

Extraordinary announcement

FHB Mortgage Bank Co Plc. (company registration number: 01-10-043638; registered seat: 1082 Budapest, Üllői út 48.; hereinafter: „FHB Plc”) hereby informs the public on the following:

On 8nd May 2017 Moody’s Investor Service announced that it has upgraded to B2 from B3 the long-term local and foreign-currency deposit ratings of FHB Mortgage Bank Co. Plc. (FHB). Concurrently, the bank’s baseline credit assessment (BCA) was upgraded to caa1 from caa2, its adjusted BCA was upgraded to b3 from caa1 and its long-term Counterparty Risk Assessment (CRA) was upgraded to Ba3(cr) from B1(cr). The bank’s long-term ratings and rating inputs are placed on review for further upgrade. FHB’s short-term Not Prime deposit ratings and Not Prime(cr) CRA are unaffected.

According to Moody’s, the upgrade of FHB’s ratings primarily reflects the closer integration of the bank into Hungary’s savings cooperatives sector which has reduced previous corporate governance risks under its former ownership and has also led the rating agency to increase its assumptions for sector support to high from moderate previously.

Budapest, 8 May, 2017

FHB Mortgage Bank Co Plc.