

VOLKSBANK WIEN AG

Preliminary results

according to IFRS

as at 31 December 202

Key figures

Euro million	31 Dec 2023	31 Dec 2022	31 Dec 2021
Statement of financial position			
Total assets	15,100	14,460	16,923
Loans and receivables customers	5,817	5,481	5,396
Amounts owed to customers	6,532	6,765	6,922
Debts evidenced by certificates	3,323	1,723	1,908
Subordinated liabilities	402	399	403
Own funds			
Common equity tier 1 capital (CET1)	634	682	648
Additional tier 1 capital (AT1)	220	220	220
Tier 1 capital (T1)	854	902	868
Tier 2 capital (T2)	300	380	400
Own funds	1,154	1,282	1,267
Risk weighted exposure amount credit risk	3,813	3,400	3,228
Total risk exposure amount market risk	23	21	27
Total risk exposure amount operational risk	597	597	571
Total risk for credit valuation adjustment	9	13	9
Total risk exposure amount	4,441	4,032	3,835
Common equity tier 1 capital ratio	14.3 %	16.9 %	16.9 %
Tier 1 capital ratio	19.2 %	22.4 %	22.6 %
Equity ratio	26.0 %	31.8 %	33.0 %
Income statement			
	1-12/2023	1-12/2022	1-12/2021
Net interest income	184.6	130.4	126.0
Risk provision	-23.5	-17.6	17.3
Net fee and commission income	64.2	59.9	58.6
Net trading income	3.2	1.7	2.0
Result from financial instruments and investment properties	-1.4	-9.5	8.7
Other operating result	126.3	89.2	98.7
General administrative expenses	-236.5	-207.2	-199.4
Result from companies measured at equity	0.7	-0.2	0.4
Result before taxes	117.5	46.7	112.4
Income taxes	16.5	20.0	-6.6
Result after taxes	133.9	66.7	105.8
Result attributable to non-controlling interest	0.0	0.0	0.0
Result of the Group	133.9	66.7	105.8
Operating result	140.3	64.4	94.7
Key ratios			
	1-12/2023	1-12/2022	1-12/2021
Cost-income-ratio	62.5 %	74.2 %	69.9 %
ROE before taxes	11.3 %	4.9 %	12.3 %
ROE after taxes	12.9 %	7.0 %	11.5 %
Net interest margin	1.2 %	0.9 %	0.7 %
NPL ratio	3.1 %	1.7 %	1.7 %
Leverage ratio	6.8 %	7.7 %	5.7 %
Net stable funding ratio	182.4 %	174.6 %	189.8 %
Liquidity coverage ratio	203.5 %	180.7 %	249.8 %
Loan deposit ratio	91.9 %	84.5 %	66.6 %
Coverage ratio I	31.4 %	34.8 %	35.8 %
Coverage ratio III	112.4 %	105.2 %	106.1 %
Resources			
	1-12/2023	1-12/2022	1-12/2021
Staff average	1,245	1,250	1,293
Thereof domestic	1,245	1,250	1,293
	31 Dec 2023	31 Dec 2022	31 Dec 2021
Staff at end of period	1,265	1,237	1,270
Thereof domestic	1,265	1,237	1,270
Number of branches	54	54	56
Thereof domestic	54	54	56
Number of customers	298,994	308,379	324,921

The preliminary equity ratios are displayed in relation to total risk.

The cost-income-ratio is the ratio between operating income and operating expenses. Operating income includes net interest income, net fee and commission income, net trading income and if positive other operating result and result from discontinued operation. Operating expenses include general administrative expenses and if negative other operating result and result from discontinued operation. Other operating result and result from discontinued operation is displayed net of other taxes, deconsolidation result and valuation result according to IFRS 5.

The ROE before taxes indicates the result before taxes in relation to average equity including non-controlling interest.

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The net interest margin shows the net interest income in relation to total assets.

The NPL ratio indicates the portfolio of non-performing loans in relation to the total exposure of all loans to and receivables from customers.

The leverage ratio indicates the business volume (CCF-weighted off-balance positions plus derivatives add-on, replacement value of derivatives, disallowance of derivative claims and financial volume) in relation to the tier 1 capital (CET1 + AT1).

The net stable funding ratio indicates the available stable funding in relation to the necessary stable funding.

The liquidity coverage ratio (LCR) describes the ratio of highly liquid assets to net outflows over the next 30 days assuming a stress scenario, and thus the ability to cover short-term liquidity outflows.

The loan deposit ratio indicates the total amount of loan accounts, overdraft facilities less syndicated loans in relation to the total amount of savings deposits, demand deposits and fixed term deposits.

The coverage ratio I indicates the coverage ratio of non-performing loans by risk provisions.

The coverage ratio III indicates the coverage ratio of non-performing loans by risk provisions and collaterals.

Staff figures are calculated based on full-time equivalent.

Statement of comprehensive income

INCOME STATEMENT	1-12/2023	1-12/2022	Changes	
	Euro thousand	Euro thousand	Euro thousand	%
Interest and similar income	456,979	211,260	245,720	116.31 %
thereof using the effective interest method	433,040	203,217	145,898	71.79 %
Interest and similar expenses	-272,420	-80,831	-191,589	> 200.00 %
Net interest income	184,560	130,429	54,131	41.50 %
Risk provision	-23,527	-17,582	-5,944	33.81 %
Fee and commission income	84,580	81,505	3,075	3.77 %
Fee and commission expenses	-20,425	-21,591	1,166	-5.40 %
Net fee and commission income	64,155	59,914	4,241	7.08 %
Net trading income	3,157	1,678	1,479	88.15 %
Result from financial instruments and investment properties	-1,378	-9,509	8,131	-85.51 %
Other operating result	126,296	89,164	37,133	41.65 %
General administrative expenses	-236,490	-207,233	-29,257	14.12 %
Result from companies measured at equity	682	-160	842	< -200.00 %
Result before taxes	117,455	46,700	70,754	151.51 %
Income taxes	16,488	20,022	-3,534	-17.65 %
Result after taxes	133,943	66,722	67,221	100.75 %
Result attributable to shareholders of the parent company (Consolidated net result)	133,943	66,698	67,245	100.82 %
Result attributable to non-controlling interest	0	24	-24	-100.00 %
OTHER COMPREHENSIVE INCOME	1-12/2023	1-12/2022	Changes	
	Euro thousand	Euro thousand	Euro thousand	%
Result after taxes	133,943	66,722	67,221	100.75 %
Items that will not be reclassified to profit or loss				
Revaluation of obligation of defined benefit plans (including deferred taxes)	-1,252	7,021	-8,273	-117.83 %
Revaluation reserve (including deferred taxes)	223	37	186	> 200.00 %
Fair value reserve - equity instruments (including deferred taxes)	11,313	1,024	10,289	> 200.00 %
Revaluation of own credit risk (including deferred taxes)	938	587	351	59.73 %
Total items that will not be reclassified to profit or loss	11,222	8,669	2,553	29.45 %
Items that may be reclassified to profit or loss				
Fair value reserve - debt instruments (including deferred change in fair value)	538	-1,439	1,976	-137.37 %
Cash flow hedge reserve (including deferred taxes)				
Change in fair value (effective hedge)	308	-721	1,029	-142.80 %
Net amount transferred to profit or loss	126	-10	136	< -200.00 %
Change from companies measured at equity	999	1,177	-178	-15.13 %
Total items that may be reclassified to profit or loss	1,971	-991	2,963	< -200.00 %
Other comprehensive income total	13,193	7,677	5,516	71.85 %
Comprehensive income	147,136	74,399	72,736	97.76 %
Comprehensive income attributable to shareholders of the parent company	147,136	74,376	72,760	97.83 %
Comprehensive income attributable to non-controlling	0	24	-24	-100.00 %

Statement of financial position as at 31 December 2023

	31 Dec 2023 Euro thousand	31 Dec 2022 Euro thousand	Changes Euro thousand	%
ASSETS				
Liquid funds	3,303,819	3,345,392	-41,572	-1.24 %
Loans and receivables credit institutions	2,593,652	2,856,495	-262,842	-9.20 %
Loans and receivables customers	5,816,672	5,480,639	336,033	6.13 %
Assets held for trading	24,771	25,684	-913	-3.56 %
Financial investments	2,694,737	2,112,625	582,111	27.55 %
Investment property	27,187	26,461	726	2.74 %
Companies measured at equity	42,150	39,856	2,294	5.76 %
Participations	77,878	63,015	14,863	23.59 %
Intangible assets	15,677	17,355	-1,678	-9.67 %
Tangible assets	124,191	129,025	-4,834	-3.75 %
Tax assets	73,724	58,793	14,931	25.40 %
Current taxes	0	2,630	-2,630	-100.00 %
Deferred taxes	73,724	56,163	17,561	31.27 %
Other assets	305,356	304,204	1,152	0.38 %
Assets held for sale	0	587	-587	-100.00 %
TOTAL ASSETS	15,099,814	14,460,130	639,684	4.42 %
LIABILITIES				
Amounts owed to credit institutions	2,988,163	4,058,046	-1,069,883	-26.36 %
Amounts owed to customers	6,531,503	6,764,572	-233,069	-3.45 %
Debts evidenced by certificates	3,322,662	1,723,251	1,599,412	92.81 %
Lease liabilities	79,553	82,248	-2,694	-3.28 %
Liabilities held for trading	23,946	29,693	-5,747	-19.35 %
Provisions	57,255	56,805	450	0.79 %
Tax liabilities	5,234	2,210	3,024	136.82 %
Current taxes	4,784	1,473	3,311	> 200.00 %
Deferred taxes	450	737	-287	-38.91 %
Other liabilities	595,170	368,242	226,928	61.62 %
Subordinated liabilities	401,973	398,817	3,157	0.79 %
Equity	1,094,355	976,248	118,107	12.10 %
Shareholders' equity	1,094,355	976,168	118,187	12.11 %
Non-controlling interest	0	80	-80	-100.00 %
TOTAL LIABILITIES	15,099,814	14,460,130	639,684	4.42 %

Segment reporting by business segments

Euro thousand

1-12/2023	Retail	CO	Consolidation	Total
Net interest income	185,669	-1,109	0	184,560
Risk provisions	-30,008	6,482	0	-23,527
Net fee and commission income	68,392	-4,352	115	64,155
Net trading income	179	2,978	0	3,157
Result from financial instruments and investment properties	907	-2,285	0	-1,378
Other operating result	4,317	185,724	-63,746	126,296
General administrative expenses	-143,616	-156,505	63,631	-236,490
Result from companies measured at equity	1,319	-637	0	682
Annual result before taxes	87,159	30,296	0	117,455
Income taxes	4,643	11,845	0	16,488
Annual result after taxes	91,802	42,141	0	133,943

31 Dec 2023

Total assets	6,925,394	9,422,817	-1,248,397	15,099,814
Loans and receivables customers	5,778,052	38,621	0	5,816,672
Companies measured at equity	33,404	8,746	0	42,150
Amounts owed to customers	5,613,899	940,728	-23,124	6,531,503
Debts evidenced by certificates, including subordinated liabilities	94,474	3,630,161	0	3,724,636

1-12/2022

Net interest income	113,486	16,943	0	130,429
Risk provisions	-10,304	-7,278	0	-17,582
Net fee and commission income	65,924	-6,085	75	59,914
Net trading income	276	1,402	0	1,678
Result from financial instruments and investment properties	-1,386	-8,123	0	-9,509
Other operating result	-12,788	157,569	-55,618	89,164
General administrative expenses	-125,671	-137,105	55,543	-207,233
Result from companies measured at equity	-206	46	0	-160
Annual result before taxes	29,332	17,369	0	46,700
Income taxes	7,063	12,959	0	20,022
Annual result after taxes	36,395	30,327	0	66,722

31 Dec 2022

Total assets	6,721,831	8,813,504	-1,075,204	14,460,130
Loans and receivables customers	5,487,294	-3,768	-2,864	5,480,662
Companies measured at equity	31,097	8,759	0	39,856
Amounts owed to customers	5,746,913	1,045,308	-27,649	6,764,572
Debts evidenced by certificates, including subordinated liabilities	94,474	2,027,593	0	2,122,067

Own funds of the VB Wien Group - Transitional (preliminary)

Euro thousand	31 Dec 2023	31 Dec 2022
Common tier I capital: Instruments and reserves		
Capital instruments including share premium accounts	338,303	340,175
Retained earnings	236,853	273,983
Accumulated other comprehensive income (and other reserves)	157,476	139,430
Common tier I capital before regulatory adjustments	732,632	753,588
Common tier I capital: regulatory adjustments		
Intangible assets (net of related tax liability)	-15,677	-17,355
Cash flow hedge reserve	325	760
Cumulative gains and losses due to changes in own credit risk on fair valued liabilities	-1,899	-961
Fair value gains and losses arising from the institution's own credit risk related to derivative liabilities	246	266
Value adjustments due to the requirement for prudent valuation	-879	-890
CET1 instruments of financial sector entities where the institution has a significant investment	-13,723	0
Deferred tax assets that rely on future profitability and do not arise from temporary differences net of associated tax liabilities	-56,319	-32,656
Insufficient coverage for non-performing exposures	-2,272	-1,277
Regulatory adjustments - transitional provisions	4,039	8,405
Adjustments to be made due to transitional regulations under IFRS 9	4,039	8,405
Amount exceeding the threshold of 17.65 %	0	0
Additional CET1 deductions pursuant to article 3 CRR	-12,554	-27,476
Total regulatory adjustments	-98,713	-71,184
Common equity tier I capital - CET1	633,919	682,404
Additional tier I capital: instruments		
Capital instruments including share premium accounts	220,000	220,000
Additional tier I capital before regulatory adjustments	220,000	220,000
Additional tier I capital: regulatory adjustments		
Total regulatory adjustments	0	0
Additional tier I capital - AT1	220,000	220,000
Tier I capital (CET1 + AT1)	853,919	902,404
Tier II capital - instruments and provisions		
Capital instruments including share premium accounts	300,183	379,926
Tier II capital before regulatory adjustments	300,183	379,926
Tier II capital: regulatory adjustments		
Total regulatory adjustments	0	0
Tier II capital - T2	300,183	379,926
Own funds total - TC (T1 + T2)	1,154,102	1,282,330
Common equity tier I capital ratio (excl. profit of the year)	14.27 %	
Common equity tier I capital ratio (incl. profit of the year)	17.59 %	16.93 %
Tier I capital ratio	19.23 %	22.38 %
Equity ratio (excl. profit of the year)	25.98 %	
Equity ratio (incl. profit of the year)	29.30 %	31.81 %
each in relation to total risk exposure amount		

Risk weighted assessment amounts

Euro thousand	31 Dec 2023	31 Dec 2022
Risk weighted exposure amount - credit risk	3,812,718	3,400,284
Total risk exposure amount - settlement risk	0	109
Total risk exposure amount for position, foreign exchange and commodities risks	22,650	20,969
Total risk exposure amount for operational risk	597,173	597,173
Total risk exposure amount for credit valuation adjustment (cva)	8,932	13,135
Total risk exposure amount	4,441,474	4,031,670

Own funds of the VB Wien Group - Fully loaded (preliminary)

Euro thousand	31 Dec 2023	31 Dec 2022
Common tier I capital: Instruments and reserves		
Capital instruments including share premium accounts	338,303	340,175
Retained earnings	236,853	273,983
Accumulated other comprehensive income (and other reserves)	157,476	139,430
Common tier I capital before regulatory adjustments	732,632	753,588
Common tier I capital: regulatory adjustments		
Intangible assets (net of related tax liability)	-15,677	-17,355
Cash flow hedge reserve	325	760
Cumulative gains and losses due to changes in own credit risk on fair valued liabilities	-1,899	-961
Fair value gains and losses arising from the institution's own credit risk related to derivative liabilities	246	266
Value adjustments due to the requirement for prudent valuation	-879	-890
CET1 instruments of financial sector entities where the institution has a significant investment	-13,723	0
Deferred tax assets that rely on future profitability and do not arise from temporary differences net of associated tax liabilities	-56,319	-32,656
Amount exceeding the threshold of 17.65 %	0	0
Insufficient coverage for non-performing exposures	-2,272	-1,277
Additional CET1 deductions pursuant to article 3 CRR	-12,554	-27,476
Total regulatory adjustments	-102,752	-79,589
Common equity tier I capital - CET1	629,880	673,999
Additional tier I capital: instruments		
Capital instruments including share premium accounts	220,000	220,000
Additional tier I capital: regulatory adjustments		
Total regulatory adjustments	0	0
Additional tier I capital - AT1	220,000	220,000
Tier I capital (CET1 + AT1)	849,880	893,999
Tier II capital - instruments and provisions		
Capital instruments including share premium accounts	300,183	379,926
Tier II capital before regulatory adjustments	300,183	379,926
Tier II capital: regulatory adjustments		
Total regulatory adjustments	0	0
Tier II capital - T2	300,183	379,926
Own funds total - TC (T1 + T2)	1,150,063	1,273,925
Common equity tier I capital ratio (excl. profit of the year)	14.19 %	
Common equity tier I capital ratio (incl. profit of the year)	17.51 %	16.75 %
Tier I capital ratio	19.15 %	22.22 %
Equity ratio (excl. profit of the year)	25.91 %	
Equity ratio (incl. profit of the year)	29.23 %	31.66 %
each in relation to total risk exposure amount		

Risk weighted assessment amounts

Euro thousand	31 Dec 2023	31 Dec 2022
Risk weighted exposure amount - credit risk	3,809,304	3,391,878
Total risk exposure amount - settlement risk	0	109
Total risk exposure amount for position, foreign exchange and commodities risks	22,650	20,969
Total risk exposure amount for operational risk	597,173	597,173
Total risk exposure amount for credit valuation adjustment (cva)	8,932	13,135
Total risk exposure amount	4,438,060	4,023,265

Amounts owed to customers

Euro million	31 Dec 2023	31 Dec 2022
Saving deposits	1,014.4	1,516.9
Giro- and term deposits	5,516.7	5,247.9

Distribution of loans and receivables (gross) to customers by customer segments ¹⁾

	31 Dec 2023	31 Dec 2022
Retail	2,086.5	2,164.4
SME	2,801.2	2,571.7
Corporates	326.3	243.7
Public sector	46.2	36.0
Others	688.0	608.0

25 largest customer exposures

Top 25 exposures represent 17.1 % (PY: 15.5 %) of Volksbank Wien's total loans and receivables to customers (largest single customer exposure: 1.5% (PY: 1.3 %) of total loans and receivables to customers).

Additional information from individual financial Statement (UGB)

Euro million	31 Dec 2022	31 Dec 2021
Available Distributable Items (ADIs)	301.6	142.6
§ 57/1 BWG reserves	17.9	17,9

1) The definition of customer segments is derived from the regulatory segmentation criteria.