the Sibiu Tribunal has a deadline of 19.05.2022 (deadline granted for the continuation of the insolvency procedure in order to definitively solve the criminal case and to clarify the situation of the assets). The next deadline is 09.11.2023 (granted for the continuation of the insolvency proceedings).

In the criminal case no.19883/3/2017* of the Bucharest Court, the following decision was pronounced on the merits (Decision no. 79/2022 of 28.01.2022): conviction of the defendants, as well as the maintenance of the security measures instituted by the orders in the course of the criminal prosecution (seizure), which concern the assets of the defendants, including those of Carpatica Invest. Appeals were lodged against the decision by several parties. The Court of Appeal (Bucharest Court of Appeal) ruled on 04/06/2023 the termination of the criminal action against the defendants (Carpatica Invest and its former employees) as a result of the fulfillment of the prescription (prescriptie) of the criminal liability.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

37. RELATED PARTY TRANSACTIONS

Parties are generally considered to be related if the parties are under common control, or one party has the ability to control the other party or can exercise significant influence over the other party in making financial or operational decisions. In considering each possible related party relationship, attention is directed to the substance of the relationship, not merely the legal form.

The Group entered into a number of transactions with its related parties in the normal course of business. These transactions were carried out in the normal course of business on commercial terms and conditions and at market rates.

The Group performed related party transactions during period ended 31 March 2024 with EEAF Financial Services B.V. (immediate parent), the members of the Board of Directors, the members of the Executive Management and Bank's employees that hold *key-functions*.

EEAF Financial Services B.V.(EEAFSBV) is owned and fully controlled by Emerging Europe Accession Fund Cooperatief UA.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

The Group's income and expenses items with related parties are as follows:

<i>Thousand RON</i>	31 March 2024				31 March 2023			
	Immediate parent company	Other affiliated entities	Key personnel	Other affiliated parties	Immediate parent company	Other affiliated entities	Key personnel	Other affiliated parties
Interest and similar income calculated using the effective interest rate	-	-	1	378	-	-	2	932
Interest and similar expense	-	-	(21)	(11)	1	-	(221)	(7)
Fee and commission income	-	-	-	35	-	-	-	20
Fee and commission expense	-	-	(1)	-	-	-	-	-
Net charge with impairment of financial assets	-	-	-	(2,097)	-	-	-	(2,373)
Other operating and administrative expenses	-	-	(7)	-	-	-	(7)	-
Dividends income	-	-	-	-	-	-	-	-

The Group's outstanding balances with related parties were as follows:

<i>Thousand RON</i>	31 March 2024				31 December 2023			
	Immediate parent company	Other affiliated entities	Key personnel	Other affiliated parties	Immediate parent company	Other affiliated entities	Key personnel	Other affiliated parties
Financial Assets								
Financial asset evaluated at fair value through other comprehensive income	-	2,005	-	-	-	2,005	-	-
Loans and advances to customers	-	-	746	16,564	-	-	279	11,289
Other financial assets	-	-	-	2	-	-	-	-
Liabilities								
Deposits from customers	70	-	3,072	4,896	70	-	2,299	5,837
Subordinated liabilities	-	-	10,183	-	62	-	10,135	-
Provisions	-	-	1	19	-	-	1	11
Other financial liabilities	-	-	-	30	-	-	-	-
Commitments to customers	-	-	157	10,891	-	-	111	5,656

Notes 1 to 40 are part of the consolidated and separate financial statements.

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NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

The Bank's income and expenses items with related parties are as follows:

<i>Thousand RON</i>	31 March 2024					31 March 2023				
	Immediate parent company	Other affiliated entities	Key personnel	Subsidiaries	Other affiliated parties	Immediate parent company	Other affiliated entities	Key personnel	Subsidiaries	Other affiliated parties
Interest and similar income calculated using the effective interest rate	-	-	1	143	378	-	-	2	147	932
Interest and similar expense	-	-	(21)	(20)	(11)	1	-	(221)	(26)	(7)
Fee and commission income	-	-	-	7	35	-	-	-	3	20
Fee and commission expense	-	-	(1)	-	-	-	-	-	-	-
Net gain/(loss) from financial assets at fair value through profit or loss	-	-	-	484	-	-	-	-	161	-
Net charge with impairment of financial assets	-	-	-	-	(2,097)	-	-	-	-	(2,373)
Other operating and administrative expenses	-	-	(7)	-	-	-	-	(7)	(5)	-
Depreciation and amortization	-	-	-	(42)	-	-	-	-	-	-
Dividends income	-	-	-	-	-	-	-	-	-	-

The Bank's outstanding balances with related parties were as follows:

<i>Thousand RON</i>	31 March 2024					31 December 2023				
	Immediate parent company	Other affiliated entities	Key personnel	Subsidiaries	Other affiliated parties	Immediate parent company	Other affiliated entities	Key personnel	Subsidiaries	Other affiliated parties
Financial Assets										
Financial asset evaluated at fair value through other comprehensive income	-	2,005	-	-	-	-	2,005	-	-	-
Financial assets at fair value through profit or loss	-	-	-	17,460	-	-	-	-	16,963	-
Loans and advances to customers	-	-	746	5,804	16,564	-	-	279	5,956	11,289
Investment in subsidiaries	-	-	-	40,296	-	-	-	-	40,296	-
Other financial assets	-	-	-	549	2	-	-	-	596	-
Liabilities										
Deposits from customers	70	-	3,072	30,590	4,896	70	-	2,299	15,651	5,837
Subordinated liabilities	-	-	10,183	-	-	62	-	10,135	-	-
Provisions	-	-	1	-	19	-	-	1	-	11
Other financial liabilities	-	-	-	-	30	-	-	-	-	-
Commitments to customers	-	-	157	-	10,891	-	-	111	-	5,656

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

38. LEASES

A. Leases as lessee (IFRS 16)

The Group leases a number of branch and office premises. The leases typically run for a period up to 10 years, with an option to renew the lease after that date. For some leases, payments are renegotiated every five years to reflect market rentals. Some leases provide for additional rent payments that are based on changes in local price indices. The Group has in place some contracts for premises that are running for a period less than one year for which the Group decided not to recognize right-of-use assets and lease liabilities.

The Group also leases IT equipment, ATMs and cars with contract terms up to five years for which the Group recognise right-of-use assets and lease liabilities.

Previously, these leases were classified as operating leases under IAS 17.

Right-of-use assets relate to leased branch and office premises that are presented within property and equipment (see Note 23).

Information about leases for which the Group is a lessee is presented below:

<i>Thousand RON</i>	Group 31 March 2024				Group 31 December 2023			
	Land and buildings	Equipments	Cars	Total	Land and buildings	Equipments	Cars	Total
<i>Right of use at 1 January</i>	45,766	8,731	4,338	58,835	43,493	8,636	5,367	57,496
New contracts during the period	875	-	730	1,605	3,497	95	3,858	7,450
Contracts closed during the period	-	-	(30)	(30)	(1,224)	-	(4,887)	(6,111)
Balance at 31 December	<u>46,641</u>	<u>8,731</u>	<u>5,038</u>	<u>60,410</u>	<u>45,766</u>	<u>8,731</u>	<u>4,338</u>	<u>58,835</u>
<i>Depreciation at 1 January</i>	28,017	2,934	293	31,243	21,926	1,419	4,187	27,531
Expenses with depreciation during the period	1,864	408	327	2,599	7,108	1,515	950	9,573
Depreciation for contracts closed during the period	-	-	(30)	(30)	(1,017)	-	(4,844)	(5,861)
Balance at 31 December	<u>29,881</u>	<u>3,342</u>	<u>590</u>	<u>33,813</u>	<u>28,017</u>	<u>2,934</u>	<u>293</u>	<u>31,243</u>
Balance at 1 January	<u>17,749</u>	<u>5,797</u>	<u>4,045</u>	<u>27,592</u>	<u>21,567</u>	<u>7,217</u>	<u>1,180</u>	<u>29,965</u>
Balance at 31 December	<u>16,760</u>	<u>5,389</u>	<u>4,448</u>	<u>26,596</u>	<u>17,749</u>	<u>5,797</u>	<u>4,045</u>	<u>27,591</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

Information about leases for which the Bank is a lessee is presented below:

<i>Thousand RON</i>	Bank 31 March 2024				Bank 31 December 2023			
	Land and buildings	Furniture and equipment	Cars	Total	Land and buildings	Furniture and equipment	Cars	Total
<i>Right of use at 1 January</i>	44,351	8,415	3,867	56,634	40,874	8,415	4,658	53,947
New contracts during the period	816	-	-	816	3,477	-	3,858	7,336
Contracts closed during the period	-	-	(30)	(30)	-	-	(4,649)	(4,649)
Balance at 31 December	<u>45,167</u>	<u>8,415</u>	<u>3,837</u>	<u>57,420</u>	<u>44,351</u>	<u>8,415</u>	<u>3,867</u>	<u>56,634</u>
<i>Depreciation at 1 January</i>	27,437	2,713	78	30,228	20,382	1,242	3,709	25,333
Expenses with depreciation during the period	1,739	396	327	2,462	7,055	1,471	950	9,476
Depreciation for contracts closed during the period	-	-	-	-	-	-	(4,581)	(4,581)
Balance at 31 December	<u>29,176</u>	<u>3,109</u>	<u>405</u>	<u>32,690</u>	<u>27,437</u>	<u>2,713</u>	<u>78</u>	<u>30,228</u>
Balance at 1 January	<u>16,914</u>	<u>5,702</u>	<u>3,789</u>	<u>26,406</u>	<u>20,492</u>	<u>7,173</u>	<u>949</u>	<u>28,615</u>
Balance at 31 December	<u>15,991</u>	<u>5,306</u>	<u>3,432</u>	<u>24,730</u>	<u>16,914</u>	<u>5,702</u>	<u>3,789</u>	<u>26,406</u>

The future minimum lease payments under non-cancellable operating leases were payable as follows:

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Not later than 1 year	11,385	11,737	10,000	11,100
Later than 1 year and not later than 5 years	16,965	17,598	16,965	17,598
More than 5 years	-	-	-	-
Total	<u>28,350</u>	<u>29,335</u>	<u>26,965</u>	<u>28,698</u>

B. Leases as lessor

The Group leases out certain property and equipment under finance leases in its capacity as a lessor. For interest income on the Group's lease receivables, see Note 4.

The following table sets out a maturity analysis of lease receivables, showing the undiscounted lease payments to be received after the reporting date.

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

Operating lease commitments - Group as lessor

The Group concluded rental agreements for commercial premises. The future value of the minimum revenues from operating leasing is presented in the table below:

<i>Thousand RON</i>	Group		Bank	
	31 March 2024	31 December 2023	31 March 2024	31 December 2023
Not later than 1 year	-	-	187	187
Later than 1 year and not later than 5 years	-	-	362	409
More than 5 years	-	-	-	-
Total	-	-	549	596

39. CORRECTION OF ERRORS

During 2023, the Group reperformed the control analysis in respect of the funds managed by SAI Patria Asset Management and concluded that the Group acts as agent for the investors in FDI Patria Obligationi, FDI ETF ENERGIE Patria Tradeville and FDI ETF BET Patria Tradeville fund and therefore should not consolidate these funds. These funds were consolidated in the 2022 issued financial statements.

The error has been corrected by restating each of the affected financial statements line items for prior period. The following tables summarise the impacts on the Group's consolidated financial statements. Please see Note 2 c for further details.

i. CONSOLIDATED STATEMENT OF FINANCIAL POSITION

<i>Thousand RON</i>	Impact of correction of errors		
	As previously reported	Adjustments	As restated
31 December 2022			
Assets			
Cash and cash equivalents	344,603	(2,778)	341,825
Financial assets at fair value through profit or loss	149,849	(93,544)	56,305
Other assets	14,299	(23)	14,276
Others	3,825,963	-	3,825,963
Total assets	4,334,714	(96,345)	4,238,369
Liabilities			
Other financial liabilities	178,832	(96,597)	82,235
Others	3,811,513	252	3,811,765
Total liabilities	3,990,345	(96,345)	3,894,000
Equity			
Accumulated Profit / (Losses)	50,246	-	50,246
Others	294,123	-	294,123
Total equity	344,369	-	344,369
Total liabilities and equity	4,334,714	(96,345)	4,238,369

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

ii. CONSOLIDATED STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

<i>Thousand RON</i>	Impact of correction of errors		
	As previously reported	Adjustments	As restarted
Interest and similar income calculated using the effective interest rate	76,486	(136)	76,350
Interest and similar expense	(41,214)	(13)	(41,227)
Net interest income	<u>35,272</u>	<u>(149)</u>	<u>35,123</u>
Fee and commission income	10,224	(1)	10,223
Fee and commission expense	(2,180)	425	(1,755)
Net fee and commission income	<u>8,044</u>	<u>424</u>	<u>8,468</u>
Net gain/(loss) from financial assets at fair value through profit or loss	4,006	(2,814)	1,192
Net gain/(loss) from investment properties	146	-	146
Other operating income	4,183	(10)	4,173
Other income	370	-	370
Net operating income	<u>52,021</u>	<u>(2,549)</u>	<u>49,472</u>
Personnel expenses	(20,699)	-	(20,699)
Administrative and other operating expenses	(15,799)	2,549	(13,250)
Depreciation and amortization	(5,394)	-	(5,394)
Operational result before impairment	<u>10,129</u>	<u>=</u>	<u>10,129</u>
Impairment losses on financial assets	(4,007)	-	(4,007)
Operational profit	<u>10,129</u>	<u>-</u>	<u>10,129</u>
Profit before tax	<u>10,129</u>	<u>-</u>	<u>10,129</u>
Income tax expense for the year	(715)	-	(715)
Net profit for the period	<u>5,407</u>	<u>-</u>	<u>5,407</u>

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*). Unaudited/ unrevised by the financial auditor.

NOTES TO THE INTERIM CONSOLIDATED AND SEPARATE FINANCIAL STATEMENTS FOR THE PERIOD ENDED AT 31 MARCH 2024 (All amounts are in Thousand RON)

	Impact of correction of errors		
	As previously reported	Adjustments	As restarted
Net profit for the period	5,407	-	5,407
Other comprehensive income			
Items that may be reclassified to profit or loss:			
Net gain on debt instruments measured at FVOCI, transferred to profit or loss	(403)	-	(403)
Gain/(loss) from fair value measurement of debt instruments measured at FVOCI	10,410	-	10,410
Variation of expected credit loss related to debt instruments measured at FVOCI	62	-	62
Income tax recorded directly in other comprehensive income	(1,611)	-	(1,611)
Items that will not be reclassified to profit or loss:			
Changes in revaluation reserve of property and equipment	13	-	13
Income tax recorded directly in other comprehensive income, related to the changes of revaluation reserve	-	-	-
Other comprehensive income, net of tax	8,471	-	8,471
Comprehensive income	13,878	-	13,878
Profit attributable to:			
-Equity holders of the parent entity	5,407	-	5,407
-Non-controlling interests	-	-	-
Profit for the period	5,407	-	5,407
Comprehensive income attributable to:			
-Equity holders of the parent entity	13,878	-	13,878
-Non-controlling interests	-	-	-
Comprehensive income	13,878	-	13,878
Earnings per share (basic and diluted)	0.0016	-	0.0016

40. SUBSEQUENT EVENTS

Not the case

Notes 1 to 40 are part of the consolidated and separate financial statements.

(*) Unaudited/ unrevised by the financial auditor.

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