

Novo Banco, S.A. announces minimum own funds requirements

Novo Banco, S.A. (“novobanco” or the “Bank”) was notified by the European Central Bank of its minimum prudential requirements applicable in 2025. The requirements to be observed are based on the results of the Supervisory Review and Evaluation Process (“SREP”), and calculated relative to the Total Risk Weighted Assets (“RWA”), in the following terms:

Requirements	CET 1	Tier 1	Total
P1 - Pillar 1	4.50%	6.00%	8.00%
P2R - Pillar 2 Requirement	1.52%	2.03%	2.70%
CCB - Capital Conservation Buffer	2.50%	2.50%	2.50%
O-SII ¹ - Other Systemically Important Institution Buffer	0.50%	0.50%	0.50%
CCyB ² - Countercyclical Capital Buffer	0.76%	0.76%	0.76%
SyB ³ - Systemic Risk Buffer	0.28%	0.28%	0.28%
Overall Capital Requirement	10.06%	12.07%	14.74%

Pro-forma Ratios as of 30-Sep-24⁴	20.7%	20.7%	23.6%
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The Pillar 2 requirement (“P2R”) for novobanco in 2025 is 2.70%, which represents an additional decrease of 15bps, reflecting an improved perception by the Supervisor of novobanco’s overall risk profile, particularly acknowledging the enhancement of its business model, with consistent profitability and sustained capital accretion.

As of 30 September 2024, novobanco’s pro-forma capital ratios exceed the new minimum requirements for CET 1, Tier 1 and Total Capital with significant margin (10.6pp, 8.6pp and 8.9pp, respectively), evidence of novobanco’s robust solvency.

This announcement is made in accordance and for the purpose of article of article 29-Q, No. 3 of the Portuguese Securities Code and the article 17 of Regulation (EU) No. 596/2014 of the European Parliament and of the Council.

Lisbon, 4th December 2024
Novo Banco, S.A.

¹ Considers 100% of the capital buffer, of which 50% starts on 1-Jul-25

² Not fixed amount; includes Countercyclical capital buffer of 0.75% in Portugal taking effect from 1-Jan-26

³ Not fixed amount;

⁴ Fully loaded