

Bank Austria

**One Bank
One
UniCredit**

Disclosure Report as of 30 June 2018
pursuant to Part 8 of the Capital Requirements Regulation
(CRR) / Disclosure by Institutions (Pillar 3)

 **Bank Austria**
Member of  **UniCredit**

Disclosure of UniCredit Bank Austria AG as of 30 June 2018

UniCredit Bank Austria AG („Bank Austria“) is regarded as significant subsidiary of UniCredit S.p.A. pursuant to Article 13 (1) of EU Regulation No. 575/2013 ("CRR") and therefore is subject to the disclosure requirements of CRR (Article 13 (1) in connection with Part 8 CRR).

By means of this disclosure report, Bank Austria fulfills these information requirements on the basis of Bank Austria subgroup. These reports are being published on an annual (with year-end data) and on a quarterly basis on the website of Bank Austria (www.bankaustria.at/en) at „About Us “ / „Investor Relations“ / „Disclosure“.

The information required by Article 437 b) and c) CRR – i.e. a description of the main features of Bank Austria’s capital instruments and their final terms – are being published separately as well on the website of Bank Austria at „About Us “ / „Investor Relations“ / „Disclosure“.

Article 450 CRR requires disclosure of Bank Austria’s remuneration policy and practices for all staff categories if their roles have a major impact on the risk profile of the bank. This information is also disclosed in a separate report which is done annually (as of year-end) and is published in the following year also on the website of Bank Austria at „About Us “ / „Investor Relations“ / „Disclosure“.

Pursuant to regulatory requirements, from 2018 onwards Bank Austria prepares its financial statements in accordance with IFRS 9, which resulted in changes to the applicable valuation approaches for many balance sheet items as of 1 January 2018. This is presented in detail in the interim report as at June 30, 2018 (under „https://www.bankaustria.at/files/ZB2Q2018_EN.pdf“) on page 34 and following pages.

Disclosure pursuant to Article 437 CRR in combination with Article 492 CRR (Own funds)

Balance sheet reconciliation to regulatory own funds items

Below table illustrates the reconciliation of the balance sheet according to IFRS and the balance sheet according to the regulatory requirements of CRR.

Statement of financial position of UniCredit Bank Austria Group at 30 June 2018

Assets (in MEUR)	IFRS balance sheet	Adjustments	Balance sheet under regulatory scope	Reference
Cash and cash balances	115.1	-0.0	115.1	
Financial assets at fair value through profit or loss	2,242.3	0.0	2,242.3	
Financial assets held for trading	777.5	0.0	777.5	
of which non-significant investments in Common Equity Tier 1	1.3	0.0	1.3	Table G
of which non-significant investments in Tier 2 capital	0.0	0.0	0.0	Table G
Financial assets designated at fair value	0.1	0.0	0.1	
Financial assets mandatorily at fair value	1,464.7	0.0	1,464.7	
of which non-significant investments in Common Equity Tier 1	31.0	0.0	31.0	Table G
of which subordinated financial assets mandatorily at fair value	14.8	0.0	14.8	
of which significant investments in Tier 2 capital	3.1	0.0	3.1	Table G
of which non-significant investments in Tier 2 capital	11.7	0.0	11.7	Table G
Financial assets at fair value through other comprehensive income	15,203.4	-0.0	15,203.4	
of which significant investments in Common Equity Tier 1	43.2	0.0	43.2	Table G
of which non-significant investments in Common Equity Tier 1	5.5	0.0	5.5	Table G
of which subordinated financial assets at fair value through other comprehensive income	19.5	0.0	19.5	
of which significant investments in AT 1	5.3	0.0	5.3	Table G
of which significant investments in Tier 2 capital	3.2	0.0	3.2	Table G
Financial assets at amortised cost	77,029.0	187.2	77,216.2	
Loans and receivables with banks	17,157.1	-10.5	17,146.6	
of which subordinated financial assets at amortised cost with banks	336.5	0.0	336.5	
of which significant investments in Tier 2 capital	0.1	0.0	0.1	Table G
of which non-significant investments in Tier 2 capital	336.4	0.0	336.4	Table G
Loans and receivables with customers	59,871.9	197.7	60,069.6	
of which subordinated financial assets at amortised cost with customers	24.4	7.4	31.9	
of which significant investments in Tier 2 capital	2.0	0.0	2.0	Table G
of which non-significant investments in Tier 2 capital	22.4	0.0	22.4	Table G
Derivatives used for hedging	1,688.9	-0.0	1,688.9	
Fair value changes of the hedged items in portfolio hedge	228.2	0.0	228.2	
Investments in associates and joint ventures	2,040.5	33.8	2,074.3	
of which significant investments in Common Equity Tier 1	1,982.5	0.0	1,982.5	Table G
of which significant investments in Tier 2 capital	50.8	0.0	50.8	Table G
Amounts ceded to reinsurers from insurance reserves	0.0	0.0	0.0	
Property, plant and equipment	637.2	-292.0	345.2	
Intangible assets	8.7	-0.1	8.6	
of which goodwill	0.0	0.0	0.0	Table F
of which other intangible assets	8.7	-0.1	8.6	Table F
Tax assets	300.9	2.0	302.9	
a) current tax assets	28.9	-0.1	28.8	
b) deferred tax assets	272.1	2.1	274.1	Table E / H
Non current assets and disposal groups classified as held for sale	243.9	-38.4	205.6	
of which non current assets and disposal groups classified as held for sale - Equity investments: valued at net equity method	15.6	0.0	15.6	Table G
Other assets	380.4	212.0	592.3	
TOTAL ASSETS	100,118.5	104.4	100,222.9	

Liabilities and equity (in MEUR)	IFRS balance sheet	Adjustments	Balance sheet under regulatory scope	Reference
Financial liabilities measured at amortised cost	84,035.6	110.1	84,145.7	
a) banks	14,767.1	-0.1	14,767.0	
b) customers	55,925.0	105.1	56,030.2	
of which deposits from customers - Subordinated	88.8	0.0	88.8	Table I
c) debt securities issued	13,343.5	5.0	13,348.5	
of which subordinated liabilities	1,083.0	0.0	1,083.0	Table I
Financial liabilities held for trading	783.1	0.0	783.2	
Financial liabilities designated at fair value	246.2	0.0	246.2	
Derivatives used for hedging	1,443.3	0.0	1,443.3	
Changes in fair value of portfolio hedged items (+/-)	82.0	0.0	82.0	
Tax liabilities	46.9	-0.4	46.5	
a) Tax liabilities - current	38.5	-0.4	38.1	
b) Tax liabilities deferred	8.5	-0.0	8.4	Table E / H
Liabilities included in disposal groups classified as held for sale	52.0	-47.1	4.9	
Other liabilities	979.8	53.8	1,033.6	
Reserve for employee severance	0.1	0.0	0.1	
Provisions for risks and charges	4,139.0	-8.7	4,130.3	
a) Provision for credit risk of commitments and financial guarantees given	161.0	1.7	162.7	
b) Pensions and other post retirement benefits obligations	3,634.2	-0.7	3,633.5	
c) Other Provision	343.8	-9.7	334.1	
EQUITY	8,310.5	-3.3	8,307.2	
Revaluation reserves	-1,052.6	-0.8	-1,053.5	Table C
of which not eligible cash flow hedges	115.8	0.0	115.8	Table C
Reserves	3,135.4	0.8	3,136.3	
Retained earnings	1,679.2	0.0	1,679.2	Table B
Other reserves	1,456.3	0.8	1,457.1	Table C
Share premium	4,134.5	0.0	4,134.5	Table A
Share capital	1,681.0	0.0	1,681.0	Table A
Minority interest (+/-)	58.6	-3.3	55.3	Table D
Net profit	353.6	0.0	353.6	Table B
TOTAL LIABILITIES AND EQUITY	100,118.5	104.4	100,222.9	

To enable a reconciliation of the balance sheet according to IFRS and the balance sheet according to the regulatory requirements of CRR, the figures which represent the difference between these two, resulting from the different methods of consolidation according to IFRS resp. to CRR, are shown as "Adjustments". The different methods of consolidation mainly relate to subsidiaries which are neither banks nor financial institutions and therefore, in accordance with CRR, are not fully consolidated.

in MEUR

Table A		Reference
Share capital (ordinary shares)	1,681.0	Annex IV, row 1a
add Share premium	4,134.5	
Capital Instruments and the related share premium accounts	5,815.5	Annex IV, row 1

Table B		Reference
Retained earnings	1,679.2	Annex IV, row 2
add Net profit	353.6	
less Part of interim profit not eligible	-353.6	
Sum of retained earnings	1,679.2	Annex IV, row 2

Table C		Reference
Revaluation reserves	-1,053.5	
add Other reserves	1,457.1	
Accumulated other comprehensive income and other reserves	403.6	Annex IV, row 3
of which relating to cash flow hedges not eligible for own funds	115.8	Annex IV, row 11

Table D		Reference
Minority interests	55.3	
less Surplus capital attributed to minority shareholders	-28.7	
Minority Interests (amount allowed in consolidated Common Equity Tier 1)	26.6	Annex IV, row 5
Qualifying Tier 1 capital included in consolidated Additional Tier 1 capital	0.0	
add Transitional adjustments to Additional Tier 1 capital due to grandfathered instruments	58.1	Table J
Qualifying Tier 1 capital included in consolidated AT1 capital issued by subsidiaries and held by third parties	58.1	Annex IV, row 34
Qualifying own funds Instruments included in consolidated Tier 2 capital	37.6	Annex IV, row 48

Table E		Reference
Deferred tax assets	274.1	
of which deferred tax assets that rely on future profitability and do not arise from temporary differences	5.0	
Deferred tax liabilities	8.4	
of which deductible deferred tax liabilities associated with deferred tax assets that rely on future profitability and do not arise from temporary differences	1.5	
Deferred tax assets that rely on future profitability and do not arise from temporary differences	5.0	
less Deductible deferred tax liabilities associated with deferred tax assets that rely on future profitability and do not arise from temporary differences	-1.5	
Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liabilities where the conditions in Article 38 (3) are met)	3.6	Annex IV, row 10

Table F		Reference
Other intangible assets	8.6	
Deferred tax liabilities associated to goodwill and other intangible assets	-0.9	
Intangible assets	7.7	Annex IV, row 8

Tabelle G

Referenz

Financial assets at fair value through profit or loss	47.2
<i>Financial assets held for trading</i>	1.4
of which non-significant investments in Common Equity Tier 1	1.3
of which non-significant investments in Tier 2 capital	0.0
<i>Financial assets mandatorily at fair value</i>	45.8
of which non-significant investments in Common Equity Tier 1	31.0
of which significant investments in Tier 2 capital	3.1
of which non-significant investments in Tier 2 capital	11.7
Financial assets at fair value through other comprehensive income	57.3
of which significant investments in Common Equity Tier 1	43.2
of which non-significant investments in Common Equity Tier 1	5.5
of which significant investments in AT 1	5.3
of which significant investments in Tier 2 capital	3.2
Financial assets at amortised cost	361.0
<i>Loans and receivables with banks</i>	336.5
of which significant investments in Tier 2 capital	0.1
of which non-significant investments in Tier 2 capital	336.4
<i>Loans and receivables with customers</i>	24.4
of which significant investments in Tier 2 capital	2.0
of which non-significant investments in Tier 2 capital	22.4
Investments in associates and joint ventures	2,033.4
of which significant investments in Common Equity Tier 1	1,982.5
of which significant investments in Tier 2 capital	50.8
Non current assets and disposal groups classified as held for sale	15.6
of which significant investments in Common Equity Tier 1	15.6

Significant investments	2,106.0	
in Common Equity Tier 1	2,041.4	sum of Annex IV, row 19, 23, 73
in AT 1 capital	5.3	Annex IV, row 40
in Tier 2 capital	59.3	Annex IV, row 55

Non-significant investments	408.4
in Common Equity Tier 1	37.9
in Tier 2 capital	370.6

Amount of significant investments in Common Equity Tier 1 above the 10% threshold	-1,266.6	Annex IV, row 19
Amount of significant investments in Common Equity Tier 1 above the 15% threshold	-89.8	Annex IV, row 23
Amount of significant investments in Common Equity Tier 1 below threshold	685.0	Annex IV, row 73
Amount of non-significant investments above the 10% threshold	0.0	Annex IV, row 18
Amount of non-significant investments below the 10% threshold	408.4	Annex IV, row 72

Table H Deferred tax assets that rely on future profitability and arise from temporary differences

Deferred tax assets that rely on future profitability and arise from temporary differences	650.1	
Deductible deferred tax liabilities associated with deferred tax assets that rely on future profitability and arise from temporary differences	346.3 ^{*)}	
Deferred taxes assets (net)	303.8	
of which amount of deferred taxes above the 10% threshold	0.0	
of which amount of deferred tax assets above the 15% threshold	-35.2	Annex IV, row 25
of which amount of deferred tax assets below threshold	268.6	Annex IV, row 75

^{*)} lower amount of deductible deferred tax liabilities compared to balance sheet (MEUR 41,7), mainly due to exclusion of DTL on CFH reserve and intangible assets

Table I		Reference	
	Subordinated deposits from customers	88.8	
	Subordinated debt securities issued	1,083.0	
	Subordinated liabilities included in disposal groups classified as held for sale	0.0	
	Sum of subordinated liabilities	1,171.8	
	of which attributed to UniCredit Bank Austria AG	1,023.9	
	of which grandfathered instruments (Art. 484 (4), 486 (3))	147.9	
	of which grandfathered instruments (Art. 484 (4), 486 (3) as Additional Tier 1 capital	58.1	Annex IV, row 34 & 82, Table J
	of which grandfathered instruments (Art. 484 (4), 486 (3) as Tier 2 capital	34.9	Annex IV, row 49 & 84, Table K
	of which grandfathered instruments (Art. 484 (4), 486 (3) phased-out	52.3	Annex IV, row 85
	of which disagio, interest and hedging	2.6	
	Balance sheet value	1,171.8	
	less grandfathered instruments (Art. 484 (4), 486 (3))	-147.9	
	less amortization, disagio, interest and hedging	-191.3	
	Computable amount under regulatory scope	832.6	Annex IV, row 46
	of which capital instruments and the related share premium accounts	832.6	

Table J		Reference	
	Qualifying Tier 1 capital included in consolidated AT 1 capital issued by subsidiaries subject to phase-out	58.1	Annex IV, row 35
	Positions of the institution in qualifying AT 1 issued by financial sector entities, subject to phase-out	-5.3	Annex IV, row 40
	Total Additional Tier 1 capital subject to phase-out	52.8	

Table K		Reference	
	Qualifying Tier 2 capital included in consolidated AT 1 capital issued by subsidiaries subject to phase-out	34.9	Annex IV, row 49
	Positions of the institution in qualifying Tier 2 issued by financial sector entities, subject to phase-out	-3.2	
	Total Tier 2 capital subject to phase-out	31.7	

Table L		Reference	
	Deductions from CET1	1,568.3	Annex IV, row 28
	of which Additional value adjustments (CRR Art. 34 + Art. 150)	-22.6	Annex IV, row 7
	of which intangible assets	-7.7	Annex IV, row 8
	of which deferred tax assets that rely on future profitability excluding those arising from temporary differences	-3.6	Annex IV, row 10
	of which fair value reserves related to gains or losses on cash flow hedges	-115.8	Annex IV, row 11
	of which negative amounts resulting from the calculation of expected loss amounts	-2.1	Annex IV, row 12
	of which gains or losses on liabilities valued at fair value resulting from changes in own credit standing	-20.7	Annex IV, row 14
	of which exceeding the 10% threshold for direct, indirect and synthetic holdings by the institution of CET1 instruments of financial sector entities where the institution has a significant investment	-1,266.6	Annex IV, row 19
	of which exceeding the 15% threshold for direct, indirect and synthetic holdings by the institution of CET1 instruments of financial sector entities where the institution has a significant investment	-4.4	Annex IV, row 20a
	of which exceeding the 15% threshold for direct, indirect and synthetic holdings by the institution of CET1 instruments of financial sector entities where the institution has a significant investment	-89.8	Annex IV, row 23
	of which exceeding the 15% threshold for deferred tax assets arising from temporary differences	-35.2	Annex IV, row 25

Own funds disclosure as of 30 June 2018 according to Commission Implementing Regulation (EU) No 1423/2013 according to Annex IV

in MEUR

Common Equity Tier 1 (CET1) capital: instruments and reserves			Regulation (EU) No 575/2013 Article Reference
1	Capital Instruments and the related share premium accounts	5,815.5	26 (1), 27, 28, 29
1a	of which: ordinary shares	1,681.0	EBA list 26 (3)
2	Retained earnings	1,679.2	26 (1) (c)
3	Accumulated other comprehensive income (and other reserves)	403.6	26 (1)
3a	Funds for general banking risk	0.0	26 (1) (f)
4	Amount of qualifying items referred to in Article 484 (3) and the related share premium accounts subject to phase out from CET1	0.0	486 (2)
5	Minority Interests (amount allowed in consolidated CET1)	26.6	84
5a	Independently reviewed interim profits net of any foreseeable charge or dividend	0.0	26 (2)
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	7,925.0	
Common Equity Tier 1 (CET1) capital: regulatory adjustments			
7	Additional value adjustments (negative amount)	-22.6	34.105
8	Intangible assets (net of related tax liability) (negative amount)	-7.7	36 (1) (b), 37
9	Empty Set in the EU	0.0	
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	-3.6	36 (1) (c), 38
11	Fair value reserves related to gains or losses on cash flow hedges	-115.8	33 (1) (a)
12	Negative amounts resulting from the calculation of expected loss amounts	-2.1	36 (1) (d), 40, 159
13	Any increase in equity that results from securitised assets (negative amount)	0.0	32 (1)
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	-20.7	33 (1) (b)
15	Defined-benefit pension fund assets (negative amount)	0.0	36 (1) (e), 41
16	Direct and indirect holdings by an Institution of own CET1 Instruments (negative amount)	0.0	36 (1) (f), 42
17	Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where those entities have reciprocal cross holdings with the Institution designed to inflate artificially the own funds of the Institution (negative amount)	0.0	36 (1) (g), 44
18	Direct, indirect and synthetic holdings by the Institution of the CET1 Instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10% threshold and net of eligible short positions) (negative amount)	0.0	36 (1) (h), 43, 45, 46, 49 (2) (3), 79
19	Direct, indirect and synthetic holdings by the Institution of the CET1 Instruments of financial sector entities where the Institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	-1,266.6	36 (1) (i), 43, 45, 47, 48 (1) (b), 49 (1) bis (3), 79
20	Empty set in the EU	0.0	
20a	Exposure amount of the following items which qualify for a RW of 1250%, where the Institution opts for the deduction alternative	-4.4	36 (1) (k)
20b	of which: qualifying holdings outside the financial sector (negative amount)	0.0	36 (1) (k) (i), 89 to 91
20c	of which: securitisation positions (negative amount)	-4.4	36 (1) (k) (ii), 243 (1) (b), 244 (1) (b), 258
20d	of which: free deliveries (negative amount)	0.0	36 (1) (k) (iii), 379 (3)

21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability where the conditions in 38 (3) are met) (negative amount)	0.0	36 (1) (c), 38, 48 (1) (a)
22	Amount exceeding the 15% threshold (negative amount)	-125.0	48 (1)
23	of which: direct and indirect holdings by the Institution of the CET1 Instruments of financial sector entities where the Institution has a significant Investment in those entities	-89.8	36 (1) (i), 48 (1) (b)
24	Empty set in the EU	0.0	
25	of which: deferred tax assets arising from temporary differences	-35.2	36 (1) (c), 38, 48 (1) (a)
25a	Losses for the current financial year (negative amount)	0.0	36 (1) (a)
25b	Foreseeable tax charges relating to CET1 items (negative amount)	0.0	36 (1) (l)
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)	0.0	36 (1) (j)
28	Total regulatory adjustments to Common Equity Tier 1 (CET1)	-1,568.3	
29	Common Equity Tier 1 (CET1) capital	6,356.6	
Additional Tier 1 (AT1) capital: instruments			
30	Capital instruments and the related share premium accounts	0.0	51, 52
31	of which: classified as equity under applicable accounting standards	0.0	
32	of which: classified as liabilities under applicable accounting standards	0.0	
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	0.0	486 (3)
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties	58.1	85, 86
35	of which: Instruments issued by subsidiaries subject to phase out	58.1	486 (3)
36	Additional Tier 1 (AT1) capital before regulatory adjustments	58.1	
Additional Tier 1 (AT1) capital: regulatory adjustments			
37	Direct and indirect holdings by an institution of own AT1 Instruments (negative amount)	0.0	52 (1) (b), 56 (a), 57
38	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	0.0	56 (b), 58
39	Direct, indirect and synthetic holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10% threshold and net of eligible short positions) (negative amount)	0.0	56 (c), 59, 60, 79
40	Direct, indirect and synthetic holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	-5.3	56 (d), 59, 79
41	Empty set in the EU		
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)	0.0	56 (e)
43	Total regulatory adjustments to Additional Tier 1 (AT1) capital	-5.3	
44	Additional Tier 1 (AT1) capital	52.8	
45	Tier 1 capital (T1 = CET1 + AT1)	6,409.4	

Tier 2 (T2) capital: Instruments and provisions			
46	Capital Instruments and the related share premium accounts	832.6	62, 63
47	Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	0.0	486 (4)
48	Qualifying own funds Instruments included in consolidated T2 capital (including minority interests and AT1 Instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties	37.6	87, 88
49	of which: instruments issued by subsidiaries subject to phase out	34.9	486 (4)
50	Credit risk adjustments	130.6	62 (c) & (d)
51	Tier 2 (T2) capital before regulatory adjustments	1,000.8	
Tier 2 (T2) capital: regulatory adjustments			
52	Direct and indirect holdings by an Institution of own T2 Instruments and subordinated loans (negative amount)	0.0	63 (b) (i), 66 (a), 67
53	Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	0.0	66 (b), 68
54	Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	0.0	66 (c), 69, 70, 79
55	Direct and indirect holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	-59.3	66 (d), 69, 79
56	Empty set in the EU		
57	Total regulatory adjustments to Tier 2 (T2) capital	-59.3	
58	Tier 2 (T2) capital	941.5	
59	Total capital (TC = T1 + T2)	7,350.9	
60	Total risk weighted assets	33,023.2	
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of risk exposure amount)	19.2%	92 (2) (a)
62	Tier 1 (as a percentage of risk exposure amount)	19.4%	92 (2) (b)
63	Total capital (as a percentage of risk exposure amount)	22.3%	92 (2) (c)
64	Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements, plus systemic risk buffer, plus the systemically important Institution buffer (G-SII or O-SII buffer), expressed as a percentage of risk exposure amount)	7.4%	CRD 128, 129, 130, 131, 133
65	of which: capital conservation buffer requirement	1.9%	
66	of which: countercyclical buffer requirement	0.0%	
67	of which: systemic risk buffer requirement	1.0%	
67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	1.0%	
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	14.7%	CRD 128
69	[non relevant in EU regulation]	0.0%	
70	[non relevant in EU regulation]	0.0%	
71	[non relevant in EU regulation]	0.0%	

Amount below thresholds for deductions (not risk-weighted)			
72	Direct and indirect holdings of the capital of financial sector entities where the Institution does not have a significant Investment in those entities (amount below 10% threshold and net of eligible short positions)	408.4	36 (1) (h), 45, 46, 56 (c), 59, 60, 66 (c), 69, 70
73	Direct and indirect holdings by the Institution of the CET 1 Instruments of financial sector entities where the institution has a significant Investment in those entities (amount below 10% threshold and net of eligible short positions)	685.0	36 (1) (i), 45, 48
74	Empty Set in the EU	0.0	
75	Deferred tax assets arising from temporary differences (amount below 10% threshold, net of related tax liability where the conditions in Article 38 (3) are met)	268.6	36 (1) (c), 38, 48
Applicable caps on the inclusion of provisions in Tier 2			
76	Credit risk adjustments included in T2 in respect of exposures subject to standardized approach (prior to the application of the cap)	0.0	62
77	Cap on inclusion of credit risk adjustments in T2 under standardised approach	98.8	62
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)	161.2	62
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	130.6	62
Capital Instruments subject to phase-out arrangements (only applicable between 1 Jan 2014 and 1 Jan 2022)			
80	Current cap on CET1 instruments subject to phase out arrangements		484 (3), 486 (2) & (5)
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	0.0	484 (3), 486 (2) & (5)
82	Current cap on AT1 instruments subject to phase out arrangements	58.1	484 (4), 486 (3) & (5)
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	87.2	484 (4), 486 (3) & (5)
84	Current cap on T2 Instruments subject to phase out arrangements	34.9	484 (5), 486 (4) & (5)
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	52.3	484 (5), 486 (4) & (5)

Extent to which the level of Common Equity Tier 1 capital and Tier 1 capital exceed the requirements laid down in Article 465 CRR

	Amount as of 30 June 2018 (in MEUR)
Surplus of Common Equity Tier 1 (CET1) capital	4,870.6
Surplus of Tier 1 (T1) capital	4,428.0

Disclosure pursuant to Article 438 CRR (Capital requirements)

The capital planning, budgeting and monitoring processes within UniCredit Bank Austria are carried out by the responsible local functions and are in line with the respective UniCredit Holding guidelines.

The Capital Requirements Regulation (CRR) and the Capital Requirements Directive (CRD IV) for the implementation of Basel 3 in the European Union were published in the EU Official Journal on 27 June 2013. The new legal framework replaces Capital Requirements Directives 2006/48/EC and 2006/49/EC and came into force in Austria on 1 January 2014.

After full implementation of the Basel 3 framework (2019), stricter capital requirements will apply with a minimum of Common Equity Tier 1 Capital of 4.5%, Total Tier 1 Capital of 6% and Total Capital of 8% of RWAs.

In addition, all banks are required to hold a capital conservation buffer consisting of Common Equity Tier 1 Capital of 2.5% on top of the new minimum requirements. This will lead to an effective total requirement of 7% Common Equity Tier 1 Capital, 8.5% Tier 1 Capital and 10.5% Total Capital.

Furthermore, Member States can set an additional buffer requirement to dampen excess lending growth (counter-cyclical buffer up to 2.5%). According to legislation (Kapitalpuffer-Verordnung / KP-V) and starting with 1.1.2016, the countercyclical buffer for Austrian exposure was set to 0%. In addition, systemic risk buffers can be set by the authorities. Currently, according to KP-V, a systemic risk buffer of 2% is foreseen starting with 2019. A transition regulation foresees a gradual increase (2016 0.25%; 2017 0.5%; 2018 1% and 2019 2%).

Should an authority impose the systemic risk buffer and the systemic bank surcharge (O-SII/D-SII buffer) is applicable, the higher of the two should apply.

Due to higher deductions from capital, partly compensated by lower RWA, the total capital ratio decreased slightly compared to the previous quarter (2Q18 vs. 1Q18). Bank Austria continues to have a solid capital base to meet the own funds requirements pursuant to Art. 92 CRR / Art. 129 CRD IV (capital requirement according to Pillar 1).

Internal Capital Adequacy Assessment Process (ICAAP)

Bank Austria deems as priority the activities of capital management and capital allocation based on the risks taken, with the aim of expanding business activities with respective value creation. Therefore, the capital and its allocation are of relevant importance in the definition of corporate strategies.

The ICAAP forms an integral part of the Pillar 2 requirements according to CRR. Maintaining an adequate level of capital is a core objective of Bank Austria, it is measured by the Risk-Taking Capacity (RTC). Bank Austria's RTC calculates the economic risks across all relevant risk types and relates them to the available financial resources (AFR) which are held to cover such risks.

The risk side of the calculation serves to determine the economic capital requirement from unexpected losses with regard to credit, market, operational and other risks. The risk is calculated in a going concern approach and at a confidence level of 99.90%. The economic capital requirement is then related to the AFR, which are based on regulatory own funds and additional coverage positions available. The RTC is accounted for in the Risk Appetite Framework (RAF) of Bank Austria. The RAF defines, from a strategic perspective, the risk level that Bank Austria is willing to take on by setting limit, trigger and target for the respective Key Performance Indicators (KPIs). This setup enables management at any point in time to monitor the appropriateness and sufficiency of Bank Austria's economic capital adequacy.

The management board and the risk committee are informed at least quarterly on the results of the risk taking capacity, showing also the development of the single components (economic capital, AFR). The calculation, monitoring and steering of the RTC forms a fundamental part of the management of risk and capital at Bank Austria.

Art. 438 c) Credit risk - Standardised approach

for institutions calculating the risk-weighted exposure amounts in accordance with Chapter 2 of Part Three, Title II, 8 % of the risk-weighted exposure amounts for each of the exposure classes specified in Article 112

Exposure classes		RWA	Capital requirement
Art. 112 a)	Exposures to central governments or central banks	673.4	53.9
Art. 112 b)	Exposures to regional governments or local authorities	12.6	1.0
Art. 112 c)	Exposures to public sector entities	20.8	1.7
Art. 112 d)	Exposures to multilateral development banks	0.0	0.0
Art. 112 e)	Exposures to international organisations	-	-
Art. 112 f)	Exposures to institutions	349.3	27.9
Art. 112 g)	Exposures to corporates	3,725.3	298.0
Art. 112 h)	Retail exposures	447.4	35.8
Art. 112 i)	Exposures secured by mortgages on immovable property	227.4	18.2
Art. 112 j)	Exposures in default	177.4	14.2
Art. 112 k)	Exposures associated with particularly high risk	68.3	5.5
Art. 112 l)	Exposures in the form of covered bonds	0.0	0.0
Art. 112 m)	Items representing securitisation positions	-	-
Art. 112 n)	Exposures to institutions and corporates with a short-term credit assessment	38.0	3.0
Art. 112 o)	Exposures in the form of units or shares in collective investment undertakings ("CIUs")	0.1	0.0
Art. 112 p)	Equity exposures	1,476.8	118.1
Art. 112 q)	Other items	683.9	54.7
Standardised approach total		7,900.8	632.1

Art. 438 d) Credit risk - IRB approach

for institutions calculating risk-weighted exposure amounts in accordance with Chapter 3 of Part Three, Title II, 8 % of the risk-weighted exposure amounts for each of the exposure classes specified in Article 147.

For the retail exposure class, this requirement applies to each of the categories of exposures to which the different correlations in Article 154 (1) to (4) correspond.

For the equity exposure class, this requirement applies to:

- (i) each of the approaches provided in Article 155;
- (ii) exchange traded exposures, private equity exposures in sufficiently diversified portfolios, and other exposures;
- (iii) exposures subject to supervisory transition regarding own funds requirements;
- (iv) exposures subject to grandfathering provisions regarding own funds requirements;

Exposure classes		RWA	Capital requirement
Art. 147 (2) a)	Exposures to central governments and central banks	333.9	26.7
Art. 147 (2) b)	Exposures to institutions	3,017.1	241.4
Art. 147 (2) c)	Exposures to corporates	11,182.1	894.6
Art. 147 (2) d)	Retail exposures	5,060.0	404.8
Art. 154 (2) (3)	Retail - Secured by real estate SME	185.9	14.9
Art. 154 (3)	Retail - Secured by real estate non-SME	1,946.9	155.8
Art. 154 (4)	Retail - Qualifying revolving	425.8	34.1
Art. 154 (2)	Retail - Other SME	384.6	30.8
Art. 154 (1)	Retail - Other non-SME	2,116.9	169.3
Art. 147 (2) e)	Equity exposures	1,324.9	106.0
Art. 155 (3)	PD-/LGD-Approach	821.8	65.7
Art. 155 (2)	Simple risk weight approach	180.2	14.4
Art. 155 (4)	Internal models approach	-	-
Art. 48 (4) Art. 471 (2)	Equity exposures subject to risk weights	322.9	25.8
Art. 147 (2) f)	Items representing securitisation positions	75.1	6.0
Art. 147 (2) g)	Other non credit-obligation assets	843.0	67.4
IRB approach total		21,836.1	1,746.9

EU OV1 – Overview of RWAs (Template 4 - Art. 438 CRR)

in € mn

Categories			RWA		Capital requirements
			30.06.2018	31.03.2018	30.06.2018
	1	Credit risk (excluding CCR)	26,701.8	26,709.3	2,136.1
Art 438(c)(d)	2	Of which the standardised approach	5,750.6	5,860.7	460.0
Art 438(c)(d)	3	Of which the foundation IRB (FIRB) approach	-	-	-
Art 438(c)(d)	4	Of which the advanced IRB (AIRB) approach	20,771.0	20,675.5	1,661.7
Art 438(d)	5	Of which equity IRB under the simple riskweighted approach or the IMA	180.2	173.1	14.4
Art 107, Art 438(c)(d)	6	CCR	629.2	711.0	50.3
Art 438(c)(d)	7	Of which mark to market	68.4	82.9	5.5
Art 438(c)(d)	8	of which Original Exposure	-	-	-
	9	of which standardised approach	-	-	-
	10	Of which internal model method (IMM)	507.5	540.1	40.6
Art 438(c)(d)	11	Of which risk exposure amount for contributions to the default fund of a CCP	2.7	33.9	0.2
Art 438(c)(d)	12	Of which CVA	50.6	54.0	4.0
Art 438(e)	13	Settlement Risk	0.0	-	0.0
Art 449(o)(i)	14	Securitisation exposures in banking book (after the cap)	75.1	84.1	6.0
	15	Of which IRB approach	27.9	32.4	2.2
	16	Of which IRB supervisory formula approach (SFA)	47.2	51.6	3.8
	17	Of which internal assessment approach (IAA)	-	-	-
	18	Of which standardised approach	-	-	-
Art 438(e)	19	Market Risk	185.2	196.1	14.8
	20	Of which the standardised approach	24.2	16.3	1.9
	21	Of which IMA	161.0	179.9	12.9
Art 438(e)	22	Large exposures	-	-	-
Art 438(f)	23	Operational Risk	3,048.0	3,211.0	243.8
	24	of which Basic Indicator Approach	-	-	-
	25	of which Standardised Approach	668.3	677.1	53.5
	26	of which Advanced Measurement Approach	2,379.7	2,533.9	190.4
Art 437(2), 48,60	27	Amounts below the thresholds for deduction (subject to 250% risk weight)^{*)}	2,384.1	2,418.7	190.7
Art 500	28	Floor adjustment	-	-	-
	29	Total	33,023.3	33,330.1	2,641.9

^{*)} The comparable value as of March 31., 2018 includes effects from a retroactive adjustment of the social capital (see Interim Report as of 30 June, 2018, page 11, second paragraph)

Changes in credit risk are mainly driven by current dynamics of volumes and ratings; the reduction of operational risk is predominantly caused by the development in the Advanced Measurement Approach (mainly updates of the calculation of losses due to operational risk).

EU CR8 – RWA flow statements of credit risk exposures under the IRB approach (Template 23 - Art. 438 CRR)

in € mn

Description		a	b	Comments
		RWA amounts	Capital requirements	
1	RWAs as at the end of the previous reporting period	20,849	1,668	
2	Asset size	321	26	1)
3	Asset quality	-224	-18	2)
4	Model updates	40	3	
5	Methodology and policy	0	0	
6	Acquisitions and disposals	0	0	
7	Foreign exchange movements	201	16	3)
8	Other	-236	-19	4)
9	RWAs as at the end of the reporting period	20,951	1,676	

- 1) Exposure increase mainly in Corporates and Corporate Center
2) Usual movements in risk parameters (PD/LGD)
3) Increase mainly driven by development in CHF and USD
4) Rating update for single customers

EU CR 10 – IRB (specialised lending and equities) (Template 5 - Art. 438 CRR)

in € mn

Specialised lending - slotting criteria							
Regulatory categories	Remaining maturity	On-balance sheet amount	Off-balance sheet amount	Risk weight	Exposure amount	RWAs	Expected losses
Category 1	Less than 2.5 years	-	-	50%	-	-	-
	Equal to or more than 2.5 years	-	-	70%	-	-	-
Category 2	Less than 2.5 years	-	-	70%	-	-	-
	Equal to or more than 2.5 years	-	-	90%	-	-	-
Category 3	Less than 2.5 years	-	-	115%	-	-	-
	Equal to or more than 2.5 years	-	-	115%	-	-	-
Category 4	Less than 2.5 years	-	-	250%	-	-	-
	Equal to or more than 2.5 years	-	-	250%	-	-	-
Category 5	Less than 2.5 years	-	-	0%	-	-	-
	Equal to or more than 2.5 years	-	-	0%	-	-	-
Total	Less than 2.5 years	-	-	-	-	-	-
	Equal to or more than 2.5 years	-	-	-	-	-	-
Equities under the simple risk-weighted approach							
Categories		On-balance sheet amount	Off-balance sheet amount	Risk Weight	Exposure amount	RWAs	Capital Requirements
Private equity exposures		23.5	6.9	190%	30.4	57.7	4.6
Exchange-traded equity exposures		-	-	290%	-	-	-
Other equity exposures		33.1	-	370%	33.1	122.5	9.8
Total		56.6	6.9		63.5	180.2	14.4

Disclosure pursuant to Article 440 CRR (Capital buffers)

Geographical distribution of credit exposures relevant for the calculation of the countercyclical capital buffer

Breakdown by country	General credit exposures		Trading book exposure		Securitisation exposures		Own funds requirements				Own funds requirement weights	Countercyclical capital buffer rate	
	Exposure value for SA	Exposure value IRB	Sum of long and short position of trading book	Value of trading book exposure for internal models	Exposure value for SA	Exposure value for IRB	Of which: General credit exposures	Of which: Trading book exposures	Of which: Securitisation exposures	Total			
	010	020	030	040	050	060	070	080	090	100			
Albania	0.1	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Algeria	1.4	14.6	0.0	0.0	0.0	0.0	1.1	0.0	0.0	1.1	0.0	0.0	0.0
Argentina	0.1	0.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Armenia	6.0	0.6	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Australia	1.4	64.4	0.0	0.0	0.0	0.0	2.5	0.0	0.0	2.5	0.0	0.0	0.0
Austria	7,554.4	46,201.7	0.0	1.6	0.0	674.0	1,382.7	0.2	3.8	1,386.7	0.7	0.0	0.0
Bahrain	0.2	18.9	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Bangladesh	0.0	3.1	0.0	0.0	0.0	0.0	0.5	0.0	0.0	0.5	0.0	0.0	0.0
Belarus	0.4	15.4	0.0	0.0	0.0	0.0	0.3	0.0	0.0	0.3	0.0	0.0	0.0
Belgium	9.3	12.8	0.0	0.0	0.0	0.0	1.5	0.0	0.0	1.5	0.0	0.0	0.0
Bosnia and Herzegovina	2.2	14.5	0.0	0.0	0.0	0.0	2.2	0.0	0.0	2.2	0.0	0.0	0.0
Brazil	6.1	30.0	0.0	0.0	0.0	0.0	1.9	0.0	0.0	1.9	0.0	0.0	0.0
Bulgaria	373.3	90.4	0.0	0.0	0.0	0.0	23.9	0.0	0.0	23.9	0.0	0.0	0.0
Canada	8.6	36.8	0.0	0.0	0.0	0.0	1.6	0.0	0.0	1.6	0.0	0.0	0.0
Cayman Islands	0.0	16.7	0.0	0.0	0.0	0.0	2.5	0.0	0.0	2.5	0.0	0.0	0.0
Chile	0.5	0.4	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
China	9.6	34.2	0.0	0.0	0.0	0.0	0.9	0.0	0.0	0.9	0.0	0.0	0.0
Colombia	0.7	4.4	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Costa Rica	0.9	0.0	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Croatia	266.0	112.0	0.0	0.0	0.0	0.0	24.8	0.0	0.0	24.8	0.0	0.0	0.0
Cyprus	0.3	130.0	0.0	0.0	0.0	0.0	4.1	0.0	0.0	4.1	0.0	0.0	0.0
Czech Republic	110.4	164.3	0.0	0.0	0.0	0.0	11.5	0.0	0.0	11.5	0.0	0.5	0.0
Denmark	2.0	233.3	0.0	0.0	0.0	0.0	5.3	0.0	0.0	5.3	0.0	0.0	0.0
Ecuador	0.1	1.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Egypt	3.6	4.0	0.0	0.0	0.0	0.0	0.8	0.0	0.0	0.8	0.0	0.0	0.0
El Salvador	0.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Estonia	20.7	0.0	0.0	0.0	0.0	0.0	1.7	0.0	0.0	1.7	0.0	0.0	0.0
Ethiopia	0.0	0.7	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Finland	22.2	538.2	0.0	0.0	0.0	0.0	13.8	0.0	0.0	13.8	0.0	0.0	0.0
France	27.5	189.4	0.0	0.0	0.0	0.0	4.8	0.0	0.0	4.8	0.0	0.0	0.0
Georgia	11.8	1.4	0.0	0.0	0.0	0.0	1.1	0.0	0.0	1.1	0.0	0.0	0.0
Germany	306.3	2,575.7	0.0	0.0	0.0	0.0	101.5	0.0	0.0	101.5	0.1	0.0	0.0
Ghana	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Greece	10.2	11.1	0.0	0.0	0.0	0.0	1.0	0.0	0.0	1.0	0.0	0.0	0.0
Guatemala	0.2	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Guernsey	0.0	13.1	0.0	0.0	0.0	0.0	2.0	0.0	0.0	2.0	0.0	0.0	0.0
Honduras	6.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Hong Kong	0.3	19.6	0.0	0.0	0.0	0.0	0.5	0.0	0.0	0.5	0.0	1.9	0.0
Hungary	193.8	254.1	0.0	0.0	0.0	0.0	14.3	0.0	0.0	14.3	0.0	0.0	0.0
India	7.1	0.3	0.0	0.0	0.0	0.0	0.5	0.0	0.0	0.5	0.0	0.0	0.0
Indonesia	0.4	20.5	0.0	0.0	0.0	0.0	0.7	0.0	0.0	0.7	0.0	0.0	0.0
Iraq	0.0	0.2	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Ireland	0.6	114.5	0.0	0.0	0.0	0.0	1.8	0.0	0.0	1.8	0.0	0.0	0.0
Isle of Man	28.8	0.0	0.0	0.0	0.0	0.0	2.3	0.0	0.0	2.3	0.0	0.0	0.0
Israel	0.8	3.6	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Italy	129.6	490.0	0.0	0.0	0.0	11.2	15.9	0.0	0.1	15.9	0.0	0.0	0.0
Japan	1.7	1.6	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Jordan	0.0	8.5	0.0	0.0	0.0	0.0	0.4	0.0	0.0	0.4	0.0	0.0	0.0
Kazakhstan	59.4	0.3	0.0	0.0	0.0	0.0	1.3	0.0	0.0	1.3	0.0	0.0	0.0
Kenya	0.5	0.2	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Korea, Republic of	10.6	2.3	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0	0.0
Kuwait	0.0	5.3	0.0	0.0	0.0	0.0	0.2	0.0	0.0	0.2	0.0	0.0	0.0
Latvia	105.1	2.0	0.0	0.0	0.0	0.0	8.4	0.0	0.0	8.4	0.0	0.0	0.0
Lebanon	0.4	2.0	0.0	0.0	0.0	0.0	0.3	0.0	0.0	0.3	0.0	0.0	0.0

Liechtenstein	0.5	34.6	0.0	0.0	0.0	0.0	1.7	0.0	0.0	1.7	0.0	0.0
Lithuania	21.9	0.0	0.0	0.0	0.0	0.0	1.8	0.0	0.0	1.8	0.0	0.0
Luxembourg	104.8	520.0	0.0	0.0	0.0	0.0	16.3	0.0	0.0	16.3	0.0	0.0
Macedonia, The Former Yugos	0.1	0.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Malaysia	0.1	1.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Malta	116.7	0.2	0.0	0.0	0.0	0.0	9.3	0.0	0.0	9.3	0.0	0.0
Mexico	24.0	96.2	0.0	0.0	0.0	0.0	3.4	0.0	0.0	3.4	0.0	0.0
Monaco	0.5	7.6	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0
Morocco	1.7	7.2	0.0	0.0	0.0	0.0	0.5	0.0	0.0	0.5	0.0	0.0
Netherlands	169.0	852.4	0.0	0.0	0.0	11.7	27.2	0.0	0.1	27.3	0.0	0.0
New Zealand	0.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Nigeria	0.0	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Norway	2.8	97.1	0.0	0.0	0.0	0.0	2.4	0.0	0.0	2.4	0.0	2.0
Oman	1.5	0.6	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0
Pakistan	0.8	1.3	0.0	0.0	0.0	0.0	0.2	0.0	0.0	0.2	0.0	0.0
Panama	0.0	0.6	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Peru	0.8	8.1	0.0	0.0	0.0	0.0	0.3	0.0	0.0	0.3	0.0	0.0
Philippines	0.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Poland	203.4	380.6	0.0	0.0	0.0	0.0	22.5	0.0	0.0	22.5	0.0	0.0
Portugal	4.9	323.3	0.0	0.0	0.0	28.2	12.9	0.0	0.6	13.5	0.0	0.0
Qatar	0.0	4.2	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0
Romania	47.9	220.3	0.0	0.0	0.0	0.0	14.8	0.0	0.0	14.8	0.0	0.0
Russian Federation	677.2	312.6	0.0	0.0	0.0	0.0	34.6	0.0	0.0	34.6	0.0	0.0
San Marino	0.0	0.1	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Saudi Arabia	1.7	4.5	0.0	0.0	0.0	0.0	0.2	0.0	0.0	0.2	0.0	0.0
Senegal	29.2	3.7	0.0	0.0	0.0	0.0	0.6	0.0	0.0	0.6	0.0	0.0
Serbia	8.5	152.3	0.0	0.0	0.0	0.0	20.5	0.0	0.0	20.5	0.0	0.0
Singapore	0.2	47.4	0.0	0.0	0.0	0.0	1.5	0.0	0.0	1.5	0.0	0.0
Slovakia	142.7	131.6	0.0	0.0	0.0	0.0	12.9	0.0	0.0	12.9	0.0	0.5
Slovenia	89.9	111.0	0.0	0.0	0.0	0.0	7.5	0.0	0.0	7.5	0.0	0.0
South Africa	23.6	222.2	0.0	0.0	0.0	0.0	6.7	0.0	0.0	6.7	0.0	0.0
Spain	12.8	1,891.2	0.0	0.0	0.0	64.3	57.9	0.0	1.0	58.8	0.0	0.0
Sri Lanka	0.2	0.6	0.0	0.0	0.0	0.0	0.1	0.0	0.0	0.1	0.0	0.0
Supranational	0.1	2.6	0.0	0.0	0.0	23.5	0.2	0.0	0.2	0.3	0.0	0.0
Sweden	9.2	308.7	0.0	0.0	0.0	0.0	6.6	0.0	0.0	6.6	0.0	2.0
Switzerland	70.1	568.7	0.0	0.0	0.0	0.0	19.8	0.0	0.0	19.8	0.0	0.0
Taiwan	0.2	0.3	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Thailand	0.5	4.6	0.0	0.0	0.0	0.0	0.2	0.0	0.0	0.2	0.0	0.0
Tunisia	0.2	5.6	0.0	0.0	0.0	0.0	0.7	0.0	0.0	0.7	0.0	0.0
Turkey	125.6	38.7	0.0	0.0	0.0	0.0	4.9	0.0	0.0	4.9	0.0	0.0
Ukraine	22.6	5.4	0.0	0.0	0.0	0.0	1.6	0.0	0.0	1.6	0.0	0.0
United Arab Emirates	3.9	130.5	0.0	0.0	0.0	0.0	7.0	0.0	0.0	7.0	0.0	0.0
United Kingdom	50.3	297.5	0.0	0.0	0.0	33.0	9.7	0.0	0.3	10.0	0.0	0.5
United States	138.6	310.4	0.0	0.0	0.0	0.0	13.4	0.0	0.0	13.4	0.0	0.0
Uzbekistan	0.0	0.5	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Vietnam	0.0	22.4	0.0	0.0	0.0	0.0	2.8	0.0	0.0	2.8	0.0	0.0
Virgin Islands (british)	18.3	0.0	0.0	0.0	0.0	0.0	1.5	0.0	0.0	1.5	0.0	0.0
	11,430.4	58,588.5	0.0	1.6	0.0	845.9	1,965.9	0.2	6.0	1,972.2	1.0	

Amount of institution-specific countercyclical capital buffer

	in € mn
Total risk exposure amount	33,023.3
Institution specific countercyclical buffer rate	0.02
Institution specific countercyclical buffer requirement	6.1

Disclosure pursuant to Article 442 CRR (Credit risk adjustments)

Definition of „Non-Performing Exposures”, past-due and forbearance measures

Non-performing loans are divided into the following categories according to UniCredit Group rules:

- **Bad loans:** credit exposures that are considered uncollectable to insolvent borrowers, even if insolvency has not been judicially ascertained. A workout scenario is assumed in respect of borrowers in this category. The impairment loss assessment is performed in general on an analytical basis. Detailed information is given in the “Description of methodology applied to determine write-downs” section
- **Unlikely to pay:** risk exposures that do not qualify as “bad loans”, but where it is unlikely that the borrower will meet its obligations (capital and/or interest) arising from the loan in full without measures being taken, such as the disposal of collateral, regardless of any days in arrears. For a loan placed in the category “unlikely to pay”, there are not necessarily specific default criteria in place (non-performance of the payment obligation); rather, there are indications that a borrower may default. The impairment loss assessment is performed in general on an analytical basis. Detailed information is given in the “Description of methodology applied to determine write-downs” section
- **Past-due:** on-balance sheet exposures other than those classified as “bad loans” or “unlikely to pay” which at the reference date have amounts that are more than 90 days past due or over limits. Such amounts are determined at the level of the individual debtor.

Performing loans:

- **Overdue performing loans:** risk exposures to borrowers with amounts already due at the reference date or with unapproved limits being exceeded that are between 1 and 90 days overdue and which do not fulfill criteria to be classified in the categories „Bad Loans“ or „Unlikely to pay“
- **Other exposures:** borrowers not included in the other categories.

The calculation of impairments for performing loans is carried out in accordance with the parameter-based IFRS9 provisioning logic for the portfolio in levels 1 und 2. Details see under „Description of methodology applied to determine write-downs“.

Forborne exposure:

Forbearance measures are concessions made by a bank to a debtor facing or about to face difficulties in meeting its financial commitments. These may take the form of a modification of the terms and conditions of a contract that would not have been agreed if the debtor had not been in financial difficulties, or the form of total or partial refinancing. Debtors that are classified as “forborne” are subject to special monitoring requirements and are to be clearly marked as such. Forbearance measures include, for example, a rescheduling agreement, renegotiated pricing at interest rates below the market level, the conversion of a partial amount of the loan into shares, or a reduction of the principal amount.

Forborne exposures can be classified in the categories “non-performing exposures” and “performing exposures” as defined by the same EBA standards. With reference to the assessments of impairment and provisions for forborne exposures, the accounting policies applied are the general criteria in accordance with IAS 39 requirements.

Description of methodology applied to determine write-downs

With the mandatory application of IFRS 9 standards and the related replacement of the IAS 39 approach, the rules for the impairment of loans were adjusted by Bank Austria on 1 January 2018. The transition from the Incurred Loss Model to the Expected Loss Model in the determination and creation of value adjustments changed above all the risk assessment of the “performing” portfolio. The risk provisioning logic of the distressed portfolio remained largely unchanged.

As per 1 January 2018, Bank Austria has thus applied the following 3 methods:

- Provisions for performing assets (This risk provision replaces the provisions for IBNR losses previously applied and the portfolio-based specific provision for foreign currency loans and loans with repayment vehicles)
- Specific write-downs for non-performing assets
- Portfolio-based specific write-downs for non-performing assets

Provisions for performing assets

The IFRS 9 provisioning logic provides 2 levels for the “living portfolio”. A third level records the defaulted volume.

Level 1 (performing)

Upon initial recognition, the loans are assigned to Level 1, regardless of the assessment of their loss potential. The risk allowance is calculated on the basis of the 1-year expected loss using IFRS9-compliant parameters (probability of default PD, estimated outstanding at the time of the EAD outage and LGD loss ratio).

Level 2 (performing)

If the creditworthiness of a debtor deteriorates “significantly” compared to the initial recognition of the transaction, the transaction is transferred to Level 2. For the purposes of assessing whether there is a “significant” deterioration in creditworthiness, both quantitative features such as a rating downgrade and qualitative triggers such as 30-day delays and granted forbearance measures are used.

The application of a lifetime-expected loss instead of a 1-year expected loss at Level 1 results in a significantly higher provisioning requirement. The substantially higher risk assessment results from the considerably higher probability of default, which is considered over a significantly longer period of time.

Provisions for non-performing assets

Level 3 is assigned to the defaulted portfolio, the non-performing assets. The provisions are formed on a customer-by-customer basis, depending on the amount of the customer’s obligation, as follows:

Specific write-downs

Customers with a total exposure of over € 2 million – on a GCC (group of connected customers) basis – are transferred to restructuring management (Monitoring & Special Credit Corporate / CIB) whenever there is initial concrete evidence of potential default. In these commitments, which are also described as “significant” on the basis of the loan amount, the responsible restructuring manager calculates the provisioning requirement on an analytical basis on a case-by-case basis, for the first time in the course of taking over the case and subsequently every three months. The amount of the impairment loss is the difference between the carrying amount of the loan and the present value of estimated future cash flows.

Portfolio-based specific provisioning method

UniCredit Bank Austria AG applies a parameter-based method for the calculation of a flat-rate individual value adjustment (“Pauschale Einzelwertberichtigung” – PEWB) for defaulted assets grouped by similar credit risk characteristics and with no significant exposure (lower than € 2 million) at the GCC (group of connected customers) level. Upon the decision of the restructuring management, customers belonging to a GCC of over 2 million can be assigned to this method, as long as the individual customer obligation does not exceed € 1 million. Depending on the customer segment, the amount of the exposure and collateral, the credit rating and the duration of the default are determined and recognized. The parameters used to calculate the loss rate are validated and back-tested annually.

EU CR1-A – Credit quality of exposures by exposure class and instrument (Template 11 - Art. 442 CRR)

		in € mn						
Description		Gross carrying value of		Specific credit risk adjustments	General credit risk adjustments	Accumulated write-offs	Credit risk adjustments charges of the period	Net values (a+b-c-d)
		Defaulted exposures	Non-Defaulted exposures					
1	Central governments of central banks	194.4	2,451.8	7.3	-	0.1	3.6	2,639.0
2	Institutions	4.0	14,647.2	5.9	-	11.0	2.1	14,645.2
3	Corporates	1,473.0	55,289.8	849.2	-	70.6	180.2	55,913.6
4	- Of which: Specialised lending	102.3	4,750.3	22.3	-	0.0	3.4	4,830.3
5	- Of which: SMEs	726.7	8,465.4	426.4	-	16.7	81.2	8,765.7
6	Retail	649.7	21,733.0	763.9	-	4.7	211.4	21,618.9
7	Secured by real estate property	185.3	12,368.0	202.6	-	0.1	112.5	12,350.7
8	- SMEs	71.6	1,726.3	22.5	-	0.1	9.0	1,775.3
9	- Non-SMEs	113.7	10,641.7	180.0	-	0.0	103.4	10,575.4
10	Qualifying revolving	311.7	3,654.2	301.2	-	1.7	12.4	3,664.7
11	Other retail	152.7	5,710.8	260.1	-	2.9	86.5	5,603.4
12	- SMEs	95.0	1,140.7	102.6	-	2.9	18.9	1,133.0
13	- Non-SMEs	57.7	4,570.2	157.5	-	0.0	67.6	4,470.4
14	Equity	-	538.9	-	-	-	-	538.9
15	Total IRB approach	2,321.1	94,660.8	1,626.3	-	86.4	397.3	95,355.6
16	Central governments or central banks	-	14,299.6	0.0	-	-	0.0	14,299.6
17	Regional governments or local authorities	4.6	5,148.2	1.5	-	-	0.9	5,151.3
18	Public sector entities	1.3	1,853.4	1.2	-	-	0.4	1,853.5
19	Multilateral development banks	-	45.4	0.0	-	-	0.0	45.4
20	International organisations	-	687.9	-	-	-	-	687.9
21	Institutions	0.0	364.0	5.0	-	-	4.8	359.0
22	Corporates	187.5	7,162.7	126.8	-	8.7	21.8	7,223.4
23	- Of which: SMEs	108.9	1,040.4	55.9	-	0.3	0.8	1,093.4
24	Retail	35.4	987.8	29.2	-	0.0	1.2	994.1
25	- Of which: SMEs	12.1	172.9	9.1	-	-	0.0	175.8
26	Secured by mortgages on immovable property	49.1	486.0	11.4	-	-	1.7	523.8
27	- Of which: SMEs	40.1	269.4	9.6	-	-	0.9	299.9
28	Exposures in default*	278.9	-	121.4	-	0.0	7.9	157.5
29	Items associated with particularly high risk	0.0	49.5	0.5	-	-	0.3	49.1
30	Covered bonds	-	0.1	-	-	-	-	0.1
31	Claims on institutions and corporates with a short-term credit assessment	-	65.9	0.0	-	-	0.0	65.8
32	Collective investments undertakings	-	1.1	-	-	-	-	1.1
33	Equity exposures	1.9	641.2	-	-	-	-	643.2
34	Other exposures	1.0	754.3	-	-	-	-	755.3
35	Total standardised approach**	280.9	32,547.4	175.5	-	8.7	39.0	32,652.7
36	Total	2,602.0	127,208.2	1,801.8	-	95.1	436.3	128,008.4
37	- Of which: Loans	2,310.9	71,337.5	1,664.0	-	95.1	372.8	71,984.4
38	- Of which: Debt securities	8.4	15,918.2	1.1	-	-	1.1	15,925.4
39	- Of which: Off-balance-sheet exposures	280.7	38,139.8	133.7	-	-	60.1	38,286.8

* Defaulted exposures (Column a), Specific credit risk adjustments (Column c) and Net values (Columns g) in row 28 (Exposures in default) are thereof positions, they are not included in the sum of Total standardised approach (row 35).

** Total standardised approach (row 35) is the sum of rows 16-22,24,26,28(only for columns e and f), and rows 29-34.

EU CR1-B – Credit quality of exposures by industry or counterparty types (Template 12 - Art. 442 CRR)

		in € mn						
Description		Gross carrying value of		Specific credit risk adjustments	General credit risk adjustments	Accumulated write-offs	Credit risk adjustments charges of the period	Net values (a+b-c-d)
		Defaulted exposures	Non-Defaulted exposures					
1	Agriculture, forestry and fishing	16.8	205.7	8.4	-	0.4	1.9	214.1
2	Mining and quarrying	0.4	642.5	0.9	-	-	0.3	642.0
3	Manufacturing	459.7	14,205.1	248.3	-	22.3	44.3	14,416.6
4	Electricity, gas, steam and air conditioning supply	6.8	3,574.3	4.5	-	0.0	2.6	3,576.5
5	Water supply, sewerage, waste management and remediation activities	2.9	696.2	3.0	-	-	0.6	696.2
6	Construction	181.5	6,729.5	157.2	-	23.7	22.4	6,753.8
7	Wholesale and retail trade; repair of motor vehicles and motorcycles	274.6	7,476.3	179.7	-	20.7	39.2	7,571.1
8	Transport and storage	45.7	2,473.4	28.5	-	0.5	2.5	2,490.6
9	Accommodation and food service activities	128.5	750.2	59.3	-	1.3	9.2	819.4
10	Information and communication	77.7	1,423.5	65.3	-	0.8	2.9	1,435.9
11	Financial and insurance activities	66.8	25,638.6	74.4	-	15.3	30.4	25,630.9
12	Real estate activities	339.5	8,593.2	113.0	-	5.7	18.6	8,819.7
13	Professional, scientific and technical activities	215.2	9,317.9	126.8	-	1.1	53.3	9,406.3
14	Administrative and support service activities	27.6	1,400.2	22.1	-	0.0	2.9	1,405.7
15	Public administration and defence, compulsory social security	199.4	21,188.7	9.2	-	0.1	5.2	21,378.9
16	Education	9.2	68.1	1.5	-	0.3	1.2	75.8
17	Human health and social work activities	17.1	1,230.5	16.6	-	-	4.3	1,231.0
18	Arts, entertainment and recreation	5.0	472.7	5.7	-	-	3.0	472.1
19	Other services activities	11.3	383.0	7.2	-	0.0	1.6	387.1
20	Activities of households as employers; undifferentiated goods- and services-producing activities of households for own use	516.4	19,879.9	666.9	-	3.0	187.1	19,729.4
21	Activities of extraterritorial organisations and bodies	-	7.4	0.0	-	-	0.0	7.4
22	Other	-	851.3	3.5	-	-	2.7	847.8
23	Total	2,602.0	127,208.2	1,801.8	-	95.1	436.3	128,008.4

EU CR1-C – Credit quality of exposures by geography (Template 13 - Art. 442 CRR)

in € mn

Description	HIER1	Gross carrying values of		Specific credit risk adjustment	General credit risk adjustment	Accumulated write-offs	Credit risk adjustment charges of the period	Net values (a+b-c-d)
		Defaulted exposures	Non-defaulted exposures					
		P3CR1C010a	P3CR1C010b	P3CR1C010c	P3CR1C010d	P3CR1C010e	P3CR1C010f	P3CR1C010g
1	EUROPE	2,376.2	122,232.9	1,769.7		94.3	430.1	122,839.4
2	of which: AUSTRIA	1,968.5	88,021.2	1,525.0		71.9	352.7	88,464.6
3	of which: GERMANY	122.6	6,958.5	89.5		18.9	47.9	6,991.5
4	of which: SPAIN	8.4	6,320.7	2.5		-	1.8	6,326.6
5	of which: ITALY	0.5	3,258.9	0.6		-	0.1	3,258.7
6	of which: CZECH REPUBLIC	0.3	1,534.7	1.2		-	0.8	1,533.8
7	of which: NETHERLANDS	1.4	1,403.8	1.9		-	0.4	1,403.2
8	of which: FRANCE	0.0	1,359.8	0.1		-	0.1	1,359.7
9	of which: RUSSIAN FEDERATION	0.1	1,272.8	0.7		-	0.7	1,272.1
10	of which: SWITZERLAND	8.1	1,261.9	4.4		0.0	1.4	1,265.6
11	of which: OTHER EUROPEAN COUNTRIES	266.4	10,840.8	143.6		3.6	24.3	10,963.6
12	AMERICA	69.6	1,096.4	26.5		-	5.0	1,139.5
13	ASIA	1.5	1,994.5	1.2		0.7	0.5	1,994.8
14	REST OF THE WORLD	154.7	1,884.5	4.5		0.0	0.7	2,034.6
15	TOTAL	2,602.0	127,208.2	1,801.8		95.1	436.3	128,008.4

Tables EU CR1-A, EU CR1-B and EU CR1-C show a clear improvement of asset quality as compared to the prior reference date (31 December, 2017), mainly based on a decrease in defaulted exposures concerning corporate finance, in particular with regard to the segment „Wholesale and retail trade“. In geographic terms, the decrease in defaulted exposures is mainly related to Austria, reflecting the business focus of Bank Austria.

EU CR1-D – Ageing of past-due exposures (Template 14 - Art. 442 CRR)

in € mn

		a	b	c	d	e	f
		Gross carrying values					
		≤ 30 days	> 30 days ≤ 90 days	> 60 days ≤ 90 days	> 90 days ≤ 180 days	> 180 days ≤ 1 year	> 1 year
1	Loans	427.8	77.6		70.3	58.9	1,079.0
2	Debt securities	-	-		-	-	-
3	Total exposures	427.8	77.6	-	70.3	58.9	1,079.0

Note: With the introduction of IFRS 9, the time bucket "> 60 days ≤ 90 days" is not requested anymore.

EU CR1-E – Non-performing and forborne exposures (Template 15 - Art. 442 CRR)

in € mn

	a	Gross carrying amount of performing and non-performing exposures						Accumulated impairment and provisions and negative fair value adjustments due to credit risk				Collaterals and financial guarantees received		
		Of which performing but past due > 30 days and ≤ 90 days	Of which performing forborne	Of which non-performing			On performing exposures		On non-performing exposures		On non-performing exposures	Of which forborne exposures		
				Of which defaulted	Of which impaired	Of which forborne	Of which forborne	Of which forborne						
b	c	d	e	f	g	h	i	j	k	l	m			
010	Debt securities	16,074.1	0.0	0.0	22.2	22.2	22.2	0.0	4.2	0.0	4.6	0.0	0.0	0.0
020	Loans and advances	79,353.6	66.9	291.3	2,306.5	2,306.5	2,305.7	702.3	400.2	8.7	1,271.4	312.0	733.5	415.8
030	Off-balance-sheet exposures	38,362.3	-	29.7	291.8	291.8		25.1	24.2	0.1	138.5	16.7	21.0	0.0

Non-performing loans and advances decreased significantly since the last reporting date (31 December, 2017), reflecting an improvement in asset quality. Consequently, related impairments and provisions also reduced.

EU CR2-A – Changes in the stock of general and specific credit risk adjustments (Template 16 - Art. 442 CRR)

in € mn

		a	b
		Accumulated specific credit risk adjustment	Accumulated general credit risk adjustment
1	Opening balance	816.8	1,065.2
2	Increases due to amounts set aside for estimated loan losses during the period	0.0	0.0
3	Decreases due to amounts reversed for estimated loan losses during the period	0.0	0.0
4	Decreases due to amounts taken against accumulated credit risk adjustments	0.0	0.0
5	Transfers between credit risk adjustments	0.0	0.0
6	Impact of exchange rate differences	0.0	0.0
7	Business combinations, including acquisitions and disposals of subsidiaries	0.0	0.0
8	Other adjustments	-107.4	-93.9
9	Closing balance	709.4	971.3
10	Recoveries on credit risk adjustments recorded directly to the statement of profit or loss	-2.0	-3.4
11	Specific credit risk adjustments directly recorded to the statement of profit or loss	9.0	7.3

Note: The opening balance amounts are according to IFRS 9. In column "Accumulated specific credit risk adjustment" the Stage 3 Non-Performing amount as of 01/01/2018 has been reported. In column "Accumulated general credit risk adjustment" the Stage 1 and 2 Performing amounts as of 01/01/2018 have been reported. Since the table has IAS 39 description for the main movement rows that are not comparable one to one to the new IFRS 9 categories, the row "other adjustments" row has been used.

EU CR2-B – Changes in the stock of defaulted and impaired loans and debt securities (Template 17 - Art. 442 CRR)

		a
		Gross carrying value defaulted exposures
in € mn		
1	Opening balance ¹⁾	2,635.4
2	Loans and debt securities that have defaulted or impaired since the last reporting period	279.5
3	Returned to non-defaulted status	-71.5
4	Amounts written off	-120.9
5	Other changes	-393.9
6	Closing balance	2,328.7

¹⁾ Opening balance refers to IFRS 9 recasted figures. The table refers to the cash exposure with banks and customers.

Disclosure pursuant to Article 451 CRR (Leverage)

Reference date		30 June 2018
Entity name		UniCredit Bank Austria AG
Level of application		subconsolidated
Table LRSum: Summary reconciliation of accounting assets and leverage ratio exposures		
		Applicable amount in mEUR
1	Total assets as per published financial statements	100.118.5
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation or entities which are not fully/proportionally consolidated for accounting purposes but are inside the scope of regulatory consolidation	104.4
3	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio exposure measure in accordance with Article 429 (13) of Regulation (EU) No 575/2013)	0.0
4	Adjustments for derivative financial instruments	-1.181.0
5	Adjustment for securities financing transactions (SFTs)	194.7
6	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	10.712.8
EU-6a	(Adjustment for intragroup exposures excluded from the leverage ratio total exposure measure in accordance with Article 429 (7) of Regulation (EU) No 575/2013)	0.0
EU-6b	(Adjustment for exposures excluded from the leverage ratio exposure measure in accordance with Article 429 (14) of Regulation (EU) No 575/2013)	0.0
7	Other adjustments	-1.294.4
8	Leverage ratio total exposure measure	108.655.0
Table LRCom: Leverage ratio common disclosure		
		CRR leverage ratio exposures in mEUR
On-balance sheet exposures (excluding derivatives and SFTs)		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	93.560.4
2	(Asset amounts deducted in determining Tier 1 capital)	-1.398.5
3	Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)	92.162.0
Derivative exposures		
4	Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)	502.5
5	Add-on amounts for PFE associated with all derivatives transactions (mark-to-market method)	790.1
EU-5a	Exposure determined under Original Exposure Method	0.0
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	0.0
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	-365.0
8	(Exempted CCP leg of client-cleared trade exposures)	0.0
9	Adjusted effective notional amount of written credit derivatives	356.8
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	0.0
11	Total derivative exposures (sum of lines 4 to 10)	1.284.4
SFT exposures		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	4.301.1
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	0.0
14	Counterparty credit risk exposure for SFT assets	194.7
EU-14a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Article 429b (4) and 222 of Regulation (EU) No 575/2013	0.0
15	Agent transaction exposures	0.0
EU-15a	(Exempted CCP leg of client-cleared SFT exposure)	0.0
16	Total securities financing transaction exposures (sum of lines 12 to 15a)	4.495.7
Other off-balance sheet exposures		
17	Off-balance sheet exposures at gross notional amount	38.237.9
18	(Adjustments for conversion to credit equivalent amounts)	-27.525.0
19	Other off-balance sheet exposures (sum of lines 17 to 18)	10.712.8
Exempted exposures in accordance with Article 429 (7) and (14) of Regulation (EU) No 575/2013 (on and off balance sheet)		
EU-19a	(Intragroup exposures (solo basis) exempted in accordance with Article 429 (7) of Regulation (EU) No 575/2013 (on and off balance sheet))	0.0
EU-19b	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	0.0
Capital and total exposure measure		
20	Tier 1 capital	6.409.4
21	Leverage ratio total exposure measure (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)	108.655.0
Leverage ratio		
22	Leverage ratio	5.90%
Choice on transitional arrangements and amount of derecognised fiduciary items		
EU-23	Choice on transitional arrangements for the definition of the capital measure	TRANSITIONAL
EU-24	Amount of derecognised fiduciary items in accordance with Article 429 (11) of Regulation (EU) No 575/2013	0.0

Table LRSpl: Split-up of on balance sheet exposures (excluding derivatives, SFTs and exempted exposures)

		CRR leverage ratio exposures in mEUR
EU-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	93.560.4
EU-2	Trading book exposures	1.0
EU-3	Banking book exposures, of which:	93.559.5
EU-4	Covered bonds	0.1
EU-5	Exposures treated as sovereigns	20.942.2
EU-6	Exposures to regional governments, MDB, international organisations and PSE not treated as sovereigns	1.838.1
EU-7	Institutions	10.962.6
EU-8	Secured by mortgages of immovable properties	12.363.9
EU-9	Retail exposures	5.389.7
EU-10	Corporate	35.138.9
EU-11	Exposures in default	1.050.5
EU-12	Other exposures (eg equity, securitisations, and other non-credit obligation assets)	5.873.5

Table LRQua: Disclosure on qualitative items

1	<p>Description of the processes used to manage the risk of excessive leverage:</p> <p>Group Risk Appetite Framework represents the foundation for risk management within UniCredit Bank Austria Subgroup. This framework envisages comprehensive governance, processes, tools and procedures for the widespread management of risks. The leverage risk is included in the Group Risk Appetite Framework, therefore, the relevant procedures and resources are applied to this kind of risk.</p> <p>The quantitative tools to assess the leverage risk are coming from Group Risk Appetite KPIs that include also the leverage ratio metric. This KPI has its own targets, triggers and limit levels that are periodically monitored within the regular reporting activity. The monitoring and the periodical reporting is submitted to the Risk Committee (on a quarterly basis) and to the Board of Directors.</p> <p>The Group Risk Appetite process identifies the governance mechanism, managerial involvement and escalation process under normal and stressed operating conditions. The defined escalation process is activated at relevant organizational levels in order to ensure an adequate reaction when triggers or limits are breached.</p>
2	<p>Description of the factors that had an impact on the leverage ratio during the period to which the disclosed leverage ratio refers:</p> <p>Changes of Leverage Ratio between December 2017 and June 2018 were mainly driven by:</p> <p>Decrease of Leverage Exposure by ~ EUR 3.59 bn due to an increase of SFT exposure ~ EUR 3.3 bn, a decrease of Other Assets ~ EUR 4.7 bn and a decrease of Off-Balance Exposure after CCF by ~ EUR 1.8 bn.</p> <p>Decrease of TIER1 Capital ~107.9 Mio.</p> <p>Overall Leverage Ratio increased from 5.81% to 5.90%</p>

Disclosure pursuant to Article 453 CRR (Use of credit risk mitigation techniques)

EU CR3 – CRM techniques – Overview (Template 18 - Art. 453 CRR)

		a	b	c	d	e
		Exposures unsecured – Carrying amount	Exposures to be secured	Exposures secured by collateral	Exposures secured by financial guarantees	Exposures secured by credit derivatives
1	Total exposures	64.002.8	39.695.4	24.190.5	7.779.9	0.0
2	Of which defaulted	150.9	901.7	500.0	263.5	0.0

During the first half 2018, no significant changes occurred in credit risk mitigation techniques (CRM). Further details have been provided in the Disclosure Report as of December 31, 2017.

EU CR4 – Standardised approach – Credit risk exposure and CRM effects (Template 19 - Art. 453 CRR)

		in € mn					
		a	b	c	d	e	f
		Exposures before CCF and CRM		Exposures post CCF and CRM		RWAs and RWA density	
Description		On-balance-sheet amount	Off-balance-sheet amount	On-balance-sheet amount	Off-balance-sheet amount	RWAs	RWA density
1	Central governments or central banks	13,344.0	955.6	18,015.3	216.3	673.4	3.69%
2	Regional government or local authorities	4,597.9	549.3	7,124.5	156.8	12.5	0.17%
3	Public sector entities	1,392.9	460.1	99.0	3.9	20.6	20.04%
4	Multilateral development banks	45.4	-	129.7	42.3	0.0	0.00%
5	International organisations	687.9	-	687.9	-	-	0.00%
6	Institutions	341.2	17.8	671.5	8.0	343.1	50.50%
7	Corporates	4,381.9	2,747.8	3,455.9	229.3	3,644.4	98.89%
8	Retail	926.3	54.9	625.8	9.6	447.4	70.40%
9	Secured by mortgages on immovable property	473.3	5.2	473.3	2.6	227.4	47.78%
10	Exposures in default	148.1	9.4	140.3	4.6	177.4	122.44%
11	Higher-risk categories	49.1	-	45.5	-	68.3	150.00%
12	Covered bonds	0.1	-	0.1	-	0.0	10.00%
13	Institutions and corporates with a short-term credit assessment	55.9	10.0	55.9	0.0	36.2	64.86%
14	Collective investment undertakings	1.1	-	1.1	-	0.1	11.76%
15	Equity	643.2	-	643.2	-	1,476.8	229.61%
16	Other items	754.3	-	754.3	-	683.9	90.66%
17	Total	27,842.6	4,810.1	32,923.4	673.6	7,811.5	23.25%

EU CR7 – IRB-approach – Effect on the RWAs of credit derivatives used as CRM techniques (Template 22 - Art. 453 CRR)

		in € mn	
Description		a	b
		Pre-credit derivatives RWAs	Actual RWAs
1	Exposures under FIRB	-	-
2	Central governments and central banks	-	-
3	Institutions	-	-
4	Corporates – SMEs	-	-
5	Corporates – Specialised lending	-	-
6	Corporates – Other	-	-
7	Exposures under AIRB	21,761.0	21,761.0
8	Central governments and central banks	333.9	333.9
9	Institutions	3,017.1	3,017.1
10	Corporates – SMEs	1,860.1	1,860.1
11	Corporates – Specialised lending	416.4	416.4
12	Corporates – Other	8,905.7	8,905.7
13	Retail – Secured by real estate SMEs	185.9	185.9
14	Retail – Secured by real estate non-SMEs	1,946.9	1,946.9
15	Retail – Qualifying revolving	425.8	425.8
16	Retail – Other SMEs	384.6	384.6
17	Retail – Other non-SMEs	2,116.9	2,116.9
18	Equity IRB	1,324.9	1,324.9
19	Other non credit obligation assets	843.0	843.0
20	Total	21,761.0	21,761.0

The table illustrates the effect of Credit Derivatives on IRB approach capital requirements' calculation, comparing RWA before and after Credit Derivatives mitigation. In Bank Austria, there is no effect from such mitigation techniques on RWA under the IRB approach.

Declaration by the Manager charged with preparing the financial reports

The undersigned Kurt Bachinger, in his capacity as the Manager charged with preparing the financial reports of UniCredit Bank Austria AG

DECLARES

that the information disclosed in this document corresponds to the document results, books and accounts records.

Vienna – November 14, 2018



Kurt Bachinger

Declaration pursuant to the EBA Guidelines 2016/11 on disclosure requirements under Part Eight of Regulation (EU) No 575/2013

The undersigned Gregor Hofstätter-Pobst (Chief Financial Officer) and Kurt Bachinger (as Manager charged with preparing the financial reports) of UniCredit Bank Austria AG

CERTIFY

that, pursuant to the EBA Guidelines 2016/11 on disclosure requirements under Part Eight of Regulation (EU) No 575/2013 (“CRR”) 4.2 paragraph – section C, disclosures provided according to the aforementioned Part Eight have been prepared in accordance with the internal control processes agreed upon at the management body level.

Vienna – November 14, 2018



Kurt Bachinger



Gregor Hofstätter-Pobst