

Novo Banco, S.A. informs on its MREL requirements

Novo Banco, S.A. (“novobanco” or the “Bank”) informs that it has been notified by the Bank of Portugal of its Minimum Requirement for own funds and Eligible Liabilities (“MREL”) requirements, on a consolidated basis, as determined by the Single Resolution Board, under the following terms:

From January 2025 onwards, the requirement for own funds and eligible liabilities will be equivalent to:

MREL – TREA Requirement	
TREA - Total Risk Exposure Amount	23.04%
+ Combined Buffer Requirement, of which:	
CCB - Capital Conservation Buffer	2.5%
O-SII - Other Systemically Important Institution Buffer	0.5%
CCyB ¹ - Countercyclical Capital Buffer	0.8%
SyB ² - Systemic Risk Buffer	0.3%
Total	27.1%
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Pro-forma MREL - TREA as of 30-Sep-24 ³	31.6%
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MREL – LRE - Leverage Ratio Exposure Requirement	
5.90%	
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Pro-forma MREL - LRE as of 30-Sep-24 ⁴	13.56%

The MREL requirement decision, based on current legislation and subject to annual review by the supervisor, replaces the requirements previously set and disclosed on May 2, 2024. The revised requirements reflect a decrease, with TREA reduced from 24.01% to 23.04%.

Novobanco considers these requirements are in line with its expectations and was already compliant as of 30 September 2024.

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.

Lisboa, 16 January 2025
Novo Banco, S.A.

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

² Not fixed amount;

³ Fully loaded

⁴ Fully loaded