

Letter of the Chairman of the Supervisory Board of mBank S.A. to the Shareholders

Dear Shareholders,

The year 2016 was a difficult one for mBank. Nevertheless, we have many reasons to feel satisfied. The introduction of the bank tax, uncertainty caused by the issue of CHF loans, as well as economic and political changes taking place in Poland had a considerable, adverse impact on the development of Poland's banking sector. mBank remains the unquestioned leader in mobile banking, winning numerous prestigious awards, which evidence its leading position in this field.

What a brand name "mBank" currently stands for is the combination of maturity, stability and an established position in the banking market, and freshness understood as youth and vigour, dynamic, trendsetting, steady focus on customers and their needs and being open to change.

Our financial results are the best evidence of our performance in 2016. Our consolidated pre-tax profit in 2016 amounted to PLN 1,638 million, up by 1.2% against 2015, whereas the consolidated net profit attributable to the shareholders of mBank S.A. stood at PLN 1,219 million.

As in previous years, the Supervisory Board continued to carefully monitor and analyse mBank's situation in 2016 and stayed in touch with the Management Board, participating in consultations regarding all important aspects of mBank's activity. The Supervisory Board held 6 meetings. Similarly to previous years, Members of the Supervisory Board sat on four standing committees: the Executive Committee, the Audit Committee, the Remuneration Committee, and the Risk Committee.

The 2017 Ordinary General Meeting of Shareholders will mark the end of the tenure of the Supervisory Board, which began on 31 March 2014. The outgoing Supervisory Board stood out for its diversity. Individual members were appointed following a careful selection process to ensure a wide variety of professional experience, knowledge and skills. Among them there are persons with experience in managerial positions in public administration and banks (in different business areas, including retail and corporate banking, capital markets, treasury, finance and risk), representatives of science and persons from outside the banking sector, including those with professional experience in the industrial sector. The competences of the Supervisory Board's Members cover all the areas of mBank's operations. All the Members have theoretical and practical knowledge regarding the scope of activities pursued by mBank S.A., which takes into account the features of its business model, and make an excellent team of professionals.

To conclude, as the current tenure of the Supervisory Board is coming to an end, on behalf of the entire Supervisory Board I would like to thank the Management Board for the constructive and effective cooperation. My special thanks also go to all Shareholders for the trust you have in mBank. I want to thank all the Supervisory Board Members for their personal commitment and the great contribution they have made to the Board's work. I wish the new Supervisory Board further fruitful collaboration with the Management Board.

Maciej Leśny
Chairman of the Supervisory Board