

REPORT
regarding the proposal on the net profit distribution for the year 2022

Considering the international geopolitical situation, with implications on the national and international economic environment, respectively on the normal functioning of the financial-banking markets, it is necessary to show an increased prudence in terms of maintaining an optimal level of own funds.

In this context, to prevent the possibility of unanticipated shocks that could have negative effects on the bank's financial situation, the Ordinary General Meeting of Shareholders is submitted for approval incorporating the net profit made by the bank in the financial year 2022 in total amount of RON 1,234,695,416.04 in the bank retained earnings and postponement of the decision on the distribution of dividends to shareholders.

In the second half of the year 2023, in case the macroeconomic situation will have a positive evolution and the management assessment regarding the business perspectives and the financial situation of the bank justifies such approach, we may consider the possibility to recommend the distribution of dividends from the bank profit for 2022, in a new General Meeting of Shareholders.

We would like to emphasize the fact that the proven financial power of the bank, based on solid foundation and risk prudent strategy, our excellent capability to generate income and the solid capital base give an optimistic view over our long and medium term perspectives on the local market.

The current Report was analysed and approved by the Raiffeisen Bank S.A. Management Board in the meeting of March 21st, 2023.

Zdenek Romanek

President of the Management Board of Raiffeisen Bank S.A.