

## CRR Leverage Ratio - Disclosure according to Article 451 CRR

|                      |                           |
|----------------------|---------------------------|
| Reference date       | 31 December 2015          |
| Entity name          | UniCredit Bank Austria AG |
| Level of application | subconsolidated           |

**Table LRSum: Summary reconciliation of accounting assets and leverage ratio exposures**

|          |   | Applicable amount in EUR '000 |
|----------|---|-------------------------------|
| 1        | Total assets as per published financial statements  | 193,637,817                   |
| 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 | 25,571,065                    |
| 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                             |
| 4        | Adjustments for derivative financial instruments  | (2,588,522)                   |
| 5        | Adjustment for securities financing transactions (SFTs)   | 461,580                       |
| 6        | Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)  | 25,825,279                    |
| 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                             |
| 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                             |
| 7        | Other adjustments   | (333,743)                     |
| <b>8</b> | <b>Leverage ratio total exposure measure</b>  | <b>242,573,476</b>            |

**Table LRCom: Leverage ratio common disclosure**

|  |   | CRR leverage ratio exposures in EUR '000 |
|--|---|--|
| <b>On-balance sheet exposures (excluding derivatives and SFTs)</b> |   |  |
| 1  | On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)               | 205,395,294                              |
| 2  | (Asset amounts deducted in determining Tier 1 capital)  | (333,742)                                |
| <b>3</b>   | <b>Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)</b> | <b>205,061,552</b>                       |

| Derivative exposures   |   |                    |
|--|---|--------------------|
| 4  | Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)                                  | 2,282,274          |
| 5  | Add-on amounts for PFE associated with all derivatives transactions (mark-to-market method)   | 1,842,488          |
| EU-5a  | Exposure determined under Original Exposure Method  | 0                  |
| 6  | Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework | 0                  |
| 7  | (Deductions of receivables assets for cash variation margin provided in derivatives transactions)   | (617,123)          |
| 8  | (Exempted CCP leg of client-cleared trade exposures)  | 0                  |
| 9  | Adjusted effective notional amount of written credit derivatives  | 375,937            |
| 10   | (Adjusted effective notional offsets and add-on deductions for written credit derivatives)  | (16,847)           |
| 11   | <b>Total derivative exposures (sum of lines 4 to 10)</b>  | <b>3,866,729</b>   |
| SFT exposures  |   |                    |
| 12   | Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions                                      | 7,358,336          |
| 13   | (Netted amounts of cash payables and cash receivables of gross SFT assets)  | 0                  |
| 14   | Counterparty credit risk exposure for SFT assets  | 461,580            |
| EU-14a   | Derogation for SFTs: Counterparty credit risk exposure in accordance with Article 429b (4) and 222 of Regulation (EU) No 575/2013         | 0                  |
| 15   | Agent transaction exposures   | 0                  |
| EU-15a   | (Exempted CCP leg of client-cleared SFT exposure)   | 0                  |
| 16   | <b>Total securities financing transaction exposures (sum of lines 12 to 15a)</b>  | <b>7,819,916</b>   |
| Other off-balance sheet exposures  |   |                    |
| 17   | Off-balance sheet exposures at gross notional amount  | 95,755,392         |
| 18   | (Adjustments for conversion to credit equivalent amounts)   | (69,930,113)       |
| 19   | <b>Other off-balance sheet exposures (sum of lines 17 to 18)</b>  | <b>25,825,279</b>  |
| 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                  |
| EU-19b   | (Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))                        | 0                  |
| Capital and total exposure measure   |   |                    |
| 20   | <b>Tier 1 capital</b>   | <b>14,161,592</b>  |
| 21   | <b>Leverage ratio total exposure measure (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)</b>  | <b>242,573,476</b> |
| Leverage ratio   |   |                    |
| 22   | <b>Leverage ratio</b>   | <b>5.8%</b>        |
| 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                  |

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

|       |  | CRR leverage ratio exposures in KEUR |
|-------|--|--------------------------------------|
| EU-1  | Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:            | 205,395,294                          |
| EU-2  | Trading book exposures   | 239,789                              |
| EU-3  | Banking book exposures, of which:  | 205,155,505                          |
| EU-4  | Covered bonds  | 107                                  |
| EU-5  | Exposures treated as sovereigns  | 49,536,570                           |
| EU-6  | Exposures to regional governments, MDB, international organisations and PSE <b>not</b> treated as sovereigns | 1,987,367                            |
| EU-7  | Institutions   | 12,825,291                           |
| EU-8  | Secured by mortgages of immovable properties   | 18,412,912                           |
| EU-9  | Retail exposures   | 24,639,087                           |
| EU-10 | Corporate  | 80,051,492                           |
| EU-11 | Exposures in default   | 5,906,701                            |
| EU-12 | Other exposures (eg equity, securitisations, and other non-credit obligation assets)                         | 11,795,978                           |

**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>The main drivers for the changes in the leverage ratio between June and December 2015 were:</p> <p>Tier 1 capital calculated in accordance with transitional provisions mainly decreased due to a lower fair value reserve which was only partially offset by the inclusion of the profit for the second half-year and foreign exchange effects. This lower Tier 1 capital impacted negatively the leverage ratio.</p> <p>The change in leverage ratio exposure is mainly due to an increase in exposures with central banks in both mandatory reserves and reverse repos with a decreasing effect on leverage ratio.</p> <p>Overall, the leverage ratio decreased from 6.0% to 5.8%.</p>   |