

# Condensed income statement of the Bank Austria Group

for the first nine months of 2010

(€ m)

	Q3 2010	Q3 2009	CHANGE		1-9 2010	1-9 2009	CHANGE	
			€ M	IN %			€ M	IN %
Net interest	1,183	1,137	+46	+4%	3,401	3,642	-241	-7%
Dividend income	4	6	-3	-43%	16	36	-20	-54%
Other income from equity investments	26	43	-17	-40%	95	65	+30	+47%
<b>Net interest income</b>	<b>1,212</b>	<b>1,186</b>	<b>+26</b>	<b>+2%</b>	<b>3,513</b>	<b>3,743</b>	<b>-231</b>	<b>-6%</b>
Net fees and commissions	492	436	+56	+13%	1,480	1,335	+145	+11%
Net trading, hedging and fair value income	43	-34	+77	n.m.	277	237	+39	+17%
Net other expenses/income	57	95	-37	-40%	136	191	-54	-28%
<b>Net non-interest income</b>	<b>592</b>	<b>496</b>	<b>+96</b>	<b>+19%</b>	<b>1,893</b>	<b>1,763</b>	<b>+130</b>	<b>+7%</b>
<b>OPERATING INCOME</b>	<b>1,804</b>	<b>1,683</b>	<b>+121</b>	<b>+7%</b>	<b>5,406</b>	<b>5,506</b>	<b>-101</b>	<b>-2%</b>
Payroll costs	-493	-464	-28	+6%	-1,441	-1,430	-11	+1%
Other administrative expenses	-371	-355	-16	+5%	-1,106	-1,020	-86	+8%
Recovery of expenses	1	0	+0	+82%	1	1	+0	+34%
Amortisation, depreciation and impairment losses on tangible and intangible assets	-79	-79	+0	-0%	-237	-244	+7	-3%
<b>OPERATING EXPENSES</b>	<b>-942</b>	<b>-898</b>	<b>-44</b>	<b>+5%</b>	<b>-2,782</b>	<b>-2,693</b>	<b>-89</b>	<b>+3%</b>
<b>OPERATING PROFIT</b>	<b>863</b>	<b>785</b>	<b>+77</b>	<b>+10%</b>	<b>2,623</b>	<b>2,813</b>	<b>-190</b>	<b>-7%</b>
Goodwill impairment	-3	-1	-2	>100%	-170	-1	-169	>100%
Provisions for risks and charges	-13	-27	+14	-52%	-103	-50	-53	>100%
Restructuring costs	-1	-1	+0	-31%	-3	-5	+2	-39%
Net writedowns of loans and provisions for guarantees and commitments	-418	-603	+185	-31%	-1,314	-1,612	+299	-19%
Net income from investments	22	23	-1	-5%	61	79	-18	-23%
<b>PROFIT BEFORE TAX</b>	<b>450</b>	<b>176</b>	<b>+274</b>	<b>&gt;100%</b>	<b>1,094</b>	<b>1,224</b>	<b>-130</b>	<b>-11%</b>
Income tax	-131	-17	-114	>100%	-296	-204	-92	+45%
<b>NET PROFIT</b>	<b>319</b>	<b>159</b>	<b>+160</b>	<b>+100%</b>	<b>798</b>	<b>1,020</b>	<b>-221</b>	<b>-22%</b>
Net profit attributable to the parent company	302	139	+163	+117%	761	972	-212	-22%
Minorities	17	20	-3	-16%	38	47	-9	-20%

n.m. = not meaningful

# Segment reporting of the Bank Austria Group

## Segment reporting for the first nine months of 2010/2009

(€ m)

		FAMILY & SME BANKING DIVISION	PRIVATE BANKING DIVISION	CORPORATE & INVESTMENT BANKING DIVISION	CENTRAL EASTERN EUROPE DIVISION	CORPORATE CENTER	RESTATEMENT DIFFERENCES <sup>1)</sup>	BANK AUSTRIA GROUP
<b>Net interest income</b>	1–9 2010	489	31	707	2,443	-158	-	3,513
	1–9 2009	516	44	1,093	2,231	-316	175	3,743
Net fees and commissions	1–9 2010	306	68	256	870	-21	-	1,479
	1–9 2009	284	66	213	782	-17	7	1,335
Net trading, hedging and fair value income/loss	1–9 2010	-1	1	33	77	167	-	277
	1–9 2009	1	1	-84	427	21	-129	237
Net other expenses/income	1–9 2010	1	-	16	44	75	-	136
	1–9 2009	8	-6	9	58	125	-3	191
<b>Net non-interest income</b>	1–9 2010	306	70	305	990	221	-	1,893
	1–9 2009	294	61	138	1,267	128	-125	1,763
<b>OPERATING INCOME</b>	1–9 2010	795	101	1,012	3,434	64	-	5,406
	1–9 2009	809	105	1,231	3,498	-188	49	5,506
<b>OPERATING EXPENSES</b>	1–9 2010	-595	-74	-331	-1,566	-217	-	-2,782
	1–9 2009	-593	-71	-329	-1,440	-235	-24	-2,693
<b>OPERATING PROFIT</b>	1–9 2010	200	27	681	1,867	-153	-	2,623
	1–9 2009	216	34	902	2,058	-423	26	2,813
Goodwill impairment	1–9 2010	-	-	-	-	-170	-	-170
	1–9 2009	-	-	-	-1	-	-	-1
Provisions for risks and charges	1–9 2010	-	-	-	-30	-73	-	-103
	1–9 2009	-1	-	-10	-22	-15	-2	-50
Restructuring costs	1–9 2010	-	-	-	-3	-	-	-3
	1–9 2009	-	-	-2	-3	-	-	-5
Net writedowns of loans and provisions for guarantees and commitments	1–9 2010	-171	-	-132	-1,010	-1	-	-1,314
	1–9 2009	-190	-	-201	-1,217	-	-4	-1,612
Net income from investments	1–9 2010	13	-	3	39	6	-	61
	1–9 2009	8	-	-16	11	76	-	79
<b>PROFIT BEFORE TAX</b>	1–9 2010	42	27	552	863	-390	-	1,094
	1–9 2009	33	34	674	827	-362	19	1,224
Income tax	1–9 2010	-10	-7	-131	-173	25	-	-296
	1–9 2009	-5	-3	-181	-149	46	89	-204
<b>NET PROFIT</b>	1–9 2010	32	20	421	691	-365	-	798
	1–9 2009	28	31	492	677	-316	107	1,020
<b>Risk-weighted assets (RWA)</b>	1–9 2010	12,343	526	30,124	73,334	5,327	-58	121,597
	1–9 2009	10,659	647	32,604	71,557	5,594	741	121,801
Equity (avg.) <sup>2)</sup>	1–9 2010	741	124	3,933	11,026	1,014	-	16,838
	1–9 2009	832	156	3,395	9,886	-131	21	14,158
Cost/income ratio in %	1–9 2010	74.8	72.9	32.7	45.6	n.m.	n.m.	51.5
	1–9 2009	73.3	67.6	26.8	41.2	n.m.	n.m.	48.9
Risk/earnings ratio in %	1–9 2010	35.0	n.m.	18.6	41.3	n.m.	n.m.	37.4
	1–9 2009	36.7	n.m.	18.4	54.5	n.m.	n.m.	43.1

1) The segment results for 2009 have been restated. The difference compared with Bank Austria's results for 2009 is presented in a separate column showing "Restatement differences", which mainly relate to changes in the group of consolidated companies (e.g. sale of WAVE and CAIB) and other adjustments.

2) Total IFRS capital for the subsidiaries allocated to the respective Division together with standardised capital for the rest of the respective Division. The difference compared to the consolidated equity of the Bank Austria Group is shown in the Corporate Center. Allocated average capital adjusted due to the sale of CAIB in Q2 2010; previous year restated accordingly, difference allocated to the Corporate Center.  
n.m. = not meaningful

# Balance sheet of the Bank Austria Group at 30 September 2010

## Assets

(€ m)

	30 SEPT. 2010	31 DEC. 2009
Cash and cash balances	2,442	3,213
Financial assets held for trading	4,497	4,137
Financial assets at fair value through profit or loss	347	235
Available-for-sale financial assets	16,574	10,826
Held-to-maturity investments	4,416	5,067
Loans and receivables with banks	20,748	23,076
Loans and receivables with customers	127,663	123,602
Hedging derivatives	3,624	151
Changes in fair value of portfolio hedged items (+/-)	–	–
Investments in associates and joint ventures	2,499	2,426
Insurance reserves attributable to reinsurers	1	–
Property, plant and equipment	2,360	2,273
<i>of which held for investment</i>	462	369
Intangible assets	3,913	3,938
<i>of which goodwill</i>	3,407	3,415
Tax assets	1,282	1,330
a) current tax assets	287	309
b) deferred tax assets	995	1,021
Non-current assets and disposal groups classified as held for sale	10	13,210
Other assets	1,115	975
<b>TOTAL ASSETS</b>	<b>191,491</b>	<b>194,459</b>

## Liabilities and equity

(€ m)

	30 SEPT. 2010	31 DEC. 2009
Deposits from banks	32,614	33,362
Deposits from customers	97,675	97,041
Debt securities in issue	27,921	28,822
Financial liabilities held for trading	2,679	915
Financial liabilities at fair value through profit or loss	1,741	1,967
Hedging derivatives	2,908	219
Changes in fair value of portfolio hedged items (+/-)	–	–
Tax liabilities	657	552
a) current tax liabilities	155	96
b) deferred tax liabilities	503	456
Liabilities included in disposal groups classified as held for sale	–	10,492
Other liabilities	3,049	2,372
Provisions for risks and charges	4,206	4,167
a) post-retirement benefit obligations	3,679	3,677
b) other provisions	527	490
Insurance reserves	181	162
Equity	17,861	14,388
<i>of which Minorities (+/-)</i>	559	539
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>191,491</b>	<b>194,459</b>