

DECISION

on redistribution of part of accumulated earnings into
earnings restricted for distribution to the shareholders'

Skopje, March 2024

On the basis of Article 26 of the Statute of Stopanska Banka AD - Skopje (A.D. No. 438/31.05.2022, revised text), the Shareholders Assembly of Stopanska Banka AD – Skopje, at its meeting held on --.03.2024, passed a

DECISION

on redistribution of part of accumulated earnings into earnings restricted for distribution to the shareholders.

Article 1

The Shareholder Assembly of Stopanska Banka AD - Skopje hereby approves redistribution of part of accumulated earnings into earnings restricted for distribution to the shareholders, in total amount of 2.460.000.000,00 denars.

Article 2

The referred amount in article 1 of this Decision shall not be available for payment of dividend to the shareholders in future (restricted for distributions to shareholders), and as such in accordance with the applicable regulation of the National Bank of RNM has a treatment as core capital of Stopanska Banka AD - Skopje.

Article 3

The referred amount in article 1 of this Decision encompasses distributed accumulated earnings as per decisions on distribution of profit of Stopanska Banka AD – Skopje in the amount of 2.460.000.000,00 denars.

Article 4

The Explanatory note is integral part of this Decision.

Article 5

This Decision shall enter into force on the date it is passed.

A.D. No.
--.03.2024
S k o p j e

SHAREHOLDERS ASSEMBLY

Chairman,

EXPLANATORY NOTE

The Shareholders Assembly of Stopanska Banka AD – Skopje in its annual meetings held in the past period passed relevant decisions on distribution of profit, with which the shareholders distributed part of the profits in accumulated earnings.

The enclosed decision proposes that the accumulated earnings from previous years, totaling 2,460,000,000.00 denars, to be redistributed into a category of accumulated earnings that will be restricted from dividend payments to shareholders in the future. This action aligns with the provisions outlined in the Decision on the methodology for determining capital adequacy.

The aforementioned action is aimed at maintaining the capital adequacy ratio at the required level as stipulated by regulations set forth by the NBRNM. Additionally, it is intended to strengthen the Bank's Business Plan for the upcoming period. Furthermore, this initiative will enhance the Bank's core capital by converting accumulated earnings into a category that will be restricted from future dividend payments to shareholders, thus serving as a foundation to support the Bank's business and developmental objectives.

In accordance with the above mentioned, it is proposed the Shareholders Assembly of Stopanska Banka AD - Skopje to approve the Decision on redistribution of part of accumulated earnings into earnings restricted for distribution to the shareholders, as proposed.

SUPERVISORY BOARD