

Disclosure according to Pillar 3

Risk Report

K&H Banking Group and
K&H Bank Zrt

For the Second Quarter of 2021 Financial Year

K&H committed itself to conform to the requirements of Pillar 3 defined in Chapter 8 of 575/2013/EU Regulation of the European Parliament, of the Council (CRR) and in Article 122 of the Hpt.¹ and the 9/2021 (VI.23.) recommendation of the Hungarian National Bank. K&H prepares this “Risk Report” for such purposes, containing the information required by law.

K&H publishes its “Risk Report” five times a year (only once for the full year), simultaneously with the disclosure of the “Annual Report” and makes it also accessible in Hungary (and in English) on the K&H corporate website (www.kh.hu). As the K&H Bank Zrt is a systematically important institution on the Hungarian market, the bank also publishes half yearly and quarterly reports in a simplified form.

Overview of RWAs and capital requirements as of 30th of June 2021:

¹ Act CCXXXVII of 2013 on “credit institutions and financial enterprises” (Hpt.)

1. Table Template EU KM1 - Key metrics template (K&H Group)

Available own funds (amounts)		
1	Common Equity Tier 1 (CET1) capital	362 050
2	Tier 1 capital	362 050
3	Total capital	407 392
Risk-weighted exposure amounts		
4	Total risk-weighted exposure amount	2 272 715
Capital ratios (as a percentage of risk-weighted exposure amount)		
5	Common Equity Tier 1 ratio (%)	15,93%
6	Tier 1 ratio (%)	15,93%
7	Total capital ratio (%)	17,93%
Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)		
EU 7a	Additional CET1 SREP requirements (%)	1,68%
EU 7b	Additional AT1 SREP requirements (%)	0,56%
EU 7c	Additional T2 SREP requirements (%)	0,75%
EU 7d	Total SREP own funds requirements (%)	10,99%
Combined buffer requirement (as a percentage of risk-weighted exposure amount)		
8	Capital conservation buffer (%)	2,50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	
9	Institution specific countercyclical capital buffer (%)	0,00%
EU 9a	Systemic risk buffer (%)	
10	Global Systemically Important Institution buffer (%)	
EU 10a	Other Systemically Important Institution buffer	
11	Combined buffer requirement (%)	2,50%
EU 11a	Overall capital requirements (%)	13,49%
12	CET1 available after meeting the total SREP own funds requirements (%)	225 575
Leverage ratio		
13	Leverage ratio total exposure measure	4 905 101
14	Leverage ratio	7,38%
Additional own funds requirements to address risks of excessive leverage (as a percentage of leverage ratio total exposure amount)		
EU 14a	Additional CET1 leverage ratio requirements (%)	1,69%
EU 14b	Additional AT1 leverage ratio requirements (%)	3,00%
EU 14c	Total SREP leverage ratio requirements (%)	
Overall leverage ratio requirements (as a percentage of leverage ratio total exposure amount)		
EU 14d	Applicable leverage buffer	
EU 14e	Overall leverage ratio requirements (%)	3,00%
Liquidity Coverage Ratio		
15	Total high-quality liquid assets (HQLA) (Weighted value - average)	1 120 068
EU 16a	Cash outflows - Total weighted value	1 056 978
EU 16b	Cash inflows - Total weighted value	509 401
16	Total net cash outflows (adjusted value)	547 576
17	Liquidity coverage ratio (%)	204,55%
Net Stable Funding Ratio		
18	Total available stable funding	3 214 632
19	Total required stable funding	1 993 747
20	NSFR ratio (%)	161,24%

2. Table Template EU KM1 - Key metrics template (K&H Bank)

Available own funds (amounts)		
1	Common Equity Tier 1 (CET1) capital	349 369
2	Tier 1 capital	349 369
3	Total capital	394 690
Risk-weighted exposure amounts		
4	Total risk-weighted exposure amount	2 302 925
Capital ratios (as a percentage of risk-weighted exposure amount)		
5	Common Equity Tier 1 ratio (%)	15,17%
6	Tier 1 ratio (%)	15,17%
7	Total capital ratio (%)	17,14%
Additional own funds requirements based on SREP (as a percentage of risk-weighted exposure amount)		
EU 7a	Additional CET1 SREP requirements (%)	
EU 7b	Additional AT1 SREP requirements (%)	
EU 7c	Additional T2 SREP requirements (%)	
EU 7d	Total SREP own funds requirements (%)	8,00%
Combined buffer requirement (as a percentage of risk-weighted exposure amount)		
8	Capital conservation buffer (%)	2,50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	
9	Institution specific countercyclical capital buffer (%)	0,00%
EU 9a	Systemic risk buffer (%)	
10	Global Systemically Important Institution buffer (%)	
EU 10a	Other Systemically Important Institution buffer	
11	Combined buffer requirement (%)	2,50%
EU 11a	Overall capital requirements (%)	10,50%
12	CET1 available after meeting the total SREP own funds requirements (%)	210 456
Leverage ratio		
13	Leverage ratio total exposure measure	4 996 330
14	Leverage ratio	6,99%
Additional own funds requirements to address risks of excessive leverage (as a percentage of leverage)		
EU 14a	Additional leverage ratio requirements (%)	1,69%
EU 14b	of which: CET1	3,00%
EU 14c	Total SREP leverage ratio requirements (%)	
Overall leverage ratio requirements (as a percentage of leverage ratio total exposure amount)		
EU 14d	Applicable leverage buffer	
EU 14e	Overall leverage ratio requirements (%)	3,00%
Liquidity Coverage Ratio		
15	Total high-quality liquid assets (HQLA) (Weighted value - average)	1 120 068
EU 16a	Cash outflows - Total weighted value	1 059 855
EU 16b	Cash inflows - Total weighted value	509 389
16	Total net cash outflows (adjusted value)	550 465
17	Liquidity coverage ratio (%)	203%
Net Stable Funding Ratio		
18	Total available stable funding	3 040 567
19	Total required stable funding	2 019 764
20	NSFR ratio (%)	151%

3. Table EU- OV1 Overview of RWAs (K&H Group)

Values in HUF million		Risk weighted exposure amounts		Total own funds
		T	T-1 quarter	T
1	Credit risk (excluding CCR)	1 905 343	1 858 947	152 427
2	Of which the standardised approach	116 555	118 295	9 324
3	Of which the foundation IRB (FIRB) approach			
4	Of which: slotting approach			
EU 4a	Of which: equities under the simple riskweighted			
5	Of which the advanced IRB (AIRB) approach	1 598 305	1 575 727	127 864
5.1	Of which MRA	190 483	164 924	15 239
6	Counterparty credit risk - CCR	53 677	37 478	4 294
7	Of which the standardised approach	51 974	34 800	4 158
8	Of which internal model method (IMM)			
EU 8a	Of which exposures to a CCP			
EU 8b	Of which credit valuation adjustment - CVA	1 549	89	124
9	Of which other CCR	155	2 589	12
15	Settlement risk			
16	Securitisation exposures in the non-trading book (after the cap)			
17	Of which SEC-IRBA approach			
18	Of which SEC-ERBA (including IAA)			
19	Of which SEC-SA approach			
EU 19a	Of which 1250%/ deduction			
20	Position, foreign exchange and commodities risks (Market risk)	544	809	43
21	Of which the standardised approach	544	809	43
22	Of which IMA			
EU 22a	Large exposures			
23	Operational risk	313 151	313 151	25 052
EU 23a	Of which basic indicator approach			
EU 23b	Of which standardised approach	313 151	313 151	25 052
EU 23c	Of which advanced measurement approach			
24	Amounts below the thresholds for deduction (subject to 250% risk weight)			
29	Total	2 272 715	2 210 386	181 817

4. Table EU- OV1 Overview of RWAs (K&H Bank)

Values in HUF million		Risk weighted exposure amounts (RWEAs)		Total own funds requirements
		T	T-1 quarter	T
1	Credit risk (excluding CCR)	1 938 240	1 871 380	155 059
2	Of which the standardised approach	110 265	92 571	8 821
3	Of which the foundation IRB (FIRB) approach			
4	Of which: slotting approach			
EU 4a	Of which: equities under the simple riskweighted			
5	Of which the advanced IRB (AIRB) approach	1 634 055	1 610 529	130 724
5.1	Of which MRA	193 919	168 280	15 514
6	Counterparty credit risk - CCR	53 797	38 388	4 304
7	Of which the standardised approach	51 977	34 802	4 158
8	Of which internal model method (IMM)			
EU 8a	Of which exposures to a CCP			
EU 8b	Of which credit valuation adjustment - CVA	1 549	89	124
9	Of which other CCR	271	3 498	22
15	Settlement risk			
16	Securitisation exposures in the non-trading book (after the			
17	Of which SEC-IRBA approach			
18	Of which SEC-ERBA (including IAA)			
19	Of which SEC-SA approach			
EU 19a	Of which 1250%/ deduction			
20	Position, foreign exchange and commodities risks (Market risk)	544	809	43
21	Of which the standardised approach	544	809	43
22	Of which IMA			
EU 22a	Large exposures			
23	Operational risk	310345	310 345	24828
EU 23a	Of which basic indicator approach			
EU 23b	Of which standardised approach	310345	310 345	24828
EU 23c	Of which advanced measurement approach			
24	Amounts below the thresholds for deduction (subject to 250% risk weight)			
29	Total	2 302 925	2 220 923	184234

Own funds:

5. Table Component of own funds as of 30th June, 2021

		K&H Csoport	K&H Bank
Common Equity Tier 1 (CET1) capital: instruments and reserves			
1	Capital instruments and the related share premium accounts	189 753	189 753
	of which: Instrument type 1		
	of which: Instrument type 2		
	of which: Instrument type 2		
2	Retained earnings	169 080	156 479
3	Accumulated other comprehensive income (and other reserves)		
EU-3a	Funds for general banking risk	31 703	31 622
4	Amount of qualifying items referred to in Article 484 (3) and the related share premium accounts subject to phase out from CET1		
5	Minority interests (amount allowed in consolidated CET1)		
EU-5a	Independently reviewed interim profits net of any foreseeable charge or		
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	387 698	375 016

Common Equity Tier 1 (CET1) capital: regulatory adjustments					
7	Additional value adjustments (negative amount)	-	316	-	315
8	Intangible assets (net of related tax liability) (negative amount)	-	32 585	-	32 585
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)				
11	Fair value reserves related to gains or losses on cash flow hedges		7 254		7 254
12	Negative amounts resulting from the calculation of expected loss amounts				
13	Any increase in equity that results from securitised assets (negative amount)				
14	Gains or losses on liabilities valued at fair value resulting from changes in				
15	Defined-benefit pension fund assets (negative amount)				
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)				
17	Direct, indirect and synthetic holdings of the CET 1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)				
18	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)				
19	Direct, indirect and synthetic holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)				
EU-20a	Exposure amount of the following items which qualify for a RW of 1250 %, where the institution opts for the deduction alternative				
EU-20b	of which: qualifying holdings outside the financial sector (negative				
EU-20c	of which: securitisation positions (negative amount)				
EU-20d	of which: free deliveries (negative amount)				
21	Deferred tax assets arising from temporary differences (amount above 10 % threshold, net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)				
22	Amount exceeding the 17,65 % threshold (negative amount)				
23	of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities				
25	of which: deferred tax assets arising from temporary differences				
EU-25a	Losses for the current financial year (negative amount)				
EU-25b	Foreseeable tax charges relating to CET1 items (negative amount)				
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)				
27a	Other regulatory adjustments (including IFRS 9 transitional adjustments when relevant)	-	1	-	1
28	Total regulatory adjustments to Common Equity Tier 1 (CET1)	-	25 648	-	25 647
29	Common Equity Tier 1 (CET1) capital		362 050		349 369

Additional Tier 1 (AT1) capital: instruments			
30	Capital instruments and the related share premium accounts		
31	of which: classified as equity under applicable accounting standards		
32	of which: classified as liabilities under applicable accounting standards		
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1		
EU-33a	Amount of qualifying items referred to in Article 494a(1) subject to phase out from AT1		
EU-33b	Amount of qualifying items referred to in Article 494b(1) subject to phase out from AT1		
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties		
35	of which: instruments issued by subsidiaries subject to phase out		
36	Additional Tier 1 (AT1) capital before regulatory adjustments		
Additional Tier 1 (AT1) capital: regulatory adjustments			
37	Direct and indirect holdings by an institution of own AT1 instruments (negative amount)		
38	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		
39	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)		
40	Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)		
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)		
42a	Other regulatory adjustments to AT1 capital		
43	Total regulatory adjustments to Additional Tier 1 (AT1) capital		
44	Additional Tier 1 (AT1) capital		
45	Tier 1 capital (T1 = CET1 + AT1)	362 050	349 369
Tier 2 (T2) capital: instruments and provisions			
46	Capital instruments and the related share premium accounts	38 881	38 881
47	Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2		
EU-47a	Amount of qualifying items referred to in Article 494a (2) subject to phase out from T2		
EU-47b	Amount of qualifying items referred to in Article 494b (2) subject to phase out from T2		
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties		
49	of which: instruments issued by subsidiaries subject to phase out		
50	Credit risk adjustments	6 461	6 440
51	Tier 2 (T2) capital before regulatory adjustments	45 342	45 321

Tier 2 (T2) capital: regulatory adjustments			
52	Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)		
53	Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)		
54	Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10 % threshold and net of eligible short positions) (negative amount)		
55	Direct and indirect holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)		
EU-56a	Qualifying eligible liabilities deductions that exceed the eligible liabilities items of the institution (negative amount)		
56b	Other regulatory adjustments to T2 capital		
57	Total regulatory adjustments to Tier 2 (T2) capital		
58	Tier 2 (T2) capital	45 342	45 321
59	Total capital (TC = T1 + T2)	407 392	394 690
60	Total risk weighted assets	2 272 715	2 302 925
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of total risk exposure amount)	15,93%	15,17%
62	Tier 1 (as a percentage of total risk exposure amount)	15,93%	15,17%
63	Total capital (as a percentage of total risk exposure amount)	17,93%	17,14%
64	Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements, plus systemic risk buffer, plus systemically important institution buffer expressed as a percentage of risk exposure amount)	8,68%	7,00%
65	of which: capital conservation buffer requirement	2,50%	2,50%
66	of which: countercyclical buffer requirement	0,0032%	0,0030%
67	of which: systemic risk buffer requirement	0,00%	0,00%
EU-67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	0,00%	0,00%
EU-67b	ebből: a túlzott tőkeáttétel kockázatától eltérő kockázatok kezelését célzó kiegészítő szavatolótőke-követelmény	0,00%	0,00%
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	9,93%	9,14%
Amounts below the thresholds for deduction (before risk weighting)			
72	Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	2 202	2 202
73	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10 % threshold and net of eligible short positions)		6 370
75	Deferred tax assets arising from temporary differences (amount below 10 %		
Applicable caps on the inclusion of provisions in Tier 2			
76	Credit risk adjustments included in T2 in respect of exposures subject to standardised approach (prior to the application of the cap)		
77	Cap on inclusion of credit risk adjustments in T2 under standardised		
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)	7 077	7 077
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	83	83

Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022)			
80	Current cap on CET1 instruments subject to phase out arrangements		
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)		
82	Current cap on AT1 instruments subject to phase out arrangements		
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)		
84	Current cap on T2 instruments subject to phase out arrangements		
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)		

6. Table LRSum - Summary reconciliation of accounting assets and leverage ratio exposures (values in million HUF, K&H Group and K&H Bank)

		Applicable Amount	
		K&H Group	K&H Bank
1	Total assets as per published financial statements	4 431 028	4 431 028
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation		
3	(Adjustment for securitised exposures that meet the operational requirements for the recognition of risk transference)		
4	(Adjustment for temporary exemption of exposures to central bank (if applicable))	- 549 783	- 549 783
5	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio total exposure measure in accordance with Article 429(13) of Regulation (EU) No 575/2013)		
6	Adjustment for regular-way purchases and sales of financial assets subject to trade date accounting		
7	Adjustment for eligible cash pooling transactions		
8	Adjustments for derivative financial instruments	102 734	102 736
9	Adjustment for securities financing transactions (SFTs)	51 698	73 006
10	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	435 627	442 638
11	(Adjustment for prudent valuation adjustments and specific and general provisions which have reduced Tier 1 capital)	- 41 492	- 41 545
EU-11a	(Adjustment for exposures excluded from the leverage ratio total exposure measure in accordance with point (c) of Article 429a(1) CRR)		
EU-11b	(Adjustment for exposures excluded from the leverage ratio total exposure measure in accordance with point (j) of Article 429a(1) CRR)		
12	Other adjustments	475 289	538 250
13	Leverage ratio total exposure measure	4 905 101	4 996 330

7. Table LRCOM - Leverage ratio common disclosure (values in million HUF, K&H Group and K&H Bank)

		CRR leverage ratio exposures	
		K&H Group	K&H Bank
On-balance sheet exposures (excluding derivatives and SFTs)			
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	4 973 500	5 036 454
2	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework		
3	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	- 4 091	- 4 091
4	(Adjustment for securities received under securities financing transactions that are recognised as an asset)		
5	(General credit risk adjustments to on-balance sheet items)	- 40 318	- 40 369
6	(Asset amounts deducted in determining Tier 1 capital)	- 25 647	- 25 646
	_(-) A CRR 429a. cikke (1) bekezdésének n) pontja szerint mentesített, központi bankkal szembeni kitétségek	- 549 783	- 549 783
7	Total on-balance sheet exposures (excluding derivatives and SFTs)	4 353 661	4 416 565
Derivative exposures			
8	Replacement cost associated with SA-CCR derivatives transactions (ie net of eligible cash variation margin)	24 880	24 882
EU-8a	Derogation for derivatives: replacement costs contribution under the simplified standardised approach		
9	Add-on amounts for potential future exposure associated with SA-CCR derivatives transactions	39 234	39 239
EU-9a	Derogation for derivatives: Potential future exposure contribution under the simplified standardised approach		
EU-9b	Exposure determined under Original Exposure Method		
10	(Exempted CCP leg of client-cleared trade exposures) (SA-CCR)		
EU-10a	(Exempted CCP leg of client-cleared trade exposures) (simplified standardised approach)		
EU-10b	(Exempted CCP leg of client-cleared trade exposures) (original exposure method)		
11	Adjusted effective notional amount of written credit derivatives		
12	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)		
13	Total derivatives exposures	64 114	64 121

SFT exposures			
14	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions		
15	(Netted amounts of cash payables and cash receivables of gross SFT assets)	51 450	72 757
16	Counterparty credit risk exposure for SFT assets	249	249
EU-16a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Articles 429e(5) and 222 CRR		
17	Agent transaction exposures		
EU-17a	(Exempted CCP leg of client-cleared SFT exposure)		
18	Total securities financing transaction exposures	51 699	73 006
Other off-balance sheet exposures			
19	Off-balance sheet exposures at gross notional amount		
20	(Adjustments for conversion to credit equivalent amounts)	- 434 768	- 441 778
21	(General provisions associated with off-balance sheet exposures deducted in determining Tier 1 capital)	- 859	- 860
22	Other off-balance sheet exposures (sum of lines 17 and 18)	435 627	442 638

Excluded exposures			
EU-22a	(Exposures excluded from the leverage ratio total exposure measure in accordance with point (c) of Article 429a(1) CRR)		
EU-22b	(Exposures exempted in accordance with point (j) of Article 429a (1) CRR (on and off balance sheet))		
EU-22c	(-) Excluded exposures of public development banks - Public sector investments		
EU-22d	(Excluded promotional loans of public development banks: - Promotional loans granted by a public development credit institution - Promotional loans granted by an entity directly set up by the central government, regional governments or local authorities of a Member State		
	- Promotional loans granted by an entity set up by the central government, regional governments or local authorities of a Member State through an intermediate credit institution)		
EU-22e	(Excluded passing-through promotional loan exposures by non-public development banks (or units): - Promotional loans granted by a public development credit institution - Promotional loans granted by an entity directly set up by the central government, regional governments or local authorities of a Member State		
	- Promotional loans granted by an entity set up by the central government, regional governments or local authorities of a Member State through an intermediate credit institution)		
EU-22f	(Excluded guaranteed parts of exposures arising from export credits)		
EU-22g	(Excluded excess collateral deposited at triparty agents)		
EU-22h	(Excluded CSD related services of CSD/institutions in accordance with point (o) of Article 429a(1) CRR)		
EU-22i	(Excluded CSD related services of designated institutions in accordance with point (p) of Article 429a(1) CRR)		
EU-22j	(Reduction of the exposure value of pre-financing or intermediate loans)		
EU-22k	(Total exempted exposures)		
Capital and total exposure measure			
23	Tier 1 capital	362 050	349 369
24	Leverage ratio total exposure measure	4 905 101	4 996 330

Leverage ratio			
25	Leverage ratio	0,00%	0,00%
EU-25	Leverage ratio (without the adjustment due to excluded exposures of public development banks - Public sector investments) (%)	7,38%	6,99%
25a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves)	7,38%	6,99%
26	Regulatory minimum leverage ratio requirement (%)	0,00%	0,00%
EU-26a	Additional leverage ratio requirements (%)	1,69%	1,69%
EU-26b	of which: CET1	1,69%	1,69%
27	Required leverage buffer (%)	0,00%	0,00%
EU-27a	Overall leverage ratio requirements (%)	3,00%	3,00%
Choice on transitional arrangements and relevant exposures			
EU-27b	Choice on transitional arrangements for the definition of the capital measure		
Disclosure of mean values			
28	Mean value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivable	5 779	5 779
29	Quarter-end value of gross SFT assets, after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables	370 023	370 023
30	Total exposures (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	4 540 857	4 632 086
30a	Total exposures (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	5 090 640	5 181 869
31	Leverage ratio (including the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	7,97%	7,54%
31a	Leverage ratio (excluding the impact of any applicable temporary exemption of central bank reserves) incorporating mean values from row 28 of gross SFT assets (after adjustment for sale accounting transactions and netted of amounts of associated cash payables and cash receivables)	7,11%	6,74%

8. Table LRSpl - Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)(values in million HUF, K&H Group and K&H Bank)

		CRR leverage ratio exposures	
		K&H Group	K&H Bank
EU-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	4 379 308	4 442 212
EU-2	Trading book exposures		
EU-3	Banking book exposures, of which:	4 379 308	4 442 212
EU-4	Covered bonds		
EU-5	Exposures treated as sovereigns	1 325 924	1 325 924
EU-6	Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns		
EU-7	Institutions	639 683	640 083
EU-8	Secured by mortgages of immovable properties	637 537	637 537
EU-9	Retail exposures	147 940	147 940
EU-10	Corporate	1 406 611	1 456 549
EU-11	Exposures in default	43 781	43 781
EU-12	Other exposures (eg equity, securitisations, and other non-credit obligation assets)	177 832	190 398

9. Table Risk-weighted exposure amounts and capital requirements as defined in Article 438(c) to (f) of the CRR, breakdown by exposure class as referred to in Article 438 of the CRR (K&H Group)

Method	Exposure class	CRR ref	Original exposure	Risk weighted exposure	Capital requirement
Standardised Approach	Central governments or central banks	Article 112 (a)	1 680 161		
	Regional governments or local authorities	Article 112 (b)			
	Public sector entities	Article 112 (c)			
	Multilateral developments banks	Article 112 (d)			
	International organisations	Article 112 (e)			
	Institutions	Article 112 (f)			
	Corporates	Article 112 (g)	27 516	18 778	1 502
	Retail	Article 112 (h)	129 050	1	0
	Secured by mortgages on immovable property	Article 112 (i)			
	Exposures in default	Article 112 (j)	2 543	2 612	209
	Items associated with particularly high risk	Article 112 (k)			
	Covered bonds	Article 112 (l)			
	Items representing securitisation positions	Article 112 (m)			
	Claims on institutions and corporate with a short-term credit assessment	Article 112 (n)			
	Claims in the form of CIU	Article 112 (o)			
	Equity exposures	Article 112 (p)	175 853	92 956	7 436
	Other items	Article 112 (q)	2 208	2 208	177
Internal Ratings Based Approach	Central governments and central banks	Article 147 2. (a)	74 313	19 258	1 541
	Institutions	Article 147 2. (b)	843 039	125 180	10 014
	Corporates	Article 147 2. (c)	1 708 012	1 238 683	99 095
	of which: SME		738 603	443 895	35 512
	of which: Specialised Lending		310 285	306 535	24 523
	of which: Other		659 124	488 253	39 060
	Retail	Article 147 2. (d)	795 810	267 313	21 385
	of which: Secured by immovable property		648 130	190 903	15 272
	of which: Other		147 680	76 410	6 113
	Equity exposures	Article 147 2. (e)			
	Items representing securitisation positions	Article 147 2. (f)			
Other non credit-obligation assets	Article 147 2. (g)	190 483	190 483	15 239	

10. Table Risk-weighted exposure amounts and capital requirements as defined in Article 438(c) to (f) of the CRR, breakdown by exposure class as referred to in Article 438 of the CRR (K&H Bank)

Method	Exposure class	CRR ref	Original exposure	Risk weighted exposure	Capital requirement
Standardised Approach	Central governments or central banks	Article 112 (a)	1 680 161		
	Regional governments or local authorities	Article 112 (b)			
	Public sector entities	Article 112 (c)			
	Multilateral developments banks	Article 112 (d)			
	International organisations	Article 112 (e)			
	Institutions	Article 112 (f)			
	Corporates	Article 112 (g)	8	0	0
	Retail	Article 112 (h)	129 050	1	0
	Secured by mortgages on immovable property	Article 112 (i)			
	Exposures in default	Article 112 (j)	2 543	2 612	209
	Items associated with particularly high risk	Article 112 (k)			
	Covered bonds	Article 112 (l)			
	Items representing securitisation positions	Article 112 (m)			
	Claims on institutions and corporate with a short-term credit assessment	Article 112 (n)			
	Claims in the form of CIU	Article 112 (o)			
	Equity exposures	Article 112 (p)	176 017	93 043	7 443
	Other items	Article 112 (q)	14 649	14 609	1 169
Internal Ratings Based Approach	Central governments and central banks	Article 147 2. (a)	74 313	19 258	1 541
	Institutions	Article 147 2. (b)	843 439	125 366	10 029
	Corporates	Article 147 2. (c)	1 790 050	1 274 366	101 949
	of which: SME		738 603	443 895	35 512
	of which: Specialised Lending		310 285	306 535	24 523
	of which: Other		741 161	523 936	41 915
	Retail	Article 147 2. (d)	795 810	267 313	21 385
	of which: Secured by immovable property		648 130	190 903	15 272
	of which: Other		147 680	76 410	6 113
	Equity exposures	Article 147 2. (e)			
	Items representing securitisation positions	Article 147 2. (f)			
Other non credit-obligation assets	Article 147 2. (g)	193 919	193 919	15 514	

11. Table Covid 1 Information on loans and advances subject to legislative and non-legislative moratoria (K&H Group)

		Gross carrying amount						Accumulated impairment, accumulated negative changes in fair value due to credit risk						Gross carrying amount		
		Performing			Non performing			Performing			Non performing				Inflows to non-performing exposures	
		Of which: exposures with forbearance measures	Of which: Instruments with significant increase in credit risk since initial recognition but not credit-impaired (Stage 2)		Of which: exposures with forbearance measures	Of which: Unlikely to pay that are not past-due <= 90 days		Of which: exposures with forbearance measures	Of which: Instruments with significant increase in credit risk since initial recognition but not credit-impaired (Stage 2)		Of which: exposures with forbearance measures	Of which: Unlikely to pay that are not past-due <= 90 days				
1	Loans and advances subject to moratorium	481 921	467 120	2 675	98 594	14 800	7 178	10 926	-17 368	-12 281	-257	-10 213	-5 087	-1 875	-3 187	691
2	of which: Households	239 969	233 239	656	30 608	6 730	2 422	4 076	-6 945	-4 706	-44	-3 612	-2 239	-608	-1 018	341
3	of which: Collateralised by residential immovable property	165 998	160 245	460	22 919	5 753	2 412	3 785	-184	-2 654	-22	-2 434	-1 593	-603	-877	265
4	of which: Non-financial corporations	238 035	229 965	2 019	67 983	8 070	4 756	6 639	-10 227	-7 379	0	-6 601	-2 848	-1 267	-2 170	351
5	of which: Small and Medium-sized Enterprises	132 521	129 044	2 007	27 197	3 477	170	2 251	-4 787	-3 127	-213	-2 737	-1 660	-81	-983	351
6	of which: Collateralised by commercial immovable property	138 521	136 352	593	53 935	2 169	125	1 034	-6 501	-5 365	-57	-4 932	-1 136	-60	-494	298

12. Table Covid 2 Breakdown of loans and advances subject to legislative and non-legislative moratoria by residual maturity of moratoria

		Number of obligors	Gross carrying amount									
			Of which: legislative moratoria	Of which: expired	Residual maturity of moratoria							
					<= 3 months	> 3 months <= 6 months	> 6 months <= 9 months	> 9 months <= 12 months	> 1 year			
1	Loans and advances for which moratorium was offered	113 928	481 921									
2	Loans and advances subject to moratorium (granted)	113 928	481 921	481 921	473 317	8 604						
3	of which: Households		239 969	239 969	234 370	5 599						
4	of which: Collateralised by residential immovable property		165 998	165 998	161 525	4 473						
5	of which: Non-financial corporations		238 035	238 035	235 031	3 004						
6	of which: Small and Medium-sized Enterprises		132 521	132 521	130 134	2 387						
7	of which: Collateralised by commercial immovable property		138 521	138 521	137 146	1 375						

13. Table Covid 3 Information on newly originated loans and advances provided under newly applicable public guarantee schemes introduced in response to COVID-19 crisis

		Gross carrying amount		Maximum amount of the guarantee that can be considered	Gross carrying amount
			of which: forborne	Public guarantees received	Inflows to non-performing exposures
1	Newly originated loans and advances subject to public guarantee schemes	11 292	642	8 264	0
2	of which: Households	125			0
3	of which: Collateralised by residential immovable property	0			0
4	of which: Non-financial corporations	11 168	642	8 264	0
5	of which: Small and Medium-sized Enterprises	11 027			0
6	of which: Collateralised by commercial immovable property	4 538			0