

Condensed income statement of the Bank Austria Group¹⁾

for the first half of 2015

(€ million)

RECAST ²⁾	QUARTERLY FIGURES		HALF-YEAR FIGURES		CHANGE OVER PREVIOUS YEAR	
	Q1 2015	+ Q2 2015	= H1 2015	H1 2014	+/- €	+/- %
Net interest	816	871	1,687	1,754	-67	-3.8%
Dividend income and other income from equity investments	98	136	234	224	+10	+4.4%
Net fees and commissions	341	373	714	677	+37	+5.4%
Net trading, hedging and fair value income	107	124	230	251	-21	-8.3%
Net other expenses/income	20	19	39	60	-21	-35.0%
Operating income	1,383	1,522	2,905	2,967	-62	-2.1%
Payroll costs	-390	-404	-793	-826	+32	-3.9%
Other administrative expenses	-320	-338	-658	-639	-19	+2.9%
Recovery of expenses	0	0	1	0	+0	+42.0%
Amortisation, depreciation and impairment losses on intangible and tangible assets	-41	-35	-76	-82	+6	-7.2%
Operating costs	-751	-776	-1,527	-1,546	+20	-1.3%
Operating profit	632	746	1,378	1,420	-43	-3.0%
Net write-downs of loans and provisions for guarantees and commitments	-210	-181	-391	-352	-40	+11.3%
Net operating profit	422	564	986	1,069	-82	-7.7%
Provisions for risks and charges	-8	0	-8	-43	+35	-81.5%
Systemic charges	-103	-72	-175	-131	-44	+33.3%
Integration/restructuring costs	-1	-1	-2	-7	+6	-77.3%
Net income from investments	0	2	1	56	-55	-97.6%
Profit before tax	310	493	803	943	-140	-14.8%
Income tax for the period	-60	-69	-129	-132	+3	-2.5%
Total profit or loss after tax from discontinued operations	-60	-123	-183	-25	-158	>100%
Profit for the period	190	301	491	786	-295	-37.5%
Non-controlling interests	7	-9	-2	-8	+6	-70.6%
Net profit before PPA ³⁾	198	291	489	778	-289	-37.2%
Purchase Price Allocation effect	0	0	0	0	+0	n. m.
Goodwill impairment	0	0	0	0	+0	n. m.
Net profit ³⁾	198	291	489	778	-289	-37.2%

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

1–6 2015/1–6 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	1–6 2015	448	30	150	1,190	-131	1,687	0	1,687
	1–6 2014	489	32	158	1,210	-135	1,754	-46	1,708
Dividends and other income from equity investments	1–6 2015	20	0	0	165	49	234	0	234
	1–6 2014	21	0	0	138	65	224	0	224
Net fees and commissions	1–6 2015	253	56	56	351	-3	714	0	714
	1–6 2014	241	48	41	352	-5	677	-2	675
Net trading, hedging and fair value income/loss	1–6 2015	26	1	30	168	5	230	0	230
	1–6 2014	8	1	29	130	83	251	-1	250
Net other expenses/income	1–6 2015	7	2	0	10	20	39	0	39
	1–6 2014	16	1	1	25	18	60	-10	50
OPERATING INCOME	1–6 2015	755	88	236	1,884	-59	2,905	0	2,905
	1–6 2014	775	82	229	1,854	27	2,967	-60	2,907
OPERATING COSTS	1–6 2015	-559	-61	-106	-718	-84	-1,527	0	-1,527
	1–6 2014	-554	-59	-100	-733	-101	-1,546	21	-1,526
OPERATING PROFIT	1–6 2015	197	28	130	1,166	-143	1,378	0	1,378
	1–6 2014	221	23	129	1,121	-74	1,420	-39	1,381
Net write-downs of loans and provisions for guarantees and commitments	1–6 2015	1	1	-1	-394	2	-391	0	-391
	1–6 2014	-51	0	15	-314	-2	-352	19	-332
NET OPERATING PROFIT	1–6 2015	197	28	130	772	-141	986	0	986
	1–6 2014	170	23	144	807	-76	1,069	-20	1,049
Provisions for risks and charges	1–6 2015	0	0	0	-4	-4	-8	0	-8
	1–6 2014	-1	0	0	-40	-3	-43	12	-31
Systemic charges	1–6 2015	-37	-3	-18	-88	-30	-175	0	-175
	1–6 2014	-24	-2	-15	-73	-17	-131	0	-131
Integration/restructuring costs	1–6 2015	0	0	0	-1	0	-2	0	-2
	1–6 2014	0	0	0	-7	0	-7	0	-7
Net income/loss from investments	1–6 2015	-2	0	0	-1	5	1	0	1
	1–6 2014	0	0	2	-2	56	56	-1	55
PROFIT BEFORE TAX	1–6 2015	158	25	112	678	-170	803	0	803
	1–6 2014	146	22	131	686	-41	943	-8	935
Income tax for the period	1–6 2015	-44	-6	-28	-114	63	-129	0	-129
	1–6 2014	-31	-6	-32	-103	39	-132	6	-126
Total profit or loss after tax from discontinued operations	1–6 2015	0	0	0	-220	37	-183	0	-183
	1–6 2014	0	0	0	-39	14	-25	0	-25
PROFIT OR LOSS FOR THE PERIOD	1–6 2015	114	19	84	344	-70	491	0	491
	1–6 2014	115	16	99	544	12	786	-2	784
Non-controlling interests	1–6 2015	-5	0	0	1	2	-2	0	-2
	1–6 2014	-3	0	0	-6	2	-8	0	-8
NET PROFIT OR LOSS ATTRIBUTABLE TO THE OWNERS OF THE PARENT COMPANY BEFORE PPA	1–6 2015	109	19	84	346	-68	489	0	489
	1–6 2014	111	16	99	537	14	778	-2	776
Purchase Price Allocation effect	1–6 2015	0	0	0	0	0	0	0	0
	1–6 2014	0	0	0	0	0	0	0	0
Goodwill impairment	1–6 2015	0	0	0	0	0	0	0	0
	1–6 2014	0	0	0	0	0	0	0	0
NET PROFIT OR LOSS ATTRIBUTABLE TO THE OWNERS OF THE PARENT COMPANY	1–6 2015	109	19	84	346	-68	489	0	489
	1–6 2014	111	16	99	537	14	778	-2	776

Segment reporting of the Bank Austria Group

1–6 2015/1–6 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⁾	1–6 2015	20,382	527	8,840	97,505	8,099	135,354	0	135,354
	1–6 2014	19,722	613	8,314	82,942	9,780	121,371	1,874	123,245
Loans to customers (end of period)	1–6 2015	44,576	607	13,204	58,586	253	117,226	0	117,226
	1–6 2014	43,157	635	12,984	57,545	1,339	115,661	–356	115,304
Direct funding (end of period) ⁴⁾	1–6 2015	43,317	9,055	10,013	56,084	18,141	136,608	0	136,608
	1–6 2014	40,531	8,352	8,509	49,104	18,358	124,854	118	124,971
Cost/income ratio in %	1–6 2015	73.9	68.7	44.8	38.1	n.m.	52.6	n.m.	52.6
	1–6 2014	71.4	71.8	43.7	39.5	n.m.	52.1	n.m.	52.5
Risk/earnings ratio in % ⁵⁾	1–6 2015	n.m.	n.m.	0.6	29.1	n.m.	20.4	n.m.	20.4
	1–6 2014	10.0	n.m.	n.m.	23.3	n.m.	17.8	n.m.	17.2

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, Croatia, 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 comparative figures 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 30 June 2015

Assets

(€ million)

	30 JUNE 2015	31 DEC. 2014
Cash and cash balances	2,065	1,942
Financial assets held for trading	2,956	3,533
Financial assets at fair value through profit or loss	121	110
Available-for-sale financial assets	24,670	22,148
Held-to-maturity investments	301	572
Loans and receivables with banks	28,142	30,542
Loans and receivables with customers	117,226	113,732
Hedging derivatives	3,345	3,952
Changes in fair value of portfolio hedged items (+/-)	-18	-99
Investments in associates and joint ventures	4,614	4,644
Property, plant and equipment	2,137	2,147
<i>of which held for investment</i>	873	896
Intangible assets	192	171
Tax assets	563	570
a) current tax assets	65	72
b) deferred tax assets	498	499
Non-current assets and disposal groups classified as held for sale	3,045	3,600
Other assets	2,083	1,554
TOTAL ASSETS	191,442	189,118

Liabilities and equity

(€ million)

	30 JUNE 2015	31 DEC. 2014
Deposits from banks	22,463	23,696
Deposits from customers	107,971	102,271
Debt securities in issue	28,637	30,014
Financial liabilities held for trading	2,781	3,454
Financial liabilities at fair value through profit or loss	548	670
Hedging derivatives	2,889	3,302
Changes in fair value of portfolio hedged items (+/-)	-114	84
Tax liabilities	199	165
a) current tax liabilities	65	58
b) deferred tax liabilities	135	107
Liabilities included in disposal groups classified as held for sale	1,556	1,845
Other liabilities	3,110	2,617
Provisions for risks and charges	5,706	6,076
a) post-retirement benefit obligations	5,394	5,665
b) other provisions	312	411
Equity	15,696	14,925
<i>of which non-controlling interests (+/-)</i>	404	193
TOTAL LIABILITIES AND EQUITY	191,442	189,118