

Banca Transilvania S.A.
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**INTERIM CONDENSED CONSOLIDATED AND SEPARATE
FINANCIAL STATEMENTS**

As at March 31, 2025

Banca Transilvania S.A.

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Banca Transilvania S.A.

Interim Consolidated and Separate Statement of Profit or Loss

For the three-month period ended March 31

	Notes	Group		Bank	
		31-03-2025 RON thousand	31-03-2024 RON thousand	31-03-2025 RON thousand	31-03-2024 RON thousand
Interest income calculated using the effective interest method		2,940,835	2,474,027	2,598,668	2,336,933
Other interest like income		156,202	116,359	-	8,084
Interest expense calculated using the effective interest method		(1,131,754)	(1,044,603)	(1,059,405)	(1,016,830)
Other interest like expense		(3,761)	(2,805)	(4,091)	(3,455)
Net interest income	5	1,961,522	1,542,978	1,535,172	1,324,732
Fee and commission income		640,797	546,042	540,034	473,766
Fee and commission expense		(258,512)	(208,361)	(215,383)	(177,837)
Net fee and commission income	6	382,285	337,681	324,651	295,929
Net trading income	7	244,597	190,861	183,928	156,523
Net gain / loss (-) from financial assets measured at fair value through other items of comprehensive income	8	3,757	61,884	3,745	60,673
Net gain / loss (-) from financial assets which are required to be measured at fair value through profit and loss	9	42,969	44,223	63,862	60,228
Contribution to the Bank Deposit Guarantee Fund and to the Resolution Fund	10	(96,116)	(71,294)	(91,665)	(64,671)
Other operating income	11	118,903	109,658	110,029	76,604
Operating income		2,657,917	2,215,991	2,129,722	1,910,018
(Impairment) or reversal of impairment on financial assets not measured at fair value through profit or loss	12(a)	(293,231)	(7,510)	(245,936)	42,535
Other Provisions and reversal of provisions	12(b)	2,327	4,569	1,374	3,424
Personnel expenses	13	(722,071)	(579,873)	(576,793)	(482,113)
Depreciation and amortization		(136,726)	(119,284)	(111,250)	(104,195)
Other operating expenses	14	(496,529)	(338,428)	(354,384)	(297,041)
Operating expenses		(1,646,230)	(1,040,526)	(1,286,989)	(837,390)
Bargain gain		-	132,690	-	-
Profit before income tax		1,011,687	1,308,155	842,733	1,072,628
Income tax expense (-)	15	(134,651)	(175,748)	(86,447)	(159,388)
Net profit for the period		877,036	1,132,407	756,286	913,240
Net Profit of the Group attributable to:					
Equity holders of the Bank		857,760	1,051,941	-	-
Non-controlling interests		19,276	80,466	-	-
Net Profit for the period		877,036	1,132,407	756,286	913,240
Basic earnings per share		0.7882	0.9657	-	-
Diluted earnings per share		0.7882	0.9675	-	-

Interim Consolidated and Separate Statement of Comprehensive Income

For the three-month period ended March 31

	Notes	Group		Bank	
		31-03-2025	31-03-2024	31-03-2025	31-03-2024
		RON thousand	RON thousand	RON thousand	RON thousand
Net Profit for the year		877,036	1,132,407	756,286	913,240
Items which are or may be reclassified to profit or loss		167,108	47,604	169,913	34,878
<i>Fair value reserve (financial assets measured at fair value through other items of comprehensive income), of which:</i>		204,572	46,102	202,377	42,056
Net loss (-) / gain from disposal of financial assets measured at fair value through other items of comprehensive income, transferred to profit or loss account		(3,757)	(61,884)	(3,745)	(60,673)
Fair value changes of financial assets measured at fair value through other items of comprehensive income		208,329	107,986	206,122	-
Translation of financial information of foreign operations to presentation currency		(5,112)	10,176	(34)	48
Income tax on items which are or may be reclassified to profit or loss		(32,352)	(8,674)	(32,430)	(7,226)
Total comprehensive income for the period		1,044,144	1,180,011	926,199	948,118
Total comprehensive income attributable to:					
Equity holders of the Bank		1,024,868	1,099,545	-	-
Non-controlling interest		19,276	80,466	-	-
Total comprehensive income for the period		1,044,144	1,180,011	926,199	948,118

The interim condensed consolidated and separate financial statements were approved by the Board of Directors on May 14, 2025 and were signed on its behalf by:

Ömer TETIK
Chief Executive Officer

George CĂLINESCU
Deputy Chief Executive Officer - CFO

Banca Transilvania S.A.

Interim Consolidated and Separate Statement of Financial Position

		Group		Bank	
	Notes	31-03-2025 RON thousand	31-12-2024 RON thousand	31-03-2025 RON thousand	31-12-2024 RON thousand
Assets					
Cash and current accounts with Central Banks	16	23,874,003	21,950,170	21,563,541	16,908,360
Derivatives		138,824	173,030	138,824	155,572
Financial assets held for trading	18	411,584	389,817	18,160	17,833
Financial assets which are required to be measured at fair value through profit or loss	18	1,468,698	1,469,014	2,074,873	2,015,434
Financial assets measured at fair value through other items of comprehensive income	21	43,122,535	43,977,335	42,474,469	43,151,498
- of which pledged securities (repo agreements)		1,358,595	162,603	1,358,595	162,603
Financial assets at amortized cost - of which:		128,075,652	129,222,934	126,131,252	116,391,887
- Placements with banks and public institutions	17	8,874,808	13,714,870	7,748,689	13,612,057
- Loans and advances to customers	19	92,153,962	90,779,626	93,417,338	81,389,989
- Debt instruments	21	24,742,038	22,401,071	22,834,008	19,376,763
- of which pledged debt instruments (repo agreements)		70,954	38,872	70,954	-
- Other financial assets	22	2,304,844	2,327,367	2,131,217	2,013,078
Finance lease receivables	20	5,598,084	5,590,236	-	-
Investments in subsidiaries		23,163	23,315	1,178,449	2,644,703
Investment in associates		-	-	-	-
Property and equipment and investment property		1,645,871	1,655,373	1,179,324	829,734
Intangible assets		947,249	973,222	761,832	747,305
Goodwill		156,917	156,915	-	-
Right-of-use assets		565,872	586,634	540,452	769,195
Current tax receivables		-	-	-	-
Deferred tax assets		402,360	462,239	378,610	388,277
Other non-financial assets	23	377,198	405,244	252,784	244,114
Total assets		206,808,010	207,035,478	196,692,570	184,263,912

Banca Transilvania S.A.

Interim Consolidated and Separate Statement of Financial Position *(continued)*

	Notes	Group		Bank	
		31-03-2025 RON thousand	31-12-2024 RON thousand	31-03-2025 RON thousand	31-12-2024 RON thousand
Liabilities					
Derivatives		174,127	235,322	174,490	235,283
Deposits from banks	24	502,637	951,155	515,925	1,173,778
Deposits from customers	25	165,435,051	167,869,266	160,121,200	150,785,254
Loans from banks and other financial institutions	26	13,494,889	12,237,716	12,615,760	11,209,491
Subordinated liabilities	27	2,579,413	2,530,535	2,451,805	2,405,137
Lease liabilities		589,248	617,498	565,191	747,857
Other financial liabilities	29	4,380,577	3,767,710	3,536,325	2,582,891
Current tax liability		127,506	215,042	102,414	184,341
Provisions for other risks and loan commitments	28	756,602	827,438	654,924	500,112
Other non-financial liabilities	30	299,427	312,973	238,610	220,663
Total liabilities excluding financial liabilities to holders of fund units		188,339,477	189,564,655	180,976,644	170,044,807
Financial liabilities to holders of fund units		36,022	34,250	-	-
Total liabilities		188,375,499	189,598,905	180,976,644	170,044,807
Equity					
Share capital		9,255,300	9,255,300	9,255,300	9,255,300
Treasury shares		(98,101)	(39,528)	(82,814)	(24,241)
Share premiums		28,110	32,033	28,614	28,614
Retained earnings		8,500,264	7,616,536	6,661,990	5,281,983
Revaluation reserves from tangible assets		45,541	44,426	29,579	31,369
Reserves on financial assets measured at fair value through other items of comprehensive income		(1,488,065)	(1,659,839)	(1,507,000)	(1,676,942)
Other reserves		1,371,110	1,368,612	1,330,257	1,323,022
Total equity attributable to equity holders of the Bank		17,614,159	16,617,540	15,715,926	14,219,105
Non-controlling interest		818,352	819,033	-	-
Total equity		18,432,511	17,436,573	15,715,926	14,219,105
Total liabilities and equity		206,808,010	207,035,478	196,692,570	184,263,912

The interim condensed consolidated and separate financial statements were approved by the Board of Directors on May 14, 2025 and were signed on its behalf by:

Ömer TETIK
Chief Executive Officer

George CĂLINESCU
Deputy Chief Executive Officer - CFO

Banca Transilvania S.A.

Interim Consolidated Statement of Changes in Equity

For the three-month period ended March 31, 2025

Group	Attributable to the equity holders of the Bank										
	Notes	Share capital	Treasury shares	Share premiums	Revaluation reserves	Reserves from financial assets measured at fair value through other items of comprehensive income	Other reserves	Retained earnings	Total attributable to the equity holders of the Bank	Non-controlling interest	Total
In RON thousand											
Balance as at January 01, 2025		9,255,300	(39,528)	32,033	44,426	(1,659,839)	1,368,612	7,616,536	16,617,540	819,033	17,436,573
Profit for the period		-	-	-	-	-	-	857,760	857,760	19,276	877,036
Gain from fair value changes of financial assets measured at fair value through other items of comprehensive income, net of deferred tax		-	-	-	-	171,774	-	-	171,774	-	171,774
Revaluation of property and equipment, intangible assets, net of tax											
Retained earnings from revaluation reserves		-	-	-	(1,791)	-	-	1,791	-	-	-
Foreign currency translation of foreign operations		-	-	-	-	-	-	(4,666)	(4,666)	-	(4,666)
Total comprehensive income for the period		-	-	-	(1,791)	171,774	-	854,885	1,024,868	19,276	1,044,144
Contributions of/distributions to the shareholders											
Distribution to statutory reserves		-	-	-	-	-	-	-	-	-	-
Acquisition of treasury shares		-	(58,573)	-	-	-	-	-	(58,573)	-	(58,573)
SOP 2024 Scheme		-	-	-	-	-	-	46,660	46,660	-	46,660
Transfer of retained earnings to liabilities to holders of fund units		-	-	-	-	-	-	(777)	(777)	-	(777)
Other adjustments		-	-	(3,923)	2,906	-	2,498	(17,040)	(15,559)	(19,957)	(35,516)
Total contributions of/distributions to the		-	(58,573)	(3,923)	2,906	-	2,498	28,843	(28,249)	(19,957)	(48,206)
Balance as at March 31, 2025		9,255,300	(98,101)	28,110	45,541	(1,488,065)	1,371,110	8,500,264	17,614,159	818,352	18,432,511

Banca Transilvania S.A.

Interim Consolidated Statement of Changes in Equity *(continued)*

For the three-month period ended March 31, 2024

Group	Attributable to the equity holders of the Bank									
Notes	Share capital	Treasury shares	Share premiums	Revaluation reserves	Reserves from financial assets measured at fair value through other items of comprehensive income	Other reserves	Retained earnings	Total attributable to the equity holders of the Bank	Non-controlling interest	Total
In RON thousand										
Balance as at January 01, 2024	8,073,083	(28,269)	31,235	43,839	(1,488,214)	1,147,889	5,444,429	13,223,992	672,516	13,896,508
Profit for the period	-	-	-	-	-	-	1,051,941	1,051,941	80,466	1,132,407
Gain from fair value changes of financial assets measured at fair value through other items of comprehensive income, net of deferred tax	-	-	-	-	38,207	-	-	38,207	-	38,207
Revaluation of property and equipment, intangible assets, net of tax	-	-	-	-	-	-	-	-	-	-
Retained earnings from revaluation reserves	-	-	-	(1,243)	-	-	1,243	-	-	-
Foreign currency translation of foreign operations	-	-	-	-	-	-	9,397	9,397	-	9,397
Total comprehensive income for the period	-	-	-	(1,243)	38,207	-	1,062,581	1,099,545	80,466	1,180,011
Contributions of/distributions to the shareholders										
Distribution to statutory reserves	-	-	-	-	-	-	-	-	-	-
Acquisition of treasury shares	-	(33,846)	-	-	-	-	-	(33,846)	-	(33,846)
SOP 2023 Scheme	-	-	-	-	-	-	36,086	36,086	-	36,086
Transfer of retained earnings to liabilities to holders of fund units	-	-	-	-	-	-	909	909	-	909
Other adjustments	-	-	-	13	-	(2)	746	757	10,342	11,099
Total contributions of/distributions to the	-	(33,846)	-	13	-	(2)	37,741	3,906	10,342	14,248
Balance as at March 31, 2024	8,073,083	(62,115)	31,235	42,609	(1,450,007)	1,147,887	6,544,751	14,327,443	763,324	15,090,767

Banca Transilvania S.A.

Interim Separate Statement of Changes in Equity *(continued)*

For the three-month period ended March 31, 2025

Bank	Attributable to the equity holders of the Bank								
	Notes	Share capital	Treasury shares	Share premiums	Revaluation reserves	Reserves from financial assets measured at fair value through other items of comprehensive income	Other reserves	Retained earnings	Total
In RON thousand									
Balance as at January 01, 2025		9,255,300	(24,241)	28,614	31,369	(1,676,942)	1,323,022	5,281,983	14,219,105
Profit for the period		-	-	-	-	-	-	756,286	756,286
Gain from fair value changes of financial assets measured at fair value through other items of comprehensive income, net of deferred tax		-	-	-	-	169,942	-	-	169,942
Retained earnings from revaluation reserves		-	-	-	(1,790)	-	-	1,790	-
Other items of comprehensive income, net of tax		-	-	-	-	-	-	(29)	(29)
Statement of comprehensive income for the period		-	-	-	(1,790)	169,942	-	758,047	926,199
Contributions of/distributions to the shareholders									
Acquisition of treasury shares		-	(58,573)	-	-	-	-	-	(58,573)
SOP 2024 Scheme		-	-	-	-	-	-	46,660	46,660
Other adjustments		-	-	-	-	-	7,235	575,300	582,535
Total contributions of/distributions to the shareholders		-	(58,573)	-	-	-	7,235	621,960	570,622
Balance as at March 31, 2025		9,255,300	(82,814)	28,614	29,579	(1,507,000)	1,330,257	6,661,990	15,715,926

Banca Transilvania S.A.

Interim Separate Statement of Changes in Equity *(continued)*

For the three-month period ended March 31, 2024

Bank	Attributable to the equity holders of the Bank							
Notes	Share capital	Treasury shares	Share premiums	Revaluation reserves	Reserves from financial assets measured at fair value through other items of comprehensive income	Other reserves	Retained earnings	Total
In RON thousand								
Balance as at January 01, 2024	8,073,083	(12,982)	28,614	28,738	(1,498,237)	1,115,023	4,095,127	11,829,366
Profit for the period	-	-	-	-	-	-	913,240	913,240
Gain from fair value changes of financial assets measured at fair value through other items of comprehensive income, net of deferred tax	-	-	-	-	34,837	-	-	34,837
Retained earnings from revaluation reserves	-	-	-	(1,243)	-	-	1,243	-
Other items of comprehensive income, net of tax	-	-	-	-	-	-	41	41
Statement of comprehensive income for the period	-	-	-	(1,243)	34,837	-	914,524	948,118
Contributions of/distributions to the shareholders								
Acquisition of treasury shares	-	(33,846)	-	-	-	-	-	(33,846)
SOP 2023 Scheme	-	-	-	-	-	-	36,086	36,086
Total contributions of/distributions to the shareholders	-	(33,846)	-	-	-	-	36,086	2,240
Balance as at March 31, 2024	8,073,083	(46,828)	28,614	27,495	(1,463,400)	1,115,023	5,045,737	12,779,724

Interim Consolidated and Separate Statement of Cash Flows

For the three-month period ended March 31

		Group		Bank	
<i>In RON thousand</i>	Notes	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Cash-flow from operating activities					
Profit for the year		877,036	1,132,407	756,286	913,240
Adjustments for:					
Depreciation and amortization		136,726	119,284	111,250	104,195
Impairment allowance, expected losses and write-offs of financial assets, provisions for other risks and loan commitments		322,336	42,580	270,472	(8,988)
Adjustment of financial assets at fair value through profit or loss		(42,969)	(44,223)	(63,862)	(60,228)
Income tax expense		134,651	175,748	86,447	159,388
Interest income		(3,097,037)	(2,590,386)	(2,598,668)	(2,345,017)
Interest expense		1,135,515	1,047,408	1,063,496	1,020,285
Other adjustments		(280,648)	38,640	(222,078)	63,037
Net profit adjusted with non-monetary elements		(814,390)	(78,542)	(596,657)	(154,088)
Changes in operating assets and liabilities					
Change in financial assets at amortized cost and placements with banks		2,669,453	(4,691,261)	(1,677,863)	(4,039,438)
Change in loans and advances to customers		(1,692,397)	(1,315,847)	(1,997,047)	(1,008,744)
Change in finance lease receivables		33,189	(212,302)	-	-
Change in financial assets at fair value through profit or loss		43,285	1,835	53,976	1,466
Change in financial assets held for trading and measured at fair value through profit or loss - derivatives		34,206	(3,794)	19,147	(3,794)
Change in equity instruments		(15,154)	(6,158)	(327)	(1,072)
Changes in debt instruments		(6,613)	(650)	-	-
Change in other financial assets		35,673	(523,398)	1,898,144	(506,369)
Change in other assets		(28,672)	(26,100)	(15,788)	(41,442)
Change in deposits from customers		(2,449,636)	3,089,150	(1,164,769)	2,478,692
Change in deposits from banks		(448,429)	(499,929)	(657,667)	(538,923)
Change in financial liabilities held-for-trading		(61,195)	27,669	(61,898)	27,669
Change in repo operations		1,193,522	331,637	1,232,162	331,637
Change in other financial liabilities		612,347	2,162,070	889,504	2,285,131
Change in other liabilities		(97,477)	71,652	(123,008)	68,454
Income tax (paid)/recovered		(202,841)	(152,623)	(183,653)	(140,074)
Interest received		2,464,570	1,925,696	1,905,781	1,699,704
Interest paid		(877,570)	(775,126)	(943,386)	(764,824)
Net cash-flow from operating activities		391,871	(676,021)	(1,423,349)	(306,015)

Interim Consolidated and Separate Statement of Cash Flows (continued)

For the three-month period ended March 31

In RON thousand	Notes	Group		Bank	
		31-03-2025	31-03-2024	31-03-2025	31-03-2024
Cash-flow used in investment activities					
Acquisition of financial assets measured at fair value through other items of comprehensive income		(2,664,296)	(3,840,866)	(2,646,943)	(3,509,941)
Sale/redemption of financial assets measured at fair value through other items of comprehensive income		3,637,519	4,316,483	3,439,016	4,057,478
Net acquisitions of property and equipment		(36,951)	(24,007)	(27,448)	(15,445)
Net acquisitions intangible assets		(31,850)	(39,552)	(32,425)	(30,821)
Proceeds from disposal of property and equipment		(4,676)	315	461	823
Acquisitions of equity investments		-	211,057	(191,424)	-
Dividends collected		-	-	16,921	-
Interest received		481,130	324,201	474,628	322,719
Net cash-flow used in investment activities		1,380,876	947,631	1,032,786	824,813
Cash-flow from financing activities					
Gross proceeds from loans from banks and other financial institutions		5,010	270,997	-	-
Gross payments from loans from banks and other financial institutions		(95,058)	(115,576)	(17,336)	(31,679)
Gross payments from subordinated loans from banks and other financial institutions		-	(12,424)	-	-
Payment of the principal of the lease liabilities		(41,084)	(40,341)	(41,226)	(41,798)
Dividend payments		(141)	(312)	(141)	(312)
Payments for treasury shares		(58,573)	-	(58,573)	(33,846)
Interest paid		(10,433)	(26,105)	(433)	(15,094)
Net cash-flow from / (used in) financing activities		(200,279)	76,239	(117,709)	(122,729)

In RON thousand	Notes	Group		Bank	
		31-03-2025	31-03-2024	31-03-2025	31-03-2024
Cash and cash equivalents at January 1		30,548,644	36,122,371	28,210,616	32,750,294
The impact of exchange rate variations on cash and cash equivalents		31,892	35,815	(34,374)	34,038
Net increase/decrease (-) in cash and cash equivalents		1,540,576	312,034	(473,898)	362,031
Cash and cash equivalents as at March 31	16	32,121,112	36,470,220	27,702,344	33,146,363

Notes to the Interim Condensed Consolidated and Separate Financial Statements

1. Reporting entity and basis of preparation

a) Reporting entity

Banca Transilvania S.A.

Banca Transilvania S.A. (the “Parent company”, “BT”) is a joint-stock company incorporated in Romania. The Bank started its activity as a banking institution in 1993 and is licensed by the National Bank of Romania (“BNR”, the “Central Bank”) to conduct banking activities. The Bank started its activity in 1994 and its main operations involve banking services for legal entities and individuals. Banca Transilvania Group (the “Group”) includes the Parent company and its subsidiaries, based in Romania and in the Republic of Moldova. The consolidated and separate financial statements as at March 31, 2025 comprise the Parent company and its subsidiaries (hereinafter referred to as the “Group”).

The Group’s fields of activity are: banking through Banca Transilvania S.A., Victoriabank S.A. and Salt Bank S.A., leasing and consumer finance mainly through BT Leasing Transilvania IFN S.A., Avant Leasing IFN S.A., BT Direct IFN S.A., BT Microfinanțare IFN S.A. and BT Leasing MD S.R.L., asset management through BT Asset Management S.A.I. S.A. and OTP Asset Management S.A.I. S.A., brokerage and investments through BT Capital Partners S.A. and pension funds management BT Pensii S.A.. Additionally, the Bank also has control over two investment funds it consolidates and it is associated in SINTEZA S.A. with a holding percentage of 31.09%.

The Bank carries out its banking activity through its head office located in Cluj-Napoca and 42 branches, 476 agencies, 3 work units, 8 healthcare division units, 2 private banking agencies in Romania, 1 branch in Italy and 1 regional office located in Bucharest and 1 Head Office located in Bucharest (2024: one head office located in Cluj-Napoca and 42 branches, 457 agencies, 3 work units, 8 healthcare division units, 2 private banking agencies in Romania, 1 branch in Italy and 1 regional office located in Bucharest, and 1 Head Office located in Bucharest).

The Group’s number of active employees as at March 31, 2025 was 12,912 (2024: 13,629 employees).

The Bank’s number of active employees as at March 31, 2025 was 10,321 (2024: 9,744 employees).

The registered address of the Bank is 30-36 Calea Dorobanților, Cluj-Napoca, Romania.

The ownership structure of the Bank is presented below:

	31-03-2025	31-03-2024
NN Group (*)	9.37%	9.36%
The European Bank for Reconstruction and Development (“EBRD”)	5.16%	6.87%
Romanian individuals	24.52%	22.43%
Romanian companies	45.48%	45.16%
Foreign individuals	1.12%	1.07%
Foreign companies	14.35%	15.11%
Total	100%	100%

(*) NN Group N.V. and the pension funds managed by NN Pensii SAFRAP S.A. and NN Asigurări de Viață S.A..

The Bank’s shares are listed on the Bucharest Stock Exchange and are traded under the ticker TLV.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

1. Reporting entity and basis of preparation *(continued)*

a) Reporting entity *(continued)*

The Group's subsidiaries are represented by the following entities:

Subsidiary	Field of activity	Percentage of direct and indirect stake March 31, 2025	Percentage of direct and indirect stake December 31, 2024
Victoriabank S.A.	Financial and banking activities and investments subject to license	44.63%	44.63%
BCR Chisinau S.A.	Financial and banking activities and investments subject to license	0%	44.63%
BT Capital Partners S.A.	Investments	99.62%	99.62%
BT Leasing Transilvania IFN S.A.	Leasing	100%	100%
BT Investments S.R.L.	Investments	100%	100%
BT Direct IFN S.A.	Consumer loans	100%	100%
BT Building S.R.L.	Investments	0%	100%
BT Asset Management SAI S.A.	Asset management	100%	100%
BT Solution Asistentă în Brokeraj S.R.L.	Insurance broker	0%	100%
BT Asiom Agent de Asigurare S.R.L.	Insurance broker	0%	100%
BT Safe Agent de Asigurare S.R.L.	Insurance broker	0%	100%
BT Intermedieri Agent de Asigurare S.R.L.	Insurance broker	0%	100%
BT Leasing MD S.R.L.	Leasing	100%	100%
BT Microfinanțare IFN S.A.	Consumer loans	100%	100%
Improvement Credit Collection S.R.L.	Activities of collection agents and Credit reporting bureaus	100%	100%
VB Investment Holding B.V.	Activities of holdings	61.82%	61.82%
BT Pensii S.A.	Activities of pension funds (except those in the public social security system)	100%	100%
Salt Bank S.A.	Financial and banking activities	100%	100%
Avant Leasing IFN S.A.	Financial leasing	100%	100%
BT Broker de Asigurare S.R.L.	Insurance broker	100%	100%
Code Crafters by BT S.R.L.	Custom software development activities	100%	100%
BTP One S.R.L.	Renting and subletting of own or rented real estate	99.53%	99.53%
BTP Retail S.R.L.	Renting and subletting of own or rented real estate	99.53%	99.53%
BTP Store Hub Turda S.R.L.	Renting and subletting of own or rented real estate	99.53%	99.53%
BTP Store Hub Oradea S.R.L.	Renting and subletting of own or rented real estate	99.53%	99.53%
OTP Bank Romania S.A.	Financial and banking activities	0%	100%
Inter Terra S.R.L.	Buying and selling of own real estate	99.53%	99.53%
OTP Advisors S.R.L.	Other activities auxiliary to financial services, except insurance and pension funding	0%	100%
OTP Factoring S.R.L.	Other financial intermediation	100%	100%
REA Project One Company S.R.L.	Real estate development	100%	100%
GOVCKA Project Company S.R.L.	Real estate development	100%	100%
OTP Consulting Romania S.R.L.	Other activities auxiliary to financial services, except insurance and pension funding	0%	100%
OTP Asset Management SAI S.A.	Asset management	100%	100%

Notes to the Interim Condensed Consolidated and Separate Financial Statements

1. Reporting entity and basis of preparation (continued)

a) Reporting entity (continued)

Based on materially concept as defined in paragraph 7 of IAS 1, the Group has decided to exclude several subsidiaries from the consolidation perimeter, as their exclusion is not expected to have a significant effect on the consolidated financial statements. The decision to exclude them from consolidation is based on an assessment of both quantitative and qualitative factors, which included the size of the subsidiaries and their non-material impact on the Group as a whole.

As at March 31, 2025 the list of excluded subsidiaries from the consolidation perimeter and the reasons for their exclusion is shown below:

Subsidiary	reasons for exclusion
Code Crafters by BT S.R.L.	no significant assets or liabilities, expenses or revenues
BTP Retail S.R.L.	no significant assets or liabilities, expenses or revenues
BTP Store Hub Oradea S.R.L.	no significant assets or liabilities, expenses or revenues
OTP Factoring S.R.L.	no significant assets or liabilities, expenses or revenues
REA Project One Company S.R.L.	no significant assets or liabilities, expenses or revenues
GOVCKA Project Company S.R.L.	no significant assets or liabilities, expenses or revenues
Sinteza (associate)	no significant assets or liabilities, expenses or revenues

As at December 31, 2024 the list of excluded subsidiaries from the consolidation perimeter and the reasons for their exclusion is shown below:

Subsidiary	reasons for exclusion
Code Crafters by BT S.R.L.	no significant assets or liabilities, expenses or revenues
BTP Retail S.R.L.	no significant assets or liabilities, expenses or revenues
BTP Store Hub Oradea S.R.L.	no significant assets or liabilities, expenses or revenues
BT Intermedieri Agent de Asigurare S.R.L.	no significant assets or liabilities, expenses or revenues
BT Asiom Agent de Asigurare S.R.L.	no significant assets or liabilities, expenses or revenues
BT Solution Asistent in Brokeraj S.R.L.	no significant assets or liabilities, expenses or revenues
BT Safe Agent de Asigurare S.R.L.	no significant assets or liabilities, expenses or revenues
REA Project One Company S.R.L.	no significant assets or liabilities, expenses or revenues
OTP Factoring S.R.L.	no significant assets or liabilities, expenses or revenues
GOVCKA Project Company S.R.L.	no significant assets or liabilities, expenses or revenues
OTP Advisors S.R.L.	no significant assets or liabilities, expenses or revenues
OTP Consulting Romania S.R.L.	no significant assets or liabilities, expenses or revenues
Sinteza (associate)	no significant assets or liabilities, expenses or revenues

In addition to the qualitative factors, namely nature of activity of excluded subsidiaries, future plans of the Group to centralize their activity in other bigger subsidiaries, the potential impact of the exclusion of subsidiaries on the consolidated financial statements is performed based on quantitative factors like assets, liabilities, net profit, expenses and revenues. At December 31, 2024 an assessment was performed on an entity-by-entity base and an additional analysis is conducted on the potential impact of total excluded subsidiaries in total figures of the Group, as shown in the table below:

	<i>RON thousand</i>
total assets of excluded subsidiaries	9,471
% of total assets of excluded subsidiaries in total assets of the Group	0.01%
Total liabilities of excluded subsidiaries	16,315
% of total liabilities of excluded subsidiaries in total liabilities of the Group	0.01%
P&L of excluded subsidiaries	4,857
% of total P&L of excluded subsidiaries in total P&L of the Group	0.10%
Total expenses of excluded subsidiaries	56,391
% of total expenses of excluded subsidiaries in total expenses of the Group	0.04%
Total revenues of excluded subsidiaries	61,248
% of total revenues of excluded subsidiaries in total revenues of the Group	0.04%

The exclusion of these subsidiaries does not materially affect the Group's consolidated financial position, financial performance, cash flows or other elements of the consolidated financial statements. This information is evaluated annually, or when significant changes occur that impact the initial analysis. As at March 31, 2025, there was no information indicating that the analysis carried out on December 31, 2024 is no longer relevant.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

1. Reporting entity and basis of preparation (*continued*)

b) Declaration of conformity

The interim consolidated and separate statement of the Group and the Bank have been prepared in accordance with IAS 34 “Interim Financial Reporting” as endorsed by the European Union, effective as at the Group’s and Bank’s interim reporting date, March 31, 2025.

They do not include all the information required for a complete set of financial statements in accordance with the International Financial Reporting Standard (“IFRS”) endorsed by the European Union. However, certain notes are included in order to explain the events and transactions that are significant in order to understand the changes in the Group’s and the Bank’s financial position and performance as of the last annual separate and consolidated financial statements as at and for the year ended December 31, 2024.

Financial information for the periods ended at March 31, are not audited nor revised.

c) Basis of measurement

The interim consolidated and separate financial statement were prepared on historical cost basis, except for the financial instruments recognized at fair value through profit or loss, the financial instruments at fair value through other items of comprehensive income and the revaluation of property and equipment and investment property.

d) Functional and presentation currency – “RON”

The items included in the financial statement of each of the Group’s entities are measured using the currency of the primary economic environment in which the entity operates (‘the functional currency’). The functional currency of the entities within the Group is the Romanian leu “RON”, euro (“EUR”) and the Moldovan leu (“MDL”). The consolidated and separate financial statements are presented in Romanian lei “RON”, rounded to the nearest thousand.

The exchange rates for the major foreign currencies were:

e) Use of estimates and judgements

Currency	31-03-2025	31-12-2024	Variation %
Euro (EUR)	1: RON 4.9771	1: RON 4.9741	0.06 %
American dollar (USD)	1: RON 4.6005	1: RON 4.7768	-3.69 %

The preparation of the interim consolidated and separate statement in accordance with the IAS 34 “Interim Financial Reporting”, as endorsed by the European Union implies that the management uses estimations and judgements that affect the application of accounting policies, as well as the reported value of assets, liabilities, incomes and expenses. The estimates and associated assumptions are based on historical data and various other factors that are believed to be relevant under the given circumstances, the result of which forms the basis of the judgements used in assessing the carrying value of the assets and liabilities for which no other evaluation sources are available. Actual results may differ from these estimates. The estimates and assumptions are reviewed on an ongoing basis.

The review of the accounting estimates are recognized in the period in which the estimate is reviewed, if the review affects only that period, or in the period of the review and future periods if the review affects both current and future periods.

The Group and the Bank make estimates and assumptions that affect the amounts of assets and liabilities reported within the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are considered to be reasonable under the given circumstances.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

1. Reporting entity and basis of preparation (*continued*)

e) Use of estimates and judgements (*continued*)

(i) Impairment losses on loans and advances to customers

The Group and the Bank are frequently reviewing (mostly monthly) the loan and finance lease receivables portfolio in order to assess the impairment. In determining whether an impairment loss should be recorded, the Group and the Bank make judgments as to whether there is any observable data indicating that there is a measurable decrease in the estimated future cash flows related to a portfolio of loans and finance lease, before such decrease can be identified with respect to an individual loan/lease investment in that portfolio. For example, the observable data might be the unfavorable changes in the payment behavior of certain debtors within a group or in the economic, national or local circumstances, which correlate with default incidents affecting the debtors' group.

When scheduling future cash flows, the management uses estimates based on the past experience related to losses from loans with similar risk characteristics. The methodology and assumptions used for estimating both the amount and timing of future cash flows are reviewed regularly to reduce any gaps between estimated losses and actual losses, but also to assess the effects of the local financial market uncertainties on the valuation of assets and the debtors' operating environment.

The loan loss estimation considers the visible effects of the current and future expected market conditions on the individual/collective assessment of expected credit losses on loans and advances to customers. Hence, the Group and the Bank have estimated the expected credit losses for loans and advances to customers and receivables from finance lease based on the internal methodology and assessed that no further expected credit losses is required except as already provided for in the consolidated and separate financial statements.

Individually significant assets are assessed and monitored individually, regardless of the stage allocation, determined using the automated criteria. Thus, a specialized team of experts uses professional judgement to assess the unlikeliness to pay and determine the scenarios used to compute the ECL. The three-stage expected credit loss impairment model in IFRS 9 depends on whether the credit risk has increased significantly since initial recognition. If the credit risk has not increased significantly, the impairment charge equals the expected credit losses resulting from default events that are possible within the next 12 months (stage 1). If the credit risk has increased significantly, the loan is more than 30 days past due, or the loan is in default or otherwise impaired, the impairment charge equals the lifetime expected credit losses (stage 2 and 3).

In determining the impairment for expected credit losses, management incorporates forward-looking information, exercises judgement and uses estimates and assumptions. The estimation of expected credit losses involves forecasting future economic conditions over 3 years.

The macroeconomic scenarios developed reflect a macroeconomic environment with uncertainties and risks for the population and economic agents characterized by the persistence of geopolitical tensions, disruptions in the supply chain, labor shortages corroborated with tightening of financial conditions and maintaining an elevated level of inflation, being exacerbated by the war in Ukraine, to which is added the conflict in the Middle East, concluding in new challenges that affect the economic and business activity.

Although recent efforts to combat inflation are showing signs of success, the risks brought to light by supply chain disruptions, rewiring of trade relationships, along with significantly increased financing costs (interest rates) and tighter financial conditions, represents key aspects to monitor in a macroeconomic environment marked by volatility and uncertainties. Furthermore, the fiscal outlook for the following years may have a negative effect on inflation keeping prices high, eroding the purchasing power of households.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

1. Reporting entity and basis of preparation (*continued*)

e) Use of estimates and judgements (*continued*)

(i) Impairment losses on loans and advances to customers (*continued*)

The Group and the Bank have drawn up historical analyzes and identified the key economic variables impacting credit risk and expected credit losses for each portfolio. The opinion of an expert was also taken into account in this process.

Given the aforementioned macroeconomic context, the Group and the Bank continue to apply their own value judgments using a series of post-model adjustments related to macroeconomic risks specific to certain industries that have been heavily impacted by supply chain disruptions, pedological drought, rising energy costs classified as sensitive sectors, in order to adopt a conservative position in line with the expectations communicated by banking supervisory authorities.

The Group and the Bank continually review the assumptions on post-model adjustments related to macroeconomic risks specific to certain industries. The revision aims to evaluate whether corrective measures are necessary, either to eliminate or introduce new sensitive sectors. In the first quarter of 2024, changes were made to the post-model adjustments scheme to align it with the current impact of macroeconomic events and the existing internal models.

The geopolitical tensions will slow down the economic growth and it is difficult to estimate the impact of these events on the future business of the Group's customers. The process of identifying the potential effect on the Romanian economy is ongoing and estimating the effect of the military conflicts on the economic environment will be a continuous challenge. The Bank remains vigilant in monitoring geopolitical and economic relations. Also, we analyzed those product portfolios with high associated credit risk and the typologies that could be affected to some extent by the military conflicts; but given that the Group and the Bank do not have significant direct exposure in the belligerent countries, no significant action was taken on that specific post-model adjustments.

Another main consideration of the introduction and maintaining the post-model adjustments is the fact that the prediction of internal rating assessment models can be affected by aid measures provided by governments, the latter preventing the occurrence of non-payment events at the level of debtors who, otherwise, would have faced difficulties in servicing debts to various creditors.

The amount of post model adjustments applied is representing 21.17% of total ECL (21.80% in December 2024) considering:

- expectation related to sensitive industries and high-risk products;
- expectations for default rates increase considering high inflation and increased interest (professional judgement);
- expert individual analysis of significant exposures, performed to reflect and better understand the situations and difficulties faced by borrowers that could affect their ability to meet their obligations – watch list exposures have been transferred from stage 1 to stage 2 and ECL volume has been adjusted to ensure sufficient impairment coverage.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

1. Reporting entity and basis of preparation (*continued*)

e) Use of estimates and judgements (*continued*)

(i) Impairment losses on loans and advances to customers (*continued*)

In the context of negative evolution of inflation and interest rates, as well as the political and macroeconomic context conflict, financial markets have been moderately volatile, generating short-term challenges in cash-flow management and also variations in mark to market. The Group and the Bank stands on a comfortable position of liquidity, therefore the market disruptions didn't seriously affected them.

The financial instruments measured at fair value of the Group and the Bank consist of bonds, equities, collective investment units and derivatives, whose valuation was affected by market volatilities, reserves registering a upward trend, but remaining in the negative zone. The most significant part of the trading book is represented by bonds, of which the majority are kept at fair value through other comprehensive income, thus allowing that market-to-market impact to be observable in other comprehensive income and not in Consolidated and Separate Statement of Profit or Loss.

At the same time, the Group and the Bank hold, outside the trading portfolio (the banking portfolio), financial instruments (securities) held mainly for liquidity purposes and as a source of collateral for Lombard and stand-by facilities, as well as to ensure a secure source of income.

(ii) Risk provisions for abusive clauses and litigation

The provision for abusive clauses is an estimated amount for potential litigations facing the Bank derived from the retail credit contracts inherited following the mergers performed. The provision is periodically reviewed by the Bank by incorporating historical data regarding new litigations in the last years and the loss probability for such cases. The last review for abusive clauses provision has been performed as of December 31, 2024 when the Bank adjusted the provision based on the trend of such new litigations and the probability loss estimated at this date.

(iii) Other significant litigation

The Bank's subsidiary, Victoriabank S.A., was notified on July 6, 2020 that it is being investigated in a case instrumented by the Prosecutor's Office of the Republic of Moldova, and on August 6, 2020, a precautionary seizure was placed on some of the subsidiary's assets. In order to cover the claims in the file - amounting to approximately RON 482 million in equivalent.

Given the nature of the case and the legal limitations related to the investigation, the Bank and its subsidiary possesses limited information about this case, by also considering the lawyers' analysis of the content of the indictment related to these investigations. Given the stage of the investigation, that relates to a period before the Bank was a shareholder of the subsidiary, the Bank and the Group did not recognize a provision for this case, but will monitor the evolution of the topic at each reporting date, in accordance with the relevant provisions of the accounting regulations.

For other significant litigation and regulatory enforcement matters, the Group believes the possibility of an outflow of funds is more than remote but less than probable but the amount is not reliably estimable, and accordingly such matters are not included in the contingent liability estimates.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

1. Reporting entity and basis of preparation (*continued*)

e) Use of estimates and judgements (*continued*)

(iv) New classification by economic sectors used in financial reporting

Starting January 1, 2025, the Group and the Bank have implemented the amendment of the CAEN codes according to Government Decision no. 284/2025, which transposes into Romanian law the new version of the classification of economic activities – CAEN Rev. 3, aligned with NACE Rev. 2.1. This change led to the restructuring of the economic sectors used in consolidated and separate financial statements, their number increasing, as a result of a more detailed presentation of the economic sectors.

The new classification is used in all analyses and presentations by economic sectors in the consolidated and separate financial statements, including:

- analysis of credit risk exposures
- presentation of loan portfolio concentration and expected losses
- presentation of the structure of deposits attracted from customers by business segment, where relevant for the analysis of financing risks.

The comparative data for 2024 are presented according to the previous structure, without retroactive adjustments, reported based on the CAEN Rev. 2 classification, valid as at the reporting data. In accordance with IAS 1 – Presentation of Financial Statements, the Group and the Bank have assessed the change in the classification of presentations and have considered that comparative information will be presented in accordance with the previous structure, without retrospective adjustments. The change did not have a material impact on accounting estimates and the classification of exposures, but this impacted the presentation of information in the explanatory notes to the consolidated and separate financial statements.

f) Reflection of the merger by absorption in the financial statements

The mergers between Banca Transilvania S.A. and OTP Bank Romania S.A. and Banca Transilvania S.A. and BT Building S.R.L. were successfully completed on February 28, 2025.

The shareholders of Banca Transilvania S.A. approved these mergers at the Extraordinary General Meeting as of December 18, 2024.

The integration process began in August 2024, the merger being carried out quickly, in just seven months, thanks to the efficient collaboration between the teams of the two banks.

Following the merger, Banca Transilvania S.A. consolidated its leading position on the Romanian banking market, reaching a market share of 22.31%. The merger has brought significant benefits to both banks' customers, giving them access to an extensive ecosystem of banking and complementary solutions.

In the absence of the specific requirements of the International Financial Reporting Standards for legal mergers by absorption, the Bank has opted to present the carrying amount of the identifiable assets acquired and the assumed liabilities taken over in the individual financial statements at the date of the legal merger, February 28, 2025, after their initial recognition at fair value at the date of obtaining control, respectively July 30, 2024.

The merger was carried out based on the following principles:

- the Bank's assets and liabilities are aggregated in the financial statement as follows: 100% of the Bank's assets and liabilities at book value and 100% of the assets and liabilities of OTP Bank Romania S.A. measured at carrying amount, taking into account in addition the fair value amortization adjustments that were determined at the acquisition date in accordance with IFRS 3;
- intra-group balances and transactions have been fully eliminated;
- the retained earnings and reserves include the retained earnings and reserves of the Bank and also the retained earnings after the acquisition related to OTP Bank Romania S.A.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

2. Material accounting policies

The significant accounting methods and policies applied by the Bank and the Group entities in these interim consolidated and separate statement are the ones also applied in the Consolidated and separate financial statements as at and for the fiscal year ended December 31, 2024, with the following exceptions:

a) Amended IFRS accounting standard effective for the current year

In the current year, the the Group and the Bank have applied amendments to IAS 21 “Lack of Exchangeability” issued by the International Accounting Standards Board (IASB) and adopted by the EU that are mandatorily effective for reporting period that begins on or after 1 January 2025. Adoption of those amendments has not had any material impact on the disclosures or on the amounts reported in these financial statements.

Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates - Lack of Exchangeability issued by IASB on 15 August 2023. Amendments contain guidance to specify when a currency is exchangeable and how to determine the exchange rate when it is not.

b) New and revised IFRS accounting standards adopted by the EU but not yet effective

At the date of authorisation of these financial statements, no new and revised IFRS Accounting Standards have been issued and adopted by the EU but are not yet effective.

c) New and revised IFRS accounting standards in issue but not adopted by the EU

At present, IFRS accounting standards as adopted by the EU do not significantly differ from IFRS Accounting Standards issued by the International Accounting Standards Board (IASB) except for the following new accounting standards and amendments to the existing accounting standards, which were not adopted by the EU as at the date of authorisation of these financial statements.

Amendments to IFRS 9 and IFRS 7 - Amendments to the Classification and Measurement of Financial Instruments issued by IASB on 30 May 2024. Amendments clarify the classification of financial assets with environmental, social and corporate governance (ESG) and similar features. Amendments also clarify the date on which a financial asset or financial liability is derecognised and introduce additional disclosure requirements regarding investments in equity instruments designated at fair value through other comprehensive income and financial instruments with contingent features.

Amendments to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7 - Annual Improvements to IFRS Accounting Standards - Volume 11 issued by IASB on 18 July 2024. These amendments include clarifications, simplifications, corrections and changes in the following areas: (a) hedge accounting by a first-time adopter (IFRS 1); (b) gain or loss on derecognition (IFRS 7); (c) disclosure of deferred difference between fair value and transaction price (IFRS 7); (d) introduction and credit risk disclosures (IFRS 7); (e) lessee derecognition of lease liabilities (IFRS 9); (f) transaction price (IFRS 9); (g) determination of a ‘de facto agent’ (IFRS 10); (h) cost method (IAS 7).

IFRS 18 Presentation and Disclosures in Financial Statements issued by IASB on 9 April 2024 will replace IAS 1 Presentation of Financial Statements. Standard introduces three sets of new requirements to improve companies’ reporting of financial performance and give investors a better basis for analysing and comparing companies. The main changes in the new standard compared with IAS 1 comprise: (a) The introduction of categories (operating, investing, financing, income tax and discontinued operations) and defined subtotals in the statement of profit or loss; (b) the introduction of requirements to improve aggregation and disaggregation; (c) The introduction of disclosures on Management-defined Performance Measures (MPMs) in the notes to the financial statements.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

2. Material accounting policies (*continued*)

c) New and revised IFRS accounting standards in issue but not adopted by the EU (*continued*)

IFRS 19 Subsidiaries without Public Accountability: Disclosures issued by IASB on 9 May 2024. Standard permits a subsidiary to provide reduced disclosures when applying IFRS Accounting Standards in its financial statements. IFRS 19 is optional for subsidiaries that are eligible and sets out the disclosure requirements for subsidiaries that elect to apply it.

IFRS 14 Regulatory Deferral Accounts issued by IASB on 30 January 2014. This standard is intended to allow entities that are first-time adopters of IFRS, and that currently recognise regulatory deferral accounts in accordance with their previous GAAP, to continue to do so upon transition to IFRS.

Amendments to IFRS 10 Consolidated Financial Statements and IAS 28 Investments in Associates and Joint Ventures - Sale or Contribution of Assets between an Investor and its Associate or Joint Venture issued by IASB on 11 September 2014. The amendments address a conflict between the requirements of IAS 28 and IFRS 10 and clarify that in a transaction involving an associate or joint venture the extent of gain or loss recognition depends on whether the assets sold or contributed constitute a business.

The Group and the Bank do not expect that the adoption of the accounting standards listed above will have a material impact on the financial statements. Hedge accounting for a portfolio of financial assets and liabilities whose principles have not been adopted by the EU remains unregulated. According to the Group and the Bank estimates, the application of hedge accounting to a portfolio of financial assets or liabilities pursuant to **IAS 39: Financial Instruments: Recognition and Measurement** would not significantly impact the financial statements, if applied as at the balance sheet date.

3. Segment reporting

The Group segment reporting is based on components of entity that the management monitors in making decisions. The business segments are presented in a manner which is consistent with the internal reporting documentation submitted to the Leaders' Committee.

The Leaders' Committee, with the assistance of the Board of Directors, is responsible for the allocation of resources and the assessment of the business segments' performance, being considered as an operational decision-making factor.

The reporting format is based on the internal management reporting format. All items of assets and liabilities, incomes and expenses are allocated to the business segments either directly or based on reasonable criteria established by the management.

The clients of Victoriabank S.A. and Salt Bank S.A. are classified according to the Bank's standards. The segment "Leasing and loans to non-banking financial institutions" includes the leasing and consumer finance companies, as described in Note 1. The remaining non-banking subsidiaries are included in the segment "Other-Group". The "Removals & Adjustments" segment comprises intra-group operations.

The business segments are organized and managed separately, depending on the nature of products and services provided, each segment being specialized on certain products and operating on different markets.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

3. Segment reporting (*continued*)

A business segment is a component of the Group and of the Bank:

- That engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses related to transactions with other components of the same entity);
- The operating results of which are reviewed regularly by the entity's decision maker in order to make decisions about resources to be allocated to the segment and to assess its performance;
- For which distinct financial information is available.

The segment reporting of the Group is described below:

Large Corporate Clients („LaCo”): The Group and the Bank include in this category mainly companies/group of companies with an annual turnover exceeding RON 200 million, as well as legal entities created to serve a particular function (SPV), public entities and financial institutions included in this category based on specific classification criteria. The companies in this category usually have specific and sophisticated needs. Through its centralized and customized approach, the Bank seeks to ensure high operational efficiency, a prompt assessment of the specific needs of this type of clients in order to offer the appropriate customized solutions, but also an in-depth perspective of the risk profile in order to maintain a high quality loan portfolio.

The Large Corporate clients have access to an all-inclusive package of banking products and services, the incomes generated by this segment resulting from lending operations, current business operations (transaction banking, treasury, trade finance and retail products) and other related services (leasing, asset management, consultancy on mergers and acquisitions, capital market advisory services). Through the services provided, the Bank aims at extending its cooperation to the business partners of the LaCo segment - clients/suppliers/employees - by focusing on the increase of non-risk income.

Medium Corporate Customers („MidCo”): The Group and the Bank include in this category, mainly the companies with an annual turnover between RON 20 and 200 million. By setting such value thresholds in the classification of MidCo clients, the Bank is able to address the most frequent requests coming from this category of clients: tailored financing solutions, access to a wide range of banking services, pricing based on financial performance, dedicated and flexible relationship management, operational agility. Depending on the activity type, the customized approach related to customers is supported by two existent specializations, notably Agribusiness and Healthcare.

The MidCo segment includes also entities operating in the public sector, financial institutions or legal entities serving particular functions, included in this category based on specific classification criteria. The Bank offers a full range of financial services to its Mid Corporate clients, including lending facilities, current operations, treasury services, but also additional services such as bonus packages for employees, structured finance, co-financing of EU funded projects; the Bank also facilitates the access to the services provided by the Group subsidiaries, such as bancassurance, consultancy on mergers and acquisitions, asset management, financial and operating lease, with the purpose to increase its profitability and non-risk income.

SME clients - companies with an annual turnover between RON 3 and 20 million. These are companies that have undergone the incipient growth stages and whose business activity requires further attention. Consequently, the needs of such companies become more specific, with priority for financing.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

3. Segment reporting (continued)

Micro Business clients – company customers with an annual turnover up to 3 million RON.

This category comprises the largest number of companies and the most diverse types of entities, such as limited liability companies, freelancers, sole proprietorships, etc.

The business lifespan (many such clients are fresh companies), the entrepreneur's expertise and the market on which the company operates generate certain needs that the Group and the Bank attempt to serve through product and service packages dedicated to this category of customers, which have become a hallmark in the banking sector over the years.

Lending products are accessed more frequently as the Micro or SME business takes shape: loans for working capital or investments, letters of guarantee, EU project co-financing, credit cards, leasing, invoice discounting or factoring.

Another important category of products refers to general operations, incoming and outgoing payments, cheques, promissory notes, FX operations, salary payment agreements or bancassurance services. Increased attention is given to the digitalization of our products and services, our clients showing more and more interest in internet & mobile banking, e-commerce, last generation POSs and the integration of financial data in the proprietary accounting systems.

Retail customers: The Group and the Bank provides a wide range of banking products and services to individuals, differentiated by several customer segments, from children, students, employees from the public or private sector, seniors, as well as the Premium and Private Banking segments. The Group's and the Bank's offer includes transactional banking products, current account subscriptions, bancassurance products, a diversified offer of debit and credit cards, deposits and savings accounts, consumer loans and mortgages, as well as access to the larger network of ATMs and partner merchants through the "STAR" loyalty program. Also, the Group and the Bank, together with their partners, offer private clients access to a wide range of investments (investment funds, government securities and bonds), pensions, car leasing.

The retail products of the Group and the Bank are accessible to customers through a mix of distribution channels, through the Bank's network of agencies, through digital channels and especially through the BT Pay application. The Bank's retail strategy aims at the continuous development of digital flows that involve a simpler interaction, the origination of new products and services, speed and efficiency, as well as the communication and servicing of customers from a distance, through solutions that allow them direct and immediate access to information. The Group and the Bank support financial inclusion and will continue their efforts to ensure all segments of the population have access to banking products and services in general.

Treasury: The Group and the Bank comprise in this category the treasury services.

Leasing and consumer finance granted by non-banking financial institutions: The Group includes in this category financial products and services such as lease facilities, consumer loans and microfinance provided by the non-banking financial institutions of the Group.

Other: The Group and the Bank incorporate in this category the services offered by other financial entities within the Group: asset management, brokerage, factoring and real estate, as well as elements that fall outside existing categories and result from financial and strategic decisions taken at central level.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

3. Segment reporting (*continued*)

In terms of geographical distribution, the Group and the Bank cover mainly the Romanian territory, except for the Italy branch operations linked to the Bank while at the Group level there is the banking activity of Victoriabank S.A., the financial lease activity of BT Leasing MD S.R.L.; however, the impact of these entities on the balance sheet and income statement is not material at Group level. There is no further information regarding the geographical distribution used by the management of the Group and the Bank; therefore it is not presented here.

As at March 31, 2025 and March 31, 2024, the Group or the Bank did not record income exceeding 10% of total income in relation to a single customer.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

3. Segment reporting (continued)

The table below presents financial information per segments regarding the consolidated statement of financial position for the periods ended at March 31, 2025, and comparative data for December 31, 2024:

Business segments as at March 31, 2025

Group <i>In RON thousand</i>	Large Corporate	Mid Corporate	SME	Micro	Retail	Treasury	Leasing and consumer loans granted by non- banking financial institutions	Other - Group	Intra-group eliminations & adjustments	Total
Gross loans and finance lease receivables	31,952,590	14,163,856	7,144,231	6,734,912	41,574,590	-	8,579,534	8,390	(6,396,005)	103,762,098
Allowances for impairment losses on loans and finance lease receivables	(1,201,010)	(1,127,785)	(628,037)	(790,458)	(1,862,160)	-	(551,583)	(597)	151,578	(6,010,052)
Loans and finance receivables-net	30,751,580	13,036,071	6,516,194	5,944,454	39,712,430	-	8,027,951	7,793	(6,244,427)	97,752,046
Portfolio of Debt instruments and Equity instruments, net of provisions	-	-	-	-	-	69,644,235	-	610,901	(371,457)	69,883,679
Treasury and inter-bank operations	-	-	-	-	-	32,274,124	370,259	773,713	(669,285)	32,748,811
Non-current assets	63,540	198,842	192,979	412,358	1,240,437	152,123	184,801	296,024	8,933	2,750,037
Right-of-use assets	17,077	50,612	42,710	110,825	301,843	29,920	47,388	2,646	(37,149)	565,872
Other assets	1,051,238	596,292	296,957	296,067	1,841,066	-	186,719	597,126	(1,757,900)	3,107,565
Total assets	31,883,435	13,881,817	7,048,840	6,763,704	43,095,776	102,100,402	8,817,118	2,288,203	(9,071,285)	206,808,010
Deposits and current accounts	10,954,939	12,890,163	9,954,913	23,963,128	108,265,974	570,351	-	6,789	(668,569)	165,937,688
Loans from banks and other financial institutions	103,305	298,432	93,502	79,559	172	1,395,976	7,013,746	10,890,370	(6,380,173)	13,494,889
Subordinated liabilities	-	-	-	-	-	2,576,971	-	-	2,442	2,579,413
Finance lease financial liabilities	143,700	81,843	44,855	40,444	258,951	6,422	46,585	2,747	(36,299)	589,248
Other liabilities	1,269,622	772,228	359,734	348,134	2,185,447	1,788	255,475	598,411	(16,578)	5,774,261
Total liabilities	12,471,566	14,042,666	10,453,004	24,431,265	110,710,544	4,551,508	7,315,806	11,498,317	(7,099,177)	188,375,499
Equity and related items	-	-	-	-	-	-	-	18,432,511	-	18,432,511
Total liabilities and equity	12,471,566	14,042,666	10,453,004	24,431,265	110,710,544	4,551,508	7,315,806	29,930,828	(7,099,177)	206,808,010

Notes to the Interim Condensed Consolidated and Separate Financial Statements

3. Segment reporting (continued)

Business segments as at December 31, 2024

Group	Large Corporate	Mid Corporate	SME	Micro	Retail	Treasury	Leasing and consumer loans granted by non- banking financial institutions	Other - Group	Intra-group eliminations & adjustments	Total
<i>In RON thousand</i>										
Gross loans and finance lease receivables	31,930,199	14,017,594	6,898,830	6,571,500	40,620,944	-	8,485,389	7,134	(6,555,760)	101,975,830
Provisions for principal	(1,070,784)	(1,011,428)	(572,835)	(754,145)	(1,790,336)	-	(560,039)	(553)	154,152	(5,605,968)
Loans and finance lease receivables net of provisions	30,859,415	13,006,166	6,325,995	5,817,355	38,830,608	-	7,925,350	6,581	(6,401,608)	96,369,862
Portfolio of Debt instruments, Equity instruments and Derivative instruments, net of provisions	-	-	-	-	-	68,206,227	-	575,257	(371,217)	68,410,267
Treasury and inter-bank operations	-	-	-	-	-	37,081,163	392,681	1,028,015	(2,836,819)	35,665,040
Non-current assets	60,549	195,036	205,588	365,356	1,151,185	61,104	187,509	558,683	500	2,785,510
Right-of-use assets	19,151	55,549	47,433	118,895	317,228	16,070	40,114	2,892	(30,698)	586,634
Other assets	1,531,485	852,353	422,470	428,740	2,534,551	-	193,388	602,946	(3,347,768)	3,218,165
Total assets	32,470,600	14,109,104	7,001,486	6,730,346	42,833,572	105,364,564	8,739,042	2,774,374	(12,987,610)	207,035,478
Deposits and current accounts	10,569,746	13,784,353	10,745,201	25,161,550	108,488,644	1,992,508	-	7,670	(1,929,251)	168,820,421
Loans from banks and other financial institutions	101,380	316,363	98,191	88,028	177	1,116,594	7,117,235	10,854,787	(7,455,039)	12,237,716
Subordinated liabilities	-	-	-	-	-	2,528,096	-	-	2,439	2,530,535
Lease liabilities	152,487	84,614	49,055	44,676	272,708	1,577	39,316	2,927	(29,862)	617,498
Other liabilities	1,181,379	707,754	314,885	298,306	1,856,216	1,564	239,827	900,615	(107,811)	5,392,735
Total liabilities	12,004,992	14,893,084	11,207,332	25,592,560	110,617,745	5,640,339	7,396,378	11,765,999	(9,519,524)	189,598,905
Equity and related items	-	-	-	-	-	-	-	17,436,573	-	17,436,573
Total liabilities and equity	12,004,992	14,893,084	11,207,332	25,592,560	110,617,745	5,640,339	7,396,378	29,202,572	(9,519,524)	207,035,478

Notes to the Interim Condensed Consolidated and Separate Financial Statements

3. Segment reporting (continued)

The table below presents financial information per segments regarding the consolidated statement of the operating profit before net expenses with the impairment allowance for loans and advances to customers, for the periods ended at March 31, 2025, and comparative data for March 31, 2024:

Business segments as at March 31, 2025

Group <i>In RON thousand</i>	Large Corporate	Mid Corporate	SME	Micro	Retail	Treasury	Leasing and consumer loans granted by non- banking financial institutions	Other - Group	Removals & adjustments	Total
Net interest income	248,426	185,661	124,154	219,757	693,284	219,746	195,996	71,372	3,126	1,961,522
Net commission income	26,966	30,688	24,271	117,633	153,574	(3,015)	5,055	31,172	(4,059)	382,285
Net trading income	4,646	15,259	19,511	35,150	70,080	72,212	6,422	20,709	608	244,597
Net gain from financial assets measured through comprehensive income	-	-	-	-	-	1,922	-	1,835	-	3,757
Net loss (-)/Net gain from financial assets which are required to be measured through profit or loss	-	-	-	-	-	43,513	-	208	(752)	42,969
Contribution to the Bank Deposit Guarantee Fund and to the Resolution Fund	(5,635)	(8,587)	(6,012)	(13,665)	(61,791)	(426)	-	-	-	(96,116)
Other operating income	4,496	5,750	5,745	10,241	83,205	2,416	8,388	30,176	(31,514)	118,903
Total income	278,899	228,771	167,669	369,116	938,352	336,368	215,861	155,472	(32,591)	2,657,917
Personnel expenses	(28,462)	(76,916)	(62,783)	(124,196)	(345,875)	(23,510)	(39,733)	(20,612)	16	(722,071)
Other operating expenses	(23,887)	(41,634)	(35,721)	(69,514)	(249,989)	(47,336)	(21,520)	(16,531)	9,603	(496,529)
Depreciation and amortization	(3,686)	(11,987)	(11,335)	(24,227)	(73,358)	(8,197)	(7,233)	(2,596)	5,893	(136,726)
Total Expenses	(56,035)	(130,537)	(109,839)	(217,937)	(669,222)	(79,043)	(68,486)	(39,739)	15,512	(1,355,326)
Operating profit before net provision expenses for assets, other risks and commitments	222,864	98,234	57,830	151,179	269,130	257,325	147,375	115,733	(17,079)	1,302,591
Net expense from impairment allowance, expected losses on assets, provisions for other risks and loan commitments	(56,147)	(107,016)	(43,421)	(26,787)	(46,130)	(11,042)	5,292	(983)	(4,670)	(290,904)
Profit before income tax	166,717	(8,782)	14,409	124,392	223,000	246,283	152,667	114,750	(21,749)	1,011,687

Notes to the Interim Condensed Consolidated and Separate Financial Statements

3. Segment reporting (continued)

Business segments as at March 31, 2024

Group	Large Corporate	Mid Corporate	SME	Micro	Retail	Treasury	Leasing and consumer loans granted by non-banking financial institutions	Other - Group	Removals & adjustments	Total
<i>In RON thousand</i>										
Net interest income	127,426	106,066	89,098	154,867	420,448	262,054	135,744	244,284	2,991	1,542,978
Net commission income	17,585	32,370	27,310	106,113	128,831	(2,398)	7,687	19,723	460	337,681
Net trading income	4,811	18,709	18,164	31,397	57,851	47,302	3,236	9,717	(326)	190,861
Net gain from financial assets measured through comprehensive income	-	-	-	-	-	30,944	-	30,940	-	61,884
Net loss (-)/Net gain from financial assets which are required to be measured through profit or loss	-	-	-	-	-	43,534	-	689	-	44,223
Contribution to the Bank Deposit Guarantee Fund and to the Resolution Fund	(4,380)	(8,455)	(4,476)	(9,516)	(44,167)	(300)	-	-	-	(71,294)
Other operating income	619	1,634	1,630	4,725	68,621	819	13,060	34,646	(16,096)	109,658
Total income	146,061	150,324	131,726	287,586	631,584	381,955	159,727	339,999	(12,971)	2,215,991
Personnel expenses	(24,758)	(63,969)	(55,091)	(107,038)	(266,623)	(12,268)	(32,480)	(17,650)	4	(579,873)
Other operating expenses	(14,954)	(32,292)	(31,791)	(63,874)	(168,014)	(12,807)	(19,310)	(3,656)	8,270	(338,428)
Depreciation and amortization	(3,478)	(11,514)	(12,158)	(25,088)	(61,708)	(3,609)	(5,175)	(3,008)	6,454	(119,284)
Total Expenses	(43,190)	(107,775)	(99,040)	(196,000)	(496,345)	(28,684)	(56,965)	(24,314)	14,728	(1,037,585)
Operating profit before net provision expenses for assets, other risks and commitments	102,871	42,549	32,686	91,586	135,239	353,271	102,762	315,685	1,757	1,178,406
Net expense from impairment allowance, expected losses on assets, provisions for other risks and loan commitments	79,760	3,223	(40,601)	95,488	(109,530)	(2,052)	(28,812)	398	(815)	(2,941)
Bargain gain	-	-	-	-	-	-	-	-	132,690	132,690
Profit before income tax	182,631	45,772	(7,915)	187,074	25,709	351,219	73,950	316,083	133,632	1,308,155

Notes to the Interim Condensed Consolidated and Separate Financial Statements

4. Fair value of financial assets and liabilities

The Group and the Bank measure the fair value of financial instruments by using the following fair value hierarchy:

Level 1 in the fair value hierarchy

The fair value of financial assets and liabilities included in Level 1 in the fair value hierarchy is determined based on quoted prices in active markets for identical assets or liabilities. Quoted prices that are being applied must be readily and regularly available from an exchange or active index/market location and prices must represent actual and regularly occurring market transactions on an arm's length basis.

Level 2 in the fair value hierarchy

The fair value of financial assets and liabilities included in Level 2 in the fair value hierarchy is determined by using evaluation methods which contain observable market data when market prices are not available. Level 2 evaluations generally use observable market parameters, such as interest rates and yield curves observable at commonly quoted intervals, present volatilities, and credit spreads.

Level 3 in the fair value hierarchy

The fair value of financial assets and liabilities included in Level 3 in the fair value hierarchy is determined by using input data that are not based on observable market information (unobservable data inputs shall reflect the assumptions made by the market participants to establish the price of an asset or a liability, including risk assumptions).

The objective of valuation techniques is to derive the fair value that reflects a price for the financial instrument at the reporting date, price that would be obtained by the market participants acting at arm's length.

The availability of observable market data and models reduces the need for the Management to operate judgements and estimations and also reduces the uncertainty associated with the determination of the fair value. Availability of observable market prices and inputs varies depending on the products and markets and is prone to changes based on specific events and general conditions in the financial markets.

The fair value of financial instruments that are not traded in an active market is determined by using valuation techniques. The management uses its judgment to select the valuation method and makes assumptions that are mainly based on market conditions existing at the date of the consolidated/separate statement of the financial position.

i) Fair value hierarchy analysis of financial instruments carried at fair value

To establish the hierarchy of the fair value of debt instruments, Banca Transilvania S.A. uses classification criteria in one of the three levels mentioned by the International Financial Reporting Standard 13.

For the purpose of classification, the methodology takes into account the aggregation of results from two sources of observations:

- direct observations of transactions, indicative or executable prices of the respective instrument;
- observations of transactions, indicative and executable prices of comparable instruments, with the aim of deriving a price for the respective instrument, when it is considered that direct observations support additions.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

4. Fair value of financial assets and liabilities (*continued*)

i) Fair value hierarchy analysis of financial instruments carried at fair value (*continued*)

The list of evaluation techniques used may contain, but is not limited to, the following:

- prices/quotations extracted by Calypso from evaluation platforms such as Bloomberg, Refinitiv or quotes received upon request from third parties;
- models based on prices of instruments with similar characteristics;
- models based on interest/price curves considered representative;
- calculation of updated cash flows;
- generally accepted economic methodologies.

Their hierarchy will take into account the specifications of IFRS 13, the choice of the alternative technique to be substantiated and approved by the competent committees.

At level 1 in the fair value hierarchy, the Group and the Bank included in the category of assets: equity instruments and debt instruments held at fair value through profit or loss, bonds classified as assets measured at fair value through other items of comprehensive income.

In the case of bonds, if an instrument has a minimum score that reflects in a transparent and strongly justified manner the price, fair value and liquidity of that instrument, it will be classified as level 1.

At level 2 in the fair value hierarchy, the Group and the Bank included in the category of assets: derivatives held at fair value through profit or loss, bonds classified as assets measured at fair value through other items of comprehensive income and some through fair value through profit or loss and in the category of liabilities: derivatives classified as financial liabilities held for trading.

Regarding the bonds, the classification is made based on the followings criteria:

- If the price of the instrument is obtained on the basis of interpolations of level 1 prices/yields related to similar instruments of the respective issuer (group).
- If the price of the instrument is obtained by adding the spread from the issue over the price/yield of the level 1 instrument, belonging to another issuer, which was the reference on the issue date.

The Group and the Bank use widely recognized valuation models for determining the fair value of derivatives that use only observable market data and require little management judgment and estimation. Observable prices and model inputs are usually available in the market for simple over the counter derivatives.

At level 3 in the fair value hierarchy, the Group and the Bank included in the category of assets: equity instruments, fixed assets and investment property, bonds classified as assets valued at fair value through other elements of the comprehensive result and some bonds held at fair value through the profit or loss account.

In the case of bonds, level 3 includes all cases that are not found in the previous levels, the non-existence of a price, a price provided by a single entity or derived, by interpolation or spread, from one of the level 2 prices.

Significant unobservable inputs affecting the valuation of debt securities are represented by credit spreads - the premium above the benchmark reference instrument required to compensate for lower credit quality; higher spreads lead to a lower fair value.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

4. Fair value of financial assets and liabilities (continued)

i) Fair value hierarchy analysis of financial instruments carried at fair value (continued)

The table below presents the financial instruments measured at fair value in the statement of financial position, at the end of the reporting period, by fair value levels:

Group In RON thousand	Level 1 - Quoted market prices in active markets	Level 2 - Valuation techniques – observable inputs	Level 3 - Valuation techniques – unobservable inputs	Total
March 31, 2025				
Financial assets held for trading and measured at fair value through profit or loss, of which:	264,274	141,898	5,412	411,584
- Equity instruments	264,274	-	-	264,274
- Debt instruments	-	141,898	5,412	147,310
Derivatives	-	138,824	-	138,824
Financial assets measured at fair value through other items of comprehensive income	42,561,154	290,735	270,646	43,122,535
- Equity instruments	96,695	-	76,856	173,551
- Debt instruments	42,464,459	264,558	193,790	42,922,807
- Loans and advances	-	26,177	-	26,177
Financial assets which are required to be measured at fair value through profit or loss, of which:	970,210	463,046	35,442	1,468,698
- Equity instruments	393,158	-	35,442	428,600
- Debt instruments	577,052	463,046	-	1,040,098
Total financial assets measured at fair value in the statement of financial position	43,795,639	1,034,504	311,500	45,141,643
Non-financial assets at fair value	-	-	1,645,871	1,645,871
- Property and equipment and investment property	-	-	1,645,871	1,645,871
Total assets measured at fair value in the statement of financial position	43,795,639	1,034,503	1,957,370	46,787,512
Financial liabilities held-for-trading	-	174,127	-	174,127
December 31, 2024				
Financial assets held for trading and measured at fair value through profit or loss, of which:	249,120	135,953	4,744	389,817
- Equity instruments	249,120	-	-	249,120
- Debt instruments	-	135,953	4,744	140,697
Derivatives	-	173,030	-	173,030
Financial assets measured at fair value through other items of comprehensive income	43,203,627	561,684	212,024	43,977,335
- Equity instruments	97,692	-	73,674	171,366
- Debt instruments	43,105,935	535,760	138,350	43,780,045
- Loans and advances	-	25,924	-	25,924
Financial assets which are required to be measured at fair value through profit or loss, of which:	940,385	495,443	33,186	1,469,014
- Equity instruments	373,573	-	33,186	406,759
- Debt instruments	566,812	495,443	-	1,062,255
Total financial assets measured at fair value in the statement of financial position	44,393,132	1,366,110	249,954	46,009,196
Non-financial assets at fair value	-	-	1,655,373	1,655,373
- Property and equipment and investment property	-	-	1,655,373	1,655,373
Total assets measured at fair value in the statement of financial position	44,393,132	1,366,110	1,905,327	47,664,569
Financial liabilities held-for-trading	-	235,322	-	235,322

Notes to the Interim Condensed Consolidated and Separate Financial Statements

4. Fair value of financial assets and liabilities (continued)

i) Fair value hierarchy analysis of financial instruments carried at fair value (continued)

Bank <i>In RON thousand</i>	Level 1 - Quoted market prices in active markets	Level 2 - Valuation techniques – observable inputs	Level 3 - Valuation techniques – unobservable inputs	Total
March 31, 2025				
Financial assets held for trading and measured at fair value through profit or loss, of which:	18,160	-	-	18,160
- <i>Equity instruments</i>	18,160	-	-	18,160
Derivatives	-	138,824	-	138,824
Financial assets measured at fair value through other items of comprehensive income	41,969,853	288,043	216,573	42,474,469
- <i>Equity instruments</i>	-	-	22,783	22,783
- <i>Debt instruments</i>	41,969,853	261,866	193,790	42,425,509
- <i>Loans and advances</i>	-	26,177	-	26,177
Financial assets which are required to be measured at fair value through profit or loss, of which:	941,902	1,097,529	35,442	2,074,873
- <i>Equity instruments</i>	393,158	-	35,442	428,600
- <i>Debt instruments</i>	548,744	1,097,529	-	1,646,273
Total financial assets measured at fair value in the statement of financial position	42,929,915	1,524,396	252,015	44,706,326
Non-financial assets at fair value	-	-	1,179,324	1,179,324
- <i>Property and equipment and investment property</i>	-	-	1,179,324	1,179,324
Total assets measured at fair value in the statement of financial position	42,929,915	1,524,396	1,431,339	45,885,650
Financial liabilities held-for-trading	-	174,490	-	174,490
December 31, 2024				
Financial assets held for trading and measured at fair value through profit or loss, of which:	17,833	-	-	17,833
- <i>Equity instruments</i>	17,833	-	-	17,833
Derivatives	-	155,572	-	155,572
Financial assets measured at fair value through other items of comprehensive income	42,431,786	558,581	161,131	43,151,498
- <i>Equity instruments</i>	-	-	22,780	22,780
- <i>Debt instruments</i>	42,431,786	532,657	138,351	43,102,794
- <i>Loans and advances</i>	-	25,924	-	25,924
Financial assets which are required to be measured at fair value through profit or loss, of which:	890,035	1,095,180	30,219	2,015,434
- <i>Equity instruments</i>	343,118	-	30,219	373,337
- <i>Debt instruments</i>	546,917	1,095,180	-	1,642,097
Total financial assets measured at fair value in the statement of financial position	43,339,654	1,809,333	191,350	45,340,337
Non-financial assets at fair value	-	-	829,734	829,734
- <i>Property and equipment and investment property</i>	-	-	829,734	829,734
Total assets measured at fair value in the statement of financial position	43,339,654	1,809,333	1,021,084	46,170,071
Financial liabilities held-for-trading	-	235,283	-	235,283

Notes to the Interim Condensed Consolidated and Separate Financial Statements

4. Fair value of financial assets and liabilities (continued)

ii) Financial instruments not carried at fair value

At level 1 in the fair value hierarchy, the Group and the Bank included in the category of assets that are not held at fair value: financial assets at amortized cost - debt instruments, represented by bonds issued by central administrations and credit institutions.

At level 2 in the fair value hierarchy, the Bank and the Group included in the category of assets that are not held at fair value: placements with banks, financial assets measured at amortized cost - debt instruments and in the category of liabilities: deposits from banks and from customers.

At level 3 in the fair value hierarchy, the Bank and the Group included in the category of assets: loans and advances and finance lease receivables and other financial assets; and in the category of liabilities: loans from banks and other financial institutions, subordinated loans and other financial liabilities.

The table below presents the fair value and the fair value hierarchy for the financial assets and liabilities that are not measured at fair value in the statement of financial position at March 31, 2025:

In RON thousand Assets	Notes	Group					Bank				
		Carrying amount	Fair value	Fair value hierarchy			Carrying amount	Fair value	Fair value hierarchy		
				Level 1	Level 2	Level 3			Level 1	Level 2	Level 3
Placements with banks and public institutions	17	8,874,808	8,875,200	-	8,875,200	-	7,748,689	7,749,081	-	7,749,081	-
Loans and advances to customers	19	92,153,962	92,788,433	-	-	92,788,433	93,417,338	94,169,681	-	-	94,169,681
Finance lease receivables	20	5,598,084	5,817,629	-	-	5,817,629	-	-	-	-	-
Financial assets at amortized cost - debt instruments	21	24,742,038	24,837,112	18,351,838	6,331,244	154,030	22,834,008	22,916,969	18,233,898	4,529,041	154,030
Other financial assets	22	2,304,844	2,300,085	-	-	2,300,085	2,131,217	2,126,458	-	-	2,126,458
Total assets		133,673,736	134,618,459	18,351,838	15,206,444	101,060,177	126,131,252	126,962,189	18,233,898	12,278,122	96,450,169
Liabilities											
Deposits from banks	24	502,637	502,637	-	502,637	-	515,925	515,925	-	515,925	-
Deposits from customers	25	165,435,051	165,473,595	-	165,473,595	-	160,121,200	160,158,106	-	160,158,106	-
Loans from banks and other financial institutions	26	13,494,889	13,528,973	10,330,577	1,430,060	1,768,336	12,615,760	12,649,844	10,328,232	1,430,060	891,552
Subordinated liabilities	27	2,579,413	2,579,413	-	-	2,579,413	2,451,805	2,451,805	-	-	2,451,805
Lease liabilities		589,248	589,248	-	-	589,248	565,191	565,191	-	-	565,191
Other financial liabilities	29	4,380,577	4,380,577	-	-	4,380,577	3,536,325	3,536,325	-	-	3,536,325
Total liabilities		186,981,815	187,054,443	10,330,577	167,406,292	9,317,574	179,806,206	179,877,196	10,328,232	162,104,091	7,444,873

Notes to the Interim Condensed Consolidated and Separate Financial Statements

4. Fair value of financial assets and liabilities (continued)

ii) Financial instruments not carried at fair value (continued)

The table below presents the fair value and the fair value hierarchy for the financial assets and liabilities that are not measured at fair value in the statement of financial position at December 31, 2024:

In RON thousand	Notes	Carrying amount	Fair value	Group			Carrying amount	Fair value	Bank		
				Level 1	Fair value hierarchy				Level 1	Fair value hierarchy	
				Level 1	Level 2	Level 3			Level 1	Level 2	Level 3
Assets											
Placements with banks and public institutions	20	13,714,870	13,714,870	-	13,714,870	-	13,612,057	13,612,057	-	13,612,057	-
Loans and advances to customers	22	90,779,626	91,085,263	-	-	91,085,263	81,389,989	81,764,482	-	-	81,764,482
Finance lease receivables	23	5,590,236	5,777,192	-	-	5,777,192	-	-	-	-	-
Financial assets at amortized cost - debt instruments	24	22,401,071	22,433,173	15,327,337	7,006,613	99,223	19,376,763	19,404,393	14,309,171	4,995,999	99,223
Other financial assets	30	2,327,367	2,329,996	-	-	2,329,996	2,013,078	2,015,707	-	-	2,015,707
Total assets		134,813,170	135,340,494	15,327,337	20,721,483	99,291,674	116,391,887	116,796,639	14,309,171	18,608,056	83,879,412
Liabilities											
Deposits from banks	32	951,155	951,155	-	951,155	-	1,173,778	1,173,778	-	1,173,778	-
Deposits from customers	33	167,869,266	167,892,453	-	167,892,453	-	150,785,254	150,806,803	-	150,806,803	-
Loans from banks and other financial institutions	34	12,237,716	12,238,470	10,146,672	201,980	1,889,818	11,209,491	11,209,565	10,144,092	162,603	902,870
Subordinated liabilities	35	2,530,535	2,530,535	-	-	2,530,535	2,405,137	2,405,137	-	-	2,405,137
Lease liabilities		617,498	617,498	-	-	617,498	747,857	747,857	-	-	747,857
Other financial liabilities	37	3,767,710	3,767,710	-	-	3,767,710	2,582,891	2,582,891	-	-	2,582,891
Total liabilities		187,973,880	187,997,821	10,146,672	169,045,588	8,805,561	168,904,408	168,926,031	10,144,092	152,143,184	6,638,755

Notes to the Interim Condensed Consolidated and Separate Financial Statements

5. Net interest income

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Interest income calculated using the effective interest method	2,940,835	2,474,027	2,598,668	2,336,933
- Cash and current accounts with Central Banks at amortised cost	99,244	110,145	74,716	100,531
- Placements with banks and public institutions at amortised cost	121,759	224,163	118,294	231,869
- Loans and advances to customers at amortised cost	1,915,830	1,592,279	1,646,458	1,484,136
- Debt instruments at fair value through other items of comprehensive income	481,610	384,447	473,953	381,562
- Debt instruments at amortised cost	322,392	162,993	285,247	138,835
Other similar interest income	156,202	116,359	-	8,084
- Finance lease receivables	156,202	108,211	-	-
- Non-recourse factoring receivables	-	8,148	-	8,084
Total interest income	3,097,037	2,590,386	2,598,668	2,345,017
Interest expense related to financial liabilities measured at amortized cost	1,131,754	1,044,603	1,059,405	1,016,830
- Cash and current accounts with Central Banks	-	-	-	-
- Deposits from banks	2,526	1,243	3,068	1,567
- Deposits from customers	873,192	819,091	814,335	805,915
- Loans from banks and other financial institutions	256,036	224,269	242,002	209,348
Other similar expense	3,761	2,805	4,091	3,455
- Lease liabilities	3,761	2,805	4,091	3,455
Total interest expense	1,135,515	1,047,408	1,063,496	1,020,285
Net interest income	1,961,522	1,542,978	1,535,172	1,324,732

Interest income as at March 31, 2025 includes the net interest income on impaired financial assets amounting RON 115,070 thousand (2024: RON 79,915 thousand) for the Group and RON 56,330 thousand (2024: RON 57,502 thousand) for the Bank.

The interest income and expense related to the financial assets and liabilities, other than those held at fair value through profit or loss, are determined using the effective interest rate method.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

6. Net fee and commission income

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Fee and commission income				
Commissions from treasury and inter-bank operations	88,937	79,846	88,992	79,854
Client transactions (i)	506,706	433,509	428,843	376,228
Lending activity (ii)	5,891	3,454	3,273	2,748
Finance lease management	-	2,836	-	-
Asset management (iii)	15,338	9,746	-	-
Other fee and commission income	2,008	1,874	126	392
Total fee and commission income from contracts with customers	618,880	531,265	521,234	459,222
Fee income from financial guarantee contracts (iv)	21,917	14,777	18,800	14,544
Total fee and commission income	640,797	546,042	540,034	473,766
Fee and commission expense				
Commissions from treasury and inter-bank	174,822	154,169	145,739	129,384
Client transactions	68,596	53,781	51,171	43,851
Lending activity (i)	14,377	(261)	17,579	3,845
Other fees and commissions	717	672	894	757
Fee and commission expenses	258,512	208,361	215,383	177,837
Net fee and commission income	382,285	337,681	324,651	295,929

(i) Fees related to transactions with clients mainly include cards fees, payments/collections fees, custody fees and other fees related to transactions with clients

(ii) Lending-related fees include amendment fees, factoring fees, debt recovery fees

(iii) This category includes the management commissions of open and alternative investment funds

(iv) Although the fee income from financial guarantee contracts and loan commitments is recognised in accordance with the principle of IFRS 15 the financial guarantee contracts is in the scope IFRS 9 and the fee income from it is not revenue from contracts with customers. The Group and the Bank presents the fee income from financial guarantees as part of total fee and commission income.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

7. Net trading income

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Net income from foreign exchange transactions	195,241	170,422	163,677	145,058
Net income/ (Expense) from derivatives	28,988	13,371	14,435	13,397
Net income/ (Expense) from financial assets held-for-trading	21,801	10,451	328	1,124
(Expense)/ net income from foreign exchange position revaluation	(1,433)	(3,383)	5,488	(3,056)
Net trading income	244,597	190,861	183,928	156,523

8. Net gain/loss (-) from financial assets measured at fair value through comprehensive income

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Income from the sale of financial assets measured at fair value through other items of comprehensive income	4,010	62,317	3,998	61,106
Losses from the sale of financial assets measured at fair value through other items of comprehensive income	(253)	(433)	(253)	(433)
Net income from financial assets measured at fair value through comprehensive income	3,757	61,884	3,745	60,673

9. Net gain/loss (-) from financial assets which are required to be measured at fair value through profit or loss

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Income from financial assets which are required to be measured at fair value through profit or loss	109,942	66,109	129,459	88,365
Losses from financial assets which are required to be measured at fair value through profit or loss	(66,973)	(21,886)	(65,597)	(28,137)
Net income/(expense) from financial assets which are required to be measured at fair value through profit or loss	42,969	44,223	63,862	60,228

10. Contribution to the Bank Deposit Guarantee Fund and to the Resolution Fund

The impact of the breakdown of the annual contribution to the two funds, as reflected in the separate and consolidated statement of financial position, is the following:

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Contribution to the Bank Deposit Guarantee Fund	47,069	45,743	45,804	44,875
Bank Resolution Fund	49,047	25,551	45,861	19,796
Total	96,116	71,294	91,665	64,671

Notes to the Interim Condensed Consolidated and Separate Financial Statements

11. Other operating income

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Dividend income	-	-	16,921	-
Income from insurance intermediation	61,123	50,335	39,673	33,773
Income regarding movable and immovable assets resulting from debt enforcement	1,416	2,662	931	1,612
Income from indemnities, fines and penalties	2,199	1,899	1,562	1,016
Income from VISA, MASTERCARD, WU services	30,497	29,399	30,490	29,393
Other operating income (i)	23,668	25,363	20,452	10,810
Total	118,903	109,658	110,029	76,604

(i) The category "Other operating income" includes the following types of income: debt recoveries related to closed accounts, cash at hand differences, income from recovered legal expenses, other recoveries from operating expenses.

12. Net income (-)/expenses from impairment allowance, expected losses on assets, provisions for other risks and loan commitments

(a) Impairment or reversal of impairment on financial assets not measured at fair value through profit or loss

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Net impairment allowance on assets (i)	355,737	66,780	278,114	8,704
Net loss on loans written off	341	22	-	-
Net loss on finance lease receivables written off	200	129	-	-
Provisions for other risks and loan commitments	(31,360)	(19,602)	(6,268)	(14,268)
Recoveries from loans written off	(31,432)	(39,639)	(25,910)	(36,971)
Recoveries from finance lease receivables written off	(255)	(180)	-	-
Net income (-)/Expenses from impairment allowance, expected losses on assets, provisions for other risks and loan commitments	293,231	7,510	245,936	(42,535)

(i) Net impairment allowance on assets include the following:

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Loans and advances to customers	364,185	47,417	277,519	13,828
Treasury and inter-bank operations	(2,137)	1,260	(2,161)	(1,799)
Finance lease receivables	(17,202)	19,147	-	-
Investments in subsidiaries	2,005	-	-	-
Investment securities	11,814	3,958	7,338	2,710
Other financial assets	(2,928)	(5,002)	(4,582)	(6,035)
Net impairment allowance on assets	355,737	66,780	278,114	8,704

Notes to the Interim Condensed Consolidated and Separate Financial Statements

12. Net income (-)/expenses from impairment allowance, expected losses on assets, provisions for other risks and loan commitments (*continued*)

(b) Other Provisions and reversal of provisions

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Other non-financial assets	(2,643)	(709)	(1,423)	-
Tangible and intangible assets	(423)	-	-	-
Litigation and other risks	739	(3,860)	49	(3,424)
Other Provisions and reversal of provisions	(2,327)	(4,569)	(1,374)	(3,424)

13. Personnel expenses

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Gross salaries	647,528	449,783	436,078	372,625
Social protection contribution	24,113	18,388	13,462	11,194
Share-based payments to employees	46,660	36,086	46,660	36,086
3rd Pension Pillar	4,095	3,965	3,712	3,602
Other staff expenses	36,346	33,139	29,223	28,747
Net expenses with provisions for overdue vacations and other provisions	(36,671)	38,512	47,658	29,859
Total	722,071	579,873	576,793	482,113

14. Other operating expenses

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Rent and operating lease expense	5,530	2,480	3,739	1,917
Repairs and maintenance expenses	136,489	86,325	90,973	75,290
Advertising, marketing, entertainment and sponsorship expenses	55,709	31,110	44,099	26,374
Mail, telecommunication and SMS traffic expenses	29,575	18,596	18,594	15,737
Materials and stationery expenses	27,902	25,276	20,777	22,160
Other professional fees, including legal expenses	9,667	10,000	8,314	8,501
Electricity and heating	17,807	10,979	15,763	9,409
Business travel, transportation and temporary relocation expenses	20,396	17,045	18,380	16,035
Insurance costs	11,174	8,536	7,057	7,639
Taxes (*)	81,465	72,107	76,140	70,285
Write-off and loss on disposal of tangible assets	4,676	-	226	-
Write-off and loss on disposal of intangible assets	21,547	-	-	-
Security and protection	10,352	8,552	9,157	8,030
Expenses related to archiving services	4,116	6,227	3,574	5,963
Expenses related to database queries from the Trade Register and the Credit Bureau	3,037	2,155	2,536	1,614
Expenses with foreclosed assets	2,958	2,267	1,938	2,016
Audit, advisory and other services provided by the independent auditor	2,076	3,320	1,192	2,484
Other operating expenses	52,053	33,453	31,925	23,587
Total other operating expenses	496,529	338,428	354,384	297,041

(*) Starting from 2024, the "Taxes and contributions" line also includes the turnover tax calculated for the reported period, representing 2% of the turnover, amounting RON 78,109 thousand for the Group and RON 75,602 thousand for the Bank.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

15. Income tax expense

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-03-2024	31-03-2025	31-03-2024
Gross Profit	1,011,687	1,308,155	842,733	1,072,628
Statutory tax rate (2025: 16%; 2024: 16%) (*)	(161,870)	(209,305)	(134,837)	(171,620)
Fiscal effect of income tax on the following elements:	27,219	33,557	48,390	12,232
- Non-taxable income	24,074	46,937	30,394	29,872
- Non-deductible expense	(72,323)	(37,718)	(56,139)	(41,145)
- Tax deductions	39,271	24,348	36,894	23,506
- Income related items	(91,808)	(17)	(90,622)	(1)
- Expense related items	123,086	7	122,944	-
- Current profit tax from previous years related to acquisitions	4,919	-	4,919	-
Income tax expense	(134,651)	(175,748)	(86,447)	(159,388)

(*) Income tax rate for Victoriabank S.A. and BT Leasing MD S.R.L. is 12%.

16. Cash and current accounts with Central Banks

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Minimum reserve requirement	19,201,339	16,501,355	17,159,809	12,193,009
Cash on hand and other values	4,672,664	5,448,815	4,403,732	4,715,351
Total	23,874,003	21,950,170	21,563,541	16,908,360

Reconciliation of cash and cash equivalents with the separate and consolidated statement of financial position.

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Cash and current accounts with Central Banks (*)	23,869,601	17,425,427	21,308,783	16,906,873
Placements with banks - maturity below 3 months	7,559,492	11,239,353	5,893,076	10,005,003
Reverse-repo transactions	500,485	1,000,412	500,485	1,000,412
Loans and advances to credit institutions with maturity below 3 months	-	-	-	-
Financial assets measured at fair value through other items of comprehensive income with maturity below 3 months	-	298,328	-	298,328
Financial assets at amortized cost – debt instruments	191,534	585,123	-	-
Cash and cash equivalents in the cash flow statement	32,121,112	30,548,643	27,702,344	28,210,616

(*) At Group level, the cash and current accounts with Central Banks do not include the accrual and interest receivable in the amount of RON 4,402 thousand (2024: RON 3,402 thousand) and at the level of the Bank in the amount of RON 1,889 thousand (2024: RON 1,487 thousand)

Notes to the Interim Condensed Consolidated and Separate Financial Statements

17. Placements with banks and public institutions

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Current accounts with other banks	1,166,015	1,120,402	845,842	801,165
Sight, collateral and term deposits with other banks	6,746,183	11,134,045	5,940,237	10,437,501
Reverse repo transactions	500,564	1,001,246	500,564	1,001,246
Loans and advances to credit institutions	462,046	459,177	462,046	1,372,145
Total	8,874,808	13,714,870	7,748,689	13,612,057

Except for sale and reverse-repo agreements, the amounts due from other banks are not guaranteed.

As at March 31, 2025, the placements with banks included reverse-repo securities, term deposits and loans and advances to credit institutions with maturity up to 3 months, which are also included in the separate and consolidated statement of cash flows, as follows: reverse-repo in amount of RON 500,485 thousand, deposits in amount of RON 5,688,801 thousand and loans and advances to credit institutions of RON 0 thousand at Group level, and reverse-repo of RON 500,485 thousand, deposits in amount of RON 5,128,869 thousand and loans and advances to credit institutions in amount of RON 0 thousand at Bank level (December 31, 2024: reverse-repo in amount of RON 1,000,412 thousand, deposits in amount of RON 9,031,928 thousand and loans and advances to credit institutions of RON 0 thousand at Group level, and reverse-repo in amount of RON 1,000,412 thousand, deposits in amount of RON 8,471,996 thousand and loans and advances to credit institutions in amount of RON 0 thousand at Bank level).

18. Financial assets at fair value through profit or loss

a) Held-for-trading financial assets measured at fair value through profit or loss

The structure of financial assets held-for-trading and measured at fair value through profit or loss is presented in the table below:

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Equity instruments	264,274	249,120	18,160	17,833
Debt instruments	147,310	140,697	-	-
Total	411,584	389,817	18,160	17,833

b) Financial assets which are required to be measured at fair value through profit or loss

The structure of financial assets which are required to be measured at fair value through profit or loss is presented in the table below:

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Equity instruments (*)	428,600	406,759	428,600	373,337
Debt instruments	1,040,098	1,062,255	1,646,273	1,642,097
Total	1,468,698	1,469,014	2,074,873	2,015,434

(*) The Group and the Bank have included in this category the VISA and Mastercard shares, both the ordinary ones from category A / B, as well as the preferential ones from category C.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

19. Loans and advances to customers

The Group's and Bank's commercial lending is concentrated on Romanian and Moldavian companies and individuals.

The structure of the credit portfolio of the Group and the Bank as at March 31, 2025 and December 31, 2024 is the following:

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Corporate and government institutions	39,735,249	39,410,672	45,244,725	40,584,047
Small and medium enterprises	13,879,193	13,400,980	13,323,240	11,695,683
Consumer loans and card loans granted to retail customers	16,947,192	16,522,596	16,265,558	14,520,308
Mortgage loans	24,538,716	24,083,037	23,970,571	19,303,938
Loans granted by non-banking financial institutions	2,717,924	2,612,419	-	-
Other	95,674	85,559	87,283	78,423
Total loans and advances to customers before impairment allowance	97,913,948	96,115,263	98,891,377	86,182,399
Allowances for impairment losses on loans	(5,759,986)	(5,335,637)	(5,474,039)	(4,792,410)
Total loans and advances to customers net of impairment allowance	92,153,962	90,779,626	93,417,338	81,389,989

The risk distribution of the credit portfolio per sectors as at 31 March 2025 and 31 December 2024, is the following:

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Retail	42,846,397	41,926,881	40,323,412	33,902,669
Government Bodies	10,248,686	10,221,339	10,242,725	10,107,807
Trading	9,601,797	9,958,558	8,650,506	8,151,107
Manufacturing	7,050,062	6,968,403	6,687,783	5,948,616
Real Estate	4,703,424	4,599,634	4,706,766	3,268,275
Agriculture	4,620,074	4,483,984	4,530,162	3,567,576
Services	4,085,437	4,442,282	3,716,433	3,762,432
Constructions	3,175,024	3,072,761	3,066,379	2,652,422
Transportation	2,765,970	3,055,221	2,466,888	2,514,925
Energy Industry	2,294,584	2,135,772	2,213,071	1,850,760
Health and social care services	1,866,245	-	1,840,182	-
Financial Institutions	1,544,118	1,511,080	7,701,232	7,345,469
Self-employed	1,517,670	1,412,545	1,245,437	1,088,856
Others	659,491	1,592,231	619,302	1,386,875
Telecommunications	480,877	440,984	466,244	413,199
Mining Industry	194,558	115,735	192,651	86,868
Chemical Industry	129,014	160,921	124,699	119,460
Education	115,067	-	83,631	-
Fishing	15,453	16,932	13,874	15,083
Total loans and advances to customers before impairment allowance	97,913,948	96,115,263	98,891,377	86,182,399
Allowances for impairment losses on loans	(5,759,986)	(5,335,637)	(5,474,039)	(4,792,410)
Total loans and advances to customers, net of impairment allowance	92,153,962	90,779,626	93,417,338	81,389,989

Starting with 2025, the industrial classification reflects NACE Rev. 3 according to GD 284/2025. Comparative data are presented according to the previous structure, without retroactive adjustments (note 1 e) (iv)).

The explanatory notes to the financial statements from page 11 to page 56 are an integral part of these financial statements.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

20. Finance lease receivables

The Group acts as a lessor under finance lease agreements, concluded mainly for financing motor vehicles and equipment. The lease agreements are denominated in EUR, RON and MDL and typically run for a period between 2 and maximum 10 years, with the transfer of ownership over the leased assets upon the termination of the lease agreement.

The lease receivables are secured by the underlying assets and by other collateral. The breakdown of finance lease receivables according to their maturity is presented below:

<i>In RON thousand</i>	31-03-2025	31-12-2024
Finance lease receivables with maturity below 1 year, gross	2,387,496	2,367,470
Finance lease receivables with maturity between 1-2 years, gross	1,783,445	1,789,151
Finance lease receivables with maturity between 2-3 years, gross	1,279,404	1,289,248
Finance lease receivables with maturity between 3-4 years, gross	765,448	790,037
Finance lease receivables with maturity between 4-5 years, gross	304,729	324,513
Finance lease receivables with maturity above 5 years, gross	27,945	26,114
Total finance lease receivables, gross	6,548,467	6,586,533
Future interest related to finance lease receivables	(700,318)	(725,966)
Total finance lease receivables, net of future interest	5,848,150	5,860,567
Impairment allowances for finance lease receivables	(250,066)	(270,331)
Total finance lease receivables	5,598,084	5,590,236

The lease contracts are originated and managed through BT Leasing Transilvania IFN S.A., BT Leasing MD S.R.L. and Avant Leasing IFN S.A..

21. Investment securities

a) Financial assets measured at fair value through other items of comprehensive income

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Debt instruments, of which	42,922,807	43,780,045	42,425,509	43,102,794
- Central administrations	40,936,453	41,803,049	40,439,154	41,125,798
- Credit institutions	1,481,537	1,468,254	1,481,537	1,468,254
- Other financial companies	504,817	508,742	504,818	508,742
- Non-financial institutions	-	-	-	-
Equity instruments, of which:	173,551	171,366	22,783	22,780
- Other financial companies	143,773	141,588	19,976	19,973
- Non-financial institutions	29,778	29,778	2,807	2,807
Loans and advances to customers	26,177	25,924	26,177	25,924
- Central administrations	26,177	25,924	26,177	25,924
Total	43,122,535	43,977,335	42,474,469	43,151,498

Notes to the Interim Condensed Consolidated and Separate Financial Statements

21. Investment securities (continued)

b) Financial assets at amortized cost - debt instruments

In the period ended on March 31, 2025, the Group classified as financial assets measures at amortized cost - debt instruments, bonds in amount of RON 24,742,038 thousand, and the Bank bonds in amount of RON 22,832,008 thousand (December 31, 2024: RON 22,401,071 thousand for the Group and RON 19,376,763 thousand for the Bank).

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Debt instruments, of which				
- Central Banks	191,534	585,123	-	-
- Central administrations	22,086,323	19,356,757	20,369,827	16,917,571
- Credit institutions	866,741	867,818	866,741	867,818
- Other financial companies	1,528,846	1,523,608	1,528,846	1,523,608
- Non-financial institutions	68,593	67,765	68,594	67,766
Total	24,742,038	22,401,071	22,834,008	19,376,763

22. Other financial assets

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Amounts under settlement	1,089,292	951,326	1,046,260	858,008
Non-recourse factoring	561,226	664,941	557,392	646,520
Sundry debtors and advances for non-current assets	653,539	680,265	479,822	469,911
Cheques and other instruments to be encashed	66,587	78,001	66,587	57,170
Other financial assets	55,973	98,771	49,512	58,024
Impairment allowance for other financial assets	(121,773)	(145,937)	(68,356)	(76,555)
Total	2,304,844	2,327,367	2,131,217	2,013,078

As at March 31, 2025, out of RON 2,304,844 thousand (December 31, 2024: RON 2,327,367 thousand), the Group's other impaired financial assets amounted to RON 111,781 thousand (December 31, 2024: RON 132,247 thousand).

As at March 31, 2025 out of RON 2,131,217 thousand (December 31, 2024: RON 2,013,078 thousand), the Bank's other impaired financial assets amounted to RON 53,271 thousand (December 31, 2024: RON 53,109 thousand).

23. Other non-financial assets

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Inventories and similar assets	118,743	154,960	77,545	69,569
Prepaid expenses	170,227	174,416	130,839	136,579
VAT and other taxes to be received	6,298	3,224	5,223	1,496
Other non-financial assets	96,982	90,344	45,838	43,131
Impairment allowance for other non-financial assets	(15,052)	(17,700)	(6,661)	(6,661)
Total	377,198	405,244	252,784	244,114

24. Deposits from banks

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Sight demand	381,527	688,183	394,815	662,005
Term deposits	121,110	262,972	121,110	511,773
Total	502,637	951,155	515,925	1,173,778

Notes to the Interim Condensed Consolidated and Separate Financial Statements

25. Deposits from customers

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Current accounts	77,187,646	80,616,609	73,976,009	73,448,427
Sight demand	1,206,208	1,490,483	1,270,045	1,045,586
Term deposits	85,765,953	84,417,244	83,652,283	75,233,217
Collateral deposits	1,275,244	1,344,930	1,222,863	1,058,024
Total	165,435,051	167,869,266	160,121,200	150,785,254

Deposits from customers can be also analyzed as follows:

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Retail	108,270,579	108,514,223	104,253,078	98,028,750
Companies	57,164,472	59,355,043	55,868,122	52,756,504
Total	165,435,051	167,869,266	160,121,200	150,785,254

26. Loans from banks and other financial institutions

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Loans from government entities	26,772	27,703	-	-
Loans from commercial banks	592,618	686,506	-	-
- Romanian banks	592,618	686,506	-	-
- Foreign banks	-	-	-	-
Loans from development banks	916,648	939,485	889,195	900,339
Repurchase agreements (repo transactions)	1,395,976	201,226	1,395,976	162,529
Other funds from financial institutions	139,115	144,069	2,357	2,531
Issued bonds	10,423,760	10,238,727	10,328,232	10,144,092
Total	13,494,889	12,237,716	12,615,760	11,209,491

The covenants stipulated in the loan agreements signed with the creditors were met by the Group and the Bank at March 31, 2025 and December 31, 2024.

The table below summarizes the underlying securities of repo agreements

<i>In RON thousand</i>	Group			
	31-03-2025		31-12-2024	
	Carrying amount		Carrying amount	
	Transferred assets	Related liabilities	Transferred assets	Related liabilities
Financial assets measured at fair value through other items of comprehensive income	1,358,595	1,325,000	162,603	162,529
Financial assets at amortized cost	70,954	70,976	38,872	38,697
Total	1,429,549	1,395,976	201,475	201,226

<i>In RON thousand</i>	Bank			
	31-03-2025		31-12-2024	
	Carrying amount		Carrying amount	
	Transferred assets	Related liabilities	Transferred assets	Related liabilities
Financial assets measured at fair value through other items of comprehensive income	1,358,595	1,325,000	162,603	162,529
Financial assets at amortized cost	70,954	70,976	-	-
Total	1,429,549	1,395,976	162,603	162,529

Notes to the Interim Condensed Consolidated and Separate Financial Statements

27. Subordinated liabilities

As at March 31, 2025 and December 31, 2024, the covenants stipulated in the loan agreements signed with the creditors were met by the Bank and the Group.

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Loans from development banks and financial institutions	125,166	122,959	-	-
Non-convertible bonds	2,454,247	2,407,576	2,451,805	2,405,137
Total	2,579,413	2,530,535	2,451,805	2,405,137

28. Provisions for other risks and loan commitments

The following items are included under Provisions for other risks and loan commitments:

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Provisions for loan commitments, financial guarantees and other commitments given	383,211	416,485	358,124	346,802
Provisions for employee benefits as compensated absences	63,303	49,521	53,042	29,094
Provisions for other employee benefits	180,745	232,768	121,835	78,523
Provisions for litigation, other risks and charges (*)	129,343	128,664	121,923	45,693
Total	756,602	827,438	654,924	500,112

(*) Provisions for other risks and charges primarily include provisions for litigation and other risks taken after the merger with Volksbank Romania S.A. , Bancpost S.A.. and OTP Bank S.A..

29. Other financial liabilities

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Amounts under settlement	3,701,838	3,159,476	3,066,100	2,238,406
Sundry creditors	584,293	483,664	395,335	263,358
Dividends payable	34,948	35,090	34,910	35,052
Other financial liabilities	59,498	89,480	39,980	46,075
Total	4,380,577	3,767,710	3,536,325	2,582,891

30. Other non-financial liabilities

	Group		Bank	
<i>In RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Other taxes payable	160,459	191,980	133,985	144,639
Other non-financial liabilities	138,968	120,993	104,625	76,024
Total	299,427	312,973	238,610	220,663

Notes to the Interim Condensed Consolidated and Separate Financial Statements

31. Earnings per share

The calculation of basic earnings per share was based on the net consolidated profit attributable to ordinary shareholders of the parent company of RON 857,760 thousand (2024: RON 1,051,941 thousand) and on the weighted average number of ordinary shares outstanding during the year of 1,088,298,653 (2024 recalculated: 1,089,314,854 shares).

The diluted earnings per share is equal to the basic earnings per share.

	Group	
	31-03-2025	31-03-2024
Ordinary shares issued as at 1 January	916,879,846	798,658,233
The impact of shares issued as of 1 January	173,442,379	118,221,613
The impact of the shares repurchased during the year	(2,023,572)	(1,007,371)
The impact of the shares obtained from bonds conversion	-	-
The retroactive adjustment of the weighted average number of outstanding shares as at March 31, 2024	-	173,442,379
Weighted average number of shares	1,088,298,653	1,089,314,854
The number of shares that may be issued upon the conversion of bonds into shares	-	-
Weighted average number of diluted shares	1,088,298,653	1,089,314,854

32. Capital management

The Bank's Board of Directors approves the conceptual design of the internal process for the assessment of the capital adequacy to risks, at least the scope, methodology and general objectives, and establishes the strategy regarding the planning of the capital, own funds and the capital adequacy to risks in Banca Transilvania S.A..

The Board of Directors makes decisions regarding the directions to be followed within the capital adequacy process, establishes the main projects in the field to be implemented, as well as the main objectives to be met for the best control of the correlation of the risks to which the Bank is exposed and the necessary shareholders' equity required to cover them and the development of sound risk management systems.

The National Bank of Romania monitors capital requirements both at the Group and at the Bank level.

Capital adequacy is determined according to the Regulation (EU) No 575/2013 of the European Parliament and of the Council and requires a minimum mandatory own funds level of:

- 4.5 % for core tier 1 own funds;
- 6.0 % for tier 1 own funds;
- 8.0 % for total own funds.

Likewise, pursuant to the regulated approaches for the determination of the minimum capital requirements and the EU Regulation 575/2013 corroborated with the provisions of the NBR Regulation 5/2013 and considering the capital buffers required by the NBR, the Group and the Bank maintain:

- a capital conservation buffer of 2.5% of the total value of the risk-weighted exposures between January 1, 2025 - March 31, 2025;
- an O-SII buffer of 2% of the total risk weighted exposures;
- a systemic risk buffer of 0% of the total value of the risk-weighted exposures for the period July 1, 2022 - March 31, 2025;
- the anticyclical capital buffer specific to the institution of 1% of the value of the risk-weighted valid starting from October 2023.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

32. Capital management (continued)

Own funds adequacy

The Group and the Bank use the following calculation methods in order to determine own fund requirements:

- Credit risk: standardized method;
- Market risk: capital requirements with respect to the foreign exchange risk and the trading portfolio are calculated based on the standard method;
- Operational risk: own fund requirements for the coverage of operational risk are calculated according to the base method.

The Group and the Bank comply with the above regulations, the level of the capital adequacy ratio exceeding the minimum mandatory requirements imposed by the law.

As at March 31, 2025 and December 31, 2024, the Group and the Bank complied with all the capital adequacy requirements. Under the current capital requirements set by the European Banking Authority, banks have to maintain a ratio of regulatory capital to risk weighted assets ("statutory capital ratio") above a prescribed minimum level. The amount of capital that the Group managed was RON 17,915,681 thousand as of March 31, 2025 (December 31, 2024: RON 18,809,175 thousand), regulatory capital amounts to RON 12,129,427 thousand (December 31, 2024: RON 11,861,816 thousand) and the Group and the Bank have complied with all externally imposed capital requirements for period ended March 31, 2025 and December 31, 2024.

According to the applicable legal requirements on regulatory capital, the Group's and the Bank's own funds include:

- Tier I, which includes subscribed and paid in capital, share premiums, eligible reserves, retained earnings and deductions laid down in the applicable legal provisions;
- Tier II own funds, which include subordinated loans and deductions laid down in the applicable legal provisions.

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.

The planning and monitoring activity takes into consideration the total own funds, on the one hand and the requirements of own funds, on the other hand.

The level and the requirements of own funds as at March 31, 2025 and December 31, 2024 are as follows:

<i>In RON thousand</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Tier 1 own funds	15,835,536	16,707,830	13,727,933	14,413,233
Tier 2 own funds	2,080,145	2,101,345	1,954,979	1,978,386
Total own funds	17,915,681	18,809,175	15,682,912	16,391,619

The capital adequacy ratio (CAR) is calculated as a ratio between own funds and total risk-weighted assets:

<i>In %</i>	Group		Bank	
	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Core tier one ratio	17.62	19.02	17.30	20.83
Tier 1 ratio	17.62	19.02	17.30	20.83
CAR	19.94	21.41	19.76	23.69

Note: The calculation of the Group's and the Bank's own funds considers the statutory profit of the Group, respectively of the Bank for the financial period ended on December 31, 2024. For the three-month period ended March 31, 2025, the current profit was not considered in the calculation of own funds. Regulatory capital as at December 31, 2024 was calculated according to the IFRS standards endorsed by the European Union. 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.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

32. Capital management (*continued*)

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.

33. Credit risk management

Concentrations of credit risk that arise from financial instruments exist for groups of counterparties when they have similar economic characteristics that would cause their ability to meet contractual obligations to be similarly affected by changes in economic or other conditions. The major concentrations of credit risk arise by individual counterparty and by type of customer in relation to the Group's and the Bank's loans and advances, loan commitments, finance lease and guarantees issued. The table below presents the concentration by class of the on-balance sheet exposures related to the Group's and the Bank's loan and leasing portfolio:

	Group		Bank	
<i>RON thousand</i>	31-03-2025	31-12-2024	31-03-2025	31-12-2024
Corporate and public institutions	39,735,249	39,410,671	45,244,725	40,584,047
Small and medium enterprises	13,879,193	13,400,981	13,323,240	11,695,683
Consumer loans and card loans granted to retail customers	16,947,192	16,522,596	16,265,558	14,520,308
Mortgage loans	24,538,716	24,083,037	23,970,571	19,303,938
Loans and finance lease receivables granted by non-banking financial institutions	8,566,074	8,472,986	-	-
Other	95,674	85,559	87,283	78,423
Total loans and advances to customers and financial lease receivables before impairment allowance	103,762,098	101,975,830	98,891,377	86,182,399
Allowances for impairment losses on loans and financial lease receivables	(6,010,052)	(5,605,968)	(5,474,039)	(4,792,410)
Total loans and advances to customers and financial lease receivables net of impairment allowance	97,752,046	96,369,862	93,417,338	81,389,989

At March 31, 2025, the total irrevocable on-balance and off-balance sheet exposure was of RON 109,358,758 thousand (December 31, 2024: RON 108,846,295 thousand) for the Group and RON 103,329,531 thousand (December 31, 2024: RON 89,925,528 thousand) for the Bank. The amounts presented above reflect the maximum accounting loss that would be recognized at the reporting date if the customers failed completely to perform their contractual obligations and if any collateral or security proved to be of no value. The Group and the Bank hold guarantees for loans and advances to customers in the form of pledge over cash deposits, mortgage over property, guarantees and other pledges over equipment and/or receivables. The estimates of fair value are based on the collateral value assessed at the date of lending, except when a loan is individually assessed subsequently. Collateral is generally not held over loans and advances to banks.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

33. Credit risk management (continued)

The Group and the Bank use risk grades for loans both individually and collectively assessed. According to the Group's and the Bank's policies, a loan can be assigned a corresponding risk grade based on a 6-level classification: very low risk, low risk, moderate risk, sensitive risk, high risk and the highest risk for non-performing loans (default).

The classification of loans into groups is mainly based on the client scoring systems of the Group and the Bank.

The exposures to credit risk for loans and advances to customers and financial lease receivables at Group consolidated level, as at March 31, 2025, are presented below:

At amortized cost <i>In RON thousand</i>	Assets for which the credit risk has not increased significantly since the initial recognition (Stage 1)	Assets for which the credit risk has significantly increased since the initial recognition, but which are not impaired (Stage 2)	Assets impaired at the reporting date (Stage 3)	Assets impaired on initial recognition (POCI)	Total 2025
Corporate and government institutions	33,664,456	4,963,227	921,502	186,064	39,735,249
Small and medium enterprises	10,399,578	2,645,560	751,422	82,633	13,879,193
Consumer loans and card loans granted to retail customers	13,110,360	2,796,556	916,204	124,072	16,947,192
Mortgage loans	21,304,339	2,912,466	206,935	114,976	24,538,716
Loans and finance lease receivables granted to non-banking financial institutions	6,281,010	1,566,513	615,477	103,074	8,566,074
Other	663	73,583	21,308	120	95,674
Total loans and advances to customers and financial lease receivables before impairment allowance	84,760,406	14,957,905	3,432,848	610,939	103,762,098
Allowances for impairment losses on loans and financial lease receivables	(1,550,927)	(2,158,441)	(2,213,447)	(87,237)	(6,010,052)
Total loans and advances to customers and financial lease receivables net of impairment allowance	83,209,479	12,799,464	1,219,401	523,702	97,752,046

Notes to the Interim Condensed Consolidated and Separate Financial Statements

33. Credit risk management (*continued*)

The exposures to credit risk for loans and advances to customers and financial lease receivables at Group consolidated level, as at December 31, 2024, are presented below:

At amortized cost	Assets for which the credit risk has not increased significantly since the initial recognition (Stage 1)	Assets for which the credit risk has significantly increased since the initial recognition, but which are not impaired (Stage 2)	Assets impaired at the reporting date (Stage 3)	Assets impaired on initial recognition (POCI)	Total 2024
<i>In RON thousand</i>					
Corporate and public institutions	34,168,153	4,386,972	663,450	192,096	39,410,671
Small and medium enterprises	10,223,433	2,376,096	712,965	88,487	13,400,981
Consumer loans and card loans granted to retail customers	12,848,451	2,657,086	884,381	132,678	16,522,596
Mortgage loans	21,053,574	2,718,801	189,748	120,914	24,083,037
Loans and finance lease receivables granted to non-banking financial institutions	6,152,668	1,599,722	603,852	116,744	8,472,986
Other	23	65,385	20,062	89	85,559
Total loans and advances to customers and financial lease receivables before impairment allowance	84,446,302	13,804,062	3,074,458	651,008	101,975,830
Allowances for impairment losses on loans and advances to customers, financial lease receivables	(1,550,102)	(2,029,087)	(1,959,456)	(67,323)	(5,605,968)
Total loans and advances to customers and financial lease receivables net of impairment allowance	82,896,200	11,774,975	1,115,002	583,685	96,369,862

Notes to the Interim Condensed Consolidated and Separate Financial Statements

33. Credit risk management (*continued*)

The exposures to credit risk for loans and advances to customers at Bank level, as at March 31, 2025, are presented below:

	Assets for which the credit risk has not increased significantly since the initial recognition (Stage 1)	Assets for which the credit risk has significantly increased since the initial recognition, but which are not impaired (Stage 2)	Assets impaired at the reporting date (Stage 3)	Assets impaired on initial recognition (POCI)	Total 2025
At amortized cost					
<i>In RON thousand</i>					
Corporate and government institutions	39,263,063	4,905,362	890,236	186,064	45,244,725
Small and medium enterprises	9,916,404	2,591,619	733,118	82,099	13,323,240
Consumer loans and card loans granted to retail customers	12,479,741	2,777,686	883,708	124,423	16,265,558
Mortgage loans	20,749,741	2,905,297	200,557	114,976	23,970,571
Other	663	65,252	21,249	119	87,283
Total loans and advances to customers before impairment allowance	82,409,612	13,245,216	2,728,868	507,681	98,891,377
Allowances for impairment losses on loans	(1,528,810)	(2,028,213)	(1,855,122)	(61,894)	(5,474,039)
Total loans and advances to customers net of impairment allowance	80,880,802	11,217,003	873,746	445,787	93,417,338

The exposures to credit risk for loans and advances to customers at Bank level, as at December 31, 2024, are presented below:

	Assets for which the credit risk has not increased significantly since the initial recognition (Stage 1)	Assets for which the credit risk has significantly increased since the initial recognition, but which are not impaired (Stage 2)	Assets impaired at the reporting date (Stage 3)	Assets impaired on initial recognition (POCI)	Total 2024
At amortized cost					
<i>In RON thousand</i>					
Corporate and public institutions	35,904,623	4,053,479	562,583	63,362	40,584,047
Small and medium enterprises	8,828,433	2,230,604	622,735	13,911	11,695,683
Consumer loans and card loans granted to retail customers	11,038,655	2,582,650	833,561	65,442	14,520,308
Mortgage loans	16,505,280	2,612,333	158,561	27,764	19,303,938
Other	23	58,310	20,004	86	78,423
Total loans and advances to customers and financial lease receivables before impairment allowance	72,277,014	11,537,376	2,197,444	170,565	86,182,399
Allowances for impairment losses on loans and advances to customers, financial lease receivables	(1,420,521)	(1,818,407)	(1,526,282)	(27,200)	(4,792,410)
Total loans and advances to customers and financial lease receivables net of impairment allowance	70,856,493	9,718,969	671,162	143,365	81,389,989

Notes to the Interim Condensed Consolidated and Separate Financial Statements**33. Credit risk management (continued)****Synthetic securitisation activity related to the loan portfolio**

Banca Transilvania (the Bank) concluded on December 22, 2023 a non-STS synthetic securitisation transaction with the European Investment Fund (EIF) and the European Investment Bank (EIB), effective from March 31, 2024. The synthetic securitization transaction is structured on a portfolio of loans granted to legal entities, initial securitisation in amount of RON 2,027.5 million.

During the transaction, the Bank retains at least 5% of the exposure of each loan included in the securitization portfolio.

The credit risk of the mezzanine and senior tranches is transferred to the EIF, while the credit risk of the junior tranche, representing 1.6% from initial portfolio, is assumed by the Bank.

EIF - as Guarantor, issued an irrevocable and unconditional Financial Guarantee in favour of Banca Transilvania S.A. (the Beneficiary) to guarantee the coverage of the loss related to each reference obligation, should such loss be allocated to the mezzanine and senior tranche, initial total amount of RON 1,995.1 million which represents 98.4% of securitised portfolio, after exceeding the losses retained by the Bank related to junior tranche and synthetic excess spread (cumulatively 2.8% of the total volume of the initial portfolio).

The financial guarantee is treated separately and does not result in any changes to the financial characteristics of the loan, representing a distinct mechanism for covering credit risk. As a result, it does not impact the calculation of expected credit losses.

The scheduled maturity date of the guarantee is December 31, 2039.

The EIF guarantee is counter-guaranteed by the EIB through a back-to-back hedge arrangement.

The Bank's objective is to support the real economy by transferring the benefits of more efficient use of the Bank's capital to the end-customer, in the form of a lower cost of loan. To this end, Banca Transilvania S.A. has concluded with the EIB a Mezzanine and a Senior Retrocession Agreement and Commitment Agreement for increased support for SMEs and Midcaps, to supply new lending of more than RON 2.64 billion, including also projects aligned with climate action and environmental sustainability, thus supporting the transition to a low-carbon economy.

The below stated amounts represent the securitized portfolio as of March 31, 2025:

<i>RON million</i>						
	Date of contract	End of maturity	Portfolio type	Maximum amount of securitized portfolio	Securitized portfolio (Nb. Loans)	Outstanding amount
EIF synthetic securitization	2023	2039	SME & CO	2,027.5	15,677	2,017.59
Senior tranche				1,670.67		1,662.36
Mezzanine tranche				324.40		322.79
Junior tranche				32.44		32.44

At the end of the financial year, the losses were fully allocated to the excess synthetic spread. According to the contract, the Bank will be able to benefit from reimbursements in the future for the losses associated with the defaulted reference obligations, but this benefit will only become realizable after the complete allocation of the losses to the excess synthetic spread and junior tranche.

Notes to the Interim Condensed Consolidated and Separate Financial Statements**33. Credit risk management (continued)**

In accordance with the definition of a contingent asset, the bank considers that, although there is a possibility that an economic resource may be received in the future under the terms of the financial guarantee contract and the losses to be reimbursed, the realization of this asset remains uncertain. It depends on the allocation of losses to the excess synthetic spread and junior tranche.

The bank has not recognized this asset in the financial statements as of March 31, 2025, given the uncertainty regarding the timing and conditions under which the reimbursement will take place. The asset will be recognized only when there is virtually certain that the reimbursement will be made.

34. Business combinations**a) Acquisition of BCR Chisinau S.A.**

On January 15, 2024, Victoriabank S.A. acquired 100% of the share package in BCR Chisinau S.A.. The Victoriabank S.A. subsidiary is controlled by Banca Transilvania S.A., therefore, starting from this date, Banca Transilvania S.A. also holds control in BCR Chisinau S.A..

This acquisition enables the Group to significantly strengthen its existing market position in the Republic of Moldova.

In the period of 12 months until December 31, 2024 BCR Chisinau S.A. contributed with a gain of RON 3.7 million to the Group's results. For simplification purposes the gain considered to the group results include also the period from January 1 until January 15, 2024.

Total contribution of BCR Chisinau S.A. to the profit of the Group since the acquisition until the reporting date is presented below:

	In RON thousand
Net interest income	27,317
Net fee and commission income	1,440
Operating income	10,079
Operating expenses	(34,251)
Income tax expense (-)	(874)
Total	3,711

The consideration transferred

The fair value of the transferred consideration is RON 57,145 thousand and was paid in cash on the acquisition date. No capital instruments were issued as part of the acquisition of BCR Chisinau S.A..

Assets acquired and liabilities assumed

The table below summarizes the amounts recognized at the acquisition date in respect of the assets acquired and liabilities assumed for BCR Chisinau S.A.:

<i>RON thousand</i>	Accounting Value	Adjustments	Fair Value
Cash, cash equivalents and bank deposits	274,281	2,691	276,972
Loans and advances granted to customers, <i>out of which</i> :	297,895	(940)	296,955
- Gross book value	308,327	(11,372)	296,955
- Expected credit loss	(10,432)	10,432	-
Tangible and intangible fixed assets, investment property and assets related to the right of use	5,760	1,840	7,600
Other assets	179,840	4,403	184,243
Deposits from customers	(513,467)	(1,686)	(515,153)
Loans from banks	(22,034)	-	(22,034)
Other debts	(40,002)	1,408	(38,594)
Total net assets acquired	182,273	7,716	189,989

Notes to the Interim Condensed Consolidated and Separate Financial Statements

34. Business combinations (*continued*)

Fair value measurement

The following valuation techniques were used to determine the fair value of the acquired assets and assumed obligations:

- **Portfolio of loans and receivables from finance leases - performing:** value adjustments have been made to reflect differences in interest rates (contract versus market) as well as lifetime expected credit losses from a participant's perspective over the market. The valuation methodology sought to quantify the possible differences between the interest rates in force and those existing on the market at the valuation date;
- **The portfolio of loans and receivables from financial leasing contracts - non-performing:** the fair value analysis of non-performing loans focused on the ECL estimation, whereby the amount of expected credit losses was estimated taking into account the potential recoveries from guarantees;
- **Loans from banks and financial institutions:** adjustments were made to reflect the difference between contractual and market interest rates;

Bargain gain

The gain from the acquisition of BCR Chisinau S.A. in amount of RON 132,844 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 57,145 thousand) and the fair value of the assets and liabilities of BCR Chisinau S.A. on the date of taking control (in amount of RON 189,989 thousand). The amount is recognised in Statement of Profit or loss under the line "Bargain gain".

Costs related to the acquisition and integration of BCR Chisinau S.A.

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 BCR Chisinau S.A. amounted to RON 2,330 thousand, amounts that are included in the Profit or Loss Account under "Other operating expenses" and "Personnel expenses".

On March 01, 2025, Victoriabank S.A. completed its merger with BCR Chişinău S.A. The assets of the absorbed entity were transferred entirely and universally to Victoriabank S.A., thereby consolidating its position in the banking market of the Republic of Moldova.

b) Acquisition of OTP Group

On July 30, 2024, Banca Transilvania S.A. acquired 100% of the shares in OTP Bank Romania S.A.. According to the transaction, Banca Transilvania Financial Group also acquired the shares of other companies owned by OTP group in Romania, respectively OTP Leasing Romania IFN S.A., OTP Factoring SRL, OTP Advisors SRL, OTP Consulting Romania SRL, Rea Project One Company SRL and Govcka Project Company SRL.. Starting with October 2024, the Group has control in OTP Asset Management S.A.I S.A.. This acquisition enables the Group to significantly strengthen its existing market position in Romania.

In the period of 5 months until December 31, 2024, OTP group companies, except from OTP Asset Management SAI S.A., contributed with a profit of RON 55.65 million to the Group's results. In the period of 3 months until December 31, 2024 OTP Asset Management S.A.I S.A. contributed with a profit of RON 0.96 million to the Group's results. Total contribution of OTP Goup to the profit of the Group since the aquistion until the reporting date is presented below:

	In RON thousand
Net interest income	484,365
Net fee and commission income	39,316
Operating income	67,304
Operating expenses	(530,148)
Income tax expense (-)	(4,234)
Total	56,603

Notes to the Interim Condensed Consolidated and Separate Financial Statements

34. Business combinations (continued)

If the acquisition had taken place on January 1, 2024, the management estimates that the contribution of OTP Group to the consolidated profit would have been of RON 129.05 million.

This estimation is based on the assumption that preliminary fair value adjustments registered on the acquisition date would have been the same if the acquisition had taken place on January 1, 2024.

The consideration transferred

The fair value of the transferred consideration is RON 1,722,307 thousand and was paid in cash on the acquisition date. No capital instruments were issued as part of the acquisition of OTP Bank Romania S.A. or in case of the other OTP group companies.

The table below summarizes the amounts recognized at the acquisition date in respect of the assets acquired and liabilities assumed for the purchased entities from OTP Group:

<i>In RON thousand</i>	Accounting Value	Adjustments	Fair Value
Cash, cash equivalents and bank deposits	4,516,338	-	4,516,338
Investment portfolio at amortised cost	1,399,836	(105,788)	1,294,048
Loans and advances granted to customers, <i>out of which:</i>			
- Gross book value	12,230,139	(59,960)	12,170,179
- Expected credit loss	12,979,154	(808,975)	12,170,179
- Finance lease receivables, <i>out of which:</i>	(749,013)	749,013	-
- Gross book value	856,541	(9,513)	847,028
- Expected credit loss	900,942	(53,913)	847,029
- Tangible and intangible fixed assets, investment property and assets related to the right of use	(44,401)	44,401	-
Other assets	263,658	(29,874)	233,784
Deposits from banks	311,827	14,191	326,018
Deposits from customers	(281,392)	-	(281,392)
Borrowings	(12,965,531)	(1,079)	(12,966,610)
Other debts	(3,294,831)	-	(3,294,831)
Total net assets acquired	(458,799)	19,365	(439,434)
	2,577,786	(172,658)	2,405,128

Fair value measurement

The following valuation techniques were used to determine the fair value of the acquired assets and assumed obligations:

- **Portfolio of loans and receivables from finance leases - performing:** value adjustments have been made to reflect differences in interest rates (contract versus market) as well as lifetime expected credit losses from a participant's perspective over the market. The valuation methodology sought to quantify the possible differences between the interest rates in force and those existing on the market at the valuation date;
- **The portfolio of loans and receivables from financial leasing contracts - non-performing:** the fair value analysis of non-performing loans focused on the ECL estimation, whereby the amount of expected credit losses was estimated taking into account the potential recoveries from guarantees;
- **Assets related to the right of use:** the fair value was estimated by applying specific valuation methods taking into account the type of asset and the available information and the Management Decision related to the future benefits that the respective assets will bring;
- **Investment portfolio:** adjustments were made to reflect the difference between contractual and market interest rates;
- **Lease liabilities:** in accordance with the requirements of IFRS 16, the fair value of the lease liabilities was determined as the present value of the remaining lease payments.

Notes to the Interim Condensed Consolidated and Separate Financial Statements

34. Business combinations (*continued*)

Bargain gain

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”.

Costs related to the acquisition and integration of OTP Group

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.

The Group acquired through Fondul Imobiliar de Investitii Alternative BT Property, 100% of the shares in BTP Store Hub Turda S.R.L. in May 2024, 100% of the shares in BTP Store Hub Oradea S.R.L. in October 2024 and 100% of the shares in Inter Terra S.R.L. in December 2024 and it has no material impact on the financial position and performance of the Group.

On February 28, 2025, Banca Transilvania S.A. completed its merger with OTP Bank Romania S.A. and BT Building S.R.L. The assets of the two absorbed entities were transferred entirely and universally to Banca Transilvania S.A., thereby consolidating its position in the banking market.

35. Events subsequent to the date of the interim consolidated and separate statement of financial position

Following the receipt of the approval of the Financial Supervisory Authority on April 28, 2025, BT Pensii Societate de Administrare a Fondurilor de Pensii Facultative S.A. took control of the Fondul de Pensii Facultative BRD Medio from BRD Societate de Administrare a Fondurilor de Pensii Private S.A..

On April 11, 2025 the agreement for the acquisition of Microinvest Moldova by Victoriabank S.A. was signed.

The interim condensed consolidated and separate financial statements were approved by the Board of Directors on May 14, 2025 and were signed on behalf of the Board.

Ömer TETIK
Chief Executive Officer

George CĂLINESCU
Deputy Chief Executive Officer - CFO