



ANNOUNCEMENT

Banco Montepio sells €253Mn Non-Performing Loans portfolio

Pursuant to article 248-A of the Portuguese Securities Code (*Código de Valores Mobiliários*), Caixa Económica Montepio Geral, caixa económica bancária, S.A. ("Banco Montepio") informs that on 29 December 2021 and after a competitive sale process, a public deed was signed for the sale of a non-performing loans portfolio, in the form of a direct sale to the entities LX Investments Partners III, BTL Ireland Acquisitions II Designated Activity Company and BTLP Acquisitions I Unipessoal, Lda, companies validly incorporated and governed by Portuguese law and headquartered in Portugal.

The gross amount sold was €253 million, in a portfolio comprising 10,318 contracts registered on and off balance sheet.

After the total derecognition of the loans, the estimated impact of this sale on Banco Montepio's results will be non-material, representing, nevertheless, an important reduction in non-performing exposures, contributing to a decrease of 1 percentage point in the NPE ratio.

In the short term, the transaction contributes to an increase of 3 bps in Banco Montepio's Total Capital ratio, consolidating the strategy implemented by the Board of Directors of continuously reducing non-performing assets and reinforcing capital ratios.

Lisbon, 31 December 2021
Caixa Económica Montepio Geral, S.A.