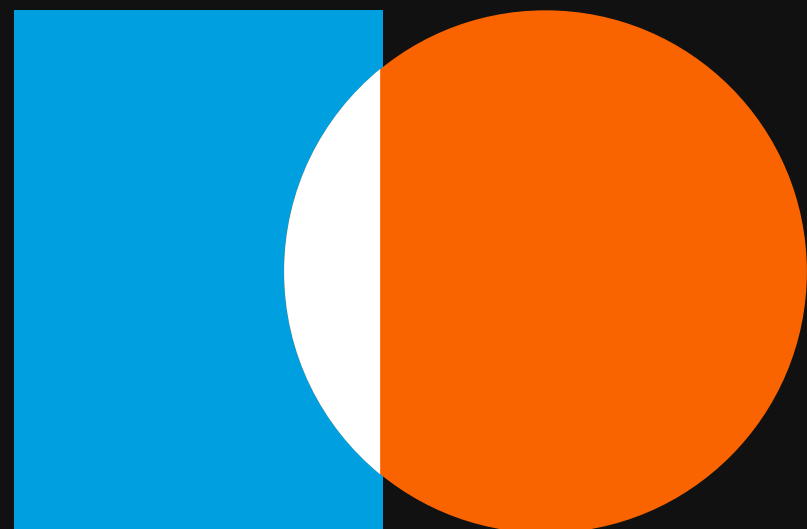


FLATEXDEGIRO AG

# **BAFIN APPROVES RE-APPLICATION OF CRMT FOR DEGIRO MARGIN LOANS (ANALYST CALL)**



(PLEASE CHECK YOUR AUDIO IN CASE YOU DON'T HEAR MUSIC)

## Major milestone achieved in under one year

### Timeline

- end of 2022: CRMT for DEGIRO margin loans temporarily suspended for process reasons, especially a lack of automatization
- immediate project setup and start of design phase
- end Q1 23: technical roll-out
- Q2 23: parallel testing of new process
- end Q2 23: new automatized process operational, old (manual) process ended
- July 23: handover of all relevant documents to special commissioner, start of comprehensive testing by the special commissioner
- September 23: Positive conclusion of this particular part of the audit, re-approval of CRMT by BaFin

# Success factors

## 1. Focus

- a. putting all necessary resources behind it & making it the sole priority for all involved teams
- b. steering with clear tone from the top

## 2. Dedication & commitment

- a. assigning board member of flatexDEGIRO Bank AG to head the remediation
- b. committing to a mindset of “substance with form” across the organization

## 3. Superior organizational setup

- a. strong in-house IT
- b. deep banking and process know-how

# CRMT re-application leads to increase of CET1 ratio to > 27%

(based on June 2023 numbers)

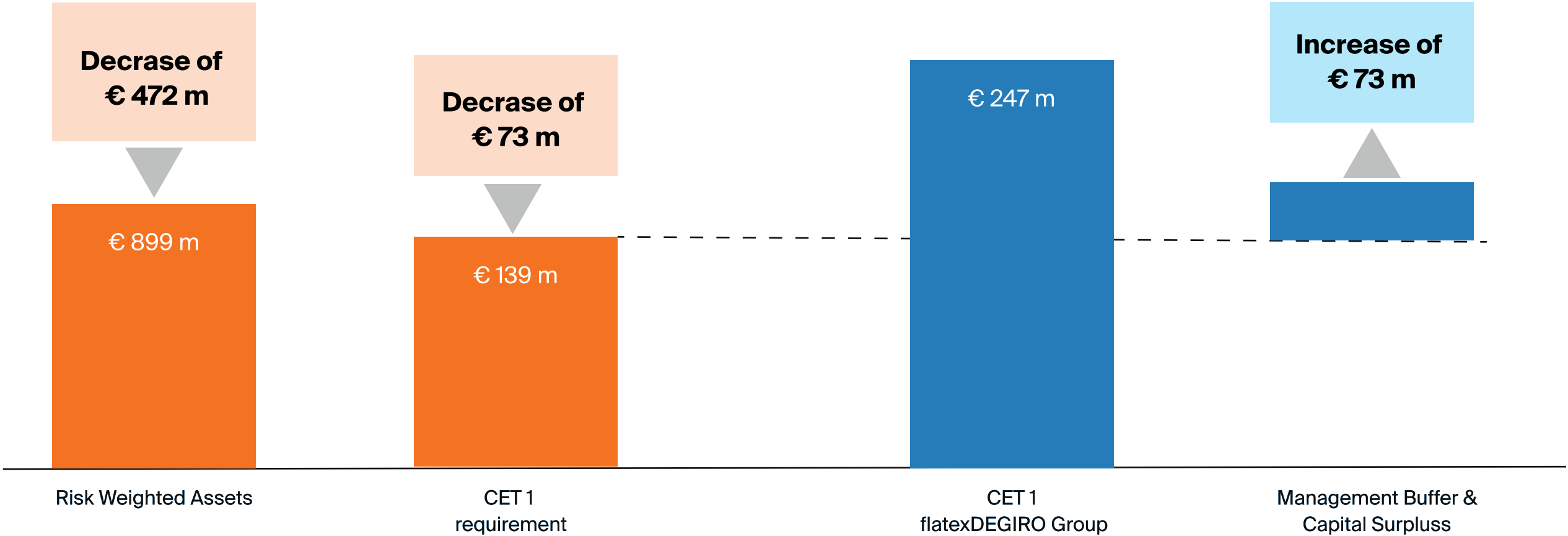
## Capital Requirement

Risk Weighted Assets	CET1 requirement
€ 899 m ▼	€ 139 m (15.4 %) ▼

## Capital Structure

CET1 ratio	Mgmt. Buffer & Capital Surplus
27.4 % ▲	€ 108 m ▲

Not including  
H1/23 profits



All data Group figures as of 30 June 2023

## Consequence - Capital Allocation

1. Resulting CET1 ratio comfortably above regulatory and operational requirements including further organic growth
2. Concluding financial planning process
3. Aligning with Supervisory Board & regulator
4. Communication to the market

## Consequence - Commercial

### 1. Maintaining a focused mindset

- a. Ongoing resolution of remaining regulatory findings in the background,..
- b. ..but major milestone achieved / closed.
- c. Significant process improvements beyond findings

### 2. Re-focus on commercial topics

- a. Roll-out of DEGIRO margin loan offering to all DEGIRO customers in October 2023
- b. Finalising ETP offering in main DEGIRO markets
- c. Adjusting interest rates to current environment
- d. Internal work on further improvements to product & service offering

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