

HRVATSKA POŠTANSKA BANKA, dioničko društvo

Condensed consolidated and separate interim financial
information for the three-month period ended 31 March
2026

Zagreb, June 2026

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Responsibility of the Management Board for the preparation and approval of the condensed consolidated and separate interim financial information for the three-month period ended 31 March 2026

The Management Board of the Bank prepares condensed consolidated and separate interim financial information for the three-month period ended 31 March 2026, which have been prepared in accordance with International Accounting Standard 34, "Interim Financial Reporting" as adopted in EU. The Management Board is responsible for maintaining proper accounting records that, at any time, reflect with reasonable accuracy the financial position and results of operations, as well as their compliance with applicable accounting standards.


The Management Board has a general responsibility to take all available measures to safeguard the assets of the Bank and to prevent and detect fraud and other irregularities.

The Management Board is responsible for selecting appropriate accounting policies in accordance with applicable accounting standards and for applying them consistently; for making reasonable and fair presentation of judgements and estimates; and for preparing the financial information on a going concern basis, unless it is inappropriate to presume that the Bank will continue its operations.

The condensed consolidated and separate interim financial information for the three-month period ended 31 March 2026, presented on the following pages, were authorised for issue by the Management Board of the Bank on 18 June 2026


In confirmation hereof, the financial information has been signed by the authorised persons as set out below:

Signed on behalf of HRVATSKA POŠTANSKA BANKA, dioničko društvo:



Marko Badurina
President of the Management Board





Tadija Vrdoljak
Board Member



Report on review of condensed consolidated and separate interim financial information

To the Shareholders of HRVATSKA POŠTANSKA BANKA, dioničko društvo

Introduction

We have reviewed the accompanying condensed consolidated and separate interim statement of financial position of HRVATSKA POŠTANSKA BANKA, dioničko društvo and its subsidiaries (together –the “Group”) as at 31 March 2026 and the related condensed consolidated and separate interim statement of profit and loss, statement of other comprehensive income, statement of changes in equity and cash flow statement for the three-month period then ended and selected explanatory information. Management is responsible for the preparation and presentation of this condensed consolidated and separate interim financial information in accordance with International Accounting Standard 34, “Interim Financial Reporting” as adopted by the European Union. Our responsibility is to express a conclusion on this condensed consolidated and separate interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, ‘Review of interim financial information performed by the independent auditor of the entity’. A review of condensed consolidated and separate interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated and separate interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34, “Interim Financial Reporting” as adopted by the European Union.

PricewaterhouseCoopers d.o.o.

PricewaterhouseCoopers d.o.o.

Zagreb, 18 June 2026

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Condensed Consolidated and Separate Interim Statement of Financial Position
as of 31 March 2026

EUR '000	Notes	GROUP		BANK	
		31 March 2026	31 December 2025	31 March 2026	31 December 2025
ASSETS					
Cash and cash equivalents	23	1,728,471	2,402,420	1,728,471	2,402,414
Loans and receivables from banks		2,510	2,491	2,510	2,491
Financial assets at fair value through profit and loss	7	63,917	65,258	63,816	65,156
Financial assets at fair value through other comprehensive income		4,524	5,813	4,524	5,813
Debt securities at amortized cost	8	2,192,267	2,197,444	2,192,267	2,197,444
Loans and receivables from customers	9	3,749,881	3,695,186	3,749,873	3,695,186
Investment in Subsidiaries		-	-	1,495	1,495
Deferred tax assets, net		4,368	3,950	4,232	3,813
Tax prepayment		1,149	716	1,143	710
Derivatives - Hedge accounting	10	14,392	9,864	14,392	9,864
Other assets	11	90,455	97,891	91,112	98,182
Property, equipment and right of use assets		58,435	57,130	57,941	57,022
Investment property		4,559	4,586	4,559	4,586
Intangible assets		19,718	19,662	19,711	19,660
TOTAL ASSETS		7,934,646	8,562,411	7,936,046	8,563,836
LIABILITIES					
Financial liabilities at fair value through profit and loss		137	22	137	22
Deposits from banks	12	107,680	82,925	107,680	82,925
Customer deposits	13	6,699,801	7,102,104	6,700,862	7,103,123
Borrowings and lease liabilities	14	456,763	672,398	456,763	672,398
Provisions for commitments and contingencies		41,217	41,402	41,146	41,329
Income tax liability		19	25	-	-
Derivatives - Hedge accounting	10	2,470	4,381	2,470	4,381
Other liabilities	15	36,624	83,401	36,454	83,240
TOTAL LIABILITIES		7,344,711	7,986,658	7,345,512	7,987,418
EQUITY					
Share capital		161,970	161,970	161,970	161,970
Reserves for own shares, net of treasury shares		583	583	583	583
Statutory reserves		8,099	8,099	8,099	8,099
Other reserves		80,985	80,985	80,985	80,985
Fair value reserve		3,721	4,775	3,721	4,775
Revaluation reserve		6,316	6,387	6,316	6,387
Retained earnings		328,261	312,954	328,860	313,619
TOTAL EQUITY		589,935	575,753	590,534	576,418
TOTAL LIABILITIES AND EQUITY		7,934,646	8,562,411	7,936,046	8,563,836

Notes on pages that follow form an integral part of this financial information.

Condensed Consolidated and Separate Interim Statement of Profit and Loss
for the three-month period ended 31 March 2026



EUR '000	Notes	GROUP		BANK	
		3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
Interest income using the effective interest method	17	59,328	59,170	59,327	59,168
Other similar income		286	541	286	541
Interest expense	18	(20,085)	(19,376)	(20,087)	(19,376)
Other similar expense		(58)	(3)	(58)	(3)
Net interest income		39,471	40,332	39,468	40,330
Fee and commission income	19	18,712	18,478	18,316	18,297
Fee and commission expense	20	(9,028)	(9,344)	(9,043)	(9,339)
Net fee and commissions income		9,684	9,134	9,273	8,958
Net gains/(losses) from financial instruments at fair value through profit and loss		(796)	1,226	(796)	1,226
Realized gains on disposal of debt securities at fair value through other comprehensive income		6	6	6	6
Gains/(losses) from hedge accounting		(724)	-	(724)	-
Other operating income		471	1,630	485	1,190
Trading and other income		(1,043)	2,862	(1,029)	2,422
General and administrative expenses	21	(27,020)	(24,049)	(26,705)	(23,603)
Depreciation and amortization		(3,616)	(3,350)	(3,598)	(3,331)
Expected credit losses		2,043	(4,668)	2,043	(4,668)
Provisions for liabilities and expenses		(937)	(1,531)	(937)	(1,531)
Operating expenses		(29,530)	(33,598)	(29,197)	(33,133)
PROFIT BEFORE TAX		18,582	18,730	18,515	18,577
Income tax expense		(3,346)	(3,398)	(3,345)	(3,376)
PROFIT FOR THE PERIOD		15,236	15,332	15,170	15,201
Earnings per share – basic and diluted	16	7.53 EUR	7.57 EUR	7.49 EUR	7.51 EUR

Notes on pages that follow form an integral part of this financial information.

Condensed Consolidated and Separate Interim Statement of Other
Comprehensive Income
for the three-month period ended 31 March 2026



EUR '000	GROUP		BANK	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
Profit for the Period	15,236	15,332	15,170	15,201
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss				
Revaluation of properties for own use	(71)	-	(71)	-
Investments in equity instruments carried at fair value through other comprehensive income - Net change in fair value	(1,285)	424	(1,285)	424
Income tax relating to items that will not be reclassified subsequently to profit or loss	231	(76)	231	(76)
Other comprehensive (loss) / income for the period, net of tax	(1,125)	348	(1,125)	348
Total comprehensive income for the period	14,111	15,680	14,045	15,549

Notes on pages that follow form an integral part of this financial information.

Condensed Consolidated Interim Statement of Changes in Equity
for the three-month period ended 31 March 2026

Group	Share capital	Reserves for own shares, net of treasury shares	Statutory reserves	Other reserves	Fair value reserve	Revaluation reserve	Retained earnings	Total
	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000
Balance at 1 January 2025	161,970	594	8,099	80,614	4,479	5,004	298,753	559,513
Investments in equity instruments carried at fair value through other comprehensive income - net change in fair value	-	-	-	-	424	-	-	424
Deferred tax	-	-	-	-	(76)	-	-	(76)
Other comprehensive income, net of tax	-	-	-	-	348	-	-	348
Net profit for the period 1 January to 31 March 2025	-	-	-	-	-	-	15,332	15,332
Total comprehensive income for the period 1 January to 31 March 2025	-	-	-	-	348	-	15,332	15,680
Balance as at 31 March 2025	161,970	594	8,099	80,614	4,827	5,004	314,085	575,193
Balance at 1 January 2026	161,970	583	8,099	80,985	4,775	6,387	312,954	575,753
Revaluation of properties for own use	-	-	-	-	-	(71)	-	(71)
Investments in equity instruments carried at fair value through other comprehensive income - net change in fair value	-	-	-	-	(1,285)	-	-	(1,285)
Deferred tax	-	-	-	-	231	-	-	231
Other comprehensive income, net of tax	-	-	-	-	(1,054)	(71)	-	(1,125)
Net profit for the period 1 January to 31 March 2026	-	-	-	-	-	-	15,236	15,236
Total comprehensive income for the period 1 January to 31 March 2026	-	-	-	-	(1,054)	(71)	15,236	14,111
Revaluation of properties for own use	-	-	-	-	-	-	71	71
Balance as at 31 March 2026	161,970	583	8,099	80,985	3,721	6,316	328,261	589,935

Notes on pages that follow form an integral part of this financial information.

Condensed Separate Interim Statement of Changes in Equity
for the three-month period ended 31 March 2026

Bank	Share capital	Reserves for own shares, net of treasury shares	Statutory reserves	Other reserves	Fair value reserve	Revaluation reserve	Retained earnings	Total
	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000	EUR '000
Balance at 1 January 2025	161,970	594	8,099	80,614	4,479	5,004	299,058	559,818
Investments in equity instruments carried at fair value through other comprehensive income - net change in fair value	-	-	-	-	424	-	-	424
Deferred tax	-	-	-	-	(76)	-	-	(76)
Other comprehensive income, net of tax	-	-	-	-	348	-	-	348
Net profit for the period 1 January to 31 March 2025	-	-	-	-	-	-	15,201	15,201
Total comprehensive income for the period 1 January to 31 March 2025	-	-	-	-	348	-	15,201	15,549
Balance as at 31 March 2025	161,970	594	8,099	80,614	4,827	5,004	314,259	575,367
Balance at 1 January 2026	161,970	583	8,099	80,985	4,775	6,387	313,619	576,418
Revaluation of properties for own use	-	-	-	-	-	(71)	-	(71)
Investments in equity instruments carried at fair value through other comprehensive income - net change in fair value	-	-	-	-	(1,285)	-	-	(1,285)
Deferred tax	-	-	-	-	231	-	-	231
Other comprehensive income, net of tax	-	-	-	-	(1,054)	(71)	-	(1,125)
Net profit for the period 1 January to 31 March 2026	-	-	-	-	-	-	15,170	15,170
Total comprehensive income for the period 1 January to 31 March 2026	-	-	-	-	(1,054)	(71)	15,170	14,045
Revaluation of properties for own use	-	-	-	-	-	-	71	71
Balance as at 31 March 2026	161,970	583	8,099	80,985	3,721	6,316	328,860	590,534

Notes on pages that follow form an integral part of this financial information.

Condensed Consolidated Interim Cash Flow Statement
for the three-month period ended 31 March 2026

Group 'EUR '000	Notes	3 months period ended 31 March 2026	3 months period ended 31 March 2025
Cash flows from operating activities			
Profit before tax		18,582	18,730
Adjusted by:			
-Depreciation and amortization		3,616	3,350
-Net gain/ (loss) on exchange rate differences from the revaluation of monetary assets and liabilities		(19)	196
-Expected credit losses		(2,043)	4,668
-Provisions for liabilities and charges		937	1,531
-Net gains/(losses) from financial instruments at fair value through profit and loss		796	(1,226)
-Net interest income		(39,472)	(40,332)
-Dividend income		(6)	(7)
Changes in operating assets and liabilities			
Loans and receivables from banks		(18)	(19,021)
Financial assets at fair value through profit and loss		1,341	(27,877)
Financial assets at amortized cost		(1,859)	(754,403)
Financial assets at fair value through other comprehensive income		1,289	(427)
Loans and receivables from customers		(54,695)	(116,152)
Other assets		7,437	(5,477)
Deposits from banks		24,755	(24,328)
Customer deposits		(402,303)	(572,732)
Other liabilities		(3,957)	(1,463)
Net cash used in operating activities before interests and taxes		(445,619)	(1,534,970)
Interest received		59,614	59,711
Interest paid		(20,142)	(19,378)
Income tax paid		(3,777)	(3,131)
Net cash used in operating activities		(409,924)	(1,497,768)
Cash flows from investing activities			
Purchase of property, equipment and intangible assets		(2,923)	(2,302)
Sale of property, equipment and intangible assets		1	54
Dividends received		6	7
Net cash used in investing activities		(2,916)	(2,241)
Cash flows from financing activities			
Dividend paid		(44,197)	(24,134)
Increase in borrowings		31,998	21,021
Repayments of borrowings		(247,934)	(99,333)
Lease payments		(976)	(934)
Net cash used in financing activities		(261,109)	(103,380)
Effect of exchange rate changes on cash and cash equivalents		-	-
Net decrease in cash and cash equivalents		(673,949)	(1,603,389)
1 January 2026 opening balance prior to restatement for the amendments to IFRS 9 (issued in May 2024)	3	2,411,730	-
Adjustment on initial application of amendments to IFRS 9 on 1 January 2026	3	(9,310)	-
Cash and cash equivalents at the beginning of the period	23	2,402,420	3,810,348
Cash and cash equivalents at the end of the period	23	1,728,471	2,206,959

Notes on pages that follow form an integral part of this financial information.

Condensed Separate Interim Cash Flow Statement
for the three-month period ended 31 March 2026

Bank 'EUR '000	Notes	3 months period ended 31 March 2026	3-months period ended 31 March 2025
Cash flows from operating activities			
Profit before tax		18,515	18,577
Adjusted by:			
-Depreciation and amortization		3,598	3,331
-Net gains/(losses) on exchange rate differences from the revaluation of monetary assets and liabilities		(19)	196
- Expected credit losses		(2,043)	4,668
-Provisions for liabilities and charges		937	1,531
-Net gains/(losses) from financial Instruments at fair value through profit and loss		796	(1,226)
-Net interest income		(39,469)	(40,330)
-Dividend income		(6)	(7)
Changes in operating assets and liabilities			
Loans and receivables from banks		(18)	(19,021)
Financial assets at fair value through profit and loss		1,340	(27,983)
Financial assets at amortized cost		(1,859)	(754,403)
Financial assets at fair value through other comprehensive income		1,289	(427)
Loans and receivables from customers		(54,687)	(116,152)
Other assets		7,072	(5,511)
Deposits from banks		24,755	(24,328)
Customer deposits		(402,261)	(573,426)
Other liabilities		(3,550)	(457)
Net cash flow from operating activities before taxes		(445,610)	(1,534,968)
Interest received		59,613	59,709
Interest paid		(20,144)	(19,379)
Income tax paid		(3,777)	(3,131)
Net cash used in operating activities		(409,918)	(1,497,769)
Cash Flows from investing activities			
Purchase of property, equipment and intangible assets		(2,923)	(2,302)
Sale of property, equipment and intangible assets		1	54
Dividends received		6	7
Net cash used in investing activities		(2,916)	(2,241)
Cash flows from financing activities			
Dividend paid		(44,197)	(24,134)
Increase in borrowings		31,998	21,021
Repayments of borrowings		(247,934)	(99,333)
Lease payments		(976)	(934)
Net cash used in financing activities		(261,109)	(103,380)
Effect of exchange rate changes on cash and cash equivalents		-	-
Net decrease in cash and cash equivalents		(673,943)	(1,603,390)
1 January 2026 opening balance prior to restatement for the amendments to IFRS 9 (issued in May 2024)	3	2,411,724	-
Adjustment on initial application of amendments to IFRS 9 on 1 January 2026	3	(9,310)	-
Cash and cash equivalents at the beginning of the period	23	2,402,414	3,810,343
Cash and cash equivalents at the end of the period	23	1,728,471	2,206,953

Notes on pages that follow form an integral part of this financial information.

1. BASIS OF PREPARATION

Hrvatska Poštanska Bank p.l.c. Zagreb ("Bank") is a joint stock company incorporated and domiciled in the Republic of Croatia, Jurišićeva 4, Zagreb. The Bank is the parent of the Hrvatska poštanska banka Group ("the Group"). Other group members are HPB Invest Ltd and HPB-nekretnine Ltd in which Bank has 100% ownership.

Financial information for the three-month period ended 31 March 2026 comprises the condensed consolidated and separate interim statement of financial position as at 31 March 2026, the condensed consolidated and separate interim statement of profit or loss, the condensed consolidated and separate interim statement of changes in equity, and the condensed consolidated and separate interim statement of cash flows of HRVATSKA POŠTANSKA BANKA, dioničko društvo (the "Bank") for the three-month period ended 31 March 2026, together with selected explanatory information (collectively, the "financial information").

The financial information for the three-month period ended 31 March 2026 is presented for both the Group and the Bank.

The interim financial information was prepared in accordance with IAS 34 Interim Financial Reporting as adopted by the European Union and should be read in conjunction with the annual financial statements of the Group for the year ended 31 December 2025, which have been prepared in accordance with International Financial Reporting Standards adopted by the European Union ("IFRS").

Items included in the financial information of the Bank are presented in euro which is the currency of the primary economic environment in which the Bank and Group operate (functional currency).

The condensed consolidated and separate interim financial information of the Bank and Group as at, and for the three-month period ended 31 March 2026 has been prepared in the English language for inclusion in the Offering Memorandum in connection with the offering of the notes. Any translation thereof is provided for information purposes only and is not legally binding. In the event of any inconsistency, the English version shall prevail.

2. MATERIAL ACCOUNTING POLICY INFORMATION

Except as described below, effects of the adoption of the IFRS 9 amendments outlined in Note 3 and change in presentation of cash and cash equivalents in the statement of financial position described in Note 23, the same accounting policies and methods of computation were followed in the preparation of this consolidated and separate condensed interim financial information as compared with the annual consolidated and separate financial statements of the Group and the Bank for the year ended 31 December 2025.

Interim period tax measurement. Interim period income tax expense is accrued using the effective tax rate that would be applicable to expected total annual earnings, that is, the estimated weighted average annual effective income tax rate applied to the pre-tax income of the interim period.

3. ADOPTION OF NEW AND REVISED STANDARDS

The following new and amended standards and interpretations have been adopted in the EU and become effective from 1 January 2026:

- Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 and IFRS 7 (issued on 30 May 2024).

The Group and the Bank have assessed the impact of the IFRS 9 amendments on their financial statements, specifically with respect to the presentation of transactions settled via electronic cash transfers that were initiated before the reporting period end but settled after that date.

3. ADOPTION OF NEW AND REVISED STANDARDS (CONTINUED)

Historically, assets in the course of settlement were presented within the Other assets line item in the statement of financial position, while being included in cash and cash equivalents in the statement of cash flows. However, following the application of the IFRS 9 amendment, which clarifies that cash should be recognized only upon receipt, the Group has revised its accounting policy.

Accordingly, the Group has adjusted the opening balance of cash and cash equivalents in the statement of cash flows for the current reporting period by excluding assets in the course of settlement amounting to EUR 9,310 thousand.

- Annual Improvements to IFRS Accounting Standards (Issued in July 2024).

The application of the standard had no material impact on the Group and Bank.

- Contracts Referencing Nature-dependent Electricity Amendments to IFRS 9 and IFRS 7 (Issued on 18 December 2024).

The application of the standard had no material impact on the Group and Bank.

Certain new standards and interpretations have been issued that are mandatory for the periods beginning after the reporting period end, and which the Group has not early adopted.

- IFRS 18 Presentation and Disclosure in Financial Statements (effective for periods beginning on or after 1 January 2027).
- IFRS 19 Subsidiaries without Public Accountability: Disclosures (effective for periods beginning on or after 1 January 2027).
- Amendments to IAS 21 The Effects of Changes in Foreign Exchange Rates: Translation to a Hyperinflationary Presentation Currency (effective for periods beginning on or after 1 January 2027).
- IFRS 20 Regulatory Assets and Regulatory Liabilities (effective for periods beginning on or after 1 January 2029)

Based on a preliminary assessment, the Group and the Bank do not expect that the adoption of IFRS 18 will have material impact on the operating profit or loss presented in the statement of profit or loss. In accordance with IFRS 18, income and expenses in the statement of profit or loss are required to be classified into defined categories (operating, investing and financing) based on their nature and their role within the entity's business model. Compared to the current presentation of the Group's and Bank's statement of profit or loss, no significant changes are expected since it is considered that operating income will continue to be presented within operating results, including interest income and fee income. The impact of other requirements of IFRS 18 on the financial information of the Group and the Bank is still being assessed.

The Group and the Bank do not expect the adoption of the other standards referred to above will have a material impact on the financial information of the Group and the Bank in future periods.

4. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing the financial information, management is required to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities and disclosure of commitments and contingencies at the reporting date, as well as amounts of income and expense for the period. Estimates and underlying assumptions are based on historical experience and various other factors that are believed to be reasonable under current circumstances, the results of which form the basis of making the judgments about the carrying amounts of assets and liabilities that are not readily apparent from other sources. Actual results may differ from those estimates. Estimates and underlying assumptions are reviewed on a regular basis. During the three-month period ended 31 March 2026 there were no changes in estimates of amounts reported in prior financial year for the Group and Bank.

5. RISK MANAGEMENT

An integrated system of risk management is established at the Group and Bank level by introducing a set of policies, procedures and manuals, determining the limits of risk levels acceptable to the Bank and monitoring their implementation. Risk management system of the Bank is described in annual financial statements for the year ended 31 December 2025 and there have been no material changes to the system since that date.

Geopolitical uncertainties and ECL estimation

The Group continues to operate in an environment of elevated geopolitical uncertainty, which limits the reliability of historical relationships embedded in IFRS 9 models, particularly in respect of forward-looking information. To address this, the Group applies a management overlay within its ECL framework. The overlay, introduced in prior periods in response to geopolitical risks, has been maintained and is considered an adequate buffer against potential downside scenarios, despite no material risk impact to date. The overlay is implemented through adjustments to Point in time probability of default („PIT PD“), primarily by increasing the likelihood of migration of exposures from early warning categories towards default. Given no significant changes in the underlying credit risk classification (including EWS segmentation), no revision of the methodology was required. The overlay primarily affects the performing portfolio and reflects elevated estimation uncertainty not fully captured by modelled macroeconomic scenarios. The Group considers its level of provisioning to remain adequate and will continue to monitor developments and adjust assumptions and overlays as necessary.

Notes to the Condensed Consolidated and Separate
Interim Financial information
for the three-month period ended 31 March 2026

6. SEGMENT REPORTING

Group

3 months period ended 31 March
2026

'EUR '000

	Corporate	Retail	Financial Market	Unallocated	Total
Interest income*	14,769	18,189	26,317	338	59,613
Interest expense*	(6,860)	(3,931)	(7,173)	(2,178)	(20,142)
Net interest income*	7,909	14,258	19,144	(1,840)	39,471
Fee and commission income*	4,026	13,837	297	552	18,712
Fee and commission expense*	(353)	(8,395)	(223)	(57)	(9,028)
Net fee and commission income*	3,673	5,442	74	495	9,684
Trading and investment income/(expense)	-	-	(790)	-	(790)
Derivatives - hedge accounting gain/(loss)	-	-	(724)	-	(724)
Other income	51	13	4	403	471
Operating income	11,633	19,713	17,708	(942)	48,112
Fee and commission income recognition:					
- at point in time	3,895	13,837	34	552	18,318
- over time	131	-	263	-	394
Interest income using the effective interest method	14,769	18,189	26,317	338	59,613
General and administrative expenses	(2,587)	(8,933)	(620)	(14,880)	(27,020)
Depreciation	-	-	-	(3,616)	(3,616)
Expected credit losses	1,075	967	-	1	2,043
Provisions for liabilities and expenses	-	-	-	(937)	(937)
Operating expenses	(1,512)	(7,966)	(620)	(19,432)	(29,530)
Profit before tax	10,121	11,744	17,088	(20,371)	18,582
Income tax	-	-	-	(3,346)	(3,346)
Profit for the period	10,121	11,744	17,088	(23,717)	15,236
Segment assets	1,933,580	2,019,986	3,951,236	29,844	7,934,646
Total assets	1,933,580	2,019,986	3,951,236	29,844	7,934,646
Segment liabilities and equity	3,251,344	3,174,714	372,999	1,135,589	7,934,646
Total liabilities and equity	3,251,344	3,174,714	372,999	1,135,589	7,934,646

* As of 31 March 2026, the Group and the Bank revised the presentation of segment reporting, resulting in interest income and fee and commission income being presented on a gross basis. In the annual consolidated and separate financial statements for the year ended 31 December 2025, interest income and fee and commission income was presented on a net basis.

Notes to the Condensed Consolidated and Separate
Interim Financial information
for the three-month period ended 31 March 2026

6. SEGMENT REPORTING (continued)

Group

**3 months period ended 31 March
2025**

'EUR '000

	Corporate	Retail	Financial Market	Unallocated	Total
Interest income*	12,617	16,950	30,136	7	59,710
Interest expense*	(6,338)	(7,279)	(3,371)	(2,390)	(19,378)
Net interest income*	6,279	9,671	26,765	(2,383)	40,332
Fee and commission income*	3,576	13,968	609	315	18,468
Fee and commission expense*	(394)	(8,720)	(178)	(42)	(9,334)
Net fee and commission income*	3,182	5,248	431	273	9,134
Trading and investment income	-	-	1,232	-	1,232
Other income	336	8	-	1,286	1,630
Operating income	9,798	14,927	28,429	(825)	52,329
Fee and commission income recognition:					
- at point in time	3,535	13,968	17	315	17,835
- over time	41	-	592	-	633
Interest income using the effective interest method	12,617	16,950	30,136	7	59,710
General and administrative expenses	(2,202)	(7,684)	(506)	(13,657)	(24,049)
Depreciation	-	-	-	(3,350)	(3,350)
Expected credit losses	(2,108)	(2,576)	-	16	(4,668)
Provisions for liabilities and expenses	-	-	-	(1,532)	(1,532)
Operating Expenses	(4,310)	(10,260)	(506)	(18,523)	(33,598)
Profit before tax	5,488	4,667	27,923	(19,348)	18,730
Income tax	-	-	-	(3,398)	(3,398)
Profit for the period	5,488	4,667	27,923	(22,746)	15,332
Segment assets	1,883,026	1,991,062	4,514,132	174,191	8,562,411
Total assets	1,883,026	1,991,062	4,514,132	174,191	8,562,411
Segment liabilities and equity	3,583,249	3,185,805	406,384	1,386,973	8,562,411
Total liabilities and equity	3,583,249	3,185,805	406,384	1,386,973	8,562,411

* As of 31 March 2025, the Group and the Bank revised the presentation of segment reporting, resulting in interest income and fee and commission income being presented on a gross basis. In the annual consolidated and separate financial statements for the year ended 31 December 2025, interest income and fee and commission income was presented on a net basis.

Notes to the Condensed Consolidated and Separate
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for the three-month period ended 31 March 2026

6. SEGMENT REPORTING (continued)

Bank

**3 months period ended 31 March
2026**

'EUR '000

	<u>Corporate</u>	<u>Retail</u>	<u>Financial Market</u>	<u>Unallocated</u>	<u>Total</u>
Interest income*	14,769	18,187	26,317	337	59,610
Interest expense*	(6,860)	(3,931)	(7,173)	(2,178)	(20,142)
Net interest income*	7,909	14,256	19,144	(1,841)	39,468
Fee and commission income*	4,026	13,837	297	157	18,317
Fee and commission expense*	(353)	(8,394)	(223)	(74)	(9,044)
Net Fee and Commission Income*	3,673	5,443	74	84	9,273
Trading and investment income (expense)	-	-	(790)	-	(790)
Derivatives - hedge accounting	-	-	(724)	-	(724)
Other income	51	11	4	418	484
Operating Income	11,633	19,710	17,708	(1,340)	47,711
Fee and commission income recognition:					
- at point in time	3,895	13,837	34	157	17,926
- over time	131	-	263	-	391
Interest income using the effective interest method	14,769	18,187	26,317	337	59,610
General and administrative expenses	(2,587)	(8,933)	(620)	(14,564)	(26,704)
Depreciation	-	-	-	(3,598)	(3,598)
Expected credit losses	1,075	967	-	1	2,043
Provisions for liabilities and expenses	-	-	-	(938)	(938)
Operating expenses	(1,512)	(7,966)	(620)	(19,099)	(29,197)
Profit before tax	10,121	11,744	17,088	(20,439)	18,514
Income tax	-	-	-	(3,345)	(3,345)
Profit for the period	10,121	11,744	17,088	(23,784)	15,169
Segment assets	1,933,580	2,019,986	3,951,236	31,244	7,936,046
Total assets	1,933,580	2,019,986	3,951,236	31,244	7,936,046
Segment liabilities and equity	3,251,344	3,174,714	372,999	1,136,989	7,936,046
Total liabilities and equity	3,251,344	3,174,714	372,999	1,136,989	7,936,046

* As of 31 March 2026, the Group and the Bank revised the presentation of segment reporting, resulting in interest income and fee and commission income being presented on a gross basis. In the annual consolidated and separate financial statements for the year ended 31 December 2025, interest income and fee and commission income was presented on a net basis.

Notes to the Condensed Consolidated and Separate
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for the three-month period ended 31 March 2026

6. SEGMENT REPORTING (continued)

Bank

**3 months period ended 31 March
2025**

'EUR '000

	Corporate	Retail	Financial Market	Unallocated	Total
Interest income*	12,617	16,950	30,136	5	59,708
Interest expense*	(6,338)	(7,279)	(3,371)	(2,390)	(19,378)
Net Interest Income*	6,279	9,671	26,765	(2,385)	40,330
Fee and commission income*	3,576	13,968	609	145	18,298
Fee and commission expense*	(393)	(8,720)	(178)	(48)	(9,339)
Net fee and commission Income*	3,183	5,248	431	97	8,959
Trading and Investment Income	-	-	1,232	-	1,232
Other income	336	8	-	845	1,189
Operating income	9,798	14,927	28,428	(1,443)	51,710
Fee and commission income recognition:					
- at point in time	3,535	13,968	17	145	17,665
- over time	41	-	592	-	633
Interest income using the effective interest method	12,617	16,950	30,136	5	59,708
General and administrative expenses	(2,202)	(7,684)	(506)	(13,211)	(23,603)
Depreciation	-	-	-	(3,331)	(3,331)
Expected credit losses	(2,108)	(2,576)	-	16	(4,668)
Provisions for liabilities and expenses	-	-	-	(1,531)	(1,531)
Operating expenses	(4,310)	(10,260)	(506)	(18,057)	(33,133)
Profit before tax	5,488	4,667	27,922	(19,500)	18,577
Income tax	-	-	-	(3,376)	(3,376)
Profit for the period	5,488	4,667	27,922	(22,876)	15,201
Segment assets	1,883,026	1,991,062	4,514,132	175,616	8,563,836
Total assets	1,883,026	1,991,062	4,514,132	175,616	8,563,836
Segment liabilities and equity	3,583,249	3,185,805	406,384	1,388,398	8,563,836
Total liabilities and equity	3,583,249	3,185,805	406,384	1,388,398	8,563,836

* As of 31 March 2025, the Group and the Bank revised the presentation of segment reporting, resulting in interest income and fee and commission income being presented on a gross basis. In the annual consolidated and separate financial statements for the year ended 31 December 2025, interest income and fee and commission income was presented on a net basis.

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Trading instruments				
Treasury bills of the Ministry of Finance	302	397	302	397
Bonds of the Ministry of Finance	30,911	31,300	30,911	31,300
Corporate bonds and commercial bills	3,367	3,364	3,266	3,262
Listed Debt Securities	34,580	35,061	34,479	34,959
Listed shares of investment funds	23,899	24,196	23,899	24,196
Listed equity securities	4,783	5,350	4,783	5,350
	63,262	64,607	63,161	64,505
Fair value of exchange contracts	160	151	160	151
Loans and receivables from customers				
- retail	495	500	495	500
	495	500	495	500
Total	63,917	65,258	63,816	65,156

8. FINANCIAL ASSETS AT AMORTIZED COST

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Bonds of Ministry of Finance	1,482,625	1,499,118	1,482,625	1,499,118
Treasury bills of Ministry of Finance	445,761	455,999	445,761	455,999
Treasury bills of foreign states	197,555	196,550	197,555	196,550
Bonds of other financial institutions	48,549	28,217	48,549	28,217
Foreign Bank Bonds	10,329	10,101	10,329	10,101
Corporate Bonds	10,223	10,201	10,223	10,201
	2,195,042	2,200,186	2,195,042	2,200,186
Expected credit losses	(2,775)	(2,742)	(2,775)	(2,742)
Total	2,192,267	2,197,444	2,192,267	2,197,444

9. LOANS TO AND RECEIVABLES FROM CUSTOMERS

	Group		Bank	
	31.3.2026 EUR '000	31.12.2025 EUR '000	31.3.2026 EUR '000	31.12.2025 EUR '000
Short-Term Loans				
Corporate	116,467	131,706	116,459	131,706
Retail	64,523	64,628	64,523	64,628
Gross carrying loans – short term loans	180,990	196,334	180,982	196,334
Long-Term Loans				
Corporate	1,766,950	1,728,647	1,766,950	1,728,647
Retail	1,987,201	1,956,483	1,987,201	1,956,483
Gross carrying amount – long term loans	3,754,151	3,685,130	3,754,151	3,685,130
Total Gross Loans	3,935,141	3,881,464	3,935,133	3,881,464
Expected credit losses for stage 3	(142,657)	(141,919)	(142,657)	(141,919)
Expected credit losses for stage 1 and 2	(42,603)	(44,359)	(42,603)	(44,359)
Total expected credit losses	(185,260)	(186,278)	(185,260)	(186,278)
Net carrying amount – loans and receivables to customers	3,749,881	3,695,186	3,749,873	3,695,186
Percentage share of provisions for expected credit losses and reserves in gross loans to customers	4.71 %	4.80 %	4.71 %	4.80 %

Group and the Bank	Stage 3	Stage 2	Stage 1	Total
Expected credit losses at 1 January 2026	(141,920)	(26,502)	(17,857)	(186,279)
New exposures	-	(968)	(2,336)	(3,304)
Derecognized or paid off assets (excluding write-offs)	4,114	1,519	615	6,248
Change in expected credit loss	(3,501)	1,864	1,062	(575)
Write-offs	52	-	-	52
Unwinding	(1,402)	-	-	(1,402)
Expected credit losses at 31 March 2026	(142,657)	(24,087)	(18,516)	(185,260)

Group and the Bank	Stage 3	Stage 2	Stage 1	Total
Expected credit losses at 1 January 2025	(141,246)	(34,650)	(14,524)	(190,420)
New exposures	-	(1,012)	(3,019)	(4,032)
Derecognized or paid off assets (excluding write-offs)	2,120	834	549	3,504
Change in expected credit loss	(3,854)	2,678	594	(582)
Write-offs	282	-	-	282
Unwinding	(2,096)	-	-	(2,096)
Expected credit losses at 31 March 2025	(144,794)	(32,150)	(16,400)	(193,344)

Change in expected credit losses reflects a net release of provisions, primarily driven by an improvement in credit risk ratings of several large exposures. This contrasts with the prior year, where the recognition of expected credit losses was mainly attributable to a significant increase in loan origination volumes.

10. HEDGE ACCOUNTING

The Bank applies hedge accounting to manage exposures arising from interest rate risk in its banking book, in line with its asset and liability management (“ALM”) framework.

Interest rate risk

Interest rate risk arises from mismatches in the repricing characteristics of financial assets and financial liabilities. These mismatches primarily originate from:

- investments in fixed-rate debt securities and loans (government bonds and loans with fixed interests in the amount of EUR 1 million), which generate fixed contractual cash flows; and
- funding sources and other liabilities subject to variable interest rates or repriced at different intervals.

The Bank manages interest rate risk through its ALM function, which monitors repricing gaps and sensitivity to interest rate movements. To mitigate this exposure, the Bank applies fair value hedge accounting using interest rate swaps. The Bank hedges entire exposures of fixed-rate debt securities and layer of loans, rather than only components, by aligning the nominal amount and key terms of hedged items and hedging instruments.

An economic relationship exists as:

- fair values of the hedged items and hedging instruments move in opposite directions; and
- critical terms (notional, maturity, interest cash flows) are closely aligned.

The Bank performs prospective effectiveness testing and has concluded that hedges are highly effective (close to 100%).

Hedging instruments (in euro thousands)

The Bank uses derivatives as hedging instruments, primarily interest rate swaps contracted with external counterparties.

31.3.2026

Hedging instruments	Notional amount	Fair value	Interest receivable	Hedge accounting - total assets	Interest payable	Maturity
Interest rate swap	171,000	5,503	1,119	6,621	1,942	Over 5 years
Interest rate swap	381,000	7,272	498	7,771	528	1 - 5 years
Total	552,000	12,775	1,617	14,392	2,470	

31.12.2025

Hedging instruments	Notional amount	Fair value	Interest receivable	Hedge accounting - total assets	Interest payable	Maturity
Interest rate swap	171,000	3,471	883	4,354	1,693	Over 5 years
Interest rate swap	381,000	2,993	2,517	5,510	2,688	1 - 5 years
Total	552,000	6,464	3,400	9,864	4,381	

10. HEDGE ACCOUNTING (CONTINUED)

Hedged items (in euro thousands)

The Group and the Bank has designated following fixed-rate instruments as hedged items:

31. 3.2026

Hedged items	Hedged amount	Fair value	Hedging period	Type of asset in statement of financial position
Bond	170,000	(5,390)	Over 5 years	Debt securities at Amortized Cost
Bond	381,000	(7,847)	1 - 5 years	Debt securities at Amortized Cost
Loans layer	1,000	(41)	Over 5 years	Loans and Receivables from customers
Total	552,000	(13,278)		

31.12.2025

Hedged items	Hedged amount	Fair value	Hedging period	Type of asset in statement of financial position
Bond	170,000	(3,298)	Over 5 years	Debt securities at Amortized Cost
Bond	381,000	(2,912)	1 - 5 years	Debt securities at Amortized Cost
Loans layer	1,000	(32)	Over 5 years	Loans and Receivables from customers
Total	552,000	(6,242)		

Income and expenses arising from hedge accounting (in EUR '000):

31.3.2026

	Hedging instrument	Hedged items	Total
Interest income	2,918	-	2,918
Interest expense	(3,277)	-	(3,277)
Fair value change	6,311	(7,036)	(725)
Total	5,952	(7,036)	(1,083)

There were no income and expenses arising from hedge accounting in period from 1 January to 31 March 2025.

11. OTHER ASSETS

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Fees Receivable	3,011	3,102	3,011	3,102
Prepaid expenses	11,102	9,553	11,102	9,553
Other Receivables	79,902	88,732	80,559	89,023
Total Other Assets, Gross	94,015	101,387	94,672	101,678
Expected Credit Loss	(3,560)	(3,496)	(3,560)	(3,496)
Total	90,455	97,891	91,112	98,182

12. DEPOSITS FROM BANKS

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Demand Deposits	8,063	17,355	8,063	17,355
Term Deposits	99,617	65,570	99,617	65,570
TOTAL	107,680	82,925	107,680	82,925

13. DEPOSITS FROM CUSTOMERS

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Demand Deposits				
Retail	2,017,536	2,041,594	2,017,536	2,041,594
Corporate	2,136,258	2,204,525	2,137,319	2,205,544
Restricted Deposits				
Retail	57,322	56,979	57,322	56,979
Corporate	329,125	351,015	329,125	351,015
	4,540,241	4,654,113	4,541,302	4,655,132
Term Deposits				
Retail	1,103,034	1,095,842	1,103,034	1,095,842
Corporate	1,056,526	1,352,149	1,056,526	1,352,149
	2,159,560	2,447,991	2,159,560	2,447,991
Total current account and deposits from customers	6,699,801	7,102,104	6,700,862	7,103,123

Restricted deposits mainly relate to client deposits which are predetermined for special purposes, such as those based on court orders.

14. BORROWINGS

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Short-term loans	-	239,599	-	239,599
Long-term loans from banks	244,644	243,335	244,644	243,335
Long-term loans HBOR	196,531	174,178	196,531	174,178
Lease liabilities	15,588	15,286	15,588	15,286
Total	456,763	672,398	456,763	672,398

Liabilities arising from financing activities

Group

	Short-term loans	Long- term loans	Leases	Dividend	Total
EUR '000					
Liabilities from financing activities as of 1 January 2025	907	444,219	11,802	-	456,928
New borrowings	-	21,021	-	-	21,021
Repayment	(907)	(98,425)	-	-	(99,332)
Interest payment	-	(3,467)	-	-	(3,467)
Accrued interest	-	3,467	-	-	3,467
Lease payment	-	-	(934)	-	(934)
Other non-cash movement	-	-	3,061	-	3,061
Liabilities from financing activities as of 31 March 2025	-	366,815	13,929	-	380,745
Liabilities from financing activities as of 1 January 2026	239,599	417,513	15,286	-	672,398
New borrowings	-	31,998	-	-	31,998
Repayment	(239,599)	(8,336)	-	-	(247,935)
Interest payment	(546)	(3,626)	-	-	(4,172)
Accrued interest	546	3,626	-	-	4,172
Lease payment	-	-	(976)	-	(976)
Dividend payment	-	-	-	(44,197)	(44,197)
Other non-cash movement	-	-	1,278	44,197	45,475
Liabilities from financing activities as of 31 March 2026	-	441,175	15,588	-	456,763

As of 31 March 2026, dividends were declared and paid in amount of 44,197 EUR.

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14. BORROWINGS (CONTINUED)

Bank

	Short-term loans	Long- term loans	Leases	Dividend	Total
EUR '000					
Liabilities from financing activities as of 1 January 2025	907	444,219	11,802	-	456,928
New borrowings	-	21,021	-	-	21,021
Repayment	(907)	(98,425)	-	-	(99,332)
Interest payment	-	(3,467)	-	-	(3,467)
Accrued interest	-	3,467	-	-	3,467
Lease payment	-	-	(934)	-	(934)
Other non-cash movement	-	-	3,061	-	3,061
Liabilities from financing activities as of 31 March 2025	-	366,815	13,929	-	380,744
Liabilities from financing activities as of 31 January 2026	239,599	417,513	15,286	-	672,398
New borrowings	-	31,998	-	-	31,998
Repayment	(239,599)	(8,336)	-	-	(247,935)
Interest payment	(546)	(3,626)	-	-	(4,172)
Accrued interest	546	3,626	-	-	4,172
Lease payment	-	-	(976)	-	(976)
Dividend payment	-	-	-	(44,197)	(44,197)
Other non-cash movement	-	-	1,278	44,197	45,475
Liabilities from financing activities as of 31 March 2026	-	441,175	15,588	-	456,763

As of 31 March 2026, dividends were declared and paid in amount of 44,197 EUR.

15. OTHER LIABILITIES

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Trade Accounts Payable	1,376	3,840	1,376	3,840
Salaries Amounts to Be Withheld from Salaries, Taxes and Contributions	5,118	5,042	5,118	5,042
Provisions for Retirement Benefits, Termination Benefits and Similar Liabilities	1,544	1,582	1,544	1,582
Fees Payable	899	927	899	927
Deferred Income	4,789	4,784	4,789	4,784
Declared dividend liabilities	4	44,197	4	44,197
Liabilities for prepaid cards	3,861	3,799	3,861	3,799
Other Liabilities	19,033	19,230	18,863	19,069
Total	36,624	83,401	36,454	83,240

16. EARNINGS PER SHARE

	Group		Bank	
	3 months period ended 31 March 2026 EUR '000	3 months period ended 31 March 2025 EUR '000	3 months period ended 31 March 2026 EUR '000	3 months period ended 31 March 2025 EUR '000
Current Period Profit/ Distributable to the Bank's Owners	15,236	15,332	15,170	15,201
Profit Used to Calculate Basic and Diluted Earnings Per Share	15,236	15,332	15,170	15,201
Weighted Average Ordinary Shares Outstanding Used to Calculate Basic and Diluted Earnings Per Share	2,024,590	2,024,576	2,024,590	2,024,576
Basic and Diluted Earnings Per Share (in EUR)	7.53	7.57	7.49	7.51

17. INTEREST INCOME

a) Income Analysis by Product:

	Group		Bank	
	3 months period ended 31 March 2026 EUR '000	3 months period ended 31 March 2025 EUR '000	3 months period ended 31 March 2026 EUR '000	3 months period ended 31 March 2025 EUR '000
Loans to Customers				
- Corporate	13,954	11,774	13,955	11,774
- Individuals	18,262	16,963	18,262	16,963
	32,216	28,737	32,217	28,737
Loans to Banks	10,345	21,791	10,343	21,789
Debt Securities	13,849	8,639	13,849	8,639
Bills of Exchange	-	4	-	3
Interest rate swap	2,918	-	2,918	-
Total	59,328	59,170	59,327	59,168

b) Income Analysis by Source:

	Group		Bank	
	3 months period ended 31 March 2026 EUR '000	3 months period ended 31 March 2025 EUR '000	3 months period ended 31 March 2026 EUR '000	3 months period ended 31 March 2025 EUR '000
Corporate	10,317	9,086	10,316	9,086
Retail	18,262	17,127	18,262	17,127
Government and Public Sector	16,775	10,522	16,775	10,522
Banks and Other Financial Institutions	13,942	22,391	13,942	22,389
Others	32	43	32	44
Total	59,328	59,170	59,327	59,168

18. INTEREST EXPENSE

a) Expense Analysis by Product

	Group		Bank	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Borrowings	4,123	3,410	4,123	3,410
Customer Deposits				
- Corporate	3,843	5,001	3,843	5,001
- Retail	4,022	7,412	4,022	7,412
	7,865	12,413	7,865	12,413
Deposits from Banks	612	782	614	782
Other	4,208	2,771	4,208	2,771
Interest rate swap	3,277	-	3,277	-
Total	20,085	19,376	20,087	19,376

b) Expense Analysis by Recipient

	Group		Bank	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Corporate	3,907	5,104	3,907	5,104
Retail	4,041	7,435	4,041	7,435
Government and Public Sector	3,931	2,507	3,931	2,507
Banks and other Financial Institutions	8,029	4,197	8,031	4,197
Others	177	133	177	133
Total	20,085	19,376	20,087	19,376

19. FEES AND COMMISSIONS INCOME

	Group		Bank	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Cash Payment Operations	7,347	7,751	7,347	7,751
Non-Cash Payment Operations	2,665	2,560	2,665	2,560
Retail and Credit Card Operations	5,535	5,555	5,535	5,555
Letters of Credit, Guarantees and Foreign-Exchange Payment Operations	1,072	882	1,072	882
Other Fees and Commissions Income	2,093	1,730	1,697	1,549
Total	18,712	18,478	18,316	18,297

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20. FEES AND COMMISSIONS EXPENSE

	Group		Bank	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Cash Payment Operations	6,293	6,579	6,293	6,579
Non-Cash Payment Operations	382	344	382	344
Card Operations	1,278	1,328	1,278	1,328
Other Fees and Commission Expense	1,075	1,093	1,090	1,088
Total	9,028	9,344	9,043	9,339

21. GENERAL AND ADMINISTRATIVE EXPENSES

	Group		Bank	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Materials and Services	6,848	6,501	6,848	6,265
Administration and Marketing	839	443	839	443
Postage and Telecommunications	1,538	1,384	1,538	1,380
Employee Expenses	15,939	13,661	15,683	13,442
Other General and Administrative Expenses	1,856	2,060	1,797	2,073
Total	27,020	24,049	26,705	23,603

Employee Expenses

	Group		Bank	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Net Salaries and Other Employee Expenses	8,570	7,548	8,435	7,424
Taxes and Contributions (including contributions payable by employers)	5,991	5,013	5,896	4,928
Other Fees to Employees	1,368	1,093	1,346	1,086
Fees to Supervisory Board Members	10	7	6	4
Total	15,939	13,661	15,683	13,442

22. CONCENTRATION OF ASSETS AND LIABILITIES

The assets and liabilities of the Bank are significantly concentrated on amounts directly due from and to the Republic of Croatia. The amounts at year end, including accrued interest, are as follows:

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Bonds of the Republic of Croatia	1,511,822	1,464,699	1,511,822	1,464,699
Treasury Bills of the Croatian Ministry of Finance	445,552	159,851	445,552	159,851
Loans to the Republic of Croatia	1,763	69,256	1,763	69,256
Other receivables	7,785	5,209	7,785	5,209
Deposits from the Republic of Croatia	(18,804)	(18,311)	(18,804)	(18,311)
Other liabilities	(1,429)	(7,577)	(1,429)	(7,577)
Total	1,946,689	1,673,127	1,946,689	1,673,127

	Group		Bank	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Interests Income	12,150	6,913	12,150	6,913
Interests Expense	(9)	(9)	(9)	(9)
Total	12,141	6,904	12,141	6,904

The Bank's exposure towards local government and other subjects of public government (excluding government of Republic of Croatia, subjects of state management and state-owned companies) is presented below:

	Group		Bank	
	31.3.2026	31.12.2025	31.3.2026	31.12.2025
	EUR '000	EUR '000	EUR '000	EUR '000
Loans	75.254	81.888	75.254	81.888
Deposits	(235.263)	(213.589)	(235.263)	(213.589)
Total	(160.009)	(131.701)	(160.009)	(131.701)

	Group		Bank	
	3 months period ended 31 March 2026	3 months period ended 31 March 2025	3 months period ended 31 March 2026	3 months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Interests Income	408	406	408	406
Interests Expense	(79)	(113)	(79)	(113)
Total	329	293	329	293

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23. CASH AND CASH EQUIVALENTS

	Group		Bank	
	31 March 2026	31 December 2025	31 March 2026	31 December 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Cash and amounts due from banks	1,728,471	2,400,421	1,728,471	2,400,415
Deposits with banks with original maturities of up to 90 days*	-	1,999	-	1,999
Total	1,728,471	2,402,420	1,728,471	2,402,414

* To align the definition of cash and cash equivalents between the statements of cash flows and financial position, the Group and the Bank revised the presentation of cash and cash equivalents in the statement of financial position. Specifically, deposits with banks with original maturities of up to 90 days are now included within cash and cash equivalents. These balances were previously presented under “Loans and receivables from banks” in the annual financial statements.

24. RELATED PARTY TRANSACTIONS

Group	Exposure	Liabilities	Income for 3 months	Expenses for 3
			period ended 31 March 2026	months period ended 31 March 2026
31.3.2026	EUR '000	EUR '000	EUR '000	EUR '000
Key Shareholders				
Hrvatska Pošta p.l.c.	22,941	4,126	6,948	8,052
Key Management				
Short-Term Benefits (bonuses, salaries and fees)	1	-	1	1,048
Long-Term Benefits (loans and deposits)	1,361	748	72	-
Total	24,303	4,874	7,021	9,100
Group	Exposure	Liabilities	Income for 3 months	Expenses for 3
31.3.2025	EUR '000	EUR '000	period ended 31 March 2025	months period ended 31 March 2025
	EUR '000	EUR '000	EUR '000	EUR '000
Key Shareholders				
Hrvatska Pošta p.l.c.	34,720	14,129	7,334	8,348
Key Management				
Short-Term Benefits (bonuses, salaries and fees)	-	-	-	962
Long-Term Benefits (loans and deposits)	189	773	-	-
Total	34,909	14,902	7,334	9,310

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24. RELATED PARTY TRANSACTIONS (CONTINUED)

Bank					
31.3.2026	Exposure	Liabilities	Income for 3 months period ended 31 March 2026	Expenses for 3 months period ended 31 March 2026	
	EUR '000	EUR '000	EUR '000	EUR '000	
Key Shareholders					
Hrvatska Pošta p.l.c.	22,941	4,126	6,948	8,052	
Subsidiaries					
HPB Invest	870	452	118	12	
HPB Nekretnine	674	627	154	29	
Key Management					
Short-Term Benefits (bonuses, salaries and fees)	1	-	1	1,048	
Long-Term Benefits (loans and deposits)	1,362	748	7	9	
Total	25,848	5,953	7,228	9,150	
Bank					
31.3.2025	Exposure	Liabilities	Income for 3 months period ended 31 March 2025	Expenses for 3 months period ended 31 March 2025	
	EUR '000	EUR '000	EUR '000	EUR '000	
Key Shareholders					
Hrvatska Pošta p.l.c.	34,720	14,129	7,333	8,348	
Subsidiaries					
HPB Invest	872	295	98	12	
HPB Nekretnine	667	786	19	19	
Key Management					
Short-Term Benefits (bonuses, salaries and fees)	-	-	-	962	
Long-Term Benefits (loans and deposits)	189	773	-	-	
Total	36,448	15,983	7,450	9,341	

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25. FAIR VALUE OF FINANCIAL INSTRUMENTS

Valuation processes

Valuations of financial items required for financial reporting purposes, including level 3 fair values are carried out within the existing organizational framework, with responsibilities distributed across relevant departments.

The following table represents the Group's and Bank's estimate of the fair value hierarchy of financial instruments as of 31 March 2026.

Group	Fair Value	Fair Value Level	Book Value	Unrecognized Gains/ (Losses)
31.3.2026	EUR '000		EUR '000	
RECURRING FAIR VALUE				
Financial Assets at Fair Value through P&L	63,917		63,917	-
- Ministry of Finance Treasury bills	302	Level 1	302	-
- Ministry of Finance Bonds	30,911	Level 1	30,911	-
- Corporate bonds and commercial bills	3,367	Level 1	3,367	-
- Open-End Investment Fund Investments	23,899	Level 1	23,899	-
- Equity Securities	4,783	Level 1	4,783	-
- Fair value of forward contracts	160	Level 3	160	-
- Loans and Receivables from customers	495	Level 3	495	-
Financial Assets at Fair Value through Other Comprehensive income	4,524		4,524	-
- Equity Securities – Not Listed	3,979	Level 3	3,979	-
- Equity Securities – Listed	545	Level 1	545	-
Financial liabilities measured at fair value				
Financial Liabilities at Fair Value Through P&L	137	Level 3	137	-

Group	Fair Value	Fair Value Level	Valuation Technique(s) and Key input(s)	Book Value	Unrecognized Gains/ (Losses)
31.3.2026	EUR '000			EUR '000	
NON-RECURRING FAIR VALUE					
Financial assets measured at cost					
Loans and Receivables from Banks	2,249	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,510	(261)
Government bonds and Treasury bills	2,108,833	Level 1		2,123,253	(14,420)
Foreign banks and other financial institutions bonds	57,021	Level 1		58,804	(1,783)
Corporate bonds	10,025	Level 1		10,210	(185)
Loans and Receivables from Customers - Retail	2,019,986	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for loans in Croatia	2,024,127	(4,141)
Loans and Receivables from Customers - Corporate	1,722,223	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for loans in Croatia	1,725,754	(3,531)
Financial liabilities measured at cost					
Deposits from Banks	107,680	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	107,680	-
Customer retail demand deposits	2,017,536	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,017,536	-
Customer corporate demand deposits	2,136,258	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,136,258	-
Customer retail restricted deposits	57,322	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	57,322	-
Customer corporate restricted deposits demand deposits	329,125	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	329,125	-
Customer retail term deposits	1,110,885	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for deposits in Croatia	1,103,034	(7,851)
Customer corporate term deposits	1,064,046	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for deposits in Croatia	1,056,526	(7,520)
Borrowings	460,572	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	456,763	(3,809)
OFF-BALANCE	12,349			12,349	-
Guarantees	5,077	Level 3	Present Value of Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	5,077	-
Undrawn credit lines	7,272	Level 3	Present Value of Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	7,272	-

Cash and accounts with banks have its fair value represent the reasonable approximation of their carrying amount due to its nature, complexity and short-term structure.

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25. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Group	Fair Value	Fair Value Level	Book Value	Unrecognized Gains/ (Losses)
31.12.2025	EUR '000		EUR '000	
RECURRING FAIR VALUE				
Financial Assets at Fair Value through P&L	65,258		65,258	-
- Ministry of Finance Treasury bills	397	Level 1	397	-
- Ministry of Finance Bonds	31,300	Level 1	31,300	-
- Corporate bonds and commercial bills	3,364	Level 1	3,364	-
- Open-End Investment Fund Investments	24,196	Level 1	24,196	-
- Equity Securities	5,350	Level 1	5,350	-
- Fair value of forward contracts	151	Level 3	151	-
- Loans and Receivables from customers	500	Level 3	500	-
Financial Assets at Fair Value through Other Comprehensive income	5,813		5,813	-
- Equity Securities – Not Listed	5,130	Level 3	5,130	-
- Equity Securities – Listed	683	Level 1	683	-
Financial liabilities measured at fair value				
Financial Liabilities at Fair Value Through P&L	22	Level 3	22	-

Group	Fair Value	Fair Value Level	Valuation Technique(s) and Key input(s)	Book Value	Unrecognized Gains/ (Losses)
31.12.2025	EUR '000			EUR '000	
NON-RECURRING FAIR VALUE					
Financial assets measured at cost					
Loans and Receivables from Banks	2,236	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,491	(255)
Government bonds	2,133,237	Level 1		2,148,986	(15,749)
Foreign banks and other financial institutions bonds	37,702	Level 1		38,270	(568)
Corporate bonds	10,034	Level 1		10,188	(154)
Loans and Receivables from Customers - Retail	1,987,081	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for loans in Croatia	1,991,062	(3,981)
Loans and Receivables from Customers - Corporate	1,700,716	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for loans in Croatia	1,704,124	(3,408)
Financial liabilities measured at cost					
Deposits from Banks	82,925	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	82,925	-
Customer retail demand deposits	2,041,594	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,041,594	-
Customer corporate demand deposits	2,204,525	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,204,525	-
Customer retail restricted deposits	56,979	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	56,979	-
Customer corporate restricted deposits demand deposits	351,015	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	351,015	-
Customer retail term deposits	1,126,747	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for deposits in Croatia	1,095,842	(30,905)
Customer corporate term deposits	1,390,283	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for deposits in Croatia	1,352,149	(38,134)
Borrowings	686,324	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	672,398	(13,926)
OFF-BALANCE	12,462			12,462	-
Guarantees	4,070	Level 3	Present Value of Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	4,070	-
Undrawn credit lines	8,392	Level 3	Present Value of Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	8,392	-

Cash and accounts with banks have its fair value represent the reasonable approximation of their carrying amount due to its nature, complexity and short-term structure.

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25. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Bank	Fair Value	Fair Value Level	Book Value	Unrecognized Gains/ (Losses)
31.3.2026	EUR '000		EUR '000	
RECURRING FAIR VALUE				
Financial Assets at Fair Value through P&L	63,816		63,816	-
- Ministry of Finance Treasury bills	302	Level 1	302	-
- Ministry of Finance Bonds	30,911	Level 1	30,911	-
- Corporate bonds and commercial bills	3,266	Level 1	3,266	-
- Open-End Investment Fund Investments	23,899	Level 1	23,899	-
- Equity Securities	4,783	Level 1	4,783	-
- Fair value of forward contracts	160	Level 2	160	-
- Loans and Receivables from customers	495	Level 3	495	-
Financial Assets at Fair Value through Other Comprehensive income	4,524		4,524	-
- Equity Securities – Not Listed	3,979	Level 3	3,979	-
- Equity Securities – Listed	545	Level 1	545	-
Financial liabilities measured at fair value				
Financial Liabilities at Fair Value Through P&L	137	Level 3	137	-

Bank	Fair Value	Fair Value Level	Valuation Technique(s) and Key input(s)	Book Value	Unrecognised Gains/ (Losses)
31.3.2026	EUR '000			EUR '000	
NON-RECURRING FAIR VALUE					
Financial assets measured at cost					
Loans and Receivables from Banks	2,249	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,510	(261)
Government bonds	2,108,833	Level 1		2,123,253	(14,420)
Foreign banks and other financial institutions bonds	57,021	Level 1		58,804	(1,783)
Corporate bonds	10,025	Level 1		10,210	(185)
Loans and Receivables from Customers - Retail	2,019,986	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for loans in Croatia	2,024,127	4,141
Loans and Receivables from Customers - Corporate	1,722,223	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for loans in Croatia	1,725,754	3,531
Financial liabilities measured at cost					
Deposits from Banks	107,680	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	107,680	-
Customer retail demand deposits	2,017,536	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,017,536	-
Customer corporate demand deposits	2,137,319	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,137,319	-
Customer retail restricted deposits	57,322	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	57,322	-
Customer corporate restricted deposits demand deposits	329,125	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	329,125	-
Customer retail term deposits	1,110,885	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for deposits in Croatia	1,103,034	(7,851)
Customer corporate term deposits	1,064,046	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for deposits in Croatia	1,056,526	(7,520)
Borrowings	460,572	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	456,763	(3,809)
OFF-BALANCE	12,349			12,349	-
Guarantees	5,077	Level 3	Present Value of Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	5,077	-
Undrawn credit lines	7,272	Level 3	Present Value of Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	7,272	-

Cash and accounts with banks have its fair value represent the reasonable approximation of their carrying amount due to its nature, complexity and short-term structure.

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25. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Bank	Fair Value	Fair Value Level	Book Value	Unrecognised Gains/ (Losses)
31.12.2025	EUR '000		EUR '000	
RECURRING FAIR VALUE				
Financial Assets at Fair Value through P&L	65,156		65,156	-
- Ministry of Finance Treasury bills	397	Level 1	397	-
- Ministry of Finance Bonds	31,300	Level 1	31,300	-
- Corporate bonds and commercial bills	3,262	Level 1	3,262	-
- Open-End Investment Fund Investments	24,196	Level 1	24,196	-
- Equity Securities	5,350	Level 1	5,350	-
- Fair value of forward contracts	151	Level 3	151	-
- Loans and Receivables from customers	500	Level 3	500	-
Financial Assets at Fair Value through Other Comprehensive income	5,813		5,813	-
- Equity Securities – Not Listed	5,130	Level 3	5,130	-
- Equity Securities – Listed	683	Level 1	683	-
Financial liabilities measured at fair value				
Financial Liabilities at Fair Value Through P&L	22	Level 3	22	-

Bank	Fair Value	Fair Value Level	Valuation Technique(s) and Key input(s)	Book Value	Unrecognised Gains/ (Losses)
31.12.2025	EUR '000			EUR '000	
NON-RECURRING FAIR VALUE					
Financial assets measured at cost					
Loans and Receivables from Banks	2,236	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,491	(255)
Government bonds	2,133,237	Level 1		2,148,986	(15,749)
Foreign banks and other financial institutions bonds	37,702	Level 1	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	38,270	(568)
Corporate bonds	10,034	Level 1		10,188	(154)
Loans and Receivables from Customers - Retail	1,987,081	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for loans in Croatia	1,991,062	(3,981)
Loans and Receivables from Customers - Corporate	1,700,716	Level 3		1,704,124	(3,408)
Financial liabilities measured at cost					
Deposits from Banks	82,925	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	82,925	-
Customer retail demand deposits	2,041,594	Level 2		2,041,594	-
Customer corporate demand deposits	2,205,544	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	2,205,544	-
Customer retail restricted deposits	56,979	Level 2		56,979	-
Customer corporate restricted deposits demand deposits	351,015	Level 2	Present Value of Future Discounted Cash Flows. Input: Observable interbank discount rate	351,015	-
Customer retail term deposits	1,126,747	Level 3		1,095,842	(30,905)
Customer corporate term deposits	1,390,283	Level 3	Present Value of Future Discounted Cash Flows. Input: Unobservable discount rate developed by the bank which is based on average rates for deposits in Croatia	1,352,149	(38,134)
Borrowings	686,324	Level 3		672,398	(13,926)
OFF-BALANCE	12,462			12,462	-
Guarantees	4,070	Level 3	Present Value of Discounted Cash Flows. Input: Unobservable discount rate developed by the bank	4,070	-
Undrawn credit lines	8,392	Level 3		8,392	-

Cash and accounts with banks have its fair value represent the reasonable approximation of their carrying amount due to its nature, complexity and short-term structure.

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25. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Input data not observable for Level 3 measurement

In the case when the fair value of a financial asset is obtained from input parameters that are not observable in the market, then these parameters can be obtained with other alternative parameters. To compile the Statement of financial position, parameters are used that reflect the market situation on the day of the report.

The range of unobservable valuation parameters used to measure Level 3 are shown in the following table:

Group and Bank						31.3.2026
Financial asset	Instrument type	Fair value EUR '000	Valuation Technique(s)	Key input(s) not visible	Input ranges that are not visible	
Financial Assets at Fair Value through P&L	fair value of forward contracts	160	Present Value of Discounted Future Cash Flows	Discount rate	2.03% - 3.65%	
Financial Assets at Fair Value through P&L	Loans and Receivables from Customers	495	Present Value of Discounted Future Cash Flows	Discount rate	3.35% - 5.75%	
Financial Assets at Fair Value through OCI	Equity Securities – Not Listed *	3,979	Conversion factor and share price on the primary market	Conversion factor	0.72	
Financial liabilities measured at fair value	Fair value of forward contracts	137	Present Value of Discounted Future Cash Flows	Discount rate	2.03% - 3.65%	
Group and Bank						31.12.2025
Financial asset	Instrument type	Fair value EUR '000	Valuation Technique(s)	Key input(s) not visible	Input ranges that are not visible	
Financial Assets at Fair Value through P&L	fair value of forward contracts	151	Present Value of Discounted Future Cash Flows	Discount rate	2.03% - 3.7%	
Financial Assets at Fair Value through P&L	Loans and Receivables from Customers	500	Present Value of Discounted Future Cash Flows	Discount rate	3.79% - 5.75%	
Financial Assets at Fair Value through OCI	Equity Securities – Not Listed *	5,130	Conversion factor and share price on the primary market	Conversion factor	1.78 - 0.72	
Financial liabilities measured at fair value	Fair value of forward contracts	22	Present Value of Discounted Future Cash Flows	Discount rate	2.03% - 3.7%	

*Sensitivity analysis for Non listed equity securities shows that 10% change of conversion factor would result with EUR 20 thousand change of fair value of the instrument (31.12.2025: EUR 26 thousand).

There were no transfers between fair value hierarchy levels for recurring fair value measurements.

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25. FAIR VALUE OF FINANCIAL INSTRUMENTS (CONTINUED)

Level 3 reconciliation from opening to closing balance

Group and Bank

Financial asset / Liabilities	Instrument type	Opening balance as of 1.1.2026. EUR '000	Gains / (losses) recognised in P&L EUR '000	(Losses) recognised in OCI EUR '000	Ending balance as of 31.3.2026. EUR '000
Financial Assets at Fair Value through P&L	Fair value of forward contracts	151	9	-	160
Financial Assets at Fair Value through P&L	Loans and Receivables from Customers	500	(5)	-	495
Financial Assets at Fair Value through OCI	Equity Securities – Not Listed	5,130	-	(1.151)	3,979
Financial liabilities measured at fair value	Fair value of forward contracts	22	(115)	-	137

Group and Bank

Financial asset / Liabilities	Instrument type	Opening balance as of 1.1.2025. EUR '000	Gains recognised in P&L EUR '000	Gains recognised in OCI EUR '000	Ending balance as of 31.3.2025. EUR '000
Financial Assets at Fair Value through P&L	fair value of forward contracts	-	51	-	51
Financial Assets at Fair Value through P&L	Loans and Receivables from Customers	498	9	-	507
Financial Assets at Fair Value through OCI	Equity Securities – Not Listed	5.232	-	135	5.367
Financial liabilities measured at fair value	Fair value of forward contracts	542	325	-	217

26. EVENTS AFTER THE REPORTING DATE

There were no significant events after the balance sheet date until the publication of these financial information