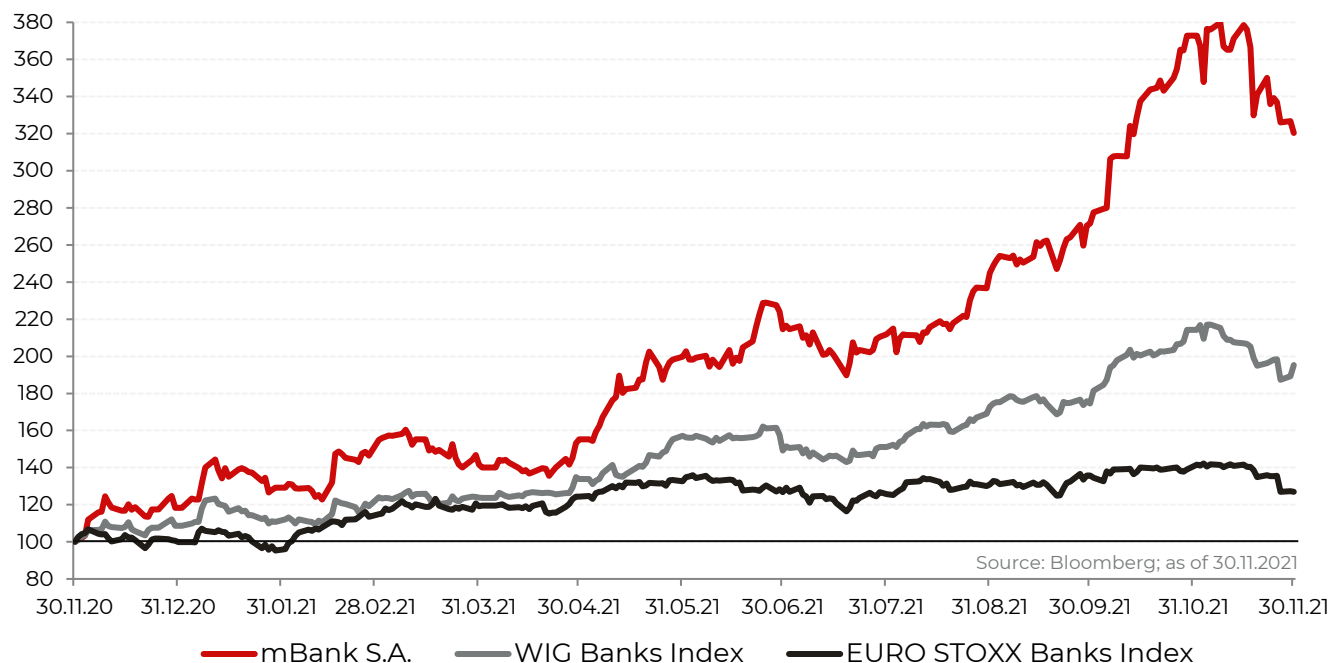


Share price performance summary

In November mBank's share price dropped by 14.08%, while the WIG-Banks index decreased by 8.85%. The EURO STOXX Banks Index went down by 8.65% in the same period.

Last 12 months – chart



change in the period	4Q'20	2020	1Q'21	2Q'21	3Q'21	2021YtD
mBank	+7.69%	-53.98%	+19.64%	+51.59%	+26.46%	+170.65%
WIG Banks Index	+28.84%	-29.59%	+13.99%	+20.54%	+16.95%	+79.83%
EURO STOXX Banks Index	+35.36%	-23.72%	+19.38%	+6.35%	+7.10%	+27.15%

Consensus estimates for mBank Group's results

Financials (in PLN million)	2019	2020	2021E		2022E	
			estimate	Δ vs. 2020	estimate	Δ vs. 2021E
Net interest income	4 003	4 009	3 962	-1.2%	4 522	+14.1%
Net F&C income	1 271	1 508	1 766	+17.1%	1 818	+2.9%
Total income	5 524	5 867	5 986	+2.0%	6 577	+9.9%
Total costs	-2 329	-2 411	-2 420	+0.4%	-2 561	+5.8%
LLPs & FV change	-794	-1 293	-955	-26.1%	-943	-1.3%
Operating profit	2 014	1 141	994	-12.9%	1 702	+71.3%
Net profit	1 010	104	-146	+/-	441	-/+
Net loans	104 980	108 567	117 459	+8.2%	124 607	+6.1%
Assets	158 353	178 872	195 733	+9.4%	205 595	+5.0%
Deposits	116 661	137 699	152 795	+11.0%	162 134	+6.1%

Contributing research by: Citi Research, BOŚ Brokerage, PKO Securities, Ipopema, Pekao Brokerage, Raiffeisen, Santander Brokerage, Societe Generale, Trigon DM, Wood & Company.

Note: Results for 2019 and particularly for 2020 were negatively impacted by provisions for legal risk related to mortgage loans in foreign currencies (PLN 387.8 million and PLN 1,021.7 million, respectively).

Special topic:

mBank Group's new strategy for 2021-2025 announced

Our new strategy "From an icon of mobility to an icon of possibility", developed for 2021-2025, defines our aspirations, goals and initiatives aimed at establishing a bank that will continue to be ranked among top financial players in Poland, whilst reaching better valuation. It responds to changing world and evolving consumer behaviour as well as integrates the ESG agenda.

For more details on mBank Group's new strategy please see [THE PRESENTATION](#).

Key news regarding mBank Group

mBank's analysts revised Polish GDP growth down to 5.2% YoY in 2021



Polish GDP rose by 5.3% YoY in Q3 2021, constituting a positive surprise compared to the flash estimate of 5.1% published earlier. This was due to the increase in domestic demand, which amounted to 8.6% YoY. Investments went up by 9.3% YoY. mBank's analysts expect the quarterly GDP growth to decelerate to 0.5% QoQ in the next two quarters. Its pace does not match the pre-pandemic trend yet but the gap narrows.

Inflation accelerated to 6.8% YoY in October, and to 7.7% YoY in November breaking new records, as anticipated by mBank's analysts. They predict it to be higher than 6% in 2022, while staying in the 7-8% range in Q1 2022. The interest rates are expected to be hiked at each MPC's meeting up to the March projection. In December, the increase is estimated to reach 25-50 bps, according to mBank's analysts. Energy prices unprecedentedly climbed by 3.0% MoM, and along with gas prices might not be stabilized yet and provide higher readings in the coming months. Core inflation will remain in the 4-5% range in 2022. In 2023, inflation should drop to c. 3.5%.

Industrial production surprised positively and amounted to 7.8% YoY in October. Consensus anticipated a much lower reading of 5.3% YoY. The higher dynamics was attributable to energy production and provision. 2022 will be clouded by numerous risk factors such as prices. However, the price hikes are concentrated in selected categories only. Producer Price Index increased by 11.8% YoY, beating consensus of 10.8% YoY. The mining sector (+6.8% MoM), the media production and distribution (+2.4% MoM), coke and refined petroleum product (+13.1% MoM), and gas price hikes contributed the most to the reading, which will accelerate in 2022, according to mBank's analysts. All aforementioned factors (excluding energy prices) are seen to decelerate in 2022.

Retail sales rose by 6.9% YoY, beating the consensus estimate of 6.2% YoY. The gap between the current and the pre-pandemic trend slims down. The pace of consumption is expected to subdue in 2022. In the coming months, car sales should spike. Low sales in this category were attributable to supply-side issues in October. Furniture sales will slow down in the near term, according to mBank's analysts. Services should accelerate. Business entities have high financial surpluses and are seen as largest contributors to the growth of the levels of cash in circulation. They might be responsible for flattening of the consumption trend in the coming months.

Employment dynamics decelerated slightly to 0.5% YoY in October, disappointing the analysts again. The wages increased by 8.4% YoY, roughly in line with the estimation. The development of salaries is above the pre-pandemic trend and the wage pressure remains strong. mBank's analysts expect that growth of wages will not weaken in 2022. Tendencies visible in the previous months remain a deciding factor in October. Economists believe the Polish labour market has already left the period of volatile changes. The number of FTEs rose by 3.9 thousand in October, similarly to the preceding years. Job market does not seem to significantly accelerate, with downtimes and reduction of worktime at fault. According to Statistics Poland, the increase of

wages in October was attributable to new hires, inclines of employees' worktime and lower number of absences at work connected to unpaid leave.

BLIK contactless payments are now available at mBank

mBank launched BLIK contactless payments which allow to pay with a smartphone without using a debit or credit card. Over 2 million of mBank's customers have already used BLIK service. They have completed on average 7.7 million transactions per week. From now on this number may increase significantly.

This innovative locally-developed solution allows the customers to make contactless payments in service and commercial points of sales without issued debit or credit card. It requires only a smartphone with mBank's mobile application. To pay using BLIK, clients need to unlock the device and put it next to the terminal. A transaction to be completed does not require a code, access to the internet or logging in to the mobile application.

Introduction of BLIK contactless payments is a result of mBank's cooperation with Mastercard. Our customers will be able to use this payment method worldwide in every terminal authorized by Mastercard. Service will be available immediately for all mBank's customers who use mobile device with Android and HMS.

AIS services extended mBank's Open Banking

mBank's clients gained a possibility to connect as much as 5 accounts of other banks to their account held at mBank. They can access this Open Banking functionality when they log into the transactional system, and choose an account set up in the following local institutions: Alior Bank, ING BSK, Millennium, PKO BP and Pekao SA. The access is required to be renewed every 90 days. The AIS services are compliant with the PSD2 EU directive.

mBank's private banking recognized as the best in Poland by The Financial Times

Once again mBank won the title for the best private banking in Poland. Competition was organized by The Banker and Professional Wealth Management magazine from The Financial Times group. mBank distinguished itself by solid growth rates, fairness to customer service and advanced digitalization of processes. The jury also appreciated innovation of investment solutions with particular emphasis on ESG and thematic investment.

Forthcoming corporate access events

07.12.2021	WOOD's Winter Wonderland - EME Conference in Prague
------------	---

Forthcoming reporting events

08.02.2022	Selected non-audited financial data of mBank Group for Q4 2021
03.03.2022	Annual Financial Report of mBank Group for 2021

mBank's shares:

ISIN	PLBRE0000012
Bloomberg	MBK PW
Number of shares issued	42 377 061
Listed on WSE since	06.10.1992
Relevant WSE indices	WIG, WIG-30, mWIG-40, WIG-Banks, WIG-ESG

**For New Investors
Integrated Annual Report online**Newsletter archive – [click here](#)

For any further information, please contact the IR team.

E-mail address: investor.relations@mbank.plmBank S.A.
Investor Relations
ul. Prosta 18
00-850 Warszawa