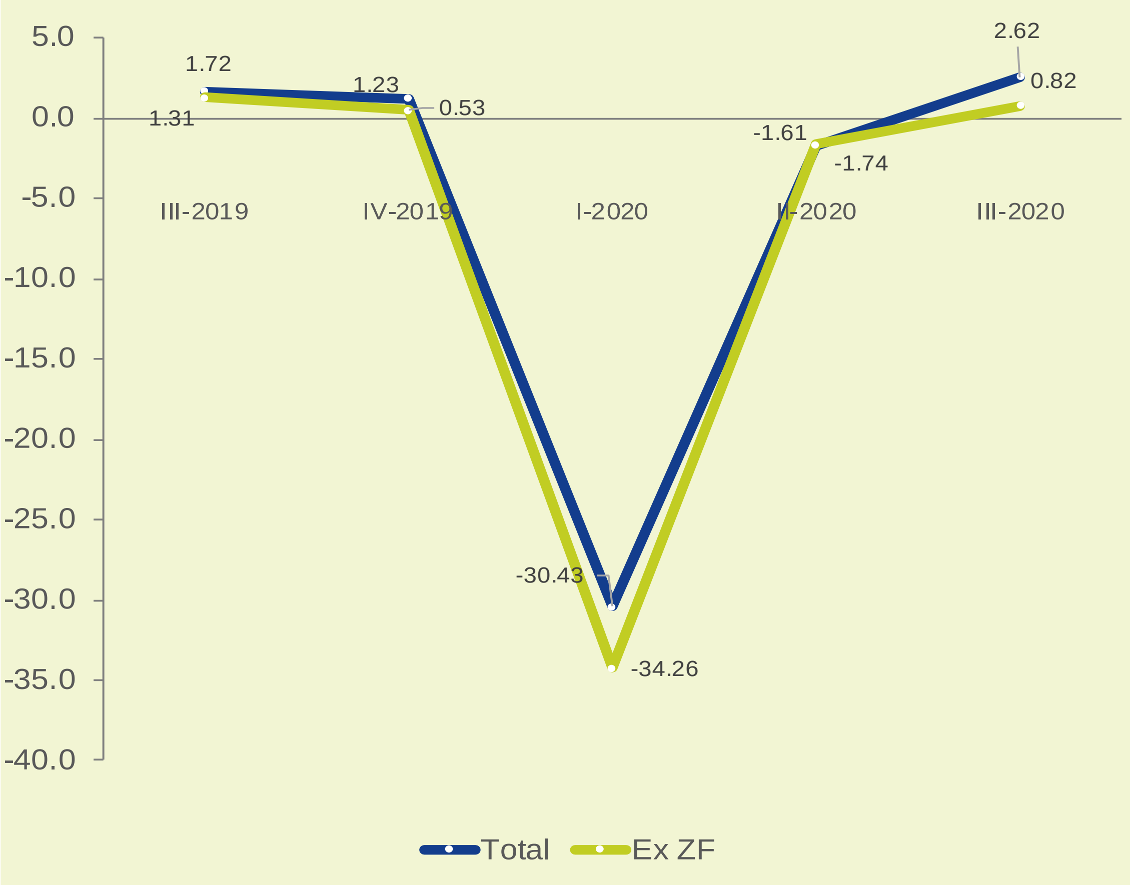
INVESTORS REPORT

THIRD QUARTER, 2020

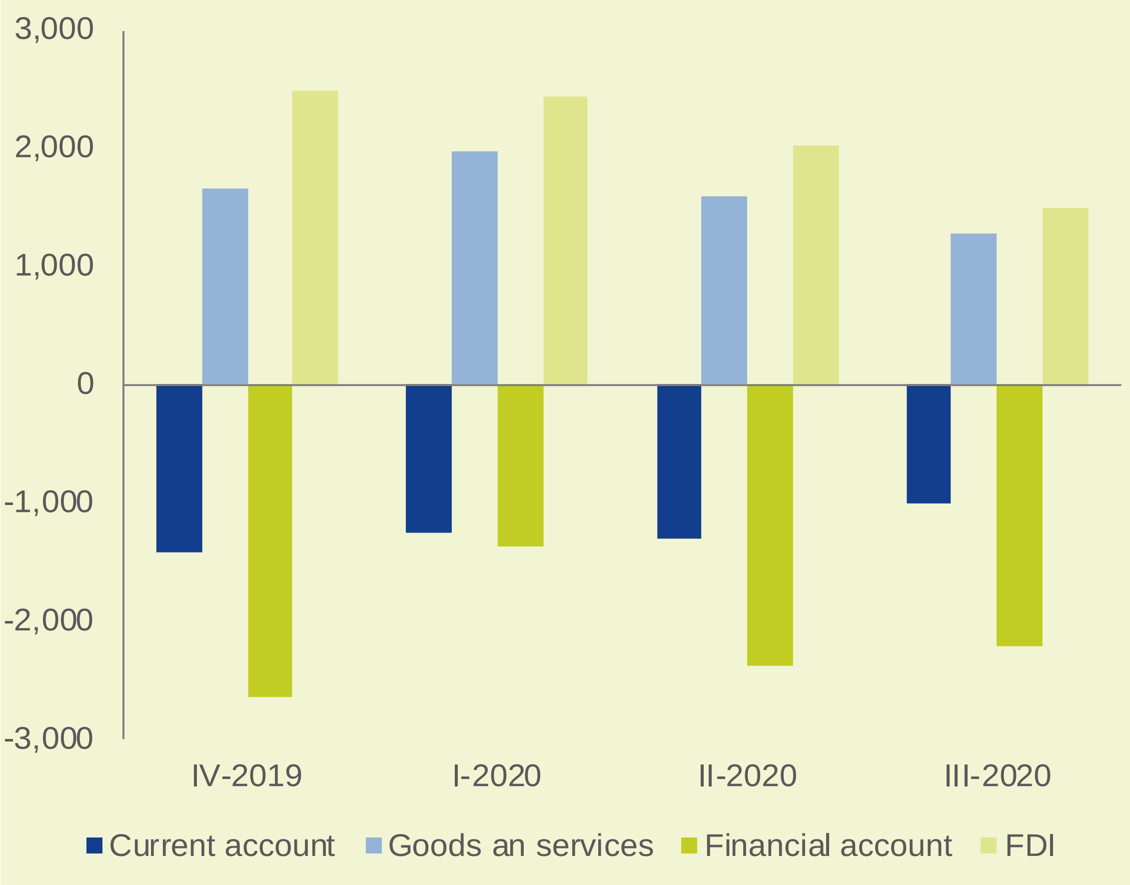
Juntos somos
Progreso

COSTA RICA: ECONOMIC ACTIVITY

IMAE(1) (YoY variation, %)



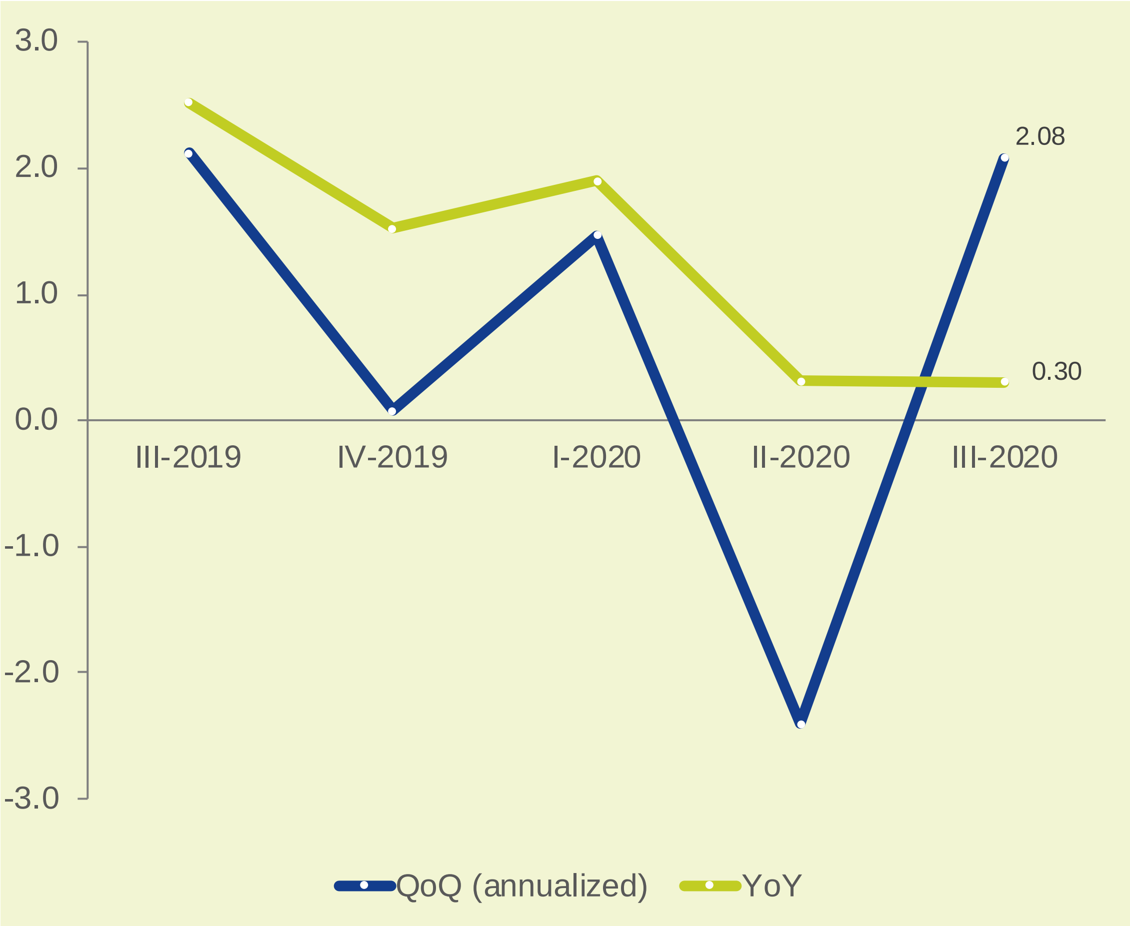
Balance of Payments (last year, million USD)



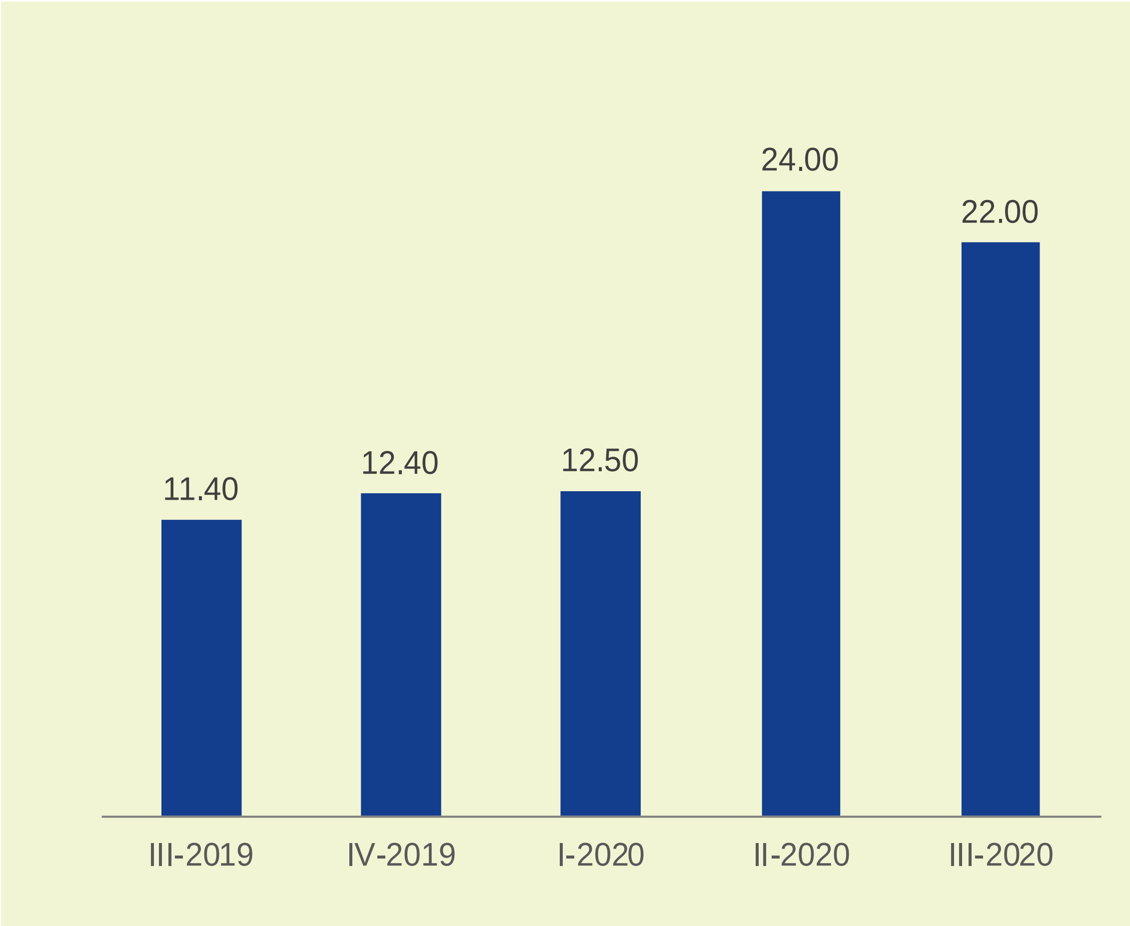
(1) IMAE stands for Índice Mensual de Actividad Económica, it is a gauge of economic activity computed by the Central Bank

COSTA RICA: INFLATION AND UNEMPLOYMENT

Consumer Price index (CPI)



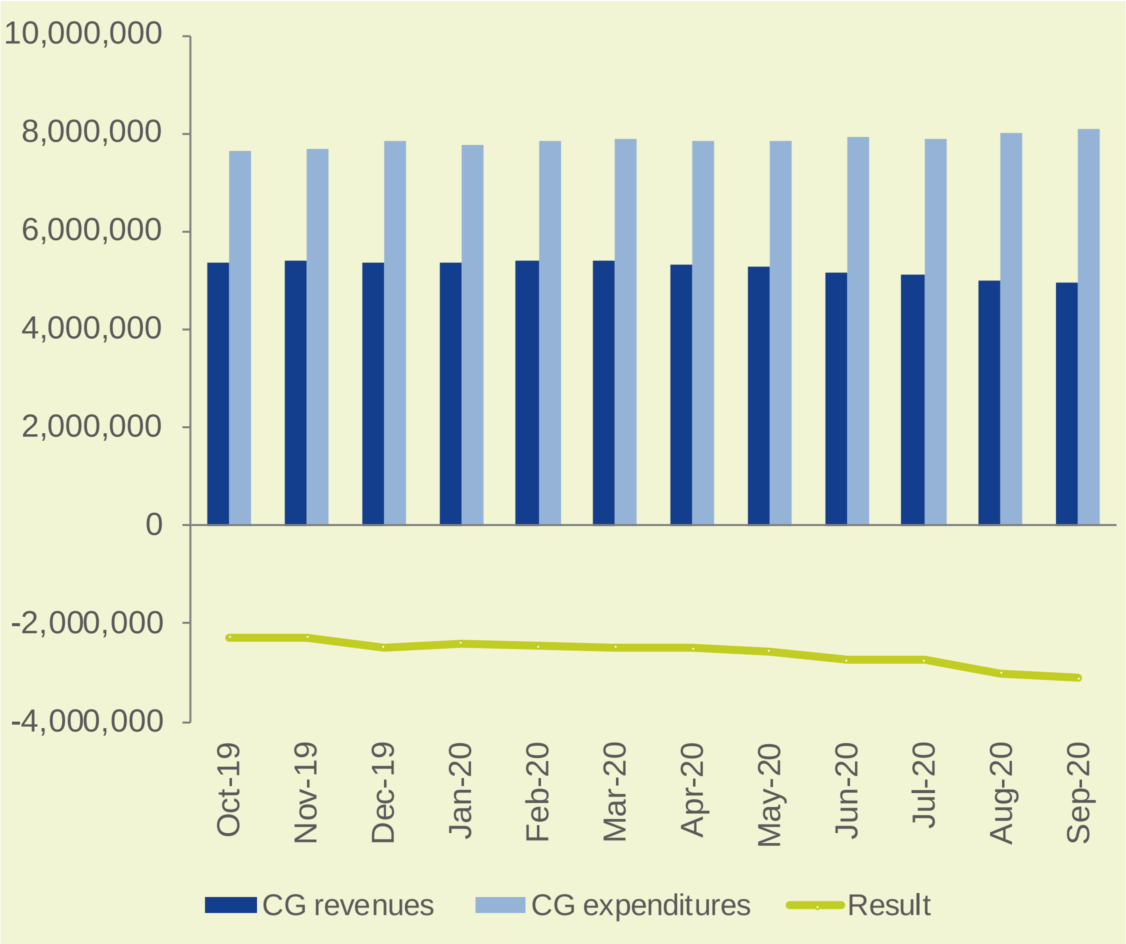
Unemployment



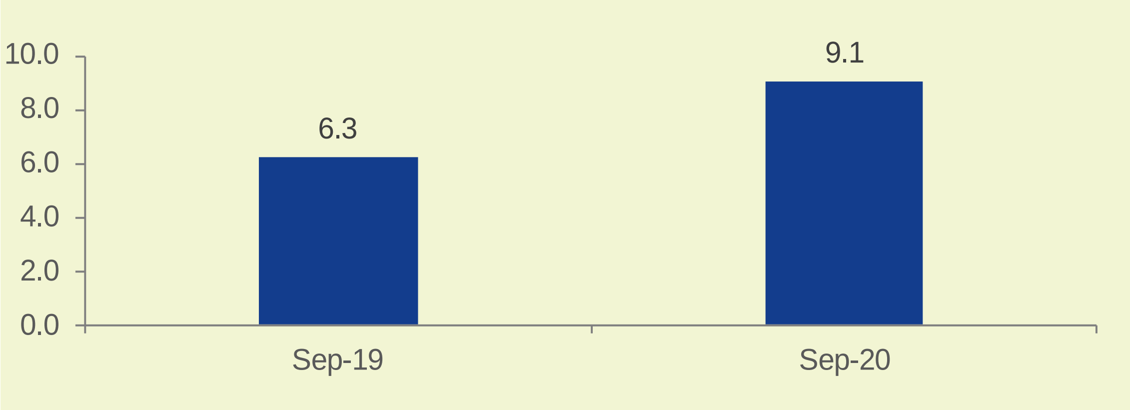
Source: Banco Central de Costa Rica e Instituto Nacional de Estadística y Censos (INEC)

COSTA RICA: FISCAL PERFORMANCE

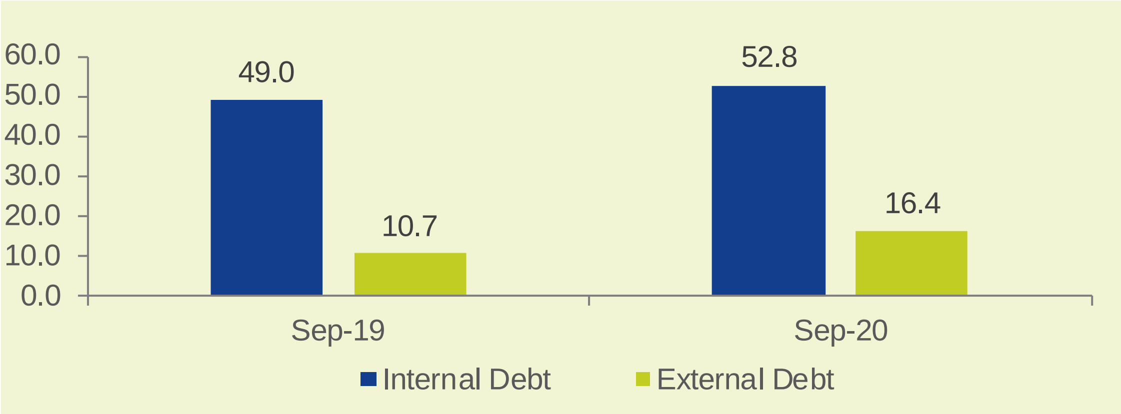
Central government: revenues and expenditures (last year, million CRC)



Central Government Deficit / GDP (%)



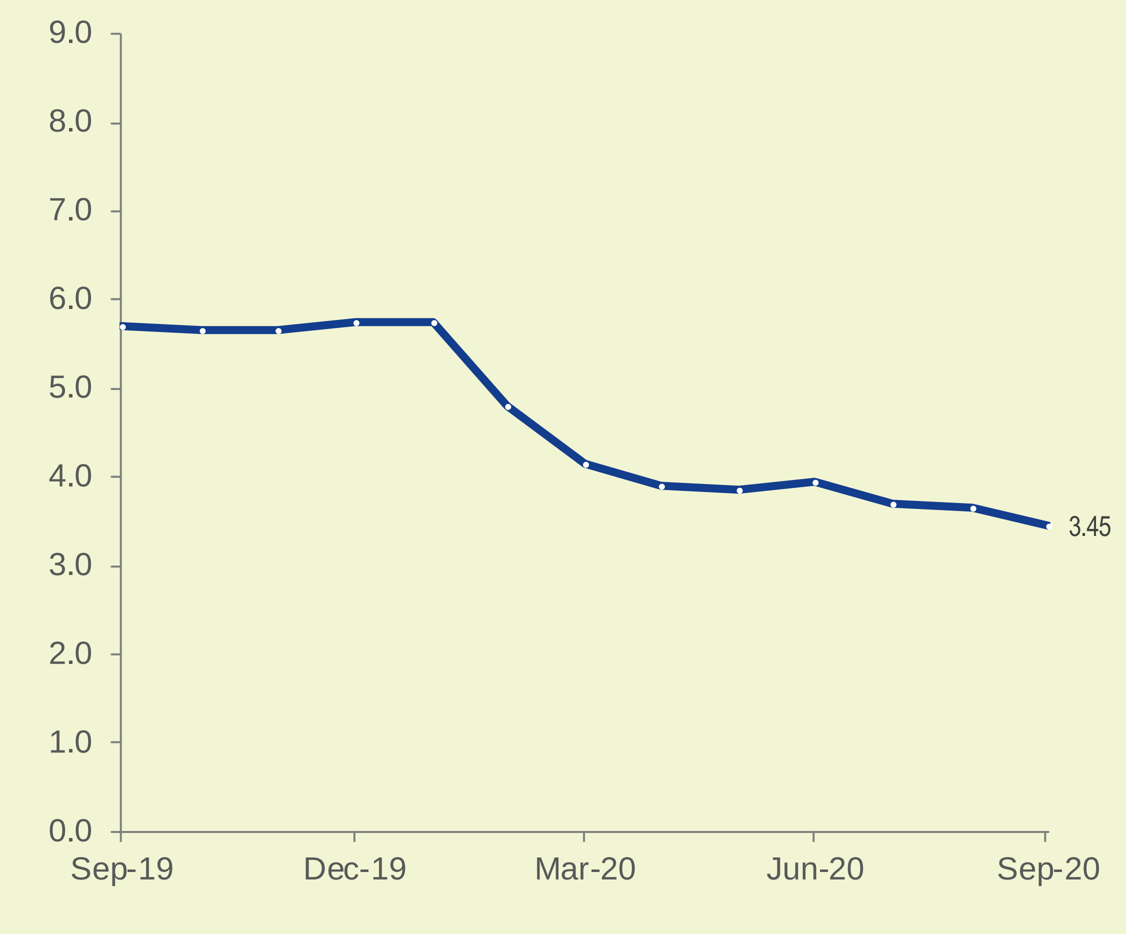
Central Government Debt/ GDP (%)



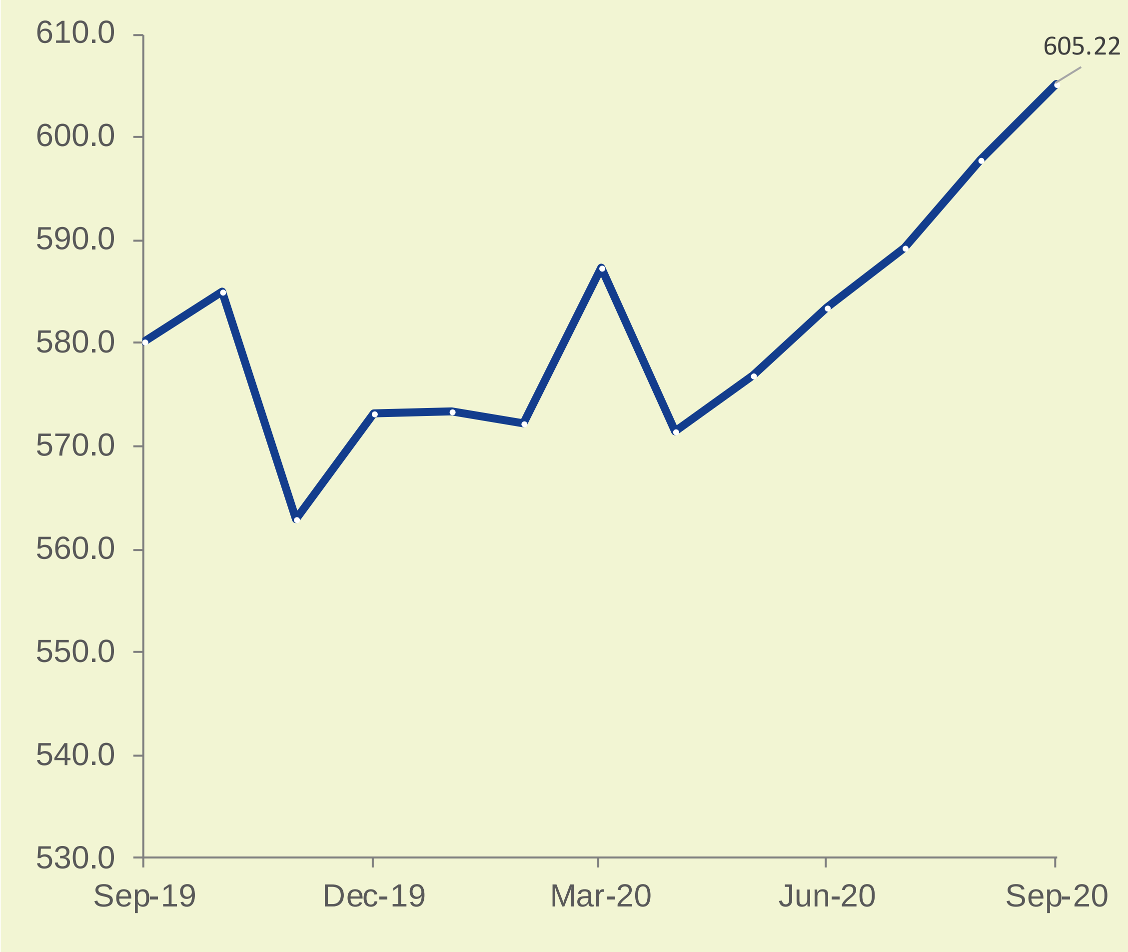
Source: Costa Rica Ministry of Finance

COSTA RICA: INTEREST AND EXCHANGE RATES

Tasa básica pasiva



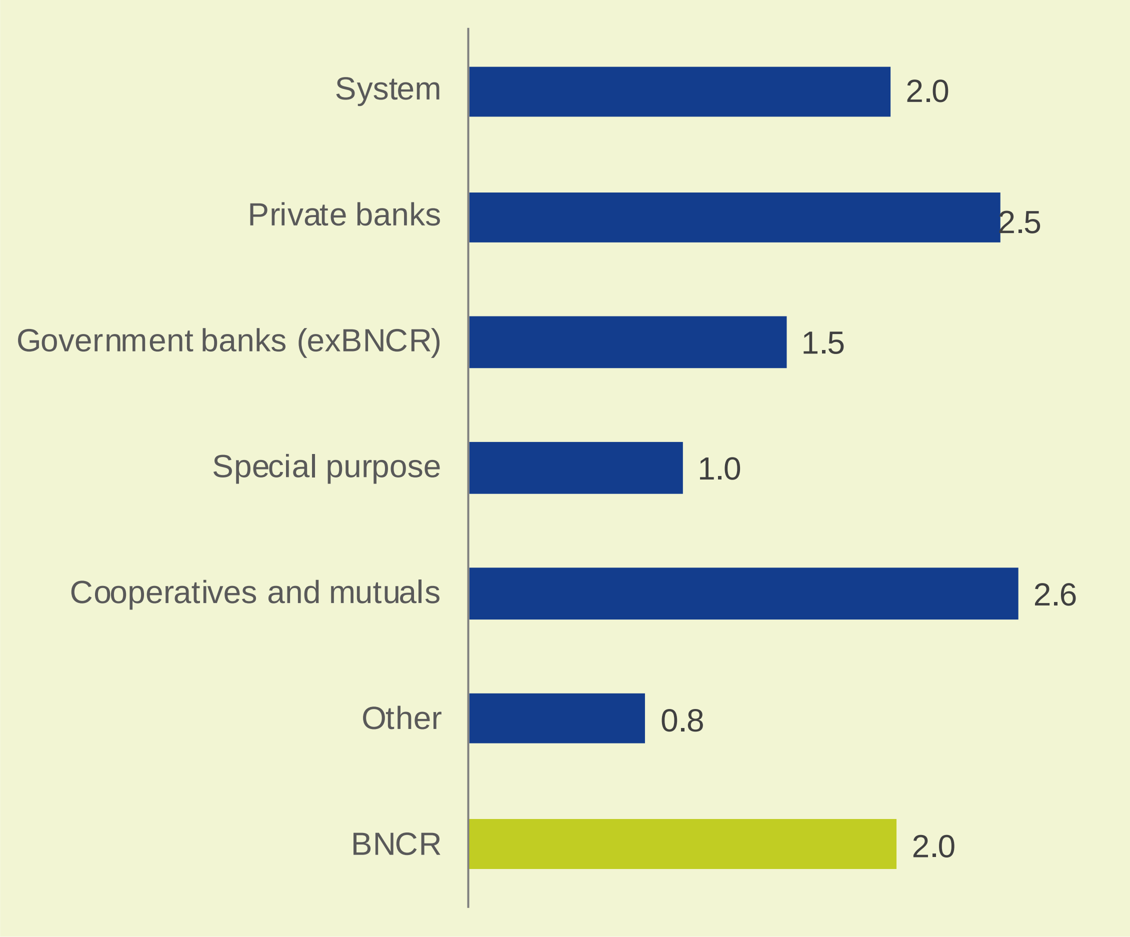
Average exchange rate USDCRC (Monex)



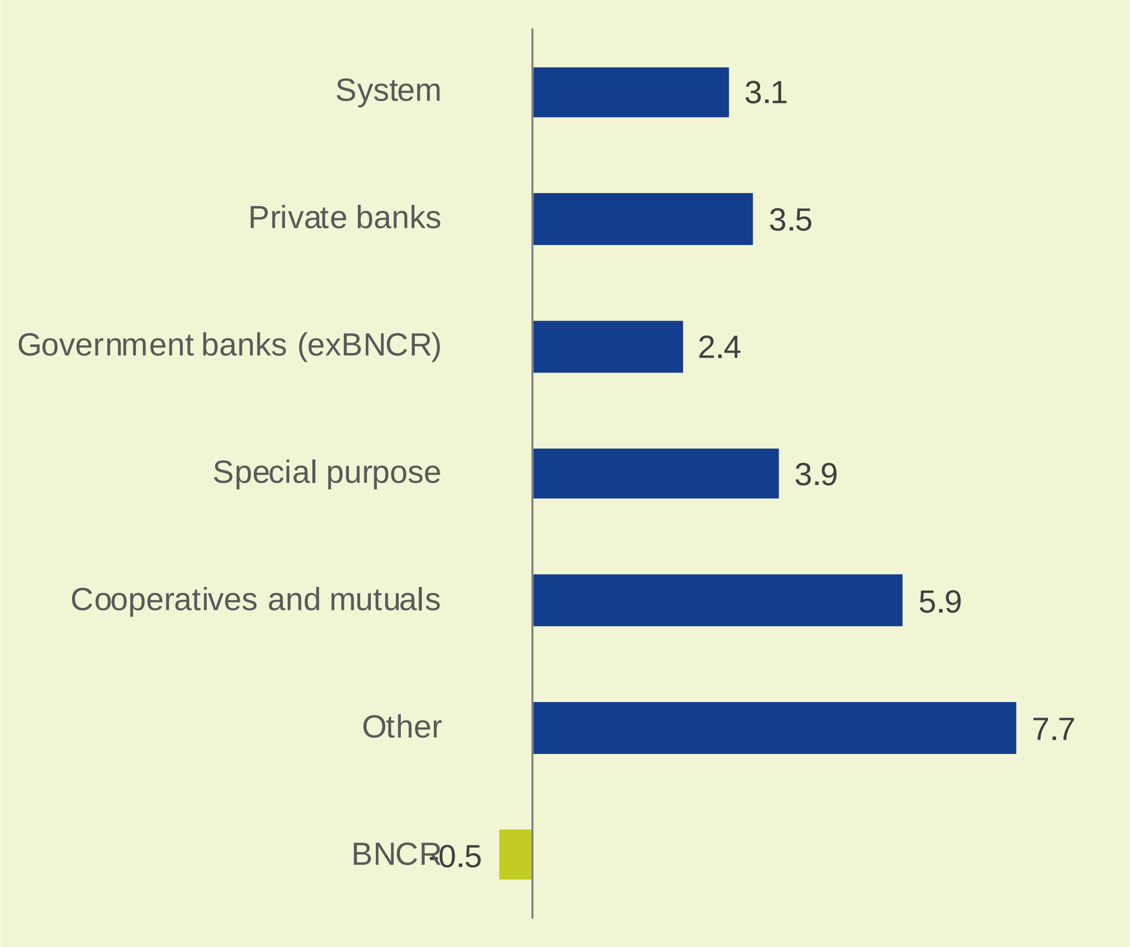
Source: Banco Central de Costa Rica

BANK SYSTEM: CREDIT (GROSS)

Quarterly growth (3Q 2020)



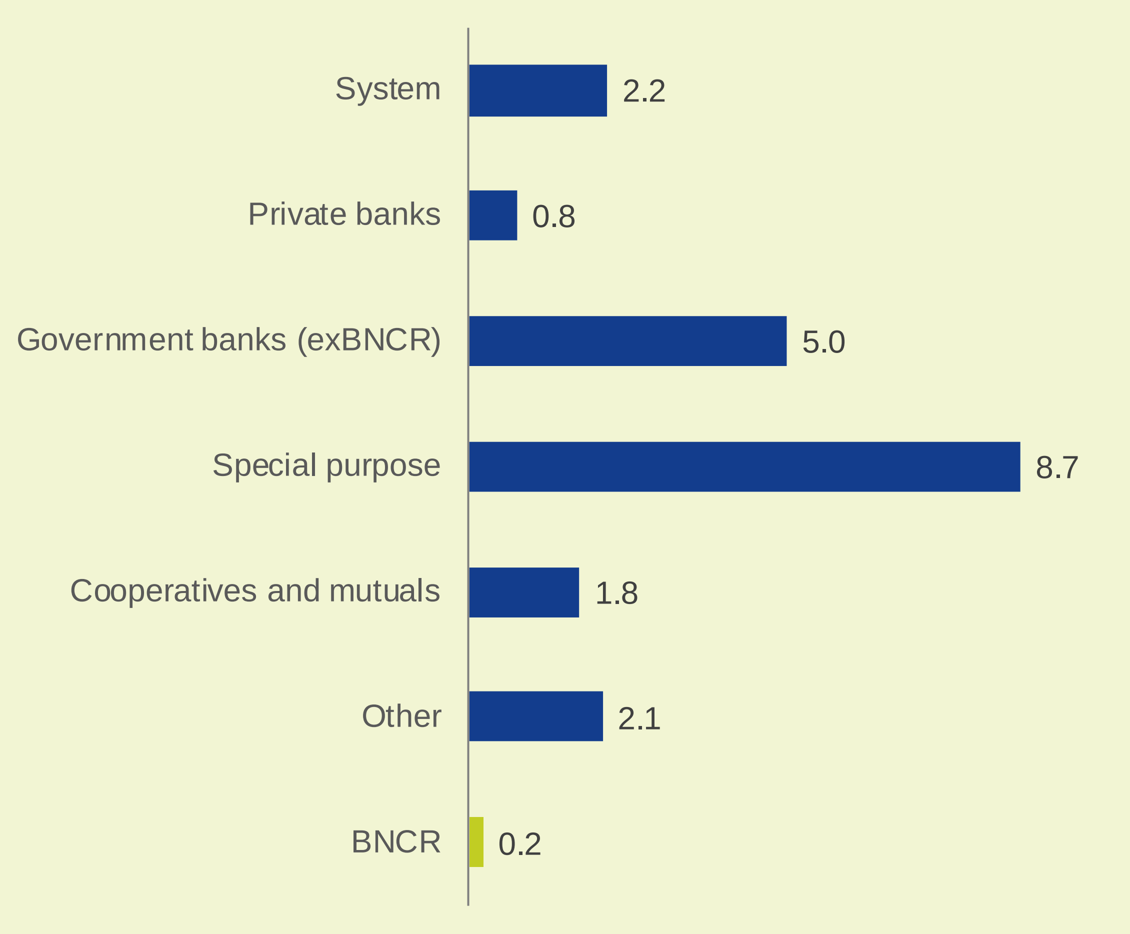
Year growth (3Q 2020)



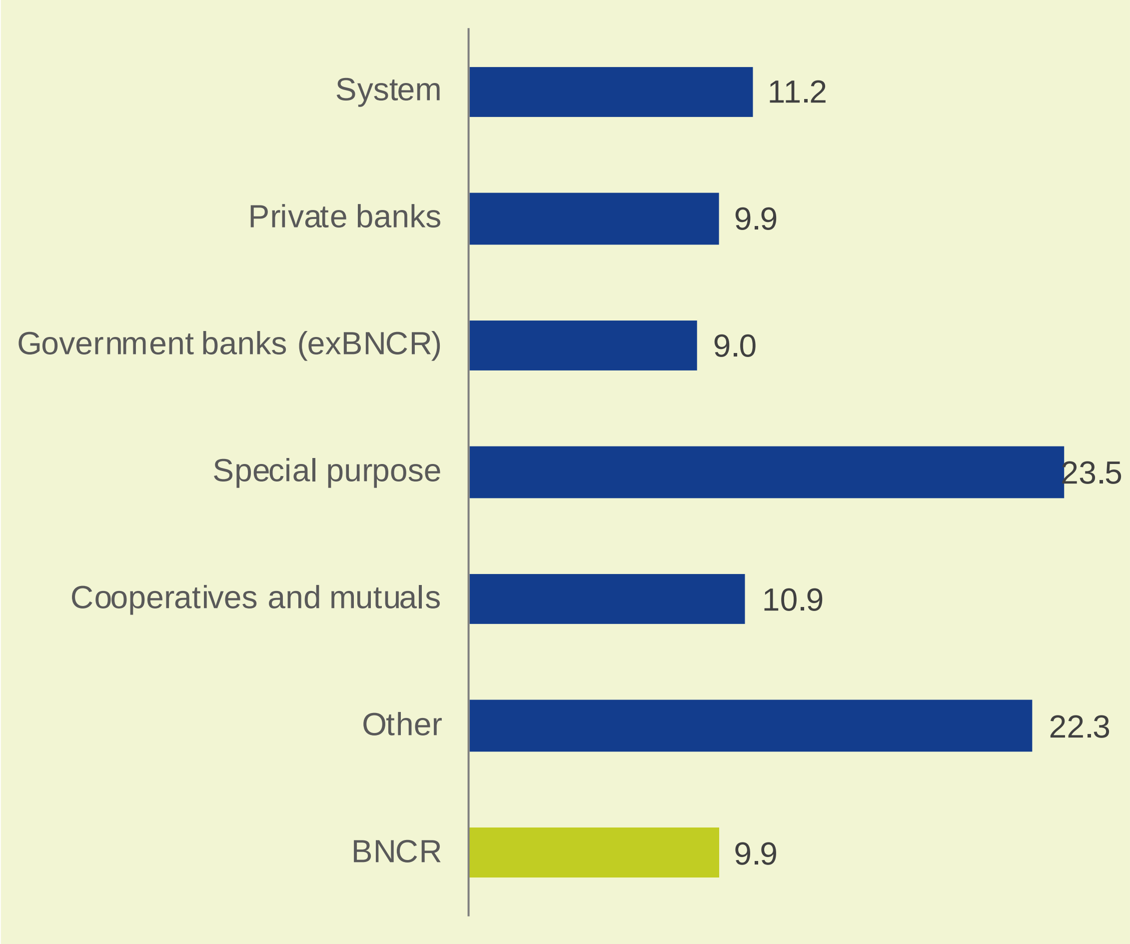
Juntos somos
Progreso

BANK SYSTEM: DEPOSITS

Quarterly growth (3Q 2020)



Year growth (3Q 2020)



CORPORATE GOVERNANCE

Governance Structure

Board of Directors

Chairman

Jeannette Ruíz Delgado

Vice-chairman

Marvin Arias Aguilar

Secretary

Rodolfo González Cuadra

Directors

Ana Isabel Solano Brenes

Ruth Alfaro Jara

María Magdalena Rojas Figueredo

Mario Carazo Zeledón

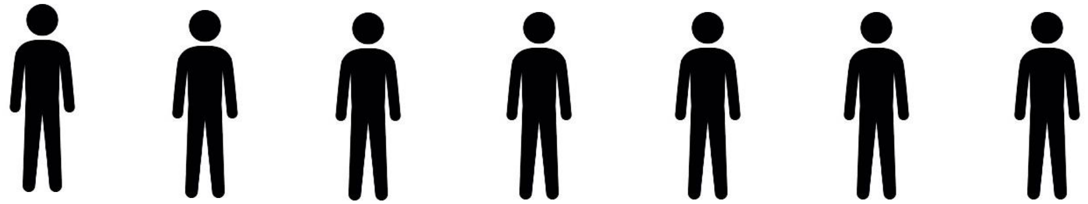
Internal and external independent auditors

Chief Executive Officer

Bernardo Alfaro Araya

Officers and Support Committees

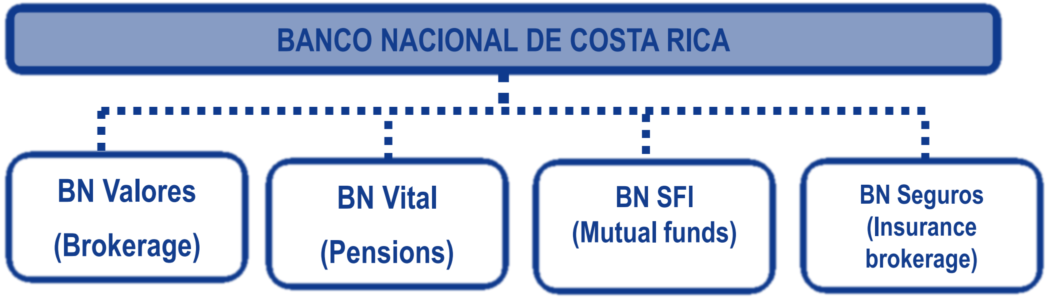
Independent Board of Directors



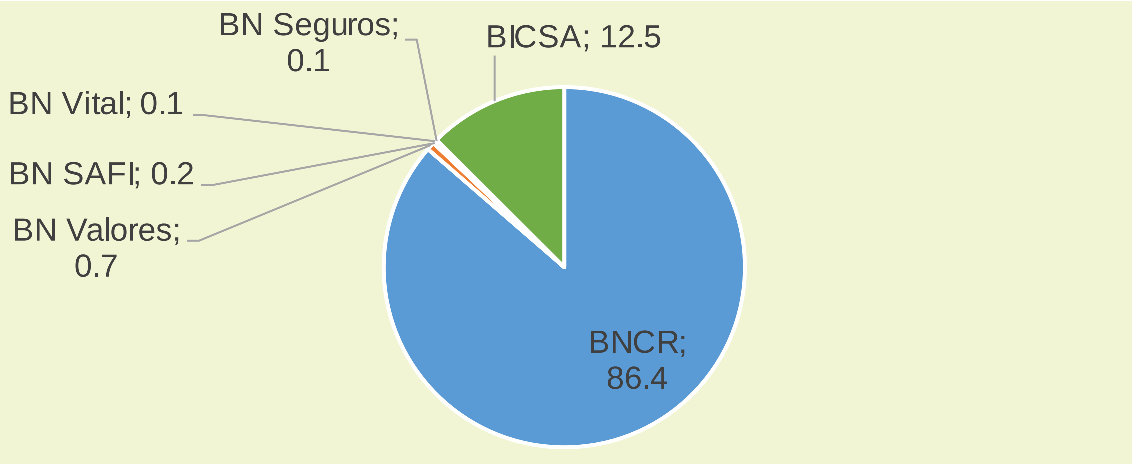
100% independent

- Appointed by the Counsel of Ministers.
- 8-year term.
- Every 4 years, 3 or 4 members change.

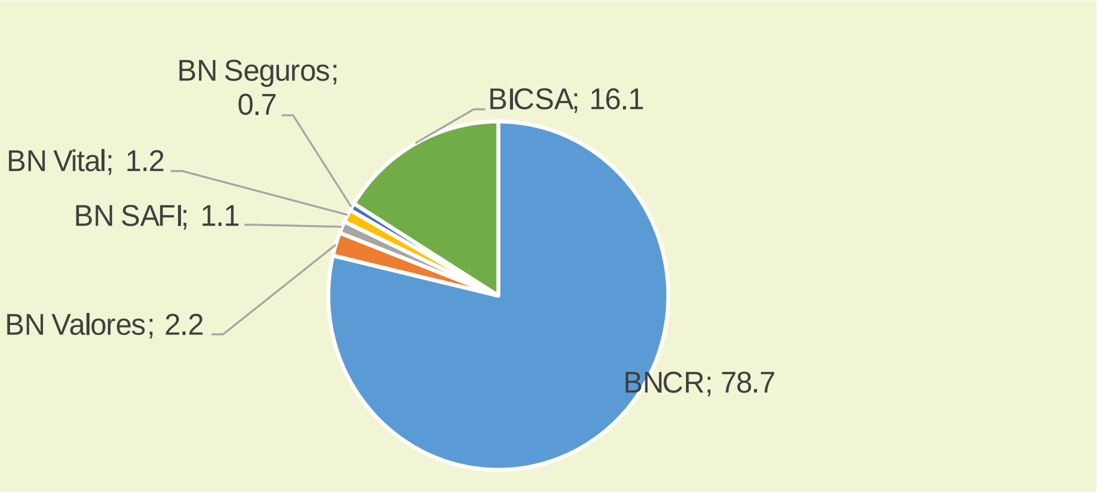
CORPORATE GOVERNANCE (CONT.)



Assets (Sept-20)



Equity (Sept-20)



BNCR owns a 49% stake in BICSA

Total assets and equity of BNCR Group amount CRC 7,510,123 million and equity CRC 753,687 MM million (excluding BICSA).

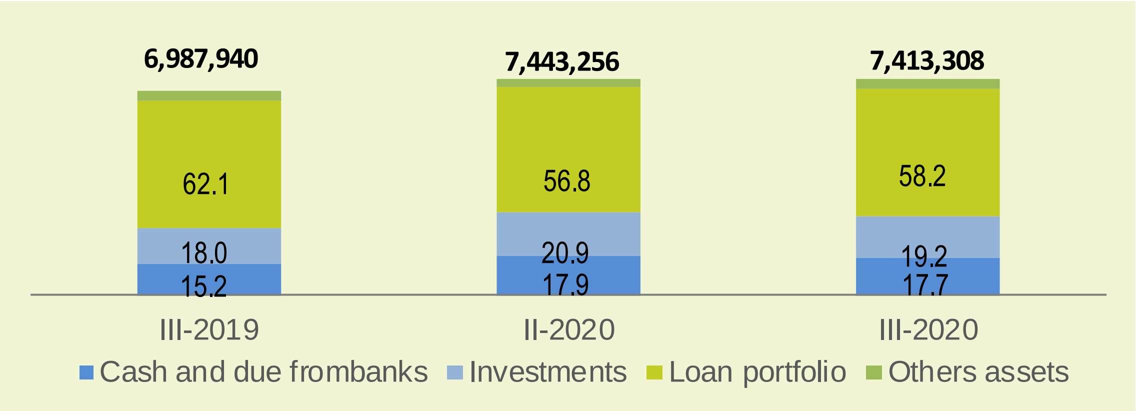
BNCR: INVESTMENT HIGHLIGHTS (3Q 2020)

					QoQ			YoY	
Profitability	Net income	CRC 3,665 million	↗	53.8%	QoQ	↘	31.8%	YoY
	ROAE	2.09 %	↗	72 b.p	QoQ	↘	108 b.p	YoY
	ROAA	0.20 %	↗	7 b.p	QoQ	↘	11 b.p	YoY
Credit	Loan portfolio	CRC 4,316,418 million	↗	2.03%	QoQ	↘	0.53%	YoY
	Provisions	CRC 18,480 million	↘	17.98%	QoQ	↗	102.68%	YoY
	Cost of risk (1)	1.73 %	↘	39.8 b.p	QoQ	↗	89.3 b.p	YoY
NII and NIM	Net Financial income	CRC 44,437 million	↘	4.59%	QoQ	↘	-24.81%	YoY
	NIM	4.22 %	↘	4.6 b.p	QoQ	↘	66 b.p	YoY
	NIM neto (2)	3.09 %	↘	19 b.p	QoQ	↘	128 b.p	YoY
Efficiency	Efficiency ratio (3)	63.93 %	↘	43 b.p	QoQ	↗	145 b.p	YoY
Capital	ISP (4)	13.61 %	↘	30 b.p	QoQ	↗	23 b.p	YoY

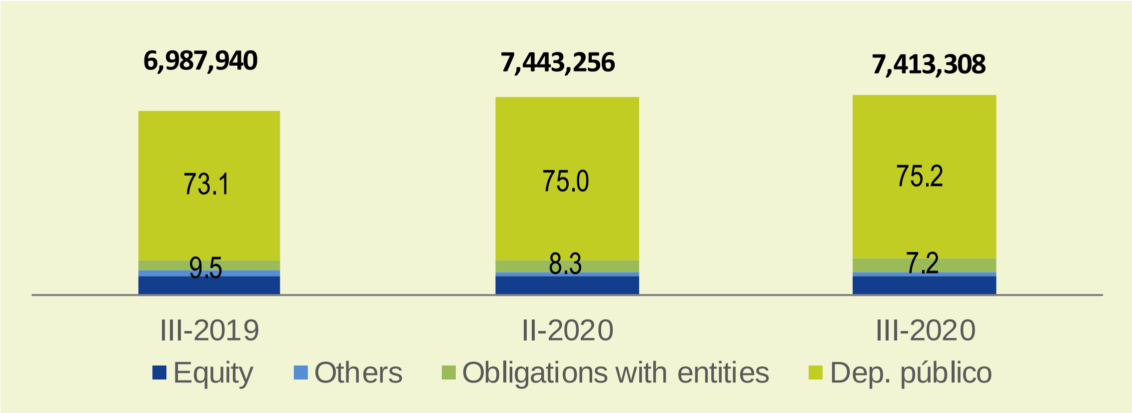
(1) Cost of risk: annualized provisions for loan loses on average gross loans.
(2) After allowances for impairment and recovery of assets and decrease in allowances
(3) Administrative expenditure on gross operational income.
(4) Regulatory Capital Adequacy Ratio

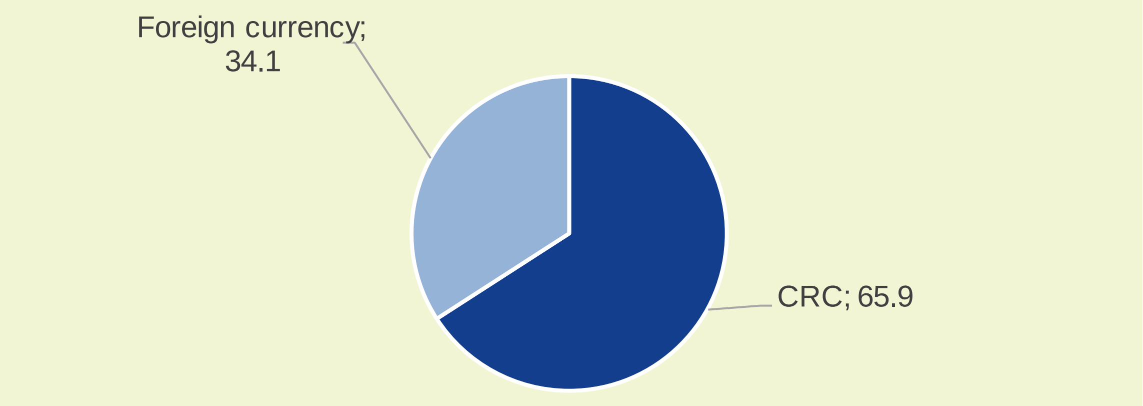
BNCR (STAND-ALONE): BALANCE SHEET BREAKDOWN

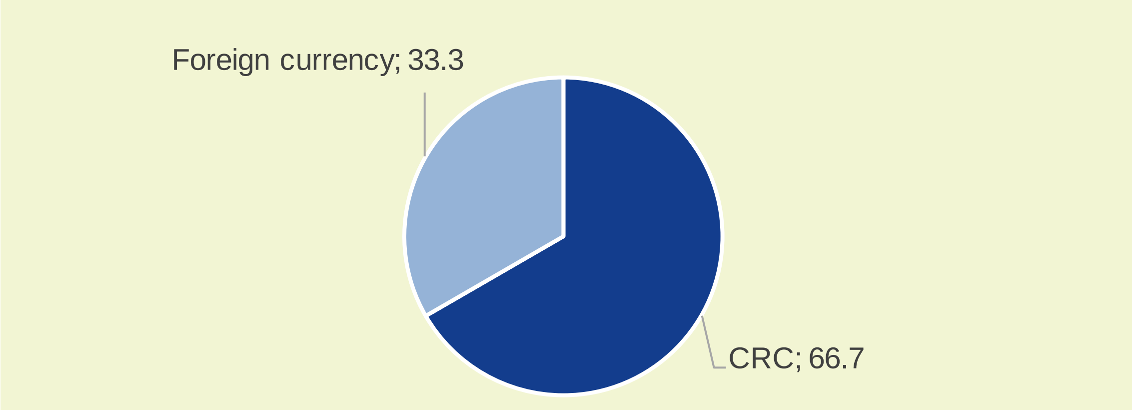
Assets (million CRC)



Liabilities and Equity (million CRC)

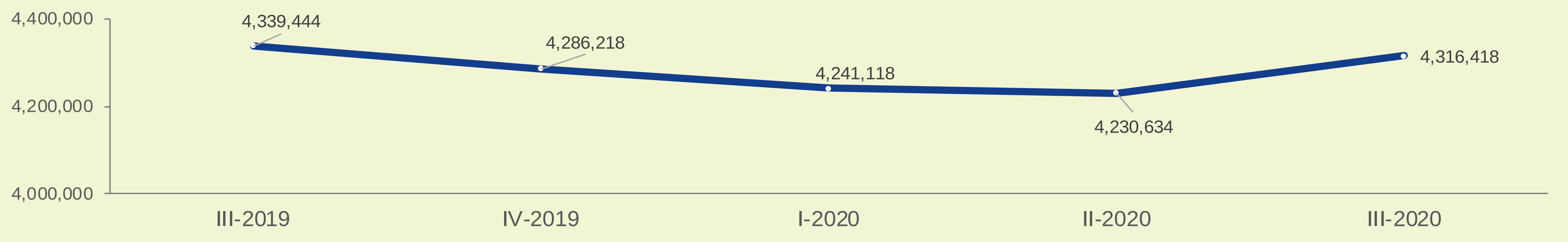




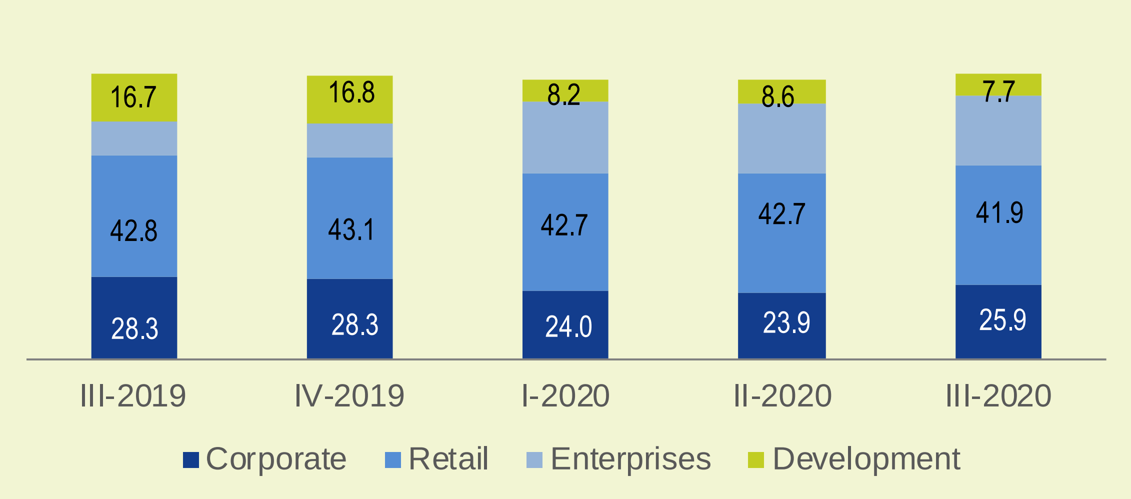


BNCR (STAND-ALONE): LOAN PORFOLIO

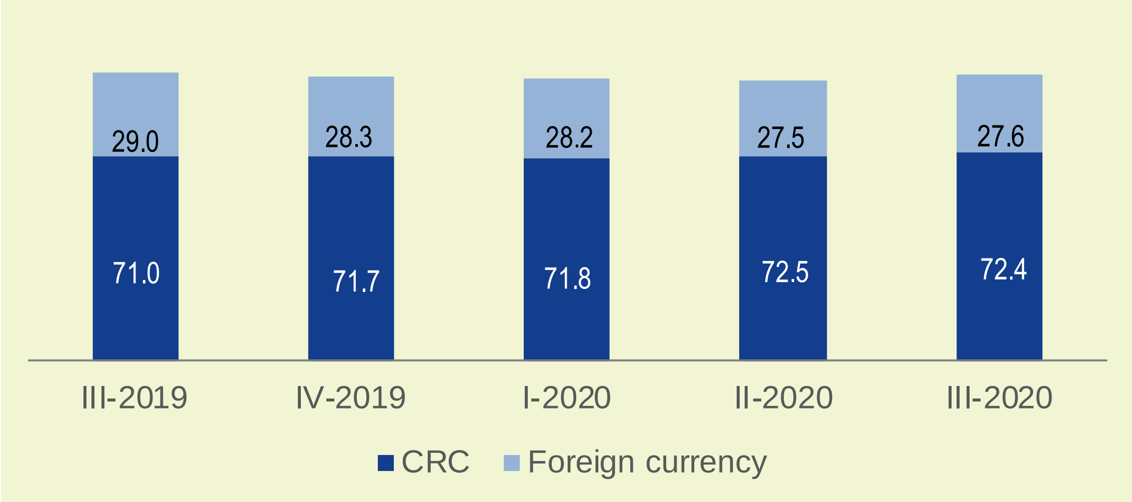
Loan portfolio gross (million CRC)



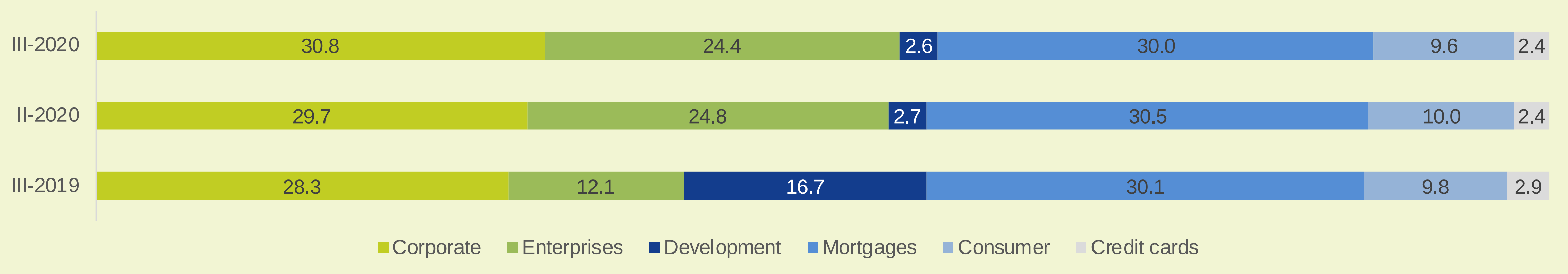
Portfolio composition (%)



Loan portfolio by currency (%)



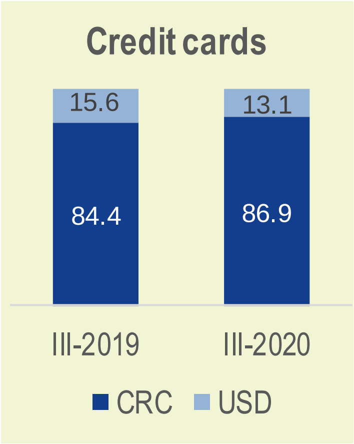
BNCR (STAND-ALONE): LOAN PORTFOLIO BY SEGMENT

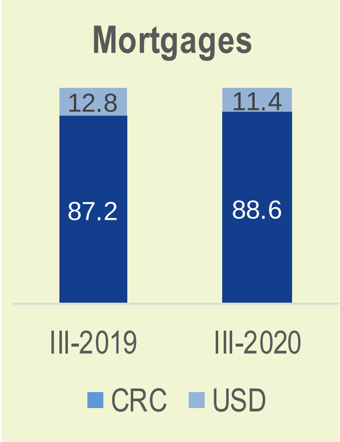


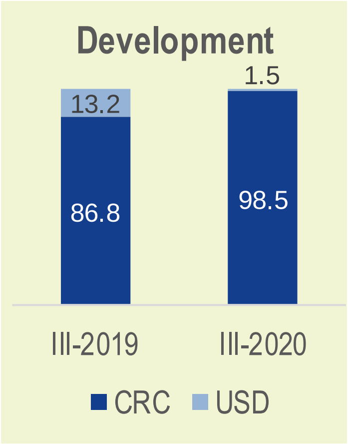
Loans million CRC	As of the end of III-2019	II-2020	III-2020	% Part. 2T 2020	% nominal change QoQ	YoY	% real change QoQ	YoY
Corporate	1,228,756	1,254,898	1,331,400	30.8	6.1	8.4	5.5	8.0
Development								
Enterprises	525,777	1,050,409	1,055,326	24.4	0.5	100.7	-0.1	100.1
MSE	725,656	112,449	113,728	2.6	1.1	-84.3	0.6	-84.4
Personas								
Retail	1,305,621	1,288,263	1,296,403	30.0	0.6	-0.7	0.1	-1.0
Credit cards	126,237	102,846	105,593	2.4	2.7	-16.4	2.1	-16.6
Consumer	427,398	421,769	413,968	9.6	-1.8	-3.1	-2.4	-3.4
Total	**4,339,444**	**4,230,634**	**4,316,418**	**100.0**	**2.0**	**-0.5**	**1.5**	**-0.8**

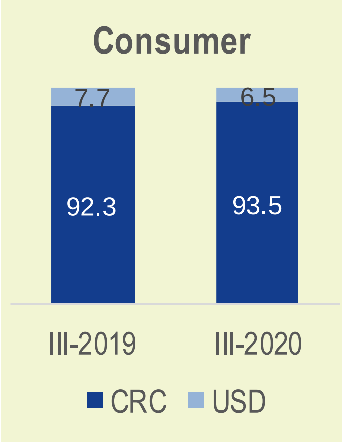
Due to the adjustment in the accounting catalog, according to the Financial Information Regulation (RIF), a change is reflected in the categories of the portfolio.
The Medium Business portfolio was in the Development category, this portfolio is transferred to Business.
The Development portfolio now only includes Micro and small Business

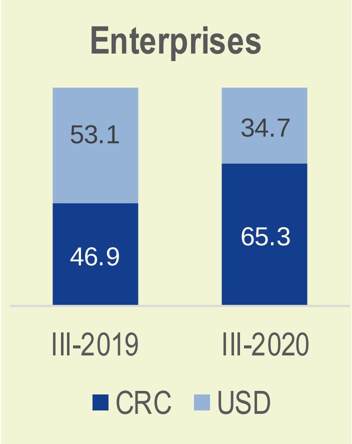
BNCR (STAND-ALONE): LOAN PORTFOLIO BY SEGMENT











Loans million CRC	Local currency (million CRC)					Foreign currency (million de CRC)				
	III-2019	II-2020	III-2020	∆ QoQ (%)	∆ YoY (%)	III-2019	II-2020	III-2020	∆ QoQ (%)	∆ YoY (%)
Corporate	564,335	646,441	710,065	9.0	25.8	664,421	608,457	621,334	-0.9	-9.7
Development										
Enterprises	246,389	685,634	678,905	-1.0	175.5	279,389	364,774	376,421	-1.7	27.7
MSE	629,879	110,736	112,274	1.4	-82.2	95,777	1,713	1,455	21.7	-97.7
Personas										
Retail	1,138,573	1,141,248	1,147,173	0.5	0.8	167,047	147,016	149,230	-1.2	-13.5
Credit cards	106,589	89,349	91,679	2.6	-14.0	19,648	13,497	13,915	13.6	-22.4
Consumer	394,658	394,225	386,961	-1.9	-2.0	32,739	27,544	27,006	1.0	-15.5
Total	**3,080,423**	**3,067,633**	**3,127,056**	**1.9**	**1.5**	**1,259,021**	**1,163,001**	**1,189,361**	**-0.9**	**-9.0**

Due to the adjustment in the accounting catalog, according to the Financial Information Regulation (RIF), a change is reflected in the categories of the portfolio.
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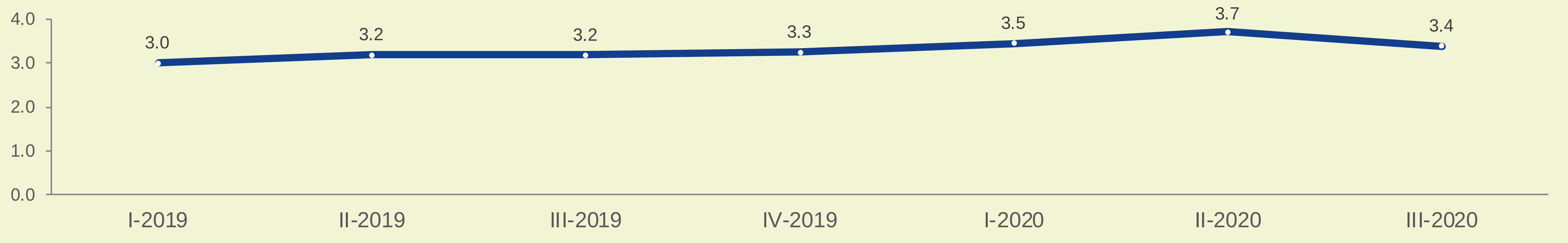
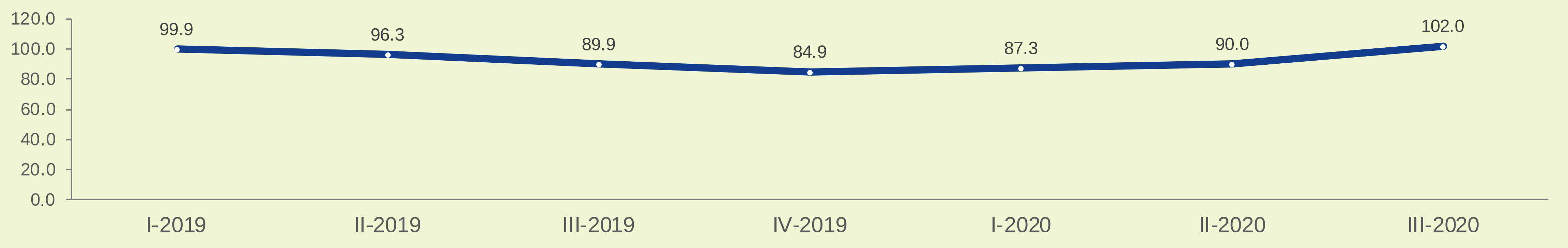
BNCR (STAND-ALONE): ASSET QUALITY

NPLs[1] percentage of the loan portfolio (gross)



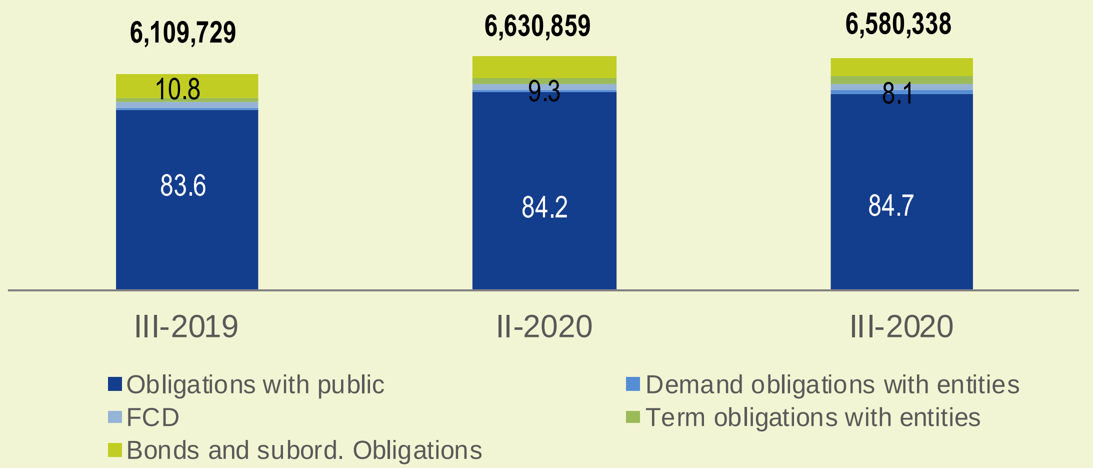
Coverage ratio[2]



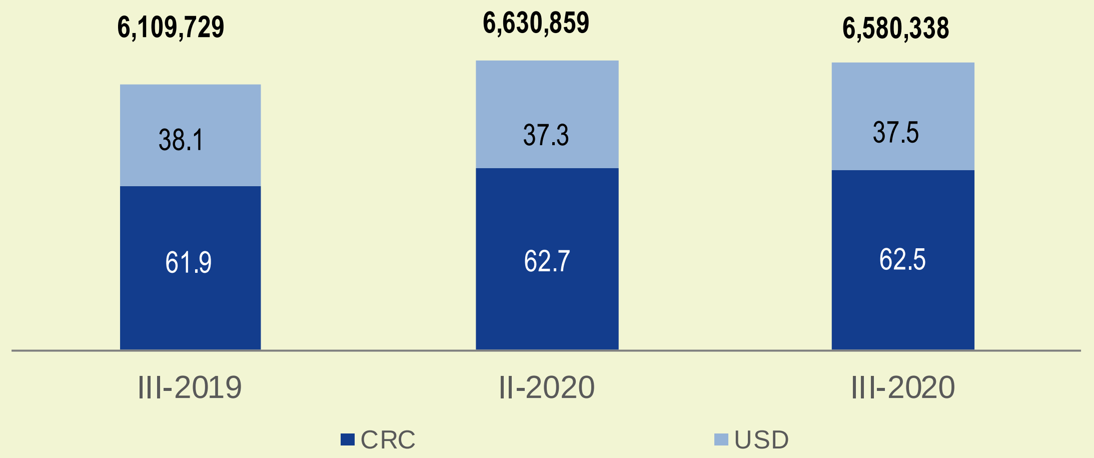
(1) NPL: credits more delay 90 days
(2) Allowances for loan impairments over NPLs

BNCR (STAND-ALONE): FUNDING STRUCTURE

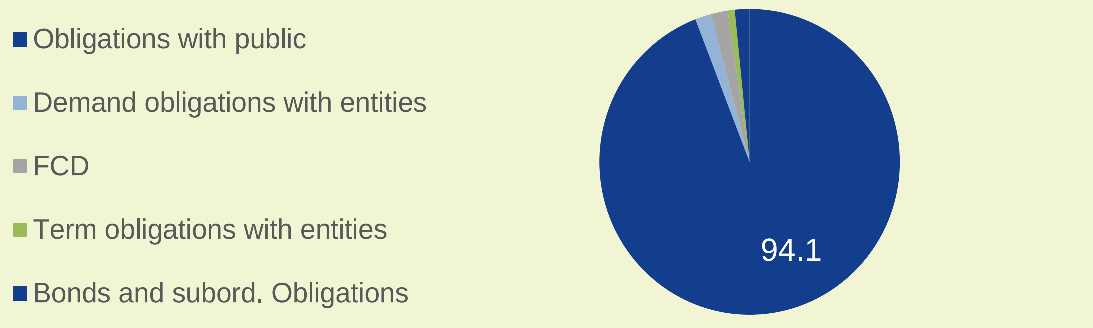
By product



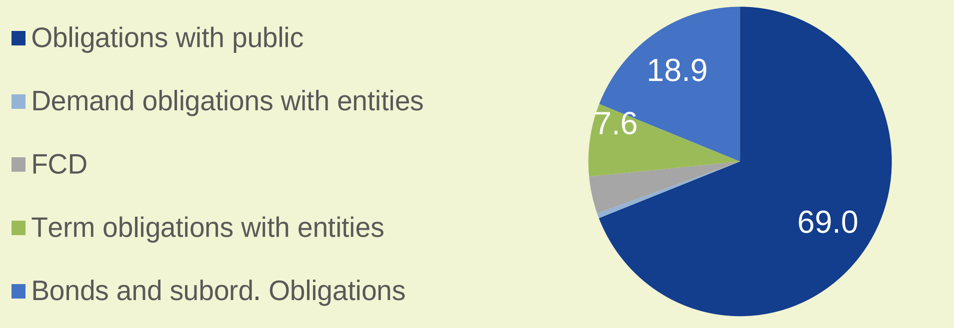
By currency



CRC

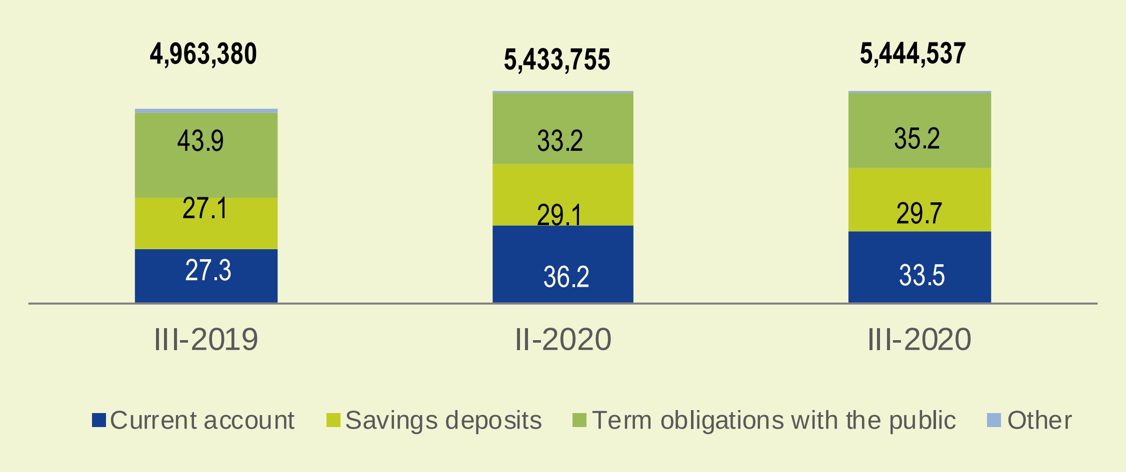


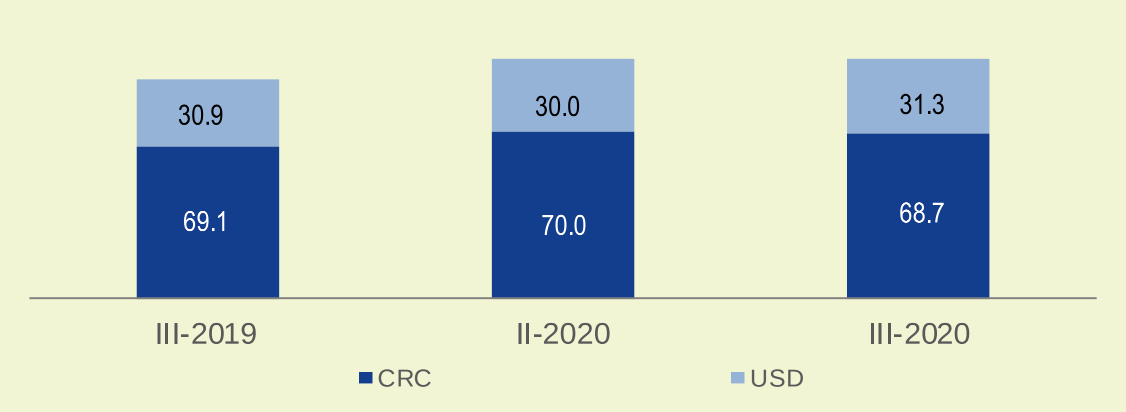
Foreign currency



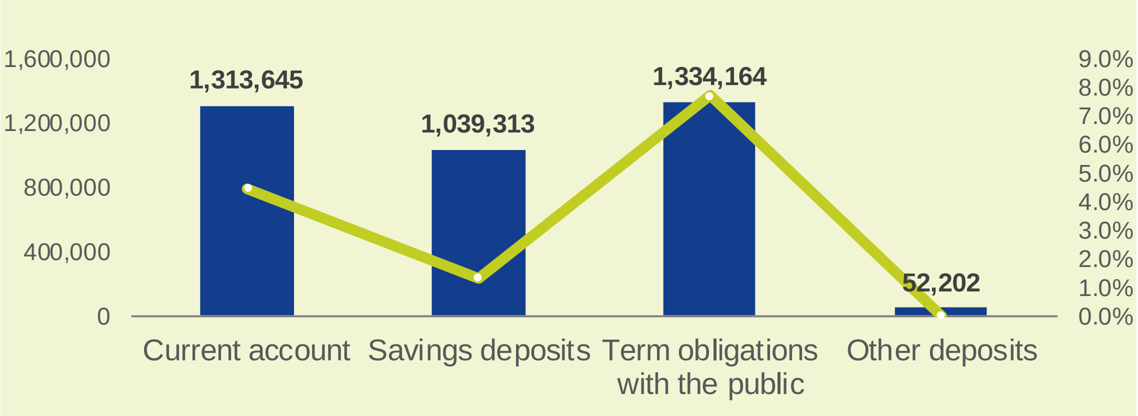
BNCR (STAND-ALONE): DEPOSIT BREAKDOWN

Structure of deposits

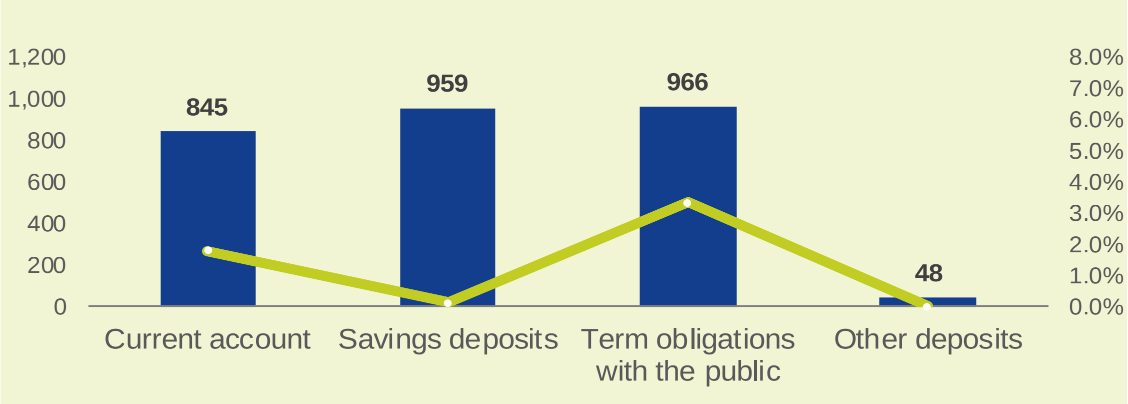




Deposits and average cost (CRC)



Deposits and average cost (other)



BNCR: OUTSTANDING DEBT

Security	Issue date	Maturity	Initial term (years)	Currency	Issued amount (million)	Outstanding amount	Interest rate
BNRC4C	06-oct-2017	06-oct-2020	3	CRC	20,000 MM	11,601	8.39%
BNRC5A	21/01/2019	21/01/2022	3	CRC	35,000 MM	35,000	10.03%
BNRC5B	29/01/2019	29/01/2021	2	CRC	35,000 MM	24,016	9.15%
BNCR5E	15-mayo-2020	15-mayo-2023	3 años	CRC	15,000 MM	8,752	6.75%
Subordinated	27-may-2014	15-nov-2023	9.6	USD	100 MM	70 MM	Libor6m+5.00%
Subordinated	2-nov-2014	23-oct-2029	15	USD	30 MM	27.75 MM	Libor6m+5.25%
RegS / 144A	25-abr-2016	25-abr-2021	5	USD	500 MM	308.76 MM	5.875
RegS / 144A	1-nov-2013	1-nov-2023	10	USD	500 MM	342.14 MM	6.25

Deuda de largo plazo (empréstitos)	MM de CRC	Tasa	MM de USD	Tasa
Local	30,827	3.74%		
Internacional			225.55	4.78%
Total	**30,827**	**3.74%**	**225.55**	**4.78%**

CREDIT RATINGS

Local

BNCR	Fitch
Last	May-20

Long term debt	Fitch
Corporative bonds	AA+
Mortgage bonds	AA+
Long term deposits	AA+

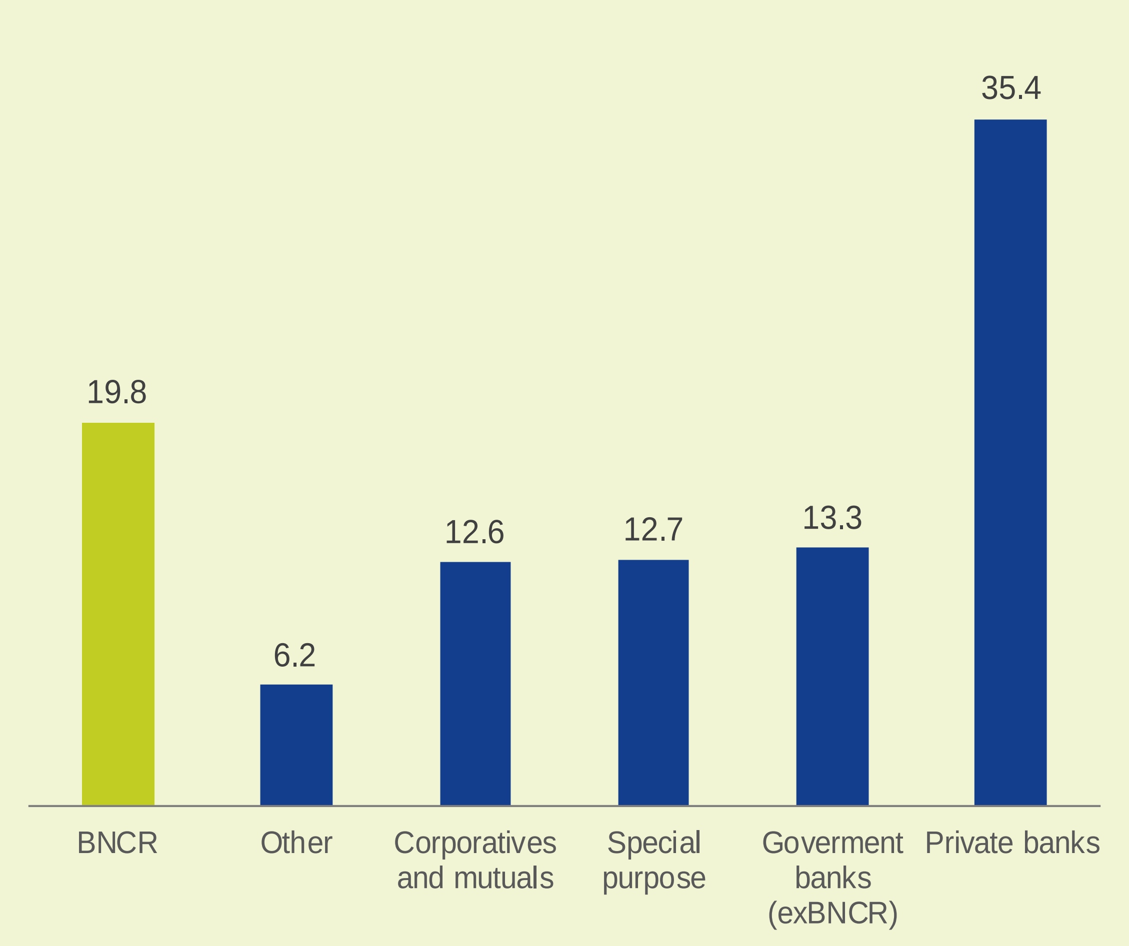
Short term debt	Fitch
Short term deposits	F1+
Certificates of deposits	F1+

International

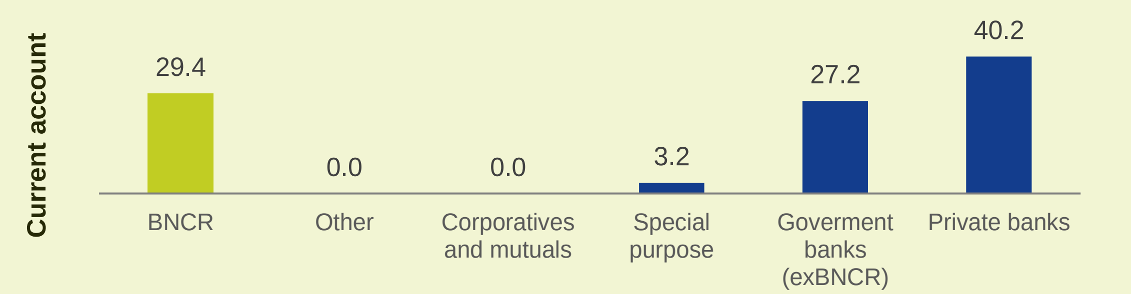
BNCR	Fitch	Moody’s
Last	May-20	Jun-20
Outlook	Neg	Neg
Stand alone rating foreign currency	B	B1

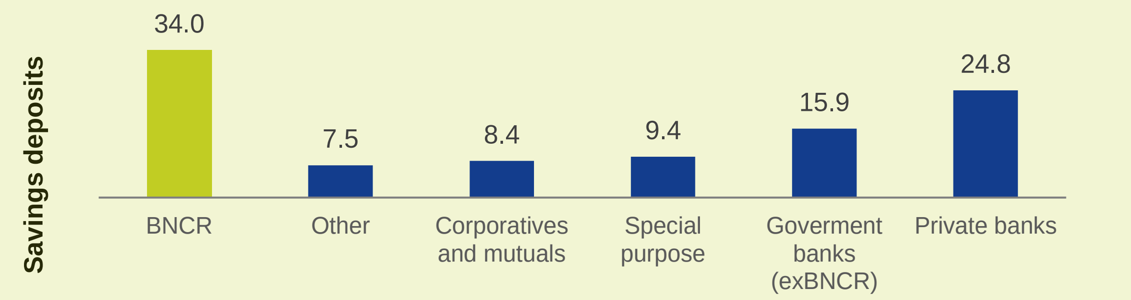
MARKET SHARE

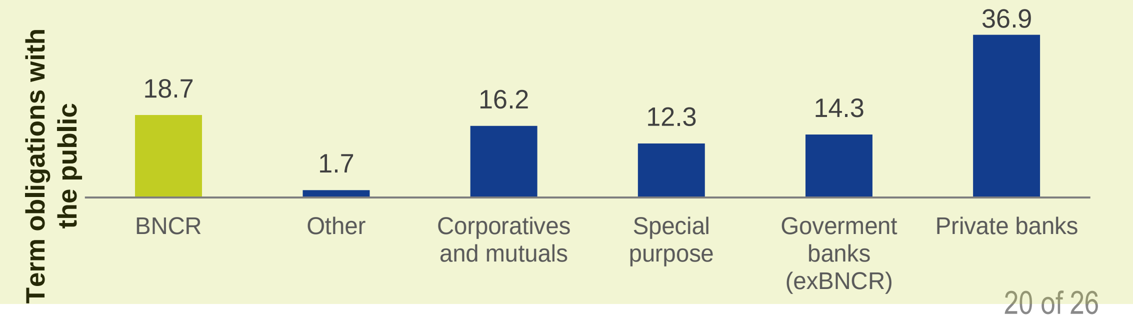
Credit



Deposits



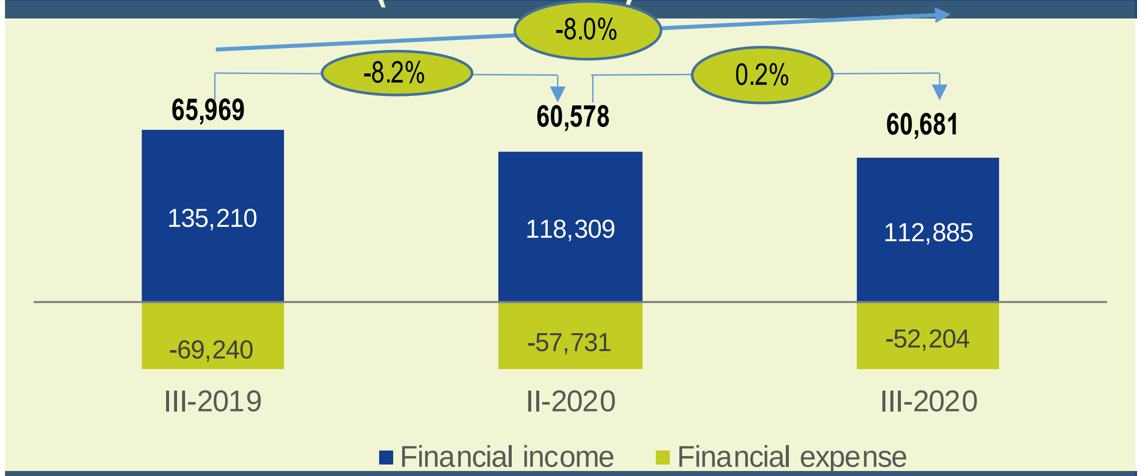




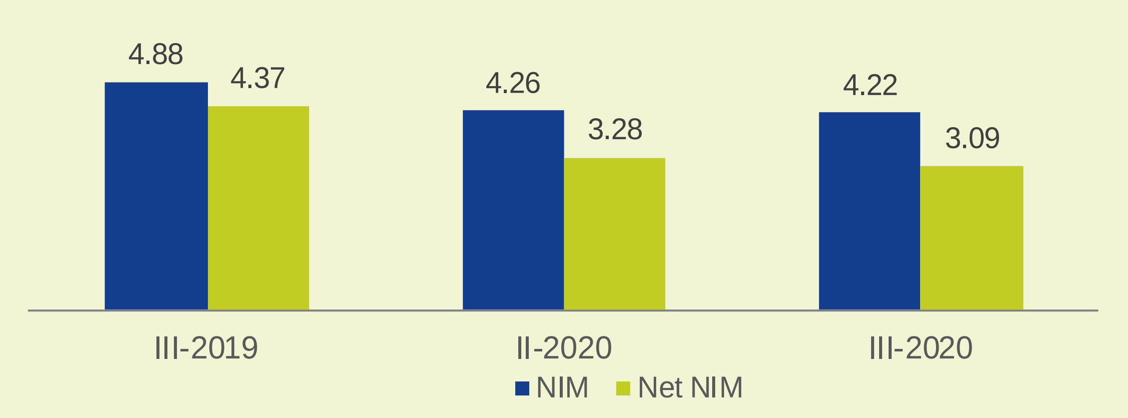
Juntos somos Progreso

FINANCIAL PERFORMANCE (ANNUAL)

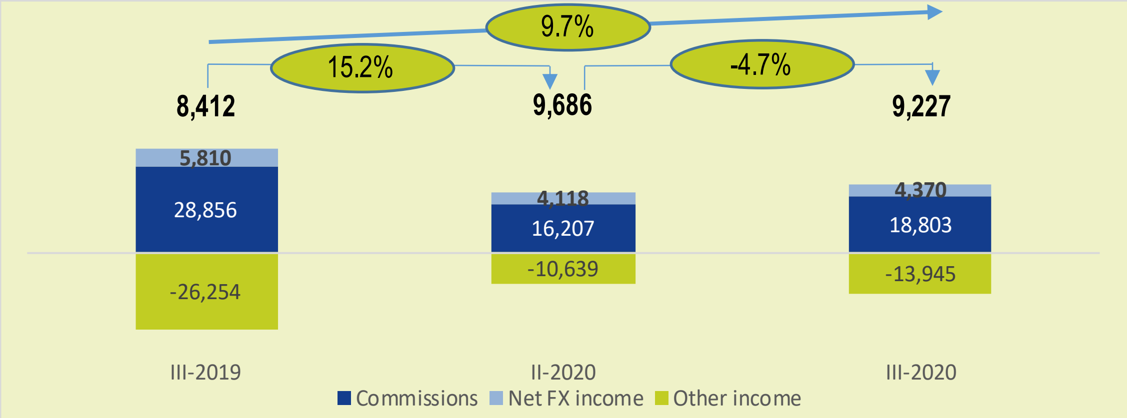
Financial income (million CRC)



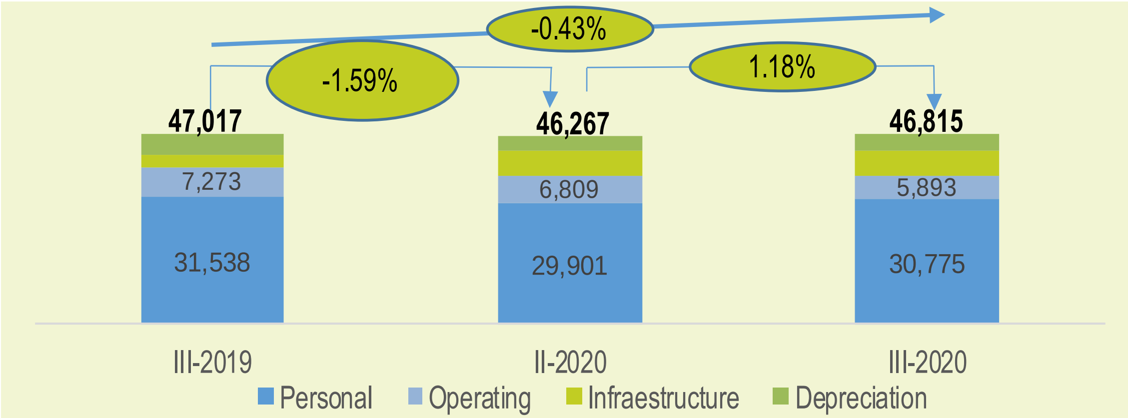
NIM



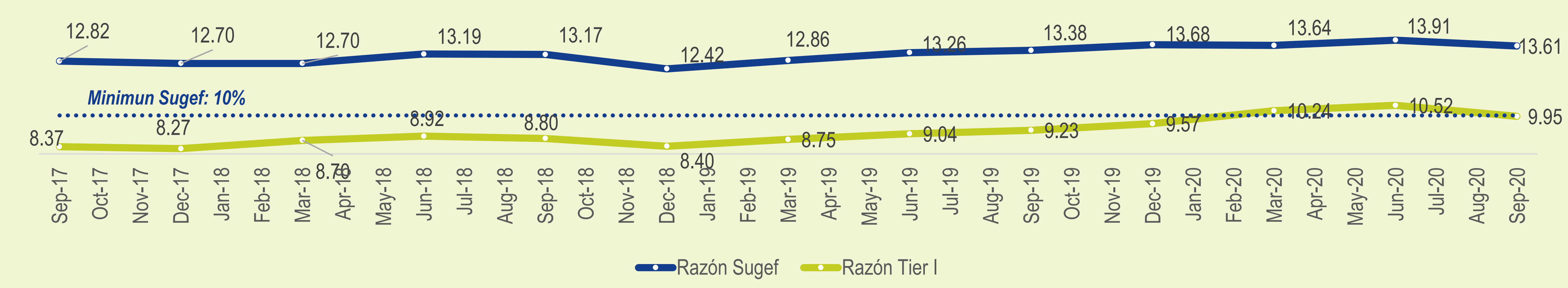
Fee income (million CRC)



Operational expenditure (million CRC)

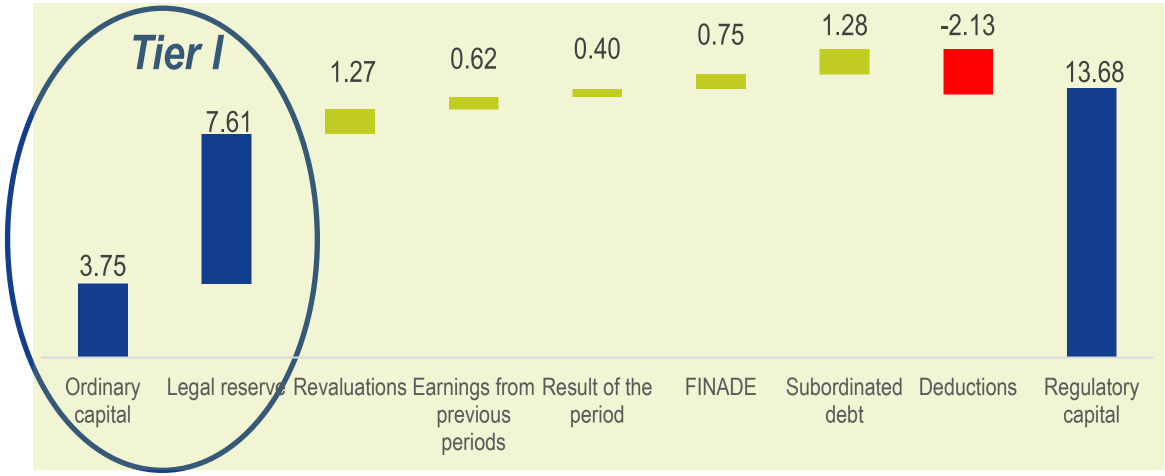


CAPITALIZATION

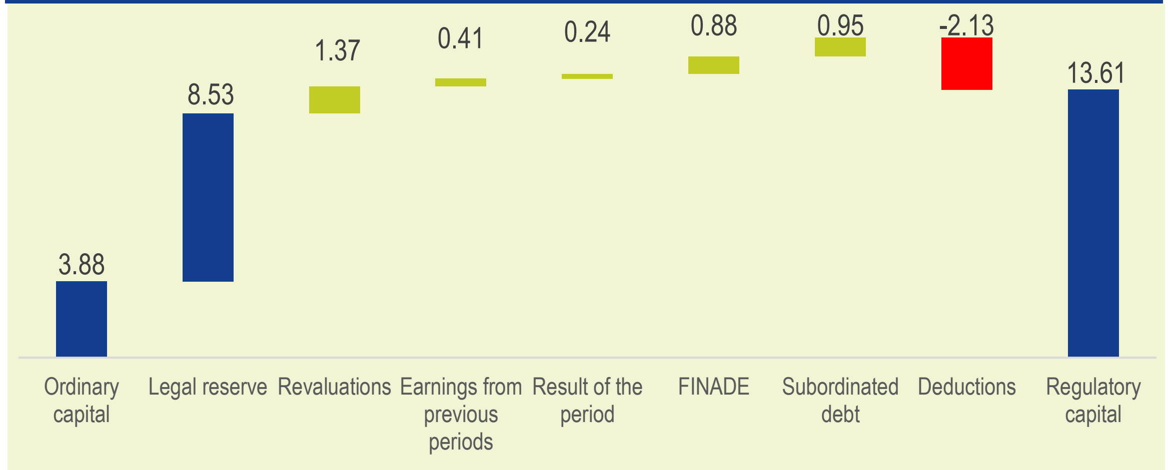


Note: Tier I les deductions

ISP composition (Dec-19)

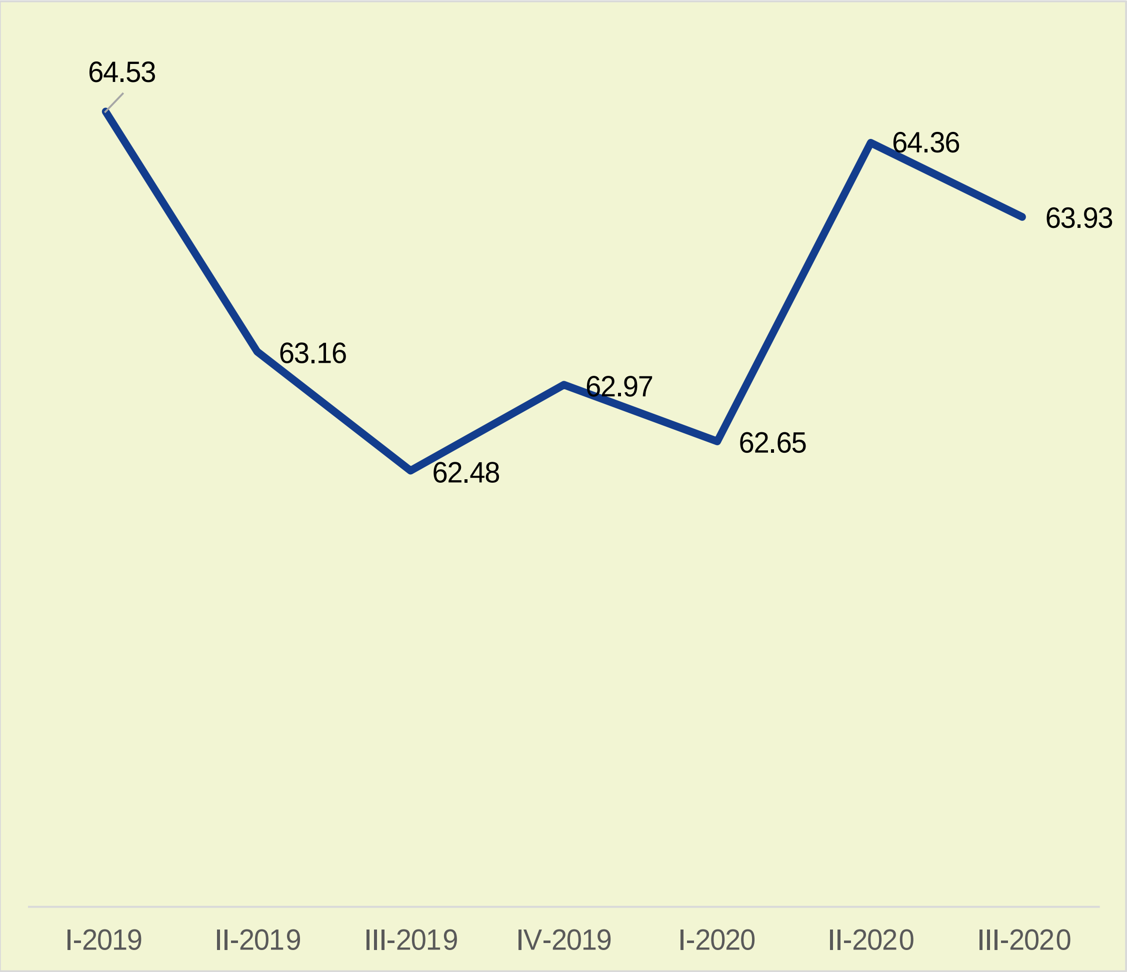


ISP composition (June-20)

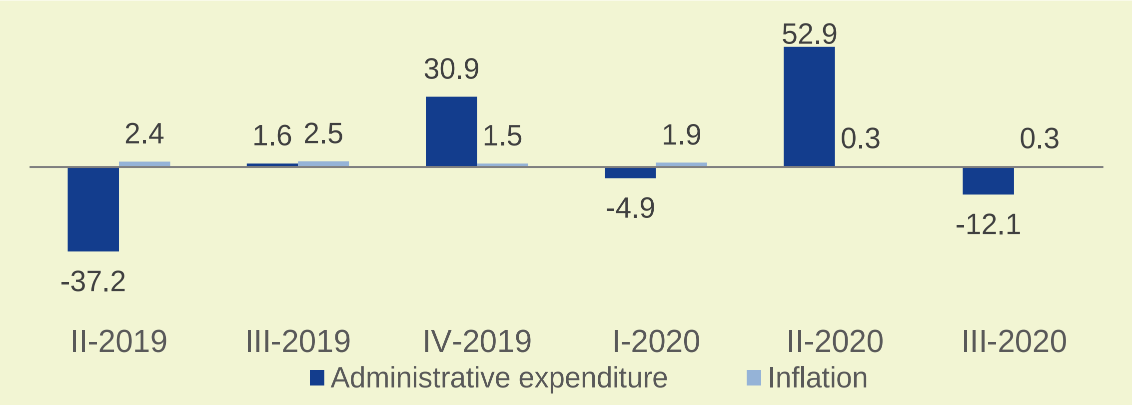


EFFICIENCY

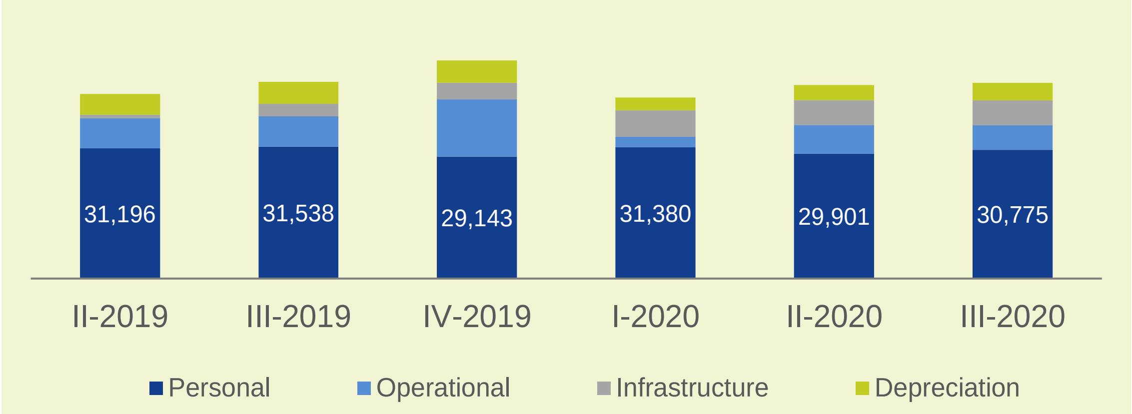
Efficiency ratio



Administrative expenditure (YoY growth, %)

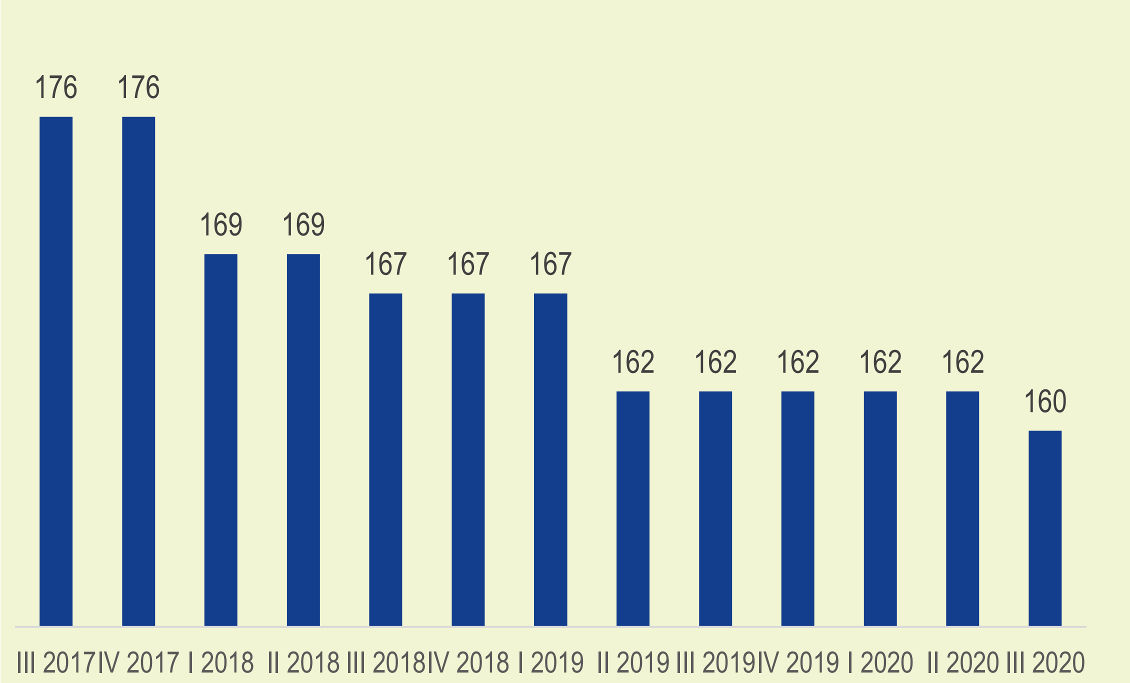


Administrative expenditure breakdown (million CRC)

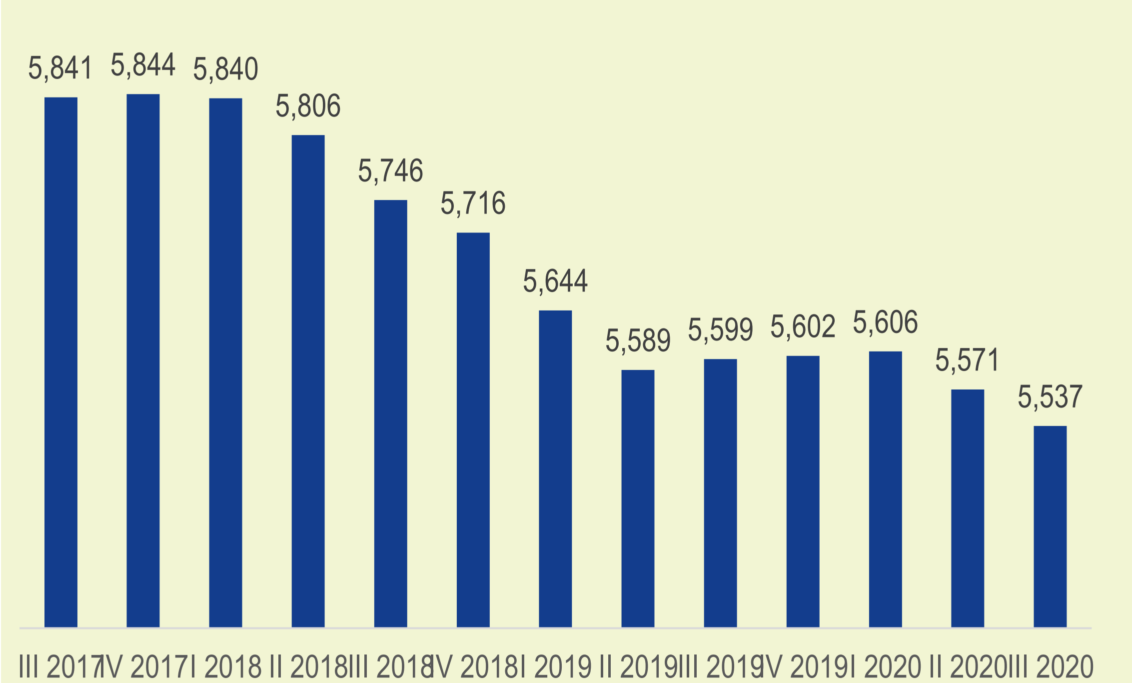


BRANCHES AND PAYROLL

Branches[1]



Payroll[1]



As of September 30, 2020, the Bank has 160 offices, 455 ATM's, and along with its subsidiaries a total of 5,537 employees. Employees are distributed as follows: Banco Nacional de Costa Rica - 5,098 employees; BN Valores Puesto de Bolsa, S.A. - 67 employees; BN Vital Operadora de Planes de Pensiones Complementarias, S.A. - 179 employees; BN Sociedad Administradora de Fondos de Inversión, S.A. - 89 employees; and BN Sociedad Corredora de Seguros, S.A. - 104 employees. The Bank's website is www.bncr.fi.cr

(1) Includes all BNCR Group