

Income statement of the Bank Austria Creditanstalt Group

for the year ended 31 December 2006

	(Notes)	2006 € M	2005 € M	CHANGE	
				IN € M	IN %
Net interest		2,456	2,291	165	7.2
Dividend income		130	183	-54	-29.2
Income from investments in companies valued at equity		96	86	10	11.4
Net interest income	(5)	2,681	2,560	121	4.7
Net fee and commission income	(6)	1,667	1,457	210	14.4
Net trading income	(7)	348	264	84	31.6
Net other operating income/expenses	(8)	66	-16	82	>100
TOTAL REVENUES		4,762	4,266	496	11.6
Staff expenses		-1,606	-1,519	-88	5.8
Other administrative expenses		-903	-865	-38	4.4
Amortisation, depreciation and impairment losses on intangible and tangible assets		-248	-273	25	-9.3
OPERATING EXPENSES	(9)	-2,757	-2,656	-101	3.8
OPERATING PROFIT		2,005	1,610	395	24.6
Provisions for risks and charges	(10)	-111	-11	-101	>100
Goodwill impairment		-8	-4	-4	97.4
Net writedowns of loans and provisions for guarantees and commitments	(11)	-679	-491	-188	38.4
Net income from investments	(12)	2,313	305	2,009	>100
Integration costs	(13)	-248	-108	-140	>100
PROFIT BEFORE TAX		3,272	1,301	1,971	151.4
Income tax	(14)	-140	-226	86	-38.2
NET PROFIT		3,132	1,075	2,057	191.3
Minority interests		-111	-111	-	-0.4
CONSOLIDATED PROFIT		3,022	964	2,058	213.4

Key figures

		2006	2005
Earnings per share (in €, basic and diluted)	(15)	20.56	6.56
ROE before tax (in %)		39.6%	17.9%
ROE after tax (in %)		39.5%	14.3%
Cost/income ratio (in %)		57.9%	62.3%
Risk/earnings ratio (in %)		25.3%	19.2%

Key figures excluding one-off effects*)

	2006
Earnings per share (in €, basic and diluted)	7.61
ROE before tax (in %)	19.7%
ROE after tax (in %)	15.8%

*) The key figures in this presentation have been adjusted for capital gains and restructuring provisions (see note 2) including their tax effects and for the one-off effects mentioned in the credit risk report (see note 51).

Balance sheet of the Bank Austria Creditanstalt Group

at 31 December 2006

Assets

	(Notes)	31 DEC. 2006 € M	31 DEC. 2005 € M	CHANGE	
				IN € M	IN %
Cash and cash balances	(17)	1,584	1,261	322	25.6 %
Financial assets held for trading	(18)	16,676	17,700	-1,024	-5.8 %
Financial assets at fair value through profit and loss	(19)	487	1,963	-1,477	-75.2 %
Available-for-sale financial assets	(20)	9,697	7,694	2,002	26.0 %
Held-to-maturity investments	(21)	5,772	6,847	-1,075	-15.7 %
Loans and receivables with banks	(22)	32,486	28,621	3,865	13.5 %
Loans and receivables with customers	(23)	80,104	83,198	-3,094	-3.7 %
Investments in associates and joint ventures		1,890	1,783	107	6.0 %
Property, plant and equipment	(24)	1,373	1,311	62	4.7 %
Intangible assets	(25)	1,052	1,358	-306	-22.5 %
Tax assets	(26)	998	1,010	-12	-1.2 %
Non-current assets and disposal groups classified as held for sale	(27)	15	3,221	-3,206	-99.5 %
Other assets	(28)	2,123	2,911	-788	-27.1 %
TOTAL ASSETS		154,255	158,879	-4,624	-2.9 %

Liabilities and equity

	(Notes)	31 DEC. 2006 € M	31 DEC. 2005 € M	CHANGE	
				IN € M	IN %
Deposits from banks	(29)	48,309	44,279	4,030	9.1 %
Deposits from customers	(30)	54,969	61,952	-6,982	-11.3 %
Debt certificates including bonds	(31)	25,347	26,885	-1,537	-5.7 %
Financial liabilities held for trading	(32)	5,264	6,850	-1,586	-23.2 %
Financial liabilities at fair value through profit and loss	(33)	1,731	1,129	602	53.3 %
Tax liabilities	(34)	587	603	-17	-2.7 %
Liabilities included in disposal groups classified as held for sale		-	1,884		
Other liabilities	(35)	3,394	3,780	-386	-10.2 %
Provisions	(36)	4,513	3,996	517	12.9 %
Equity	(37)	10,140	7,520	2,620	34.8 %
<i>of which: minority interests</i>		<i>213</i>	<i>650</i>	<i>-436</i>	<i>-67.2 %</i>
TOTAL LIABILITIES AND EQUITY		154,255	158,879	-4,624	-2.9 %

Segment reporting 1–12 2005 / 1–12 2006

€ M		RETAIL DIVISION	PRIVATE BANKING & ASSET MANAGEMENT DIVISION	CORPORATE DIVISION	CENTRAL EASTERN EUROPE DIVISION	MARKETS & INVESTMENT BANKING DIVISION	CORPORATE CENTER	BA-CA GROUP
Net interest income	1–12 2006	768	14	653	1,048	124	73	2,681
	1–12 2005	772	14	663	932	150	30	2,560
Net fee and commission income	1–12 2006	535	124	374	588	70	–25	1,667
	1–12 2005	479	123	303	519	40	–7	1,457
Net trading income	1–12 2006	–1	1	–	106	201	42	348
	1–12 2005	3	2	–1	132	118	10	264
Net other operating income/expenses	1–12 2006	–19	31	32	–17	6	33	66
	1–12 2005	–	–1	41	–23	–33	–	–16
Net non-interest income	1–12 2006	514	156	406	677	277	50	2,081
	1–12 2005	482	125	343	628	125	3	1,706
TOTAL REVENUES	1–12 2006	1,283	171	1,059	1,725	402	123	4,762
	1–12 2005	1,254	138	1,006	1,560	274	33	4,266
OPERATING EXPENSES	1–12 2006	–978	–105	–436	–917	–167	–154	–2,757
	1–12 2005	–1,147	–90	–432	–828	–99	–61	–2,658
OPERATING PROFIT	1–12 2006	305	66	623	808	235	–31	2,005
	1–12 2005	107	48	573	733	175	–27	1,608
Provisions for risks and charges	1–12 2006	–6	–1	1	–6	–6	–94	–111
	1–12 2005	7	1	–3	5	1	–21	–9
Goodwill impairment	1–12 2006	–8	–	–	–	–	–	–8
	1–12 2005	–4	–	–	–	–	–	–4
Net writedowns of loans and provisions for guarantees and commitments	1–12 2006	–414	1	–124	–141	1	–2	–679
	1–12 2005	–302	2	–86	–116	10	2	–491
Net income from investments	1–12 2006	6	–1	7	5	7	2,289	2,313
	1–12 2005	–1	15	158	126	19	–13	305
Integration costs	1–12 2006	–1	–1	–	–12	–31	–203	–248
	1–12 2005	–90	–2	–	–7	–	–9	–108
PROFIT BEFORE TAX	1–12 2006	–119	63	507	655	207	1,960	3,272
	1–12 2005	–283	64	642	741	206	–68	1,301
Income tax	1–12 2006	34	–12	–115	–134	–46	132	–140
	1–12 2005	68	–15	–165	–127	–36	49	–226
NET PROFIT FOR THE PERIOD	1–12 2006	–85	51	393	520	161	2,092	3,132
	1–12 2005	–215	49	477	614	170	–19	1,075
Risk-weighted assets (average, Austrian Banking Act)	1–12 2006	16,564	441	31,768	24,720	3,266	3,014	79,773
	1–12 2005	16,280	502	30,873	21,556	4,689	3,288	77,189
Equity allocated (average)	1–12 2006	1,184	172	2,469	3,639	311	481	8,257
	1–12 2005	1,170	156	2,336	3,471	328	–172	7,290
<i>Return on equity before tax in %</i>	<i>1–12 2006</i>	<i>–10.1</i>	<i>36.5</i>	<i>20.5</i>	<i>18.0</i>	<i>66.4</i>	<i>n.m.</i>	<i>39.6</i>
	<i>1–12 2005</i>	<i>–24.2</i>	<i>40.8</i>	<i>27.5</i>	<i>21.3</i>	<i>62.7</i>	<i>n.m.</i>	<i>17.9</i>
<i>Return on equity after tax before deduction of minority interests in %</i>	<i>1–12 2006</i>	<i>–7.2</i>	<i>29.8</i>	<i>15.9</i>	<i>14.3</i>	<i>51.7</i>	<i>n.m.</i>	<i>37.9</i>
	<i>1–12 2005</i>	<i>–18.4</i>	<i>31.1</i>	<i>20.4</i>	<i>17.7</i>	<i>51.8</i>	<i>n.m.</i>	<i>14.8</i>
<i>Cost/income ratio in %</i>	<i>1–12 2006</i>	<i>76.2</i>	<i>61.6</i>	<i>41.2</i>	<i>53.2</i>	<i>41.6</i>	<i>n.m.</i>	<i>57.9</i>
	<i>1–12 2005</i>	<i>91.5</i>	<i>65.3</i>	<i>43.0</i>	<i>53.0</i>	<i>36.2</i>	<i>n.m.</i>	<i>62.3</i>
<i>Risk/earnings ratio in %</i>	<i>1–12 2006</i>	<i>53.9</i>	<i>n.m.</i>	<i>18.9</i>	<i>13.4</i>	<i>n.m.</i>	<i>n.m.</i>	<i>25.3</i>
	<i>1–12 2005</i>	<i>39.1</i>	<i>n.m.</i>	<i>13.0</i>	<i>12.4</i>	<i>n.m.</i>	<i>n.m.</i>	<i>19.2</i>

*) not meaningful