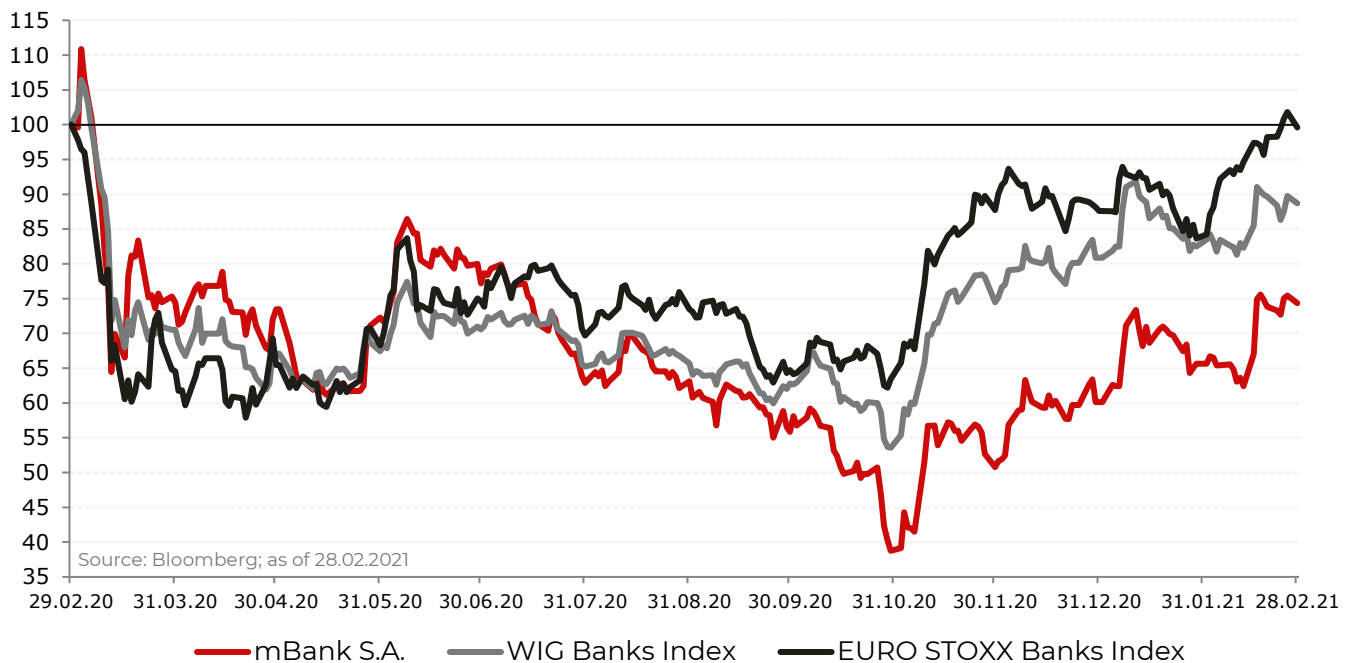


Share price performance summary

In February mBank's share price increased by 13.29%, while the WIG-Banks index rose by 7.51%. The EURO STOXX Banks Index went up by 19.13% in the same period.

Last 12 months – chart



change in the period	1Q'20	2Q'20	3Q'20	4Q'20	2020	2021YtD
mBank	-43.04%	+3.70%	-27.65%	+7.69%	-53.98%	+23.66%
WIG Banks Index	-38.62%	+0.06%	-11.03%	+28.84%	-29.59%	+9.66%
EURO STOXX Banks Index	-43.81%	+15.61%	-13.24%	+35.36%	-23.72%	+13.70%

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	3 981	-0.7%	4 184	+5.1%
Net F&C income	1 271	1 508	1 566	+3.8%	1 630	+4.0%
Total income	5 524	5 867	5 762	-1.8%	6 022	+4.5%
Total costs	-2 329	-2 411	-2 475	+2.6%	-2 554	+3.2%
LLPs & FV change	-794	-1 293	-1 325	+2.5%	-1 097	-17.1%
Operating profit	2 014	1 141	1 140	-0.1%	1 521	+33.3%
Net profit	1 010	104	152	+46.3%	420	+176.5%
Net loans	105 347	109 832	113 613	+3.4%	119 151	+4.9%
Assets	158 721	180 136	186 231	+3.4%	193 920	+4.1%
Deposits	116 661	137 699	144 350	+4.8%	151 178	+4.7%

Contributing research by: Citi Research, BOŚ Brokerage, Erste Group, PKO Securities, Haitong, Pekao Brokerage, Raiffeisen Centrobank, Santander Brokerage, Societe Generale, Trigon DM, DM BDM, 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 convenes an Ordinary General Meeting at March 24, 2021

Among the standard materials discussed and voted at the Ordinary General Meeting of Shareholders of mBank S.A., such as presentation of the Management Board Report on the Business of mBank Group, statement by the Chairperson of the bank's Supervisory Board and presentation of the Report on activities of the Supervisory Board, the agenda of the 34th OGM comprises, among others, resolutions on division of the 2020 net profit and of the undivided profits from previous years with a recommendation not to perform the division of the net profit earned in 2020 and from the previous years. This proposal originates from the recommendation of the Polish Financial Supervision Authority included in the letter dated January 13, 2021, to suspend dividend payout by the bank in H1 2021 taking into account current, difficult situation on the market driven by the COVID-19 pandemic. This approach preserves the possibility of distribution of the net profit earned in 2020 and the undivided profits from previous years in the future in a manner including payment of dividend. During the 34th OGM, the Management Board will also inform on the status of disputes related to loans indexed to CHF. The OGM will take place in mBank's registered seat on Prosta 18 street in Warsaw. Attendees may also participate in the OGM with the use of means of electronic communication.

Key news regarding mBank Group**Polish economy still expected to rise by 3.8% YoY in 2021, but COVID-19 immunisation to be observed as key factor**

The GDP in Poland declined by 2.7% YoY in 2020. Despite the country experienced its first recession in nearly thirty years, the reading still turned out to be better than anticipated at the beginning of the Covid-19 pandemic. mBank's analysts maintain their expectation for 3.8% YoY rise of GDP in 2021. GDP in Q4 2020 dropped by 2.8% YoY, while seasonally adjusted metric reached -0.7% YoY.

Inflation climbed to 2.7% YoY in January 2021 (compared with 2.4% YoY in the previous month), which was largely attributable to price surges in the housing, food (sugar tax, trade tax) and transport categories. The base inflation is anticipated to have accelerated to 4.2% according to mBank's analysts. Further growth exceeding the central bank's upper limit of deviation (2.5% plus 1.0 percentage point) is presumable at the end of the year.

Industrial production increased in January by 0.9% YoY, narrowly missing the consensus (+1.0% YoY). Although the reading was remarkably lower than the data from November (+11.2% YoY), its growth was impeded by the gap in the number of working days. The seasonally adjusted short-term trend is steep, already in line with the pre-pandemic course. Still, mBank's analysts anticipate the prolonging lockdowns, increasing number of bottlenecks and elevated resource prices to negatively affect the readings in the near term. The deceleration of industrial production is conforming to the trends observed in Europe. Nevertheless, the expectations for 2021 remain hopeful, as the industry is largely immune to the pandemic's adverse effects.

Although PMI for Poland increased to 51.9 pts in January (+0.2 pts MoM), mBank's macroeconomists forecast supply predicaments which will lead to higher prices and lower demand. The production did not match the pace of orders due to downtimes and vacancies what suggests it will rebound when the restrictions are lifted.

Retail sales declined by 6% YoY in January. The lockdown of shopping malls was the key factor, impairing the sales in almost all categories (excluding electronics and furniture). However, the reading was still better compared to data from spring due to changes in customer behaviour and

the extent of restrictions. Although mBank's analysts do not expect the delayed demand to be enough to return retail sales to pre-pandemic levels, the development shouldn't be bad in 2021. Employment declined by 2.0% YoY in January, bringing more pessimistic news than expected by the consensus (-1.0% YoY). The FTE number dropped by 14.9k MoM. mBank's analysts believe the values were impacted by overestimation of statistical samples as opposed to actual significant deterioration of the situation on the labour market. Other factors include planned termination of employment contracts (the pandemic was frequently the reason why they were not renewed), layoffs, and retirements. The growth of wages decelerated and stood at +4.8% YoY in January. mBank's analysts foresee improvement of the job market in February in view of restriction lifts in some industries. However, employment statistics will stay muted for the larger part of 2021. The situation will become better in the second half of the year, but this will probably be a time when structural shifts is still being happened, such as the movement of employees between sectors.

Poland's current account surplus dwindled to EUR 430 million. The decline was backed by one-off, import-driven reasons such as temporal reopening of shopping malls and holiday season. mBank's analysts forecast the surplus will stabilise on account of normalisation of consumption demand and import-intensive stage of investment cycle. Import of goods accelerated almost to pre-pandemic level, however export did not match its pace. The prospects for import and export of services are positive. Although the assessment of investment improved, it has not yet reached long-term average nor the previous level. The unhurried rebuild of investment is determined by uncertainty disrupting long-term planning.

Polish treasury bonds and yields move in parallel with global movements and the observed sell-off does not originate from the economic prerequisites. mBank's analysts expect the Monetary Policy Council to keep the interest rates unchanged at its nearest sitting, and see the pace of tightening more subtle and prolonged than priced in by the market.

February full with awards

mBank is one of TOP 10 private banking providers in Central and Eastern Europe according to the "Euromoney" magazine. International experts appreciated the way mBank is offering services to its clients and our approach to wealth management. This award is particularly important for mBank, which was distinguished in the region while being a local market player.

Also in February, mBank was named the Polish leader in the contest "The Best Treasury & Cash Management Banks and Providers 2021" by Global Finance. For several years already mBank has been recognized by this magazine among other transactional banking providers.

Moreover, the leasing subsidiary of mBank – mLeasing – was one of the winners of the "Forbes Diamonds", a prestigious contest appreciating the fastest-developing companies in Poland. mLeasing was praised among others for its adaptable and online offer.

Forthcoming corporate access events

24.03.2021	Ordinary General Meeting
------------	--------------------------

Forthcoming reporting events

05.05.2021	mBank Group Financial Report for Q1 2021
03.08.2021	Semi-annual Financial Report of mBank Group for H1 2021
03.11.2021	mBank Group Financial Report for Q3 2021
03.03.2022	Annual Financial Report of mBank Group for 2021

mBank's shares:

ISIN	PLBRE0000012
Bloomberg	MBK PW
Number of shares issued	42 367 040
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