REGULATORY DISCLOSURE REPORT

Banca Transilvania Financial Group

Q1

In accordance with EU Capital Requirements Regulation 575/2013 (CRR), Part 8

Introduction

Through this document, the Banca Transilvania Financial Group fulfills the technical criteria regarding transparency and publication according to the requirements of of the National Bank of Romania Regulation no. 5/2013 on prudential requirements for credit institutions as well as Regulation no. 575/2013 on prudential requirements for credit institutions (Capital Requirements Regulation), Part 8.

This document is available on the bank's website (https://www.bancatransilvania.ro/).

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LIQUIDITY AND FUNDING RISK

Liquidity risk is the current or future risk of negatively affecting profits and capital determined by the bank's inability to meet its obligations at their maturity .

Liquidity risk has two main components: either difficulties in procuring the funds at the related maturities, needed to refinance current assets, or the inability to convert an asset into liquidity at a value close to its fair value, within a reasonable period. The Group is continuously acting to mitigate this type of risk.

The Group has access to diversified funding sources. Funds are raised through a broad range of instruments, such as deposits from customers or from bank partners, loans from development institutions and financial institutions as well as share capital. Access to various funding sources improves the flexibility of fundraising, limits dependence on a single type of financing and type of partner and leads to an overall decrease of financing costs. The Group tries to maintain a balance between continuity and flexibility in attracting funds, by signing financing contracts with different maturities and in different currencies. The Group continually assess liquidity risk by identifying and monitoring changes in the financing contracts, and by diversifying the funding sources.

The Assets and Liabilities Management Committee of the Bank is responsible of the periodic review of liquidity indicators and the establishment of corrective measures for balance sheet figures, so as to eliminate unacceptable deviations in terms of liquidity risk management.

The main principles in determining the types of instruments used by the Treasury in order to use temporary liquidity excess are: holding a diversified portfolio of investments (more than 5 types/categories), considering the reversed correlation between the risk degree and the liquidity level, establishing minimum and/or maximum accepted levels for the significant categories of investments, paying special attention to liquid assets easily convertible into cash that are eligible for collateral, without materially affecting the initial yield of investments, respectively their profitability.

For a solid management of liquidity risk, the Group constantly seeks to attract liquidity through treasury operations, external financing, capital markets, etc. taking into account various factors such as the issuer's rating, the issuance maturity and volume, trading markets.

The operative management of liquidity is carried out on several intraday horizons, on a daily basis, or on a longer timeframe, in line with a liquidity management policy that includes the management of assets in view of the market trading capacity and the liabilities' structure, the management of liquidity denominated in main currencies, the definition of specific liquidity ratios to be monitored on a daily basis, including early warning signals, the assessment of future cash flows and cash flow mismatches and counteraction capacity, the preparation of an alternative liquidity management plan, so as to ensure the execution of all settlements/ payments of the bank carried out in its own name or on behalf of its customers, in lei or FCY, on accounts or in cash, within the internal, legal and mandatory limits.

Moreover, the Bank also applies a liquidity buffer consisting mainly in cash, unencumbered government securities and minimum required reserve surplus, for the purpose to cover the additional liquidity needs that may occur over a short period of time, under stress conditions.

The main source of funding is represented by Retail segment, which also receives the lowest exit rates within the LCR indicator. Within the Retail segment, the largest share is represented by accounts with which the bank has a stable relationship.

Other important sources for the bank in terms of diversification, but which have higher exit rates, are: corporate deposits, funding lines from financial institutions (banks and development institutions).

The quantitative information about LCR presents the values and dates for each quarter preceding the publication date, calculated as simple averages of observations made at the end of each month, over the 12 months preceding the end of each quarter.
The LCR is calculated in all significant currencies that make up at least 5% of the total Balance Sheet (RON, EUR and aggregated in RON). There is no explicit LCR risk appetite for the specific currencies but according to Article 4 paragraph 5 of Commission Delegated Regulation (EU) 2015/61 all liquidity coverage ratio results, are monitored.

LCR

		a				b			
Scope of consolidation (solo/ consolidated)		**Total unweighted value**				**Total weighted value**			
Currency and units (RON million)									
Quarter ending on		**31-Mar-25**	**31-Dec-24**	**30-Sep_24**	**30-Jun-24**	**31-Mar-25**	**31-Dec-24**	**30-Sep_24**	**30-Jun-24**
Number of data points used in the calculation of averages		**12**	**12**	**12**	**12**	**12**	**12**	**12**	**12**
HIGH-QUALITY LIQUID ASSETS									
1	Total high-quality liquid assets (HQLA)					43,176	65,291	63,809	60,054
CASH-OUTFLOWS									
2	Retail deposits and deposits from small business customers, of which:	133,934	131,541	129,759	119,312	8,597	10,964	10,767	10,163
3	*Stable deposits*	*80,806*	*79,896*	76,240	72,185	3,217	3,995	3,812	3,609
4	*Less stable deposits*	*51,892*	*50,566*	47,568	45,747	4,772	5,890	5,532	5,174
5	Unsecured wholseale funding	34,910	35,288	33,434	27,344	14,206	17,759	16,867	15,057
6	*Operational deposits (all counterparties) and deposits in networks of cooperative banks*	-	-	-	-	-	-	-	-
7	*Non-operational deposits (all counterparties)*	*34,910*	*35,288*	33,434	27,344	14,206	17,759	16,867	15,057
8	*Unsecured debt*	-	-	-	-	-	-	-	-
9	*Secured wholesale funding*	-	-			-	-	-	-
10	Additional requirements	4,626	4,671	4,575	4,019	220	334	349	272
11	*Outflows related to derivatives exposures and other collateral requirements*	*27*	*23*	*42*	*56*	-	23	42	56
12	*Outflows related to loss of funding on debt products*	-	-	-	-	-	-	-	-
13	*Credit and liquidity facilities*	*4,599*	*4,648*	*4,533*	*3,963*	220	311	306	217
14	Other contractual funding obligations	1,670	1,671	1,704	1,442	17	215	182	202
15	Other contingent funding obligations	52	1,620	2,027	45	-	-	-	-
16	**TOTAL CASH OUTFLOWS**	-	-			**23,040**	**29,271**	**28,165**	**25,693**
CASH-FLOWS		**-**	**-**						
17	Secured lending (e.g. reverse repos)	-	-	-	-	-	-	-	-
18	Inflows from fully performing exposures	14,770	17,320	14,449	11,176	12,869	15,548	13,127	9,908
19	Other cash Inflows	1,162	939	867	176	2,451	928	856	176
EU-19a	(Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)	-	-			-	-	-	-
EU-19b	(Excess inflows from a related specialised credit institution)	-	-			-	-	-	-
20	**TOTAL CASH FLOWS**	**15,932**	**18,259**	**15,317**	**11,353**	**15,320**	**16,476**	**13,983**	**10,085**
EU-20a	*Fully exempt inflows*	-	-	-	-	-	-	-	-
EU-20b	*Inflows subject to 90% cap*	-	-	-	-	-	-	-	-
EU-20b	*Inflows subject to 75% cap*	*15,932*	*18,259*	15,317	11,353	**15,320**	**16,476**	13,983	10,085
TOTAL ADJUSTED VALUE									
21	**LIQUIDITY BUFFER**					**43,176**	**65,291**	**63,809**	**60,054**
22	**TOTAL NETCASH OUTFLOWS**					**7,720**	**12,900**	**14,303**	**15,717**
23	**LIQUIDITY COVERAGE RATIO (%)**					**559%**	**506%**	**446%**	**382%**

ACQUISITION AND MERGER OF OTP GROUP AND BT BUILDING

Banca Transilvania Group has completed three mergers as of February 28, 2025, thus, Banca Transilvania S.A. has merged with OTP Bank Romania S.A. and BT Building S.R.L., and Victoriabank S.A. has merged with BCR Chisinau S.A.. Through the two bank mergers, Banca Transilvania Group strengthens its position on the banking markets in Romania and Republic of Moldova.

The gain from the acquisition of OTP Bank Romania S.A. and the other OTP group companies in amount of RON 682,821 thousand does not constitute a taxable transfer for the difference between the market price of the transferred assets and liabilities and their tax value. The Bargain gain was determined as the difference between the consideration paid (in amount of RON 1,722,307 thousand) and the part of the fair value of the assets and liabilities of OTP group companies on the date of taking control (in amount of RON 2,405,128 thousand). The amount is recognised in Statement of Profit or loss under the line “Bargain gain”.

The costs related to the acquisition are the costs incurred by the Group with the business combination. These costs include: costs of intermediation, advisory, legal, accounting, valuation and other professional or consulting services, as well as general administrative costs generated within the integration process. The costs related to the acquisition and integration of OTP Group amounted to RON 158,695 thousand, amounts that are included in the Profit or Loss Account under “Other operating expenses” and “Personnel expenses”. The integration costs for the period 2025 – 2026 are estimated to reach the amount of 68,600 thousand.

OWN FUNDS

OWN FUNDS REQUIREMENTS

The Group’s and the Bank’s own funds are based on the applicable legal requirements on regulatory capital and include:

- Common Equity Tier 1, which includes subscribed and paid in capital, share premiums, eligible reserves, retained earnings and deductions stipulated by the applicable legal provisions;

- Tier II, which includes subordinated borrowings and deductions stipulated by the applicable legal provisions.

Regulatory capital as at March 31, 2025 was calculated according with the new requirements set out in the legislative framework of the CRR3 reform package.

Own funds (prudential)
Template EU CC1 - Composition of regulatory own funds

RON thous.

		(a)	(b)
		Amounts	Source based on reference numbers/letters of the balance sheet under the regulatory scope of consolidation
Common Equity Tier 1 (CET1) capital: instruments and reserves		**31.03.2025**	
1	Capital instruments and the related share premium accounts	9,283,409	CC2 row 35+ CC2 row 37
2	Retained earnings	4,172,324	CC2 row 38 + CC2 row 39 + CC2 row 40 + CC2 row 41
3	Accumulated other comprehensive income (and other reserves)	1,768,091	
EU-3a	Funds for general banking risk	77,893	
4	Amount of qualifying items referred to in Article 484 (3) CRR and the related share premium accounts subject to phase out from CET1		
5	Minority interests (amount allowed in consolidated CET1)		
EU-5a	Independently reviewed interim profits net of any foreseeable charge or dividend		
6	**Common Equity Tier 1 (CET1) capital before regulatory adjustments**	**15,258,126**	
Common Equity Tier 1 (CET1) capital: regulatory adjustments		**31.03.2025**	
7	Additional value adjustments (negative amount)	(45,598)	
8	Intangible assets (net of related tax liability) (negative amount)	(639,715)	CC2 row 15+ CC2 row 16
9	Not applicable		
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) CRR are met) (negative amount)		
11	Fair value reserves related to gains or losses on cash flow hedges of financial instruments that are not valued at fair value		
12	Negative amounts resulting from the calculation of expected loss amounts		
13	Any increase in equity that results from securitised assets (negative amount)		
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing		
15	Defined-benefit pension fund assets (negative amount)		
16	Direct, indirect and synthetic holdings by an institution of own CET1 instruments (negative amount)	(172,294)	CC2 row 36 (partial) - treasury shares
17	Direct, indirect and synthetic holdings of the CET 1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		

18	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)		
19	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)		
20	Not applicable		
EU-20a	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	(46,092)	
EU-20b	of which: qualifying holdings outside the financial sector (negative amount)		
EU-20c	of which: securitisation positions (negative amount)	(46,092)	
EU-20d	of which: free deliveries (negative amount)		
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met) (negative amount)		
22	Amount exceeding the 17,65% threshold (negative amount)		
23	of which: direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities		
24	Not applicable		
25	of which: deferred tax assets arising from temporary differences		
EU-25a	Losses for the current financial year (negative amount)		
EU-25b	Foreseeable tax charges relating to CET1 items except where the institution suitably adjusts the amount of CET1 items insofar as such tax charges reduce the amount up to which those items may be used to cover risks or losses (negative amount)		
26	Not applicable		
27	Qualifying AT1 deductions that exceed the AT1 items of the institution (negative amount)		
27a	Other regulatory adjustments	1,437,518	
28	**Total regulatory adjustments to Common Equity Tier 1 (CET1)**	**533,819**	
29	**Common Equity Tier 1 (CET1) capital**	**15,835,536**	
Additional Tier 1 (AT1) capital: instruments		**31.03.2025**	
30	Capital instruments and the related share premium accounts		
31	of which: classified as equity under applicable accounting standards		
32	of which: classified as liabilities under applicable accounting standards		
33	Amount of qualifying items referred to in Article 484 (4) CRR and the related share premium accounts subject to phase out from AT1		
EU-33a	Amount of qualifying items referred to in Article 494a(1) CRR subject to phase out from AT1		
EU-33b	Amount of qualifying items referred to in Article 494b(1) CRR subject to phase out from AT1		
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties		
35	of which: instruments issued by subsidiaries subject to phase out		
36	**Additional Tier 1 (AT1) capital before regulatory adjustments**		
Additional Tier 1 (AT1) capital: regulatory adjustments		**31.03.2025**	

37	Direct, indirect and synthetic holdings by an institution of own AT1 instruments (negative amount)		
38	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		
39	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)		
40	Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)		
41	Not applicable		
42	Qualifying T2 deductions that exceed the T2 items of the institution (negative amount)		
42a	Other regulatory adjustments to AT1 capital		
43	**Total regulatory adjustments to Additional Tier 1 (AT1) capital**		
44	**Additional Tier 1 (AT1) capital**		
45	**Tier 1 capital (T1 = CET1 + AT1)**	**15,835,536**	
Tier 2 (T2) capital: instruments		**31.03.2025**	
46	Capital instruments and the related share premium accounts	2,080,145	
47	Amount of qualifying items referred to in Article 484(5) CRR and the related share premium accounts subject to phase out from T2 as described in Article 486(4) CRR		
EU-47a	Amount of qualifying items referred to in Article 494a(2) CRR subject to phase out from T2		
EU-47b	Amount of qualifying items referred to in Article 494b(2) CRR subject to phase out from T2		
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties		
49	of which: instruments issued by subsidiaries subject to phase out		
50	Credit risk adjustments		
51	**Tier 2 (T2) capital before regulatory adjustments**	**2,080,145**	
52	Direct, indirect and synthetic holdings by an institution of own T2 instruments and subordinated loans (negative amount)		
53	Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		
54	Direct, indirect and synthetic holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)		
54a	Not applicable		
55	Direct, indirect and synthetic holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)		
56	Not applicable		
EU-56a	Qualifying eligible liabilities deductions that exceed the eligible liabilities items of the institution (negative amount)		

EU-56b	Other regulatory adjustments to T2 capital		
57	**Total regulatory adjustments to Tier 2 (T2) capital**		
58	**Tier 2 (T2) capital**	**2,080,145.12**	
59	**Total capital (TC = T1 + T2)**	**17,915,681.14**	
60	**Total risk-weighted assets**	**89,847,607.01**	
Capital ratios and requirements including buffers		**31.03.2025**	
61	Common Equity Tier 1 capital	17.62%	
62	Tier 1 capital	17.62%	
63	Total capital	19.94%	
64	Institution CET1 overall capital requirements	12.15%	
65	of which: capital conservation buffer requirement	2.50%	
66	of which: countercyclical capital buffer requirement	1.00%	
67	of which: systemic risk buffer requirement		
EU-67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer requirement	2.00%	
EU-67b	of which: additional own funds requirements to address the risks other than the risk of excessive leverage		
68	**Common Equity Tier 1 capital (as a percentage of risk-weighted assets) available after meeting the bank's minimum capital requirements**	**8.75%**	
National minima (if different from Basel III)		**31.03.2025**	
69	Not applicable		
70	Not applicable		
71	Not applicable		
Amounts below the thresholds for deduction (before risk weighting)		**31.03.2025**	
72	Direct and indirect holdings of own funds and eligible liabilities of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)		
73	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 17.65% thresholds and net of eligible short positions)		
74	Not applicable		
75	Deferred tax assets arising from temporary differences (amount below 17,65% threshold, net of related tax liability where the conditions in Article 38 (3) CRR are met)		
Applicable caps on the inclusion of provisions in Tier 2		**31.03.2025**	
76	Credit risk adjustments included in T2 in respect of exposures subject to standardised approach (prior to the application of the cap)		
77	Cap on inclusion of credit risk adjustments in T2 under standardised approach		
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)		
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach		
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022)		**31.03.2025**	
80	Current cap on CET1 instruments subject to phase out arrangements		
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)		
82	Current cap on AT1 instruments subject to phase out arrangements		

83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)		
84	Current cap on T2 instruments subject to phase out arrangements		
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)		

Template EU KM1 - Key metrics template

Banca Transilvania has chosen to apply until December 31, 2025 the temporary treatment of unrealized gains and losses valued at fair value through other elements of the comprehensive result, in accordance with art. 468 of Regulation (EU) 575/2013, amended by Regulation (EU) 2024/1623 of May 31, 2024. The Bank removes from the calculation of CET1 elements the amount calculated according to the provisions of the regulation.

RON thous.

		a	a	b	c	d
		31.03.2025	31.12.2024	30.09.2024	30.06.2024	31.03.2024
	Available own funds (amounts)					
1	Common Equity Tier 1 (CET1) capital	15,835,536	16,707,830	15,643,698	15,362,583	12,033,975
	CET1 capital as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	15,835,536	16,117,842	15,119,082	14,874,006	11,551,616
	CET1 capital as if the temporary treatment of unrealized gains and losses measured at fair value through OCI (other comprehensive income) in accordance with Article 468 of the CRR had not been applied	14,182,259	14,816,360	14,329,167	13,702,156	12,033,975
2	Tier 1 capital	15,835,536	16,707,830	15,643,698	15,362,583	12,033,975
	Tier 1 capital as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	15,835,536	16,117,842	15,119,082	14,874,006	11,551,616
	Tier 1 capital as if the temporary treatment of unrealized gains and losses measured at fair value through OCI in accordance with Article 468 of the CRR had not been applied	14,182,259	14,816,360	14,329,167	13,702,156	12,033,975
3	Total capital	17,915,681	18,809,175	17,745,513	17,483,899	14,276,030
	Total capital as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	17,915,681	18,219,187	17,220,898	16,995,322	13,793,670
	Total capital as if the temporary treatment of unrealized gains and losses measured at fair value through OCI in accordance with Article 468 of the CRR had not been applied	16,262,404	16,917,704	16,430,982	15,823,472	14,276,030
	Risk-weighted exposure amounts					
4	Total risk exposure amount	89,847,607	87,865,302	79,980,144	66,853,108	72,303,237
	Capital ratios (as a percentage of risk-weighted exposure amount)					
5	Common Equity Tier 1 ratio (%)	17.62%	19.02%	19.56%	22.98%	16.64%
	CET1 (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	17.62%	18.44%	19.00%	22.25%	15.98%

	CET1 (as a percentage of risk exposure amount) as if the temporary treatment of unrealized gains and losses measured at fair value through OCI in accordance with Article 468 of the CRR had not been applied	15.78%	16.95%	18.01%	20.50%	16.64%
6	Tier 1 ratio (%)	17.62%	19.02%	19.56%	22.98%	16.64%
	Tier 1 (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	17.62%	18.44%	19.00%	22.25%	15.98%
	Tier 1 (as a percentage of risk exposure amount) as if the temporary treatment of unrealized gains and losses measured at fair value through OCI in accordance with Article 468 of the CRR had not been applied	15.78%	16.95%	18.01%	20.50%	16.64%
7	Total capital ratio (%)	19.94%	21.41%	22.19%	26.15%	19.74%
	Total capital (as a percentage of risk exposure amount) as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	19.94%	20.84%	21.64%	25.42%	19.08%
	Total capital (as a percentage of risk exposure amount) as if the temporary treatment of unrealized gains and losses measured at fair value through OCI in accordance with Article 468 of the CRR had not been applied	18.10%	19.35%	20.65%	23.67%	19.74%
	Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)					
EU 7a	Additional own funds requirements to address risks other than the risk of excessive leverage (%)	3.83%	3.83%	3.83%	2.83%	2.83%
EU 7b	of which: to be made up of CET1 capital (%)	2.15%	2.15%	2.15%	1.59%	1.59%
EU 7c	of which: to be made up of Tier 1 capital (%)	2.87%	2.87%	2.87%	2.12%	2.12%
EU 7d	Total SREP own funds requirements (%)	11.83%	11.83%	11.83%	10.83%	10.83%
	Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount)					
8	Capital conservation buffer (%)	2.50%	2.50%	2.50%	2.50%	2.50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	0.00%	0.00%	0.00%	0.00%	0.00%
9	Institution specific countercyclical capital buffer (%)	1.00%	1.00%	1.00%	1.00%	1.00%
EU 9a	Systemic risk buffer (%)	0.00%	0.00%	0.00%	0.00%	0.00%
10	Global Systemically Important Institution buffer (%)	-	-	-	-	-
EU 10a	Other Systemically Important Institution buffer (%)	2.00%	2.00%	2.00%	2.00%	2.00%
11	Combined buffer requirement (%)	5.50%	5.50%	5.50%	5.50%	5.50%
EU 11a	Overall capital requirements (%)	17.33%	17.33%	17.33%	16.33%	16.33%
12	CET1 available after meeting the total SREP own funds requirements (%)	8.75%	10.14%	10.69%	14.86%	8.52%
	Leverage ratio					
13	Total exposure measure	214,098,664	217,035,610	209,265,666	185,703,160	182,875,058
14	Leverage ratio (%)	7.40%	7.70%	7.48%	8.27%	6.58%
	Leverage ratio as if IFRS 9 or analogous ECLs transitional arrangements had not been applied	7.40%	7.45%	7.24%	8.03%	6.33%
	Leverage ratio as if the temporary treatment of unrealized gains and losses measured at fair value through OCI in accordance with Article 468 of the CRR had not been applied	6.62%	6.89%	6.89%	7.45%	6.58%

	Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)					
EU 14a	Additional own funds requirements to address the risk of excessive leverage (%)	-	-	-	-	-
EU 14b	of which: to be made up of CET1 capital (percentage points)	-	-	-	-	-
EU 14c	Total SREP leverage ratio requirements (%)	-	-	-	-	-
	Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)					
EU 14d	Leverage ratio buffer requirement (%)	-	-	-	-	-
EU 14e	Overall leverage ratio requirement (%)	-	-	-	-	-
	Liquidity Coverage Ratio					
15	Total high-quality liquid assets (HQLA) (Weighted value -average)	43,176	65,291	63,809	60,054	49,427
EU 16a	Cash outflows - Total weighted value	23,040	29,271	28,165	25,693	26,324
EU 16b	Cash inflows - Total weighted value	15,320	16,476	13,983	10,085	21,475
16	Total net cash outflows (adjusted value)	7,720	12,900	14,303	15,717	6,581
17	Liquidity coverage ratio (%)	559%	506%	446%	382%	751%
	Net Stable Funding Ratio					
18	Total available stable funding	169,644,305	172,070,130	164,967,000	147,615,702	144,783,455
19	Total required stable funding	68,618,353	65,334,161	68,109,843	60,459,909	60,742,403
20	NSFR ratio (%)	247%	263%	242%	244%	238%

CAPITAL REQUIREMENTS

The internal capital adequacy assessment process to risks, is integrated in the administration and management process of Banca Transilvania and also in its decision-making culture, aimed at ensuring that the governing body adequately identifies, measures, aggregate and monitors the Group's risks, maintains internal capital adequate to the risk profile, and uses and develops robust risk management systems.

The following computation methods are used by the Bank and the Group:

- Credit risk: RWA (risk weighted assets) standardized approach;
- Credit risk of the counterparty: the method of calculating risk-weighted assets is the standard method;
- Market risk: capital requirements with respect to the foreign exchange risk and the trading portfolio are calculated based on the standardized approach;

- Operational risk: capital requirements for the coverage of operational risk are calculated according to the basic indicator approach.

The Group manages its capital base in a flexible manner, by monitoring regulatory capital requirements, by anticipating the adequate adjustments required for the achievement of its objectives, as well as by optimizing the structure of assets and shareholders' equity.

Planning and monitoring take into consideration the total own funds (common equity tier 1, additional tier 1 and tier 2) on the one hand and risk-weighted assets (RWA) on the other hand.

In May 2024, the European Parliament and the Council adopted Regulation (EU) 2024/1623 amending Regulation (EU) no. 575/2013 as regards requirements for credit risk, credit adjustment risk, operational risk and market risk (hereinafter referred to as CRR3) and Directive (EU) 2024/1619 amending Directive 2013/36/EU as regards supervisory powers, sanctions, third-country branches and environmental, social and governance risks. The above-mentioned Regulation and Directive reflect the implementation of the final Basel III reform package in the EU. CRR3 has entered into force on January 1, 2025, applicable for prudential reporting related to the reference date March 31, 2025, while CRD6 is to be transposed into national law by January 2026 (i.e. 18 months after entry into force on July 9, 2024). Thus, starting from March 31, 2025, prudential reporting is prepared in accordance with the new requirements provided by the legislative framework of the CRR3 reform package. Regarding the impact of these changes on the main capital adequacy indicators, it is observed that they remain at levels above the minimum regulated requirements, without recording a significant impact from the implementation of the new rules.

Template 4: EU OV1 – Overview of RWAs

RON thous.

		a	b	c
		RWA		Minimum capital requierments
		31.03.2025	31.12.2024	31.03.2025
1	Credit risk (excluding CCR)	72,356,433	67,402,092	5,788,515
2	Of which the standardised approach	72,356,433	67,402,092	5,788,515
3	Of which the Foundation IRB (F-IRB) approach	-	-	-
4	Of which slotting approach	-	-	-
EU 4a	Of which equities under the simple risk weighted approach	-	-	-
5	Of which the Advanced IRB (A-IRB) approach	-	-	-
6	Counterparty credit risk - CCR	152,595	332,128	12,208
7	Of which the standardised approach	152,595	178,759	12,208
8	Of which internal model method (IMM)	-	-	-
EU 8a	Of which exposures to a CCP	-	-	-
9	Of which other CCR	-	-	-
10	Credit valuation adjustments risk - CVA risk	300,794	153,368	24,064
EU 10a	Of which the standardised approach (SA)	-	-	-
EU 10b	Of which the basic approach (F-BA and R-BA)	300,794	153,368	24,064
EU 10c	Of which the simplified approach	-	-	-
11	Not applicable	-	-	-
12	Not applicable	-	-	-
13	Not applicable	-	-	-
14	Not applicable	-	-	-
15	Settlement risk	-	-	-
16	Securitisation exposures in the non-trading book (after the cap)	-	-	-
17	Of which SEC-IRBA approach	-	-	-
18	Of which SEC-ERBA (including IAA)	-	-	-
19	Of which SEC-SA approach	-	-	-
EU 19a	Of which 1250% / deduction	-	-	-
20	Position, foreign exchange and commodities risks (Market risk)	-	-	-
21	Of which the Alternative standardised approach (A-SA)	-	-	-
EU 21a	Of which the Simplified standardised approach (S-SA)	3,086,588	3,485,447	246,927
22	Of which the Alternative Internal Models Approach (A-IMA)	-	-	-
EU 22a	Large exposures	-	-	-
23	Reclassifications between trading and non-trading books	-	-	-
24	Operational risk	13,951,197	16,645,635	1,116,096
EU 24a	Exposures to crypto-assets	-	-	-
25	Amounts below the thresholds for deduction (subject to 250% risk weight)	-	-	-
26	Output floor applied (%)	-	-	-
27	Floor adjustment (before application of transitional cap)	-	-	-
28	Floor adjustment (after application of transitional cap)	-	-	-
29	**Total**	**89,847,607**	**88,018,670**	**7,187,809**

The Bank has chosen to apply the transitional arrangements according to art. 500a of CRR on RWA related to exposures to the central governments and central banks of Member States, where those exposures are denominated and funded in the domestic currency of another Member State.

Template CMS1 – Comparison of modelled and standardised RWA at risk level

RON thous.

		a	b	c	d
		RWA			
		RWA for modelled approaches that banks have supervisory approval to use	RWA for portfolios where standardised approaches are used	Total Actual RWA (a + b) (ie RWA which banks report as current requirements)	RWA calculated using full standardised approach (ie used in the base of the output floor)
1.00	Credit risk (excluding counterparty credit risk)	-	-	72,356,433	-
2.00	Counterparty credit risk	-	-	152,595	-
3.00	Credit valuation adjustment		-	300,794	-
4.00	Securitisation exposures in the banking book	-	-	-	-
5.00	Market risk	-	-	3,086,588	-
6.00	Operational risk		-	13,951,197	-
7.00	Residual RWA		-	-	-
8.00	**Total**	**-**	**-**	**89,847,607**	**-**

Template CVA4: RWA flow statements of CVA risk exposures under SA-CVA

RON thous.

		a
		31.03.2025
1	Total RWA for CVA at previous quarter-end	153,368
2	Total RWA for CVA at end of reporting period	300,794

LEVERAGE RATIO

Within the framework of EU Regulation no.575/2013 and in addition to the total capital requirements, the leverage ratio was implemented as a new instrument to limit the risk of excessive indebtedness. The leverage ratio is the ratio of capital to the leverage exposure, specifically the tier 1 capital in relation to unweighted exposure on and off the statement of financial position.

Description of the processes used to manage the risk of excessive leverage

Banca Transilvania uses quantitative methods for the evaluation and mitigation of leverage risk. Monitoring and managing risk indicators related to excessive leverage risk takes place on two levels, namely at Board of Director/Leaders Committee and CRO, through periodical reports.

Description of the factors that had an impact on the leverage Ratio during the period to which the disclosed leverage Ratio refers

As at 31.03.2025, the leverage ratio according to the transitional definition slightly decreased from 7.70% at 31.12.2024 to 7.40%, mainly due to the increase of the leverage ratio exposures.

Template EU LR1 - LRSum: Summary reconciliation of accounting assets and leverage ratio exposures

RON thous.

		a
		Applicable amount 31.03.2025
1	Total assets as per published financial statements	206,808,010
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of prudential consolidation	(170,154)
3	(Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference)	-
4	(Adjustment for temporary exemption of exposures to central banks (if applicable))	-
5	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the total exposure measure in accordance with point (i) of Article 429a(1) CRR)	-
6	Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting	-
7	Adjustment for eligible cash pooling transactions	-
8	Adjustment for derivative financial instruments	544,433
9	Adjustment for securities financing transactions (SFTs)	500,956
10	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	7,163,768
11	(Adjustment for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital)	-
EU-11a	(Adjustment for exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) CRR)	-
EU-11b	(Adjustment for exposures excluded from the total exposure measure in accordance with point (j) of Article 429a(1) CRR)	-
12	Other adjustments	(748,349)
13	**Total exposure measure**	**214,098,664**

Template EU LR2 - LRCom: Leverage ratio common disclosure

RON thous.

		a	b
		Applicable amount 31.03.2025	**Applicable amount 31.12.2024**
On-balance sheet exposures (excluding derivatives and SFTs)		**31.03.2025**	**31.12.2024**
1	On-balance sheet items (excluding derivatives, SFTs, but including collateral)	206,637,856	207,450,397
2	Gross-up for derivatives collateral provided, where deducted from the balance sheet assets pursuant to the applicable accounting framework		
3	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)		
4	(Adjustment for securities received under securities financing transactions that are recognised as an asset)		
5	(General credit risk adjustments to on-balance sheet items)		
6	(Asset amounts deducted in determining Tier 1 capital)	(748,349)	(982,131)
7	**Total on-balance sheet exposures (excluding derivatives and SFTs)**	**205,889,506**	**206,468,265**
8	Replacement cost associated with SA-CCR derivatives transactions (ie net of eligible cash variation margin)	162,757	101,592
EU-8a	Derogation for derivatives: replacement costs contribution under the simplified standardised approach		
9	Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions	381,676	377,437
EU-9a	Derogation for derivatives: Potential future exposure contribution under the simplified standardised approach		
EU-9b	Exposure determined under Original Exposure Method		
10	(Exempted CCP leg of client-cleared trade exposures) (SA-CCR)		
EU-10a	(Exempted CCP leg of client-cleared trade exposures) (simplified standardised approach)		
EU-10b	(Exempted CCP leg of client-cleared trade exposures) (Original Exposure Method)		
11	Adjusted effective notional amount of written credit derivatives		

12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)		
13	**Total derivatives exposures**	**544,433**	**479,029**
14	Gross SFT assets (with no recognition of netting), after adjustment for sales accounting transactions		
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)		
16	Counterparty credit risk exposure for SFT assets		
EU-16a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Articles 429e(5) and 222 CRR		
17	Agent transaction exposures		
EU-17a	(Exempted CCP leg of client-cleared SFT exposure)		
18	**Total securities financing transaction exposures**		
19	Off-balance sheet exposures at gross notional amount	32,455,240	32,788,412
20	(Adjustments for conversion to credit equivalent amounts)	(27,365,464)	(23,702,107)
21	(General provisions deducted in determining Tier 1 capital and specific provisions associated associated with off-balance sheet exposures)	-	-
22	**Off-balance sheet exposures**	**5,089,777**	**9,086,305**
EU-22a	(Exposures excluded from the total exposure measure in accordance with point (c) of Article 429a(1) CRR)		
EU-22b	(Exposures exempted in accordance with point (j) of Article 429a(1) CRR (on and off balance sheet))		
EU-22c	(Excluded exposures of public development banks (or units) - Public sector investments)		
EU-22d	(Excluded exposures of public development banks (or units) - Promotional loans)		
EU-22e	(Excluded passing-through promotional loan exposures by non-public development banks (or units))		
EU-22f	(Excluded guaranteed parts of exposures arising from export credits)		
EU-22g	(Excluded excess collateral deposited at triparty agents)		
EU-22h	(Excluded CSD related services of CSD/institutions in accordance with point (o) of Article 429a(1) CRR)		
EU-22i	(Excluded CSD related services of designated institutions in accordance with point (p) of Article 429a(1) CRR)		
EU-22j	(Reduction of the exposure value of pre-financing or intermediate loans)		
EU-22k	(Excluded exposures to shareholders according to Article 429a (1), point (da) CRR)		
EU-22l	(Exposures deducted in accordance with point (q) of Article 429a(1) CRR)		
EU-22m	(Total exempted exposures)		
23	Tier 1 capital	15,835,536	16,707,830
24	**Total exposure measure**	214,098,664	217,035,610
25	**Leverage ratio**	**7.40%**	**7.70%**
EU-25	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves)		
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) (%)		
26	National minimum leverage ratio requirement		
EU-26a	Additional own funds requirements to address the risk of excessive leverage (%)		
EU-26b	of which: to be made up of CET1 capital		

27	Leverage ratio buffer requirement (%)		
EU-27a	Overall leverage ratio requirement (%)		
EU-27b	Choice on transitional arrangements for the definition of the capital measure		
28	Mean of daily values of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivable		
29	Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables		
30	Total exposure measure (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)		
30a	Total exposure measure (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)		
31	Basel III leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)		
31a	Basel III leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)		

Template EU LR3 - LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

RON thous.

		a
		CRR leverage ratio exposures 31.03.2025
EU-1	**Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:**	**206,637,856**
EU-2	Trading book exposures	4,054,614
EU-3	Banking book exposures, of which:	202,583,241
EU-4	Covered bonds	-
EU-5	Exposures treated as sovereigns	91,741,660
EU-6	Exposures to regional governments, MDB, international organisations and PSE, not treated as sovereigns	1,947,209
EU-7	Institutions	6,338,842
EU-8	Secured by mortgages of immovable properties	42,899,985
EU-9	Retail exposures	24,732,864
EU-10	Corporates	18,370,835
EU-11	Exposures in default	1,603,626
EU-12	Other exposures (eg equity, securitisations, and other non-credit obligation assets)	14,948,220

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