Pillar 3 Disclosures Report

BNF BANK

Table of Contents

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For the year ended 30 June 2026

1. INTRODUCTION

BNF Bank plc (the "Bank") is a public limited company domiciled and incorporated in Malta. The Bank's strategies and processes to manage risks reflect the Bank's structure, scale and business model.

The Pillar 3 Disclosures aim to enhance public awareness regarding a bank's capital structure and adequacy, as well as its risk management policies and practices. These disclosures are prepared by the Bank in accordance with the requirements outlined in Part Eight of Regulation (EU) 2019/876 of the European Parliament and of the Council of 20 May 2019, which amends Regulation (EU) No 575/2013 (known as the Capital Requirements Regulation or "CRR").

In accordance with Article 431(3) of the Capital Requirements Regulation, the Bank has taken all necessary measures to ensure that the information disclosed in this report is subject to appropriate verification and is consistent with relevant internal and external requirements. The Bank confirms that the presented information provides a fair and comprehensive view of its risk profile and capital position.

This report aims to provide an updated overview of the Bank's capital adequacy, risk weighted assets and liquidity in line with the EBA Pillar 3 Disclosure Guidelines and the EBA Pillar 3 Implementing Technical Standard.

Based upon the Bank's assessment and verification, the disclosures presented appropriately and comprehensively convey the Bank's overall risk profile as at 30 June 2026.

2. KEY METRICS

Table EU KM1 provides key regulatory metrics and ratios as well as related input components, including own funds, RWEAs, capital ratios, additional requirements based on the Supervisory Review and Evaluation Process ("SREP"), capital buffer requirements, leverage ratio, liquidity coverage ratio ("LCR") and net stable funding ratio ("NSFR").

EU KM1 – Key metrics

		a	c	e
	Amounts in EUR	**30 Jun 2026**	**31 Dec 2025**	**30 Jun 2025**
	Available own funds (amounts)			
1	Common Equity Tier 1 (CET1) capital	91,490,503	89,334,140	88,433,272
2	Tier 1 capital	101,490,503	99,334,140	98,433,272
3	Total capital	121,490,503	119,334,140	118,433,272
	Risk-weighted exposure amounts			
4	Total risk exposure amount	636,691,122	646,645,007	666,779,047
4a	Total risk exposure pre-floor	636,691,122	646,645,007	666,779,047
	Capital ratios (as a percentage of risk-weighted exposure amount)			
5	Common Equity Tier 1 ratio (%)	14.37%	13.82%	13.26%
5b	Common Equity Tier 1 ratio considering unfloored TREA (%)	14.37%	13.82%	13.26%
6	Tier 1 ratio (%)	15.94%	15.36%	14.76%
6b	Tier 1 ratio considering unfloored TREA (%)	15.94%	15.36%	14.76%
7	Total capital ratio (%)	19.08%	18.45%	17.76%
7b	Total capital ratio considering unfloored TREA (%)	19.08%	18.45%	17.76%
	Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)			
EU 7d	Additional own funds requirements to address risks other than the risk of excessive leverage (%)	2.65%	2.65%	2.65%
EU 7e	of which: to be made up of CET1 capital (percentage points)	0.99%	1.49%	0.99%
EU 7f	of which: to be made up of Tier 1 capital (percentage points)	1.99%	1.99%	1.99%
EU 7g	Total SREP own funds requirements (%)	10.65%	10.65%	10.65%
	Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount)			
8	Capital conservation buffer (%)	2.50%	2.50%	2.50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	0.00%	0.00%	0.00%
9	Institution specific countercyclical capital buffer (%)	0.31%	0.32%	0.38%
EU 9a	Systemic risk buffer (%)	1.01%	0.44%	0.43%
10	Global Systemically Important Institution buffer (%)	0.00%	0.00%	0.00%
EU 10a	Other Systemically Important Institution buffer (%)	0.00%	0.00%	0.00%
11	Combined buffer requirement (%)	3.83%	3.26%	3.31%
EU 11a	Overall capital requirements (%)	14.48%	13.91%	13.95%
12	CET1 available after meeting the total SREP own funds requirements (%)	7.95%	7.37%	6.78%
	Leverage ratio			
13	Total exposure measure	1,388,227,111	1,445,161,220	1,457,218,108
14	Leverage ratio (%)	7.31%	6.87%	6.75%
	Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)			
EU 14a	Additional own funds requirements to address the risk of excessive leverage (%)	0.00%	0.00%	0.00%
EU 14b	of which: to be made up of CET1 capital (percentage points)	0.00%	0.00%	0.00%
EU 14c	Total SREP leverage ratio requirements (%)	3.00%	3.00%	3.00%
	Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)			
EU 14d	Leverage ratio buffer requirement (%)	0.00%	0.00%	0.00%
EU 14e	Overall leverage ratio requirement (%)	3.00%	3.00%	3.00%
	Liquidity Coverage Ratio			
15	Total high-quality liquid assets (HQLA) (Weighted value -average)	190,055,095	182,389,633	174,264,345
EU 16a	Cash outflows - Total weighted value	121,528,817	111,967,503	103,665,656
EU 16b	Cash inflows - Total weighted value	22,915,725	21,450,568	16,041,445
16	Total net cash outflows (adjusted value)	98,613,092	90,516,935	87,624,211
17	Liquidity coverage ratio (%)	196.36%	203.37%	199.47%
	Net Stable Funding Ratio			
18	Total available stable funding	1,226,423,502	1,095,364,741	1,154,625,474
19	Total required stable funding	818,701,432	793,250,265	829,019,834
20	NSFR ratio (%)	149.80%	138.09%	139.28%

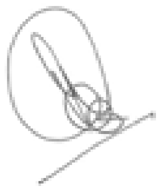
The Bank's capital ratios remained robust, with the Capital Adequacy Ratio as at 30 June 2026 being 19.08% (December 2025: 18.45%). The Bank maintained a healthy liquidity position, with the 12 month average LCR as at 30 June 2026 being 196.36% (December 2025: 203.37%) and the NSFR being 149.80% as at the end of the same period (December 2025: 138.09%). The Bank's regulatory ratios remained above regulatory requirements.

3. ATTESTATION BY THE BOARD OF DIRECTORS

The Board of Directors confirm that this Pillar 3 Disclosures Report, to the best of our knowledge, complies with Part Eight of the CRR, including any related guidelines and technical standards published by the EBA, and has been prepared in compliance with the Bank's internal governance process including policies, processes and systems and internal control environment.

The Board of Directors is of the opinion that the policies and procedures in place are adequate in measuring and controlling the various risks faced by the Bank and reflect well the Bank's size, business model and its position in the market.

The Pillar 3 Disclosures Report was approved and authorised for issue by the Board of Directors and signed on its behalf on 27 August 2026 by:



DAVID POWER
Chief Executive Officer
& Managing Director

MARIO P. GALEA
Non-Executive Director

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