

Condensed income statement of the Bank Austria Group¹⁾

for the first quarter of 2015

(€ million)

RECAST ²⁾	Q1 2014	Q2 2014	Q3 2014	Q4 2014	Q1 2015	CHANGE OVER PREVIOUS YEAR	
						+/- €	IN %
Net interest	869	882	896	856	816	-54	-6.2%
Dividend income and other income from equity investments	73	151	126	145	98	+25	+34.5%
Net fees and commissions	331	346	345	343	341	+10	+3.0%
Net trading, hedging and fair value income	112	138	149	86	107	-5	-4.8%
Net other expenses/income	27	32	50	12	20	-7	-24.4%
Operating income	1,413	1,550	1,566	1,442	1,383	-30	-2.1%
Payroll costs	-416	-409	-403	-417	-390	+26	-6.3%
Other administrative expenses	-312	-327	-320	-357	-320	-8	+2.6%
Recovery of expenses	0	0	0	0	0	-0	-23.2%
Amortisation, depreciation and impairment losses on intangible and tangible assets	-45	-37	-44	-47	-41	+4	-8.1%
Operating costs	-772	-773	-766	-821	-751	+22	-2.8%
Operating profit	641	777	800	621	632	-9	-1.3%
Net write-downs of loans and provisions for guarantees and commitments	-208	-143	-180	-249	-210	-2	+1.1%
Net operating profit	433	634	620	373	422	-11	-2.5%
Provisions for risks and charges	-11	-32	-95	-9	-8	+3	-29.9%
Systemic charges	-76	-55	-54	-52	-103	-27	+35.8%
Integration/restructuring costs	-1	-6	-1	-5	-1	+1	-44.2%
Net income/loss from investments	75	-19	12	-3	0	-76	n.m.
Profit or loss before tax	420	521	483	305	311	-110	-26.1%
Income tax for the period	-66	-66	-74	-88	-60	+6	-9.2%
Total profit or loss after tax from discontinued operations	2	-27	6	-113	-60	-62	n.m.
Profit or loss for the period	356	428	414	104	190	-166	-46.5%
Non-controlling interests	-8	1	-4	35	7	+15	n.m.
Net profit or loss before PPA ³⁾	348	429	410	139	198	-150	-43.2%
Purchase Price Allocation effect	0	0	0	0	0	+0	n.m.
Goodwill impairment	0	0	0	0	0	+0	n.m.
Net profit or loss ³⁾	348	429	410	139	198	-150	-43.2%

n.m. = not meaningful. / 1) Bank Austria's income statement as presented in this table is a reclassified format corresponding to the format used for segment reporting. / 2) Recast to reflect the consolidation perimeter and business structure in 2015. / 3) Attributable to the owners of the parent company.

Segment reporting of the Bank Austria Group

1–3 2015/1–3 2014

(€ million)

		RETAIL & CORPORATES	PRIVATE BANKING	CORPORATE & INVESTMENT BANKING (CIB)	CENTRAL EASTERN EUROPE (CEE)	CORPORATE CENTER	BANK AUSTRIA GROUP (RECAST)	RECASTING DIFFEREN- CES ¹⁾	BANK AUSTRIA GROUP (PUBLISHED) ²⁾
Net interest	1–3 2015	226	15	74	600	-99	816	0	816
	1–3 2014	243	15	77	600	-66	869	-28	841
Dividends and other income from equity investments	1–3 2015	4	0	0	73	22	98	0	98
	1–3 2014	9	0	0	48	16	73	0	73
Net fees and commissions	1–3 2015	126	30	21	185	-22	341	0	341
	1–3 2014	122	25	21	185	-21	331	-2	330
Net trading, hedging and fair value income/loss	1–3 2015	8	1	12	109	-24	107	0	107
	1–3 2014	3	0	20	58	31	112	-1	112
Net other expenses/income	1–3 2015	4	1	0	4	10	20	0	20
	1–3 2014	10	0	0	7	9	27	-7	20
OPERATING INCOME	1–3 2015	368	48	108	971	-113	1,383	0	1,383
	1–3 2014	386	40	119	898	-31	1,413	-37	1,376
OPERATING COSTS	1–3 2015	-280	-30	-52	-347	-41	-751	0	-751
	1–3 2014	-277	-29	-49	-366	-51	-772	12	-760
OPERATING PROFIT	1–3 2015	88	17	56	624	-154	632	0	632
	1–3 2014	109	11	70	532	-82	641	-25	616
Net write-downs of loans and provisions for guarantees and commitments	1–3 2015	-29	0	-8	-175	2	-210	0	-210
	1–3 2014	-48	0	-13	-146	-1	-208	17	-190
NET OPERATING PROFIT	1–3 2015	59	17	48	449	-152	422	0	422
	1–3 2014	62	11	57	386	-83	433	-7	426
Provisions for risks and charges	1–3 2015	0	0	0	-4	-4	-8	0	-8
	1–3 2014	0	0	0	-10	0	-11	7	-4
Systemic charges	1–3 2015	-12	-1	-7	-54	-30	-103	0	-103
	1–3 2014	-12	0	-8	-47	-8	-76	0	-76
Integration/restructuring costs	1–3 2015	0	0	0	-1	0	-1	0	-1
	1–3 2014	0	0	0	-1	0	-1	0	-1
Net income/loss from investments	1–3 2015	1	0	0	-1	0	0	0	0
	1–3 2014	0	0	2	0	73	75	0	75
PROFIT BEFORE TAX	1–3 2015	47	16	42	390	-185	311	0	311
	1–3 2014	50	11	51	327	-18	420	0	421
Income tax for the period	1–3 2015	-15	-4	-10	-60	29	-60	0	-60
	1–3 2014	-9	-3	-12	-52	10	-66	3	-64
Total profit or loss after tax from discontinued operations	1–3 2015	0	0	0	-74	15	-60	0	-60
	1–3 2014	0	0	0	-4	6	2	0	2
PROFIT OR LOSS FOR THE PERIOD	1–3 2015	32	13	31	255	-141	190	0	190
	1–3 2014	41	8	39	270	-2	356	3	359
Non-controlling interests	1–3 2015	-3	0	0	3	7	7	0	7
	1–3 2014	-2	0	0	-13	7	-8	-1	-9
NET PROFIT OR LOSS ATTRIBUTABLE TO THE OWNERS OF THE PARENT COMPANY BEFORE PPA	1–3 2015	30	13	31	258	-134	198	0	198
	1–3 2014	39	8	39	257	6	348	2	350
Purchase Price Allocation effect	1–3 2015	0	0	0	0	0	0	0	0
	1–3 2014	0	0	0	0	0	0	0	0
Goodwill impairment	1–3 2015	0	0	0	0	0	0	0	0
	1–3 2014	0	0	0	0	0	0	0	0
NET PROFIT OR LOSS ATTRIBUTABLE TO THE OWNERS OF THE PARENT COMPANY	1–3 2015	30	13	31	258	-134	198	0	198
	1–3 2014	39	8	39	257	6	348	2	350

Segment reporting of the Bank Austria Group

1–3 2015/1–3 2014

		RETAIL & CORPORATES	PRIVATE BANKING	CORPORATE & INVESTMENT BANKING (CIB)	CENTRAL EASTERN EUROPE (CEE)	CORPORATE CENTER	BANK AUSTRIA GROUP (RECAST)	RECASTING DIFFEREN- CES ¹⁾	BANK AUSTRIA GROUP (PUBLISHED) ²⁾
Risk-weighted assets (RWA) (avg.) ³⁾	1–3 2015	20,470	534	8,662	93,828	10,575	134,069	0	134,069
	1–3 2014	19,391	604	8,401	81,149	10,783	120,328	987	121,314
Loans to customers (end of period)	1–3 2015	44,311	599	12,812	58,472	1,317	117,511	0	117,511
	1–3 2014	42,812	636	13,125	55,166	1,822	113,560	–336	113,224
Direct funding (end of period) ⁴⁾	1–3 2015	43,213	9,660	9,086	53,815	20,477	136,251	0	136,251
	1–3 2014	40,581	8,585	8,802	47,343	18,592	123,903	124	124,028
Cost/income ratio in %	1–3 2015	76.0	63.6	47.9	35.8	n. m.	54.3	n. m.	54.3
	1–3 2014	71.7	72.0	41.2	40.8	n. m.	54.7	n. m.	55.2
Risk/earnings ratio in % ⁵⁾	1–3 2015	12.8	n. m.	10.6	25.9	n. m.	23.0	n. m.	23.0
	1–3 2014	18.9	0.7	17.2	22.5	n. m.	22.0	n. m.	20.8

1) The segment results have been recast. The difference compared to Bank Austria's results is presented in a separate column showing "Recasting differences", which for 2014 mainly relate to the transfer of Leasing subsidiaries in Russia, the Czech Republic, Slovakia, Romania, Austria, Hungary and some Leasing entities in Serbia to Bank Austria. Recasting differences also relate to the sale of UniCredit CAIB Poland S. A.

2) The figures for 2014 and 2015 reflect the accounting figures.

3) Turkey consolidated on a pro-rata basis.

4) Direct funding: deposits from customers and debt securities in issue.

5) Risk/earnings ratio: net write-downs of loans and provisions for guarantees and commitments measured against net interest and dividends and other income from equity investments.

n. m. = not meaningful

Statement of Financial Position of the Bank Austria Group

at 31 March 2015

Assets

(€ million)

	31 MARCH 2015	31 DEC. 2014
Cash and cash balances	2,200	1,942
Financial assets held for trading	3,988	3,533
Financial assets at fair value through profit or loss	130	110
Available-for-sale financial assets	24,334	22,148
Held-to-maturity investments	417	572
Loans and receivables with banks	30,096	30,542
Loans and receivables with customers	117,511	113,732
Hedging derivatives	4,229	3,952
Changes in fair value of portfolio hedged items (+/-)	-32	-99
Investments in associates and joint ventures	4,694	4,644
Property, plant and equipment	2,153	2,147
<i>of which held for investment</i>	889	896
Intangible assets	180	171
Tax assets	524	570
a) current tax assets	64	72
b) deferred tax assets	460	499
Non-current assets and disposal groups classified as held for sale	3,240	3,600
Other assets	1,345	1,554
TOTAL ASSETS	195,009	189,118

Liabilities and equity

(€ million)

	31 MARCH 2015	31 DEC. 2014
Deposits from banks	23,739	23,696
Deposits from customers	106,150	102,271
Debt securities in issue	30,100	30,014
Financial liabilities held for trading	3,891	3,454
Financial liabilities at fair value through profit or loss	634	670
Hedging derivatives	3,976	3,302
Changes in fair value of portfolio hedged items (+/-)	-17	84
Tax liabilities	214	165
a) current tax liabilities	70	58
b) deferred tax liabilities	144	107
Liabilities included in disposal groups classified as held for sale	1,587	1,845
Other liabilities	2,979	2,617
Provisions for risks and charges	6,015	6,076
a) post-retirement benefit obligations	5,676	5,665
b) other provisions	339	411
Equity	15,740	14,925
<i>of which non-controlling interests (+/-)</i>	244	193
TOTAL LIABILITIES AND EQUITY	195,009	189,118