



2023 EU-wide Stress Test

Bank Name	Banco BPM S.p.A.
LEI Code	815600E4E6DCD2D25E30
Country Code	IT

2023 EU-wide Stress Test: Summary

Banco BPM S.p.A.

	Actual	Baseline Scenario			Adverse Scenario			
		31/12/2022	31/12/2023	31/12/2024	31/12/2025	31/12/2023	31/12/2024	31/12/2025
(mln EUR, %)								
Net interest income	2,301	2,867	2,929	2,829	2,263	2,279	2,269	
Gains or losses on financial assets and liabilities held for trading and trading financial assets and trading financial liabilities	157	33	33	33	-20	25	25	
Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss	-485	-525	-281	-266	-1,471	-614	-583	
Profit or (-) loss for the year	689	1,121	1,348	1,228	-269	370	362	
Coverage ratio: non-performing exposure (%)	48.00%	46.21%	43.35%	41.55%	50.01%	46.82%	44.72%	
Common Equity Tier 1 capital	8,618	8,934	10,087	10,773	5,237	5,591	5,918	
Total Risk exposure amount (all transitional adjustments included)	60,200	61,052	61,317	61,851	61,520	64,048	65,827	
Common Equity Tier 1 ratio, %	14.32%	14.63%	16.45%	17.42%	8.51%	8.73%	8.99%	
Fully loaded Common Equity Tier 1 ratio, %	12.83%	14.63%	16.45%	17.42%	8.51%	8.73%	8.99%	
Tier 1 capital	10,008	10,323	11,477	12,163	6,627	6,980	7,308	
Total leverage ratio exposures	191,955	191,955	191,955	191,955	191,955	191,955	191,955	
Leverage ratio, %	5.21%	5.38%	5.98%	6.34%	3.45%	3.64%	3.81%	
Fully loaded leverage ratio, %	4.76%	5.40%	6.01%	6.37%	3.47%	3.65%	3.83%	
Memorandum item related to the application of IFRS-17 for banks with insurance subsidiaries or participations: Fully loaded Common Equity Tier 1 ratio - With application of IFRS-17. %	12.83%							

IFRS 9 transitional arrangements?	Yes (static and dynamic)
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2023 EU-wide Stress Test: Credit risk IRB

Banco BPM S.p.A.

Table for Banco BPM S.p.A. Adverse Scenario, showing Stage 1-3 exposures, Stock of provisions, and Coverage Ratio for 31/12/2023, 31/12/2024, and 31/12/2025.

Table for ITALY Adverse Scenario, showing Stage 1-3 exposures, Stock of provisions, and Coverage Ratio for 31/12/2023, 31/12/2024, and 31/12/2025.

Table for FRANCE Adverse Scenario, showing Stage 1-3 exposures, Stock of provisions, and Coverage Ratio for 31/12/2023, 31/12/2024, and 31/12/2025.

Table for SPAIN Adverse Scenario, showing Stage 1-3 exposures, Stock of provisions, and Coverage Ratio for 31/12/2023, 31/12/2024, and 31/12/2025.

* Stage 1, 2, and 3 exposures as well as related provisions already reflect the restated distribution across IFRS 9 stages as of 1 January 2023 as per Meth



2023 EU-wide Stress Test: Credit risk STA
Banco BPM S.p.A.

Table for Banco BPM S.p.A. showing stress test results for 31/12/2023, 31/12/2024, and 31/12/2025 across various asset classes like Central banks, Regional governments, etc.

Table for ITALY showing stress test results for 31/12/2023, 31/12/2024, and 31/12/2025 across various asset classes like Central banks, Regional governments, etc.

Table for FRANCE showing stress test results for 31/12/2023, 31/12/2024, and 31/12/2025 across various asset classes like Central banks, Regional governments, etc.

Table for SPAIN showing stress test results for 31/12/2023, 31/12/2024, and 31/12/2025 across various asset classes like Central banks, Regional governments, etc.

* Stage 1, 2 and 3 exposures as well as related provisions already reflect the retitled distribution across IRS 9 stages as of 1 January 2023 as per Methodology

2023 EU-wide Stress Test: Securitisations

Banco BPM S.p.A.

		Actual	Baseline Scenario		Adverse Scenario			
		31/12/2022	31/12/2023	31/12/2024	31/12/2025	31/12/2023	31/12/2024	31/12/2025
		(mln EUR)						
Exposure values	SEC-IRBA	3,918						
	SEC-SA	1,112						
	SEC-ERBA	0						
	SEC-IAA	0						
	Total	5,030						
REA	SEC-IRBA	588	771	874	986	899	1,179	1,546
	SEC-SA	400	432	498	577	474	603	773
	SEC-ERBA	0	0	0	0	0	0	0
	SEC-IAA	0	0	0	0	0	0	0
	Additional risk exposure amounts	0	0	0	0	0	0	0
	Total	988	1,204	1,372	1,563	1,373	1,782	2,318
Impairments	Total banking book others than assessed at fair value		0	0	0	0	3	16



2023 EU-wide Stress Test: Risk exposure amounts

Banco BPM S.p.A.

	Actual	Baseline scenario			Adverse scenario		
	31/12/2022	31/12/2023	31/12/2024	31/12/2025	31/12/2023	31/12/2024	31/12/2025
(mln EUR)							
Risk exposure amount for credit risk	50,472	51,246	51,345	51,808	52,032	54,346	55,935
Risk exposure amount for securitisations and re-securitisations	988	1,204	1,372	1,563	1,373	1,782	2,318
Risk exposure amount other credit risk	49,484	50,042	49,973	50,245	50,658	52,563	53,617
Risk exposure amount for market risk	1,670	1,670	1,670	1,670	2,076	2,236	2,365
Risk exposure amount for operational risk	7,353	7,353	7,353	7,353	7,353	7,353	7,353
Other risk exposure amounts	552	783	949	1,021	59	113	175
Total risk exposure amount	60,047	61,052	61,317	61,851	61,520	64,048	65,827
Total Risk exposure amount (transitional)	60,200	61,052	61,317	61,851	61,520	64,048	65,827
Total Risk exposure amount (fully loaded)	59,996	61,052	61,317	61,851	61,520	64,048	65,827

2023 EU-wide Stress Test: Capital

Banco BPM S.p.A.

			IFRS 9 first implementation	Actual	Baseline Scenario			Adverse Scenario		
			01/01/2018	31/12/2022	2023	2024	2025	2023	2024	2025
			(min EUR, %)							
A	OWN FUNDS			11,789	12,078	13,201	13,887	8,501	8,867	9,194
A.1	COMMON EQUITY TIER 1 CAPITAL (net of deductions and after applying transitional adjustments)			8,618	8,934	10,087	10,773	5,237	5,591	5,918
A.1.1	Capital instruments eligible as CET1 Capital (including share premium and net own capital instruments)			7,082	7,082	7,082	7,082	7,082	7,082	7,082
A.1.1.1	of which: CET1 instruments subscribed by Government			0	0	0	0	0	0	0
A.1.2	Retained earnings			337	1,010	1,818	2,556	139	386	604
A.1.3	Accumulated other comprehensive income			-624	-624	-624	-624	-1,797	-1,797	-1,797
A.1.3.1	Arising from full revaluation, cash flow hedge and liquidity reserves			-954	-954	-954	-954	-2,126	-2,126	-2,126
A.1.3.2	OCI Impact of defined benefit pension plans [gain or (-) loss]			-61	-61	-61	-61	-62	-62	-62
A.1.3.3	Other OCI contributions			391	391	391	391	391	391	391
A.1.4	Other Reserves			4,210	4,139	4,069	3,998	4,139	4,069	3,998
A.1.5	Funds for general banking risk			0	0	0	0	0	0	0
A.1.6	Minority interest given recognition in CET1 capital			0	0	0	0	0	0	0
A.1.7	Adjustments to CET1 due to prudential filters			6	6	6	6	-28	-28	-28
A.1.7.1	(-) Value adjustments due to the requirements for prudent valuation (AVA)			-46	-46	-46	-46	-80	-80	-80
A.1.7.2	Cash flow hedge reserve			23	23	23	23	23	23	23
A.1.7.3	Other adjustments			30	30	30	30	30	30	30
A.1.8	(-) Intangible assets (including Goodwill)			-980	-914	-910	-887	-914	-910	-887
A.1.8.1	of which: Goodwill (-)			-101	-101	-101	-101	-101	-101	-101
A.1.8.2	of which: Software assets (-)			-224	-157	-153	-130	-157	-153	-130
A.1.8.3	of which: Other intangible assets (-)			-656	-656	-656	-656	-656	-656	-656
A.1.9	(-) DTAs that rely on future profitability and do not arise from temporary differences net of associated DTLs			-821	-396	0	0	-977	-846	-706
A.1.10	(-) IRB shortfall of credit risk adjustments to expected losses			0	-44	-200	-275	0	0	0
A.1.11	(-) Defined benefit pension fund assets			0	0	0	0	0	0	0
A.1.12	(-) Reciprocal cross holdings in CET1 Capital			0	0	0	0	0	0	0
A.1.13	(-) Excess deduction from AT1 items over AT1 Capital			0	0	0	0	0	0	0

2023 EU-wide Stress Test: Capital

Banco BPM S.p.A.

			IFRS 9 first implementation	Actual	Baseline Scenario			Adverse Scenario			
			01/01/2018	31/12/2022	2023	2024	2025	2023	2024	2025	
			(min EUR, %)								
OWN FUNDS	A.1.14	(-) Deductions related to assets which can alternatively be subject to a 1250% risk weight		-42	-42	-42	-42	-42	-42	-42	-42
	A.1.14.1	of which: from securitisation positions (-)		-42	-42	-42	-42	-42	-42	-42	-42
	A.1.15	(-) Holdings of CET1 capital instruments of financial sector entities where the institution does not have a significant investment		0	0	0	0	0	0	0	0
	A.1.16	(-) Deductible DTAs that rely on future profitability and arise from temporary differences		-145	-40	0	0	-821	-796	-765	
	A.1.17	(-) CET1 instruments of financial sector entities where the institution has a significant investment		-645	-540	-441	-380	-818	-793	-762	
	A.1.18	(-) Amount exceeding the 17.65% threshold		-678	-703	-669	-627	-727	-733	-745	
	A.1.18A	(-) Insufficient coverage for non-performing exposures		0	0	-2	-33	0	-2	-33	
	A.1.18B	(-) Minimum value commitment shortfalls		0	0	0	0	0	0	0	
	A.1.18C	(-) Other foreseeable tax charges		0	0	0	0	0	0	0	
	A.1.19	(-) Additional deductions of CET1 Capital due to Article 3 of Regulation (EU) No 575/2013		0	0	0	0	0	0	0	
	A.1.20	CET1 capital elements or deductions - other		0	0	0	0	0	0	0	
	A.1.21	Amount subject to IFRS 9 transitional arrangements		-966	-1,332	-1,332	-1,332	-1,332	-1,332	-1,332	-1,332
	A.1.21.1	Increase in IFRS 9 ECL provisions net of EL as of 01/01/2018 compared to related IAS 39 figures as at 31/12/17 ("static part")	1,332	1,332	1,332	1,332	1,332	1,332	1,332	1,332	1,332
	A.1.21.2	Increase in non-credit-impaired IFRS 9 ECL provisions net of EL compared to related IFRS 9 figures as at between 01/01/2018 and 31/12/2019 ("old dynamic part")		0	0	0	0	0	0	0	
	A.1.21.3	Increase of CET1 capital due to the tax deductibility of the amounts above ("static part + old dynamic part")		366	0	0	0	0	0	0	
	A.1.21.4	Increase in non-credit-impaired IFRS 9 ECL provisions net of EL compared to related IFRS 9 figures as at 01/01/2020 ("new dynamic part")		0	0	0	0	0	0	0	
	A.1.21.4.1	Increase of CET1 capital due to the tax deductibility of the amounts above ("new dynamic part")		0	0	0	0	0	0	0	
	A.1.22	Transitional adjustments		919	0	0	0	0	0	0	
	A.1.22.1	Adjustments due to IFRS 9 transitional arrangements		544	0	0	0	0	0	0	
	A.1.22.1.1	From the increased IFRS 9 ECL provisions net of EL		241	0	0	0	0	0	0	
	A.1.22.1.2	From the amount of DTAs that is deducted from CET1 capital		302	0	0	0	0	0	0	
	A.1.22.2	Other transitional adjustments to CET1 Capital		375	0	0	0	0	0	0	
	A.1.22.2.1	of which: due to DTAs that rely on future profitability and do not arise from temporary differences		0	0	0	0	0	0	0	
	A.1.22.2.2	of which: due to DTAs that rely on future profitability and arise from temporary differences and CET1 instruments of financial sector entities where the institution has a significant investment		0	0	0	0	0	0	0	

2023 EU-wide Stress Test: Capital

Banco BPM S.p.A.

			IFRS 9 first implementation	Actual	Baseline Scenario			Adverse Scenario		
			01/01/2018	31/12/2022	2023	2024	2025	2023	2024	2025
			(min EUR, %)							
	A.1.22.2.3	of which: due to unrealised gains and losses measured at fair value through other comprehensive income in view of COVID-19 pandemic		375	0	0	0	0	0	0
	A.1.22.2.4	of which: exemption from deduction of Equity Holdings in Insurance Companies from CET 1 Items		0	0	0	0	0	0	0
	A.2	ADDITIONAL TIER 1 CAPITAL (net of deductions and after transitional adjustments)		1,390	1,390	1,390	1,390	1,390	1,390	1,390
	A.2.1	Additional Tier 1 Capital instruments		1,390	1,390	1,390	1,390	1,390	1,390	1,390
	A.2.2	(-) Excess deduction from T2 items over T2 capital		0	0	0	0	0	0	0
	A.2.3	Other Additional Tier 1 Capital components and deductions		0	0	0	0	0	0	0
	A.2.4	Additional Tier 1 transitional adjustments		0	0	0	0	0	0	0
	A.2.4.1	of which: adjustments due to IFRS 9 transitional arrangements		0	0	0	0	0	0	0
	A.3	TIER 1 CAPITAL (net of deductions and after transitional adjustments)		10,008	10,323	11,477	12,163	6,627	6,980	7,308
	A.4	TIER 2 CAPITAL (net of deductions and after transitional adjustments)		1,781	1,754	1,724	1,724	1,875	1,886	1,886
	A.4.1	Tier 2 Capital instruments		1,895	1,895	1,895	1,895	1,895	1,895	1,895
	A.4.2	Other Tier 2 Capital components and deductions		-113	-140	-170	-170	-20	-8	-8
	A.4.3	Tier 2 transitional adjustments		0	0	0	0	0	0	0
	A.4.3.1	of which: adjustments due to IFRS 9 transitional arrangements		0	0	0	0	0	0	0
	A.5	Grandfathered Additional Tier 1 Capital instruments eligible as Tier 2		0	0	0	0	0	0	0
TOTAL RISK EXPOSURE AMOUNT	B	TOTAL RISK EXPOSURE AMOUNT		60,047	61,052	61,317	61,851	61,520	64,048	65,827
	B.1	of which: Transitional adjustments included		52	0	0	0	0	0	0
	B.2	Adjustments due to IFRS 9 transitional arrangements		153	0	0	0	0	0	0
CAPITAL RATIOS (%) Transitional period	C.1	Common Equity Tier 1 Capital ratio		14.32%	14.63%	16.45%	17.42%	8.51%	8.73%	8.99%
	C.2	Tier 1 Capital ratio		16.62%	16.91%	18.72%	19.66%	10.77%	10.90%	11.10%
	C.3	Total Capital ratio		19.58%	19.78%	21.53%	22.45%	13.82%	13.84%	13.97%
Fully loaded CAPITAL	D.1	COMMON EQUITY TIER 1 CAPITAL (fully loaded)		7,700	8,934	10,087	10,773	5,237	5,591	5,918
	D.2	TIER 1 CAPITAL (fully loaded)		9,089	10,323	11,477	12,163	6,627	6,980	7,308
	D.3	TOTAL CAPITAL (fully loaded)		10,871	12,078	13,201	13,887	8,501	8,867	9,194

2023 EU-wide Stress Test: Capital

Banco BPM S.p.A.

			IFRS 9 first implementation	Actual	Baseline Scenario			Adverse Scenario		
			01/01/2018	31/12/2022	2023	2024	2025	2023	2024	2025
			(min EUR, %)							
CAPITAL RATIOS (%) Fully loaded	E.1	Common Equity Tier 1 Capital ratio		12.83%	14.63%	16.45%	17.42%	8.51%	8.73%	8.99%
	E.2	Tier 1 Capital ratio		15.15%	16.91%	18.72%	19.66%	10.77%	10.90%	11.10%
	E.3	Total Capital ratio		18.12%	19.78%	21.53%	22.45%	13.82%	13.84%	13.97%
Leverage ratios (%)	H.1	Total leverage ratio exposures (transitional)		191,955	191,955	191955	191955	191955	191955	191955
	H.2	Total leverage ratio exposures (fully loaded)		191,036	191,036	191036	191036	191036	191036	191036
	H.3	Leverage ratio (transitional)		5.21%	5.38%	5.98%	6.34%	3.45%	3.64%	3.81%
	H.4	Leverage ratio (fully loaded)		4.76%	5.40%	6.01%	6.37%	3.47%	3.65%	3.83%
Transitional combined buffer requirements (%)	P.1	Capital conservation buffer		2.50%	2.50%	2.50%	2.50%	2.50%	2.50%	2.50%
	P.2	Countercyclical capital buffer		0.01%	0.01%	0.01%	0.01%	0.01%	0.01%	0.01%
	P.3	O-SII buffer		0.25%	0.25%	0.25%	0.25%	0.25%	0.25%	0.25%
	P.4	G-SII buffer		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	P.5	Systemic risk buffer applied to exposures according to article 133 of CRD		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
	P.6	Combined buffer		2.76%	2.76%	2.76%	2.76%	2.76%	2.76%	2.76%
Pillar 2 (%)	R.1	Pillar 2 capital requirement		2.25%	2.57%	2.57%	2.57%	2.57%	2.57%	2.57%
	R.1.1	of which: CET1		1.27%	1.45%	1.45%	1.45%	1.45%	1.45%	1.45%
	R.1.2	of which: AT1		0.42%	0.48%	0.48%	0.48%	0.48%	0.48%	0.48%
	R.2	Total SREP capital requirement (applicable requirement to be met at all times - including adverse scenario - according to EBA/GL/2018/03)		10.25%	10.57%	10.57%	10.57%	10.57%	10.57%	10.57%
	R.2.1	of which: CET1		5.77%	5.95%	5.95%	5.95%	5.95%	5.95%	5.95%
	R.3	Overall capital requirement (applicable requirement under the baseline scenario according to EBA/GL/2018/03)		13.01%	13.33%	13.33%	13.33%	13.33%	13.33%	13.33%
	R.3.1	of which: CET1 (relevant input for maximum distributable amount calculation according to Art 141 CRD)		8.53%	8.71%	8.71%	8.71%	8.71%	8.71%	8.71%
	R.4	Leverage Ratio pillar 2 requirement		0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Memorandum items related to the application of IFRS-17 for banks with insurance subsidiaries or participations	S.1	COMMON EQUITY TIER 1 CAPITAL (fully loaded) - Restated as of 1st January 2023 after first application of IFRS-17		7,700						
	S.2	COMMON EQUITY TIER 1 CAPITAL (fully loaded) - With application of IFRS-17								
	S.3	TOTAL RISK EXPOSURE AMOUNT - Restated as of 1st January 2023 after first application of IFRS-17		60,047						
	S.4	TOTAL RISK EXPOSURE AMOUNT - With application of IFRS-17								
	S.5	Common Equity Tier 1 Capital ratio (fully loaded) - With application of IFRS-17		12.83%						

2023 EU-wide Stress Test: P&L

Banco BPM S.p.A.

	Actual	Baseline scenario			Adverse scenario		
	31/12/2022	31/12/2023	31/12/2024	31/12/2025	31/12/2023	31/12/2024	31/12/2025
(mn EUR)							
Net interest income	2,301	2,867	2,929	2,829	2,263	2,279	2,269
Interest income	2,897	6,298	6,339	6,010	8,023	8,370	7,801
Interest expense	-596	-3,431	-3,410	-3,182	-5,760	-5,588	-5,086
Dividend income	60	55	54	53	38	35	36
Net fee and commission income	1,882	1,876	1,873	1,869	1,521	1,606	1,691
Gains or losses on financial assets and liabilities held for trading and trading financial assets and trading financial liabilities	157	33	33	33	-20	25	25
Gains or losses on non-trading financial assets mandatorily at fair value through profit or loss by instrument and Gains or losses on financial assets and liabilities designated at fair value through profit or loss					-298		
Other operating income not listed above, net	15	221	221	221	582	221	221
Total operating income, net	4,415	5,053	5,109	5,005	4,087	4,166	4,242
Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss	-485	-525	-281	-266	-1,471	-614	-583
Other income and expenses not listed above, net	-2,934	-2,982	-2,960	-2,984	-3,041	-3,052	-3,157
Profit or (-) loss before tax from continuing operations	996	1,546	1,868	1,755	-425	501	502
Tax expenses or (-) income related to profit or loss from continuing operations	-308	-425	-520	-526	156	-131	-140
Profit or (-) loss after tax from discontinued operations (disposed at cut-off date)	0						
Profit or (-) loss for the year	689	1,121	1,348	1,228	-269	370	362
Amount of dividends paid and minority interests after MDA-related adjustments	349	448	539	491	-71	122	145
Attributable to owners of the parent net of estimated dividends	340	672	809	737	-199	248	217
Memo row: Impact of one-off adjustments		0	0	0	0	0	0
Total post-tax MDA-related adjustment		0	0	0	137	45	0
Memorandum item for banks with insurance subsidiaries or participations: Profit or (-) loss for the year - With application of IFRS-17							

2023 EU-wide Stress Test: Major capital measures and realised losses

Banco BPM S.p.A.

(mln EUR)

Issuance of CET 1 Instruments 01 January to 31 March 2023	Impact on Common Equity Tier 1
Raising of capital instruments eligible as CET1 capital (+)	0
Repayment of CET1 capital, buybacks (-)	0
Conversion to CET1 of hybrid instruments (+)	0

Net issuance of Additional Tier 1 and Tier 2 Instruments 01 January to 31 March 2023	Impact on Additional Tier 1 and Tier 2
Net issuance of Additional Tier 1 and T2 Instruments with a trigger at or above bank's post stress test CET1 ratio in the adverse scenario during the stress test horizon (+/-)	0
Net issuance of Additional Tier 1 and T2 Instrument with a trigger below bank's post stress test CET1 ratio in the adverse scenario during the stress test horizon (+/-)	0

Realised losses 01 January to 31 March 2023	
Realised fines/litigation costs (net of provisions) (-)	0
Other material losses and provisions (-)	0