

Presentation to Fixed Income Investors

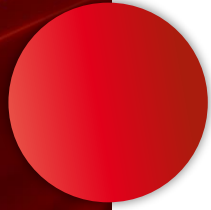
Bank Austria

Vienna, November 2024

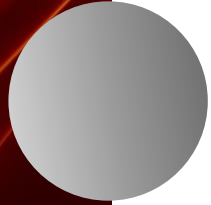
Empowering
Communities to Progress.

 **Bank Austria**
Member of  **UniCredit**

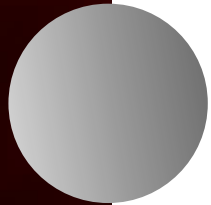
Agenda



Overview of Bank Austria Group



Funding & Liquidity



Annex



Bank Austria, a leading bank and bond issuer in the local market



Macroeconomic and legal environment

- Austria has a **diversified economy** and one of the highest **GDP per capita** in the EU
- **Harmonized Covered Bond Law in Austria** since 2022, based on the respective EU Directive

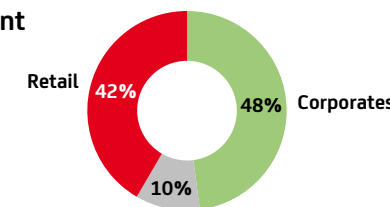
High ratings for Austria from leading rating agencies: **AA+** from S&P and Fitch; **Aa1** by Moody's



Bank Austria - Highlights

- Member of **UniCredit**: strong presence in 13 European countries
- **Leading** position in **Corporates** as well as **Wealth Management & Private Banking**, one of the largest retail banks in Austria
- **Strong market shares** of **12%** both in loans and deposits
- **Strategic focus** on **ESG** and **Digital**

Revenues by Segment



Wealth Management & Private Banking



Bank Austria - KPIs

- Recent quarters with the **strongest results ever**
- **High cost-efficiency**, also compared to peers
- **Low cost of risk**, reflecting prudent risk approach
- **Strong capital base**
- **Excellent balance** between **loan business** and **stable and diversified funding**

9M24 KPIs:

RoAC: **24.9%**
Cost/Income: **37.3%**
Cost of Risk: **2 bp**
CET 1 Ratio: **19.7%**



Mortgage and Public Sector Covered Bonds

- **Covered bonds** as a **core product**, based on Bank Austria's **strong position in mortgages and public sector loans**
- Mainly **residential mortgages**
- **Cover pools** both **100% Austrian**
- Already **3 green mortgage covered bonds** issued

- **Aaa rating by Moody's** on both cover pools
- **Overcollateralisation:** Mortgage 130%, Public Sector 129%
- **ECBC Covered Bond Label**



Excellent 9M24 result, strong capital base

Key information

- **Member of UniCredit since 2005**
- **Leading corporate bank and one of the largest retail banks in Austria**
- **~ 4,500 FTE and 104 branches** in Austria
- **Excellent capital base** (19.7% CET1 ratio¹⁾)
- **Stable liquidity** with a solid balance between customer loans and deposits
- **High market shares²⁾** in Austria (Loans: 12%, Deposits: 12%)
- Issuer/Deposit **Ratings** at A3/A2 (Moody's) and BBB+ (S&P); Counterparty Ratings at A2 (Moody's) and A- (S&P)

| (in € billion) | Sep-24 | Dec-23 |
|-----------------------------------|--------|--------|
| Total Assets | 108.0 | 102.7 |
| Customer Loans | 61.7 | 64.0 |
| Customer Deposits | 58.5 | 59.5 |
| Equity | 10.6 | 10.5 |
| (in € million) | 9M24 | 9M23 |
| Operating income | 2,050 | 1,997 |
| Operating costs | -765 | -780 |
| LLP | -11 | 5 |
| Net profit | 997 | 934 |
| Cost/income ratio | 37.3% | 39.0% |
| | Sep-24 | Dec-23 |
| CET1 capital ratio ¹⁾ | 19.7% | 19.3% |
| Total capital ratio ¹⁾ | 23.6% | 23.3% |
| Non-performing exposure ratio | 3.0% | 3.4% |
| Coverage ratio | 39.1% | 38.4% |
| Cost of risk | 2 bp | 29 bp |

¹⁾ Capital ratios as of 30 September 2024, based on all risks and according to Basel 3 (transitional)

²⁾ based on data by OeNB (Austrian Central Bank) as of August 2024



Business Model and Market Position in Austria

RETAIL

Retail Banking

- Covers **1.5m^{*)} Retail & Small Business customers** (<€ 1m turnover)
- **Broad multi-channel offer** via **physical branch network** (with a total of 104 branches), **remote advisory** (personal advisory services between 8.00 a.m. and 7.00 p.m., also via video telephony), **digital services** (internet and mobile banking) and **support by experts** in deposit business and real estate financing business

WEALTH MANAGEMENT & PRIVATE BANKING

Wealth Management & Private Banking

- **Successful client approach**
 - via **Private Banking Area** (15 locations all over Austria),
 - **Wealth Management Area** of Schoellerbank (8 branches all over Austria)
 - **Schoellerbank Invest AG** as a separate fund company
 - **Tailor-made financial services** to HNWI and foundations (Wealth Planning, Special Funds Solutions, Generation Planning)

CORPORATES

Corporate coverage: Large corporates (turnover > € 1bn), **Medium corporates** (turnover € 50m – 1 bn) and **Small corporates** (€ 1 – 50m turnover)

Offering the full range of investment banking products, from simple, standardized products to highly complex tailor-made structures, depending on client structure and client needs

- **Multinational corporates in Austria and Nordics**
- **Financial Institutions, Public Sector clients and Commercial real estate clients**
- **Leading role as strategic financial partner in client coverage** which we strive to continuously improve.
For most of the Austrian Large Corporates, we are the **main banking connection** with a wide range of product offering among all product lines
- **Member of UniCredit**, a pan-European Commercial Bank with a unique franchise in **Italy, Germany, Central Europe/CE and Eastern Europe/EE**
 - Unparalleled access to market leading products and services in **13 core markets** through our European banking network
 - Leveraging on an international network of representative offices and branches, UniCredit serves clients in **another 15 countries worldwide**



Excellent profitability, based on a robust operative performance

Profit & Loss Development

- **Operating income** +3% y/y, driven mainly by net interest confirmed at high levels and by substantially higher fee income
- **Operating costs** -2% lower y/y, despite high inflation, due to continued strong cost discipline and further FTE reduction
- **Net write-backs of loans at low levels** at € -11m (9M23: € +5m), due to excellent asset quality and successful collection achievements
- **Group Net Profit** increased further (+7%) to € 997m, due to the factors mentioned above and also lower systemic charges (no 2024 contribution to Single Resolution Fund/SRF)
- **Cost/income ratio: improved further** by about 2 p.p. to **excellent 37.3%**
- **RoAC** also improved to outstanding **24.9%**

Bank Austria Group

(€ million)

| | 9M24 | 9M23 | y/y |
|------------------------------------|--------------|--------------|--------------|
| Operating income | 2,050 | 1,997 | 2.7% |
| Operating costs | -765 | -780 | -2.0% |
| Operating profit | 1,286 | 1,218 | 5.6% |
| Net write-downs of loans | -11 | 5 | >-100% |
| Net operating profit | 1,274 | 1,222 | 4.3% |
| Non-operating items | -31 | -110 | -71.7% |
| Profit (loss) before tax | 1,243 | 1,112 | 11.8% |
| Group Net Profit | 997 | 934 | 6.7% |
| Cost/income ratio | 37.3% | 39.0% | -1.8 p.p. |
| Return on Allocated Capital (RoAC) | 24.9% | 23.3% | +1.6 p.p. |

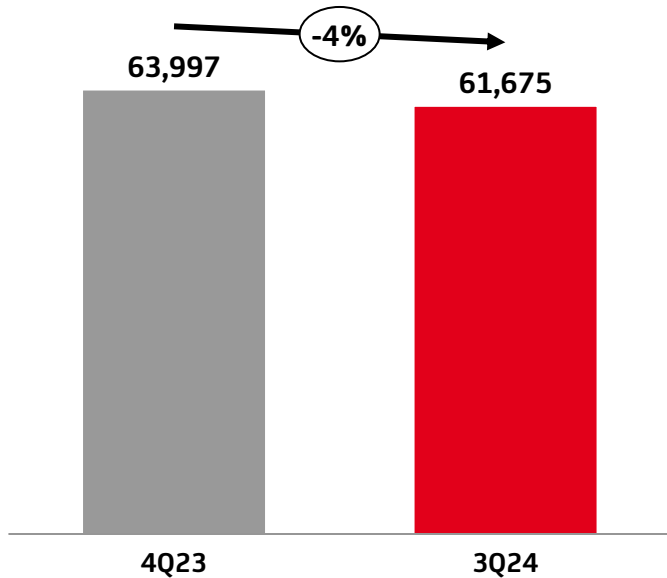
Note:

Figures according to „UniCredit Managerial View“. Comparative figures for the prior period have been recast to reflect the current structure and methodology; Non-operating items include provisions for risks and charges, systemic charges, profit from investments and integration costs.

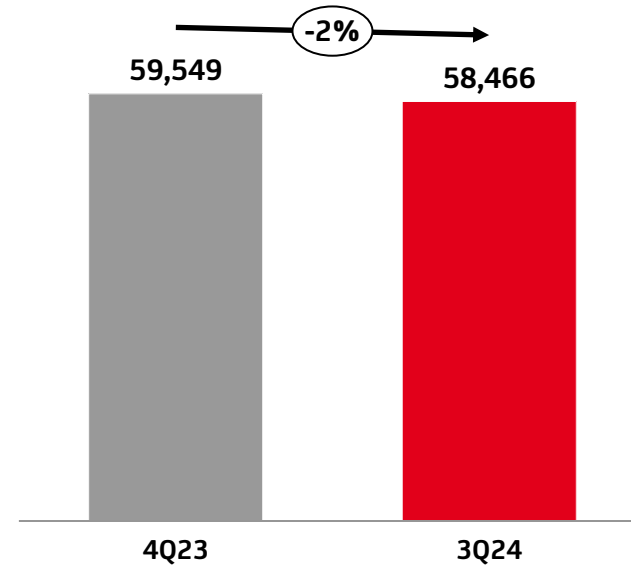


Slight decrease in loans and deposits

Loans to Customers (€ m)



Deposits from Customers (€ m)



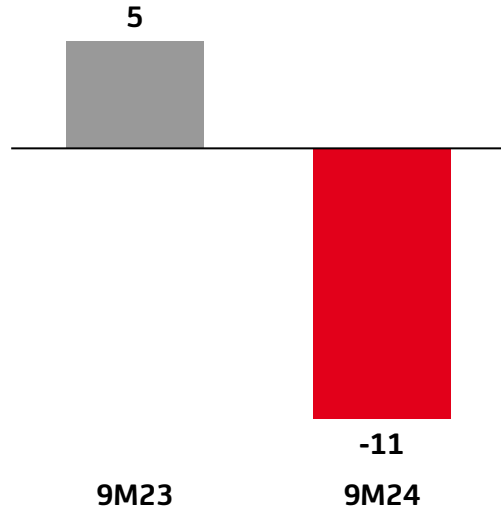
- **Loans to customers** decreased by 4% – reflecting lower demand, mainly influenced by higher interest rates and the changed macroeconomic environment
- Decrease in loans to large corporates (lower demand) and in mortgage loans in line with market trends, also due to more restrictive regulation

- **Deposits from customers** stable in Retail and Wealth Management & Private Banking; decrease driven by volatilities in the Corporates segment



Ongoing solid asset quality

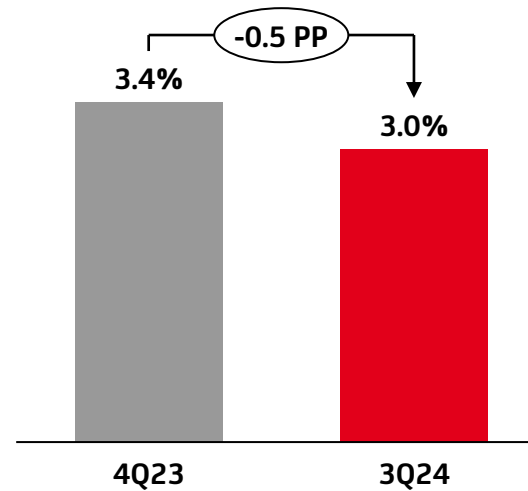
Total Net Write-Downs (LLPs, € m)



- **LLPs:** Excellent risk performance in 9M24 with only €-11m, despite the continuation of the conservative coverage strategy

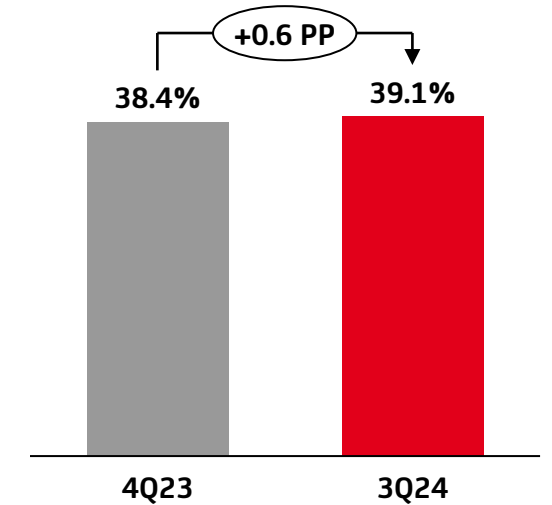
Asset Quality

Gross NPE Ratio ¹⁾



- **NPE ratio** down to 3.0%, due to strong repayments and low inflows

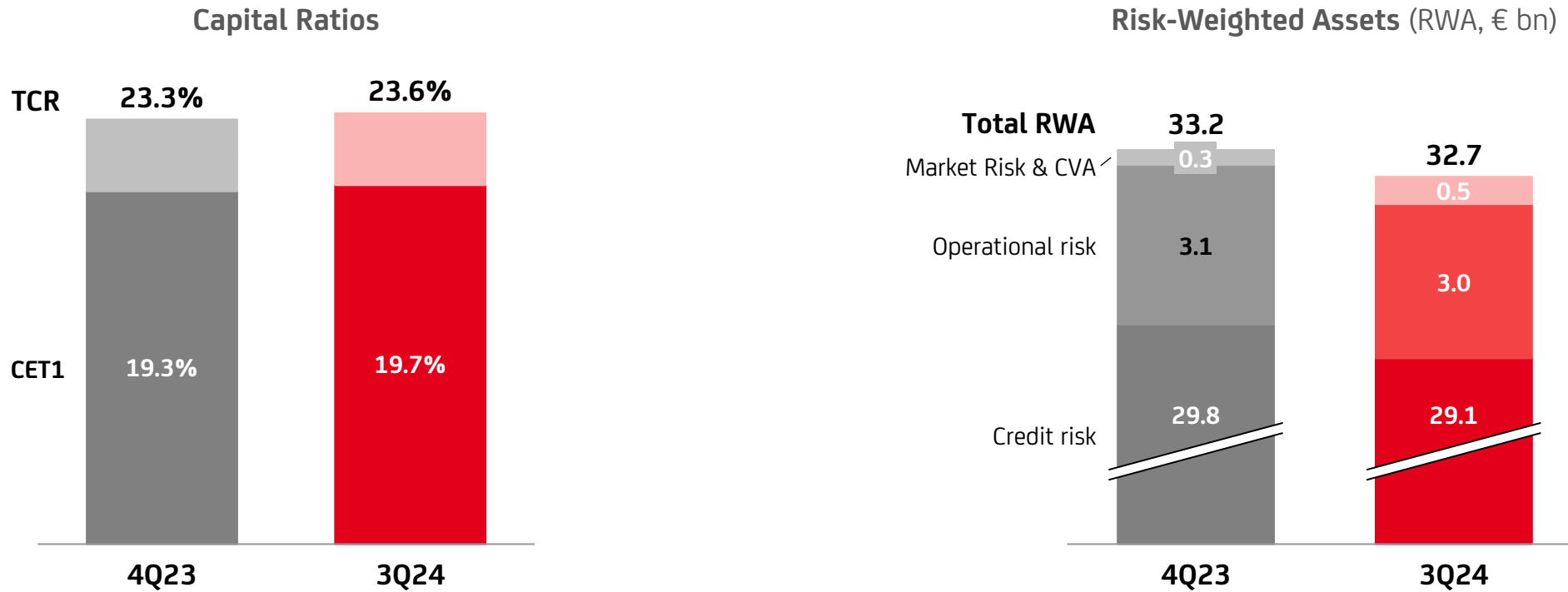
Coverage Ratio



- **Coverage Ratio:** improvement by +0.6 pp, driven by increased provisioning and shifts back to performing loans



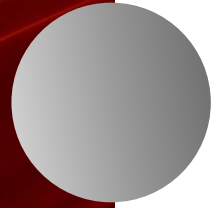
Further improved capital ratios



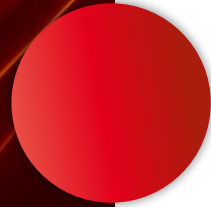
- **CET1 (Common Equity Tier 1) Ratio increased to 19.7%**, well above regulatory requirements
- **Total Capital Ratio** at excellent **23.6%**, increase vs. 4Q23 due to lower RWA (see below)
- **Total RWA** decreased YTD by € 0.5bn to **€ 32.7bn**, mainly due to lower credit risk, driven mainly by exposure dynamics
- **Leverage Ratio** at strong **6.1%**, significantly above regulatory requirements



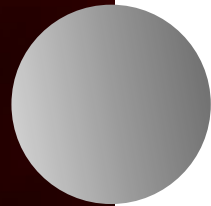
Agenda



Overview of Bank Austria Group



Funding & Liquidity



Annex



Strategic Issuing Platform for UniCredit Group

UniCredit S.p.A. – Holding

- **UniCredit S.p.A.** is operating as the **Group Holding** as well as the Italian operating bank:
 - **TLAC/MREL issuer** assuming Single-Point of Entry (SPE)
 - **Coordinated Group-wide funding and liquidity management** to optimize market access and funding costs
 - **Diversified by geographies and funding sources**

UniCredit Bank Austria AG

- **Mortgage- and Public Sector Pfandbriefe**
- **Senior benchmark**
- **Housing bank bonds** (Wohnbaubank-Anleihen)
- **Registered secs.** (SSD, NSV^{*)} covered/senior
- **Private placements**
- **Network issues**

- **Bank Austria** acts as **Liquidity Reference Bank (LRB)** for all Austrian Group Entities and is a **Strategic Issuing Platform for UniCredit Group**
- **Bank Austria** has its **own Issuing Programs** for the respective instruments to be issued
- **Bank Austria** continues to be **present on the local and global markets**
- **Coordinated approach within UniCredit** regarding **issuing activities** on the **global markets**



Funding Strategy Bank Austria Group – Self-Sufficiency Principle

Key Pillars of Bank Austria Group Funding Strategy

Well-diversified funding base due to Bank Austria's commercial banking model, consisting of

- strong client deposit base related to a variety of products (sight-, savings- and term deposits)
- complemented by medium- and long-term placements of own issues in the capital market in order to cover the medium- and long-term funding needs
- intragroup funding only for the purpose of iMREL compliance, mainly in Senior Non-Preferred (SNP) format

The key pillars described above are part of the **self sufficiency principle of Bank Austria's funding strategy which means in particular:**

- The self sufficiency principle ensures that the proceeds are used primarily for business development of entities of Bank Austria Group
- It enables Bank Austria to calculate its own funding costs according to its own risk profile



Clear and strict Risk Management Principles

Clear Rules and Principles in Bank Austria for the Management of Liquidity and Funding

Liquidity strategy

- Bank Austria acting as an independent Liquidity Reference Bank (LRB) within UniCredit Group - in line with the self-funding principle of the Group Strategy
- Bank Austria manages the liquidity development in Austria (including all Austrian Group entities)

Clear operative rules

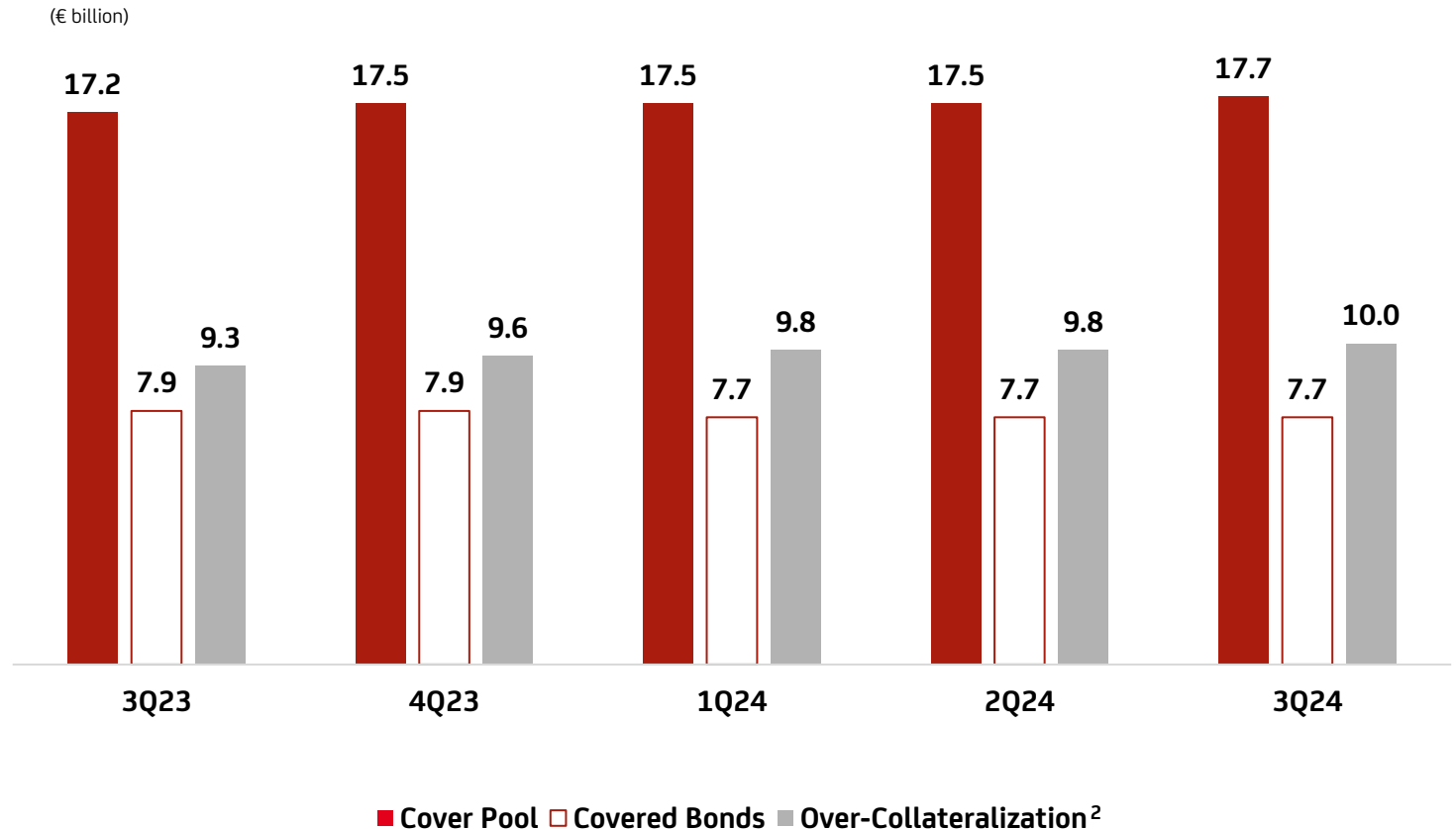
- Active liquidity and funding management by defining short-term and structural liquidity and funding limits for all subsidiaries of BA Group
- All national legal / regulatory constraints have to be followed on single entity level
- Bank Austria establishes a separate Funding and Liquidity Plan for Austria as part of the Funding and Liquidity Plan of UniCredit Group
- Bank Austria enjoys a sound counter-balancing capacity and ensuring compliance with key liquidity indicators (LCR >100%, NSFR >100%)



Mortgage Covered Bonds - Overview and Yearly Development

KEY HIGHLIGHTS

- Total value of the cover pool (primary coverage) as of 30 September 2024: **17,675 million**
 - of which **LOANS: 17,624 million**
 - of which **BONDS: 51 million**
- Focus on purely Austrian mortgages
- Moody's rating: **Aaa**
- **ECBC Covered Bond Label¹**
- **No foreign currency risk**
(only EUR exposures in the cover pool)



¹ List of Pfandbriefe and covered bonds incl. ISINs and information on the soft/hard bullet structure is on the Covered Bond Label Website (<https://www.coveredbondlabel.com/issuer/60-unicredit-bank-austria-ag>).

² Contains 2% legal Over-Collateralisation of the notional amount of the covered bonds, the remaining part is not bound.

EMTN base prospectus incl. conditions of a potential postponement of maturity (<https://www.bankaustria.at/en/about-us-issues-under-base-prospectuses-base-prospectuses.jsp>).

List of "European Covered Bonds (Premium)" can be found on the website of the Austrian Financial Market Authority (<https://www.fma.gv.at/en/banks/fma-disclosure/other-disclosure-items/>).



Parameter of Cover Assets and Issues

KEY PARAMETERS¹

AVERAGE LOAN-TO-VALUE

43.4%

Weighted Average Life
(in years including Amortization)

10.5

Total Number of Loans

72,146

Total Number of Debtors

62,620

Stake of 10 Biggest Debtors

9.6%

Stake of Bullet Loans

12.6%

Stake of Fixed Interest Loans

57.3%

Average Interest Rate

3.2%

Stake of Defaulted / 90 Days Overdue Loans

0.0%

Covered Liquidity Buffer Requirement (€ million)

0.0

STAKE OF 10 BIGGEST
LOANS

6.7%

AVERAGE LOAN SIZE

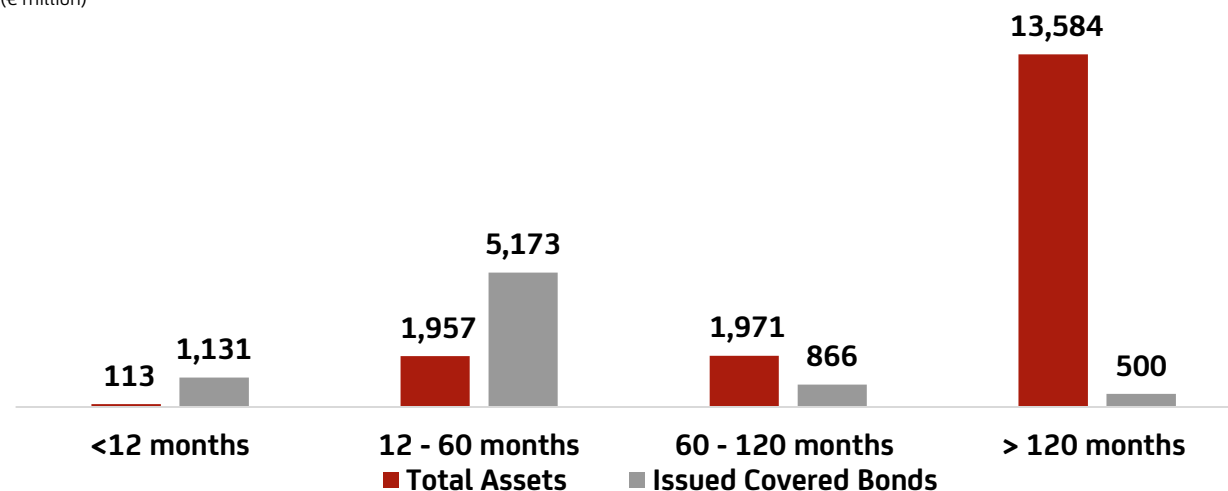
0.2mn

AVERAGE RESIDUAL MATURITY
OF BONDS

3.6years

MATURITY PROFILE OF ASSETS² AND ISSUED COVERED BONDS

(€ million)



¹ Without bonds / The valuation method for the cover assets is in accordance with § 6 (4) PfandBG

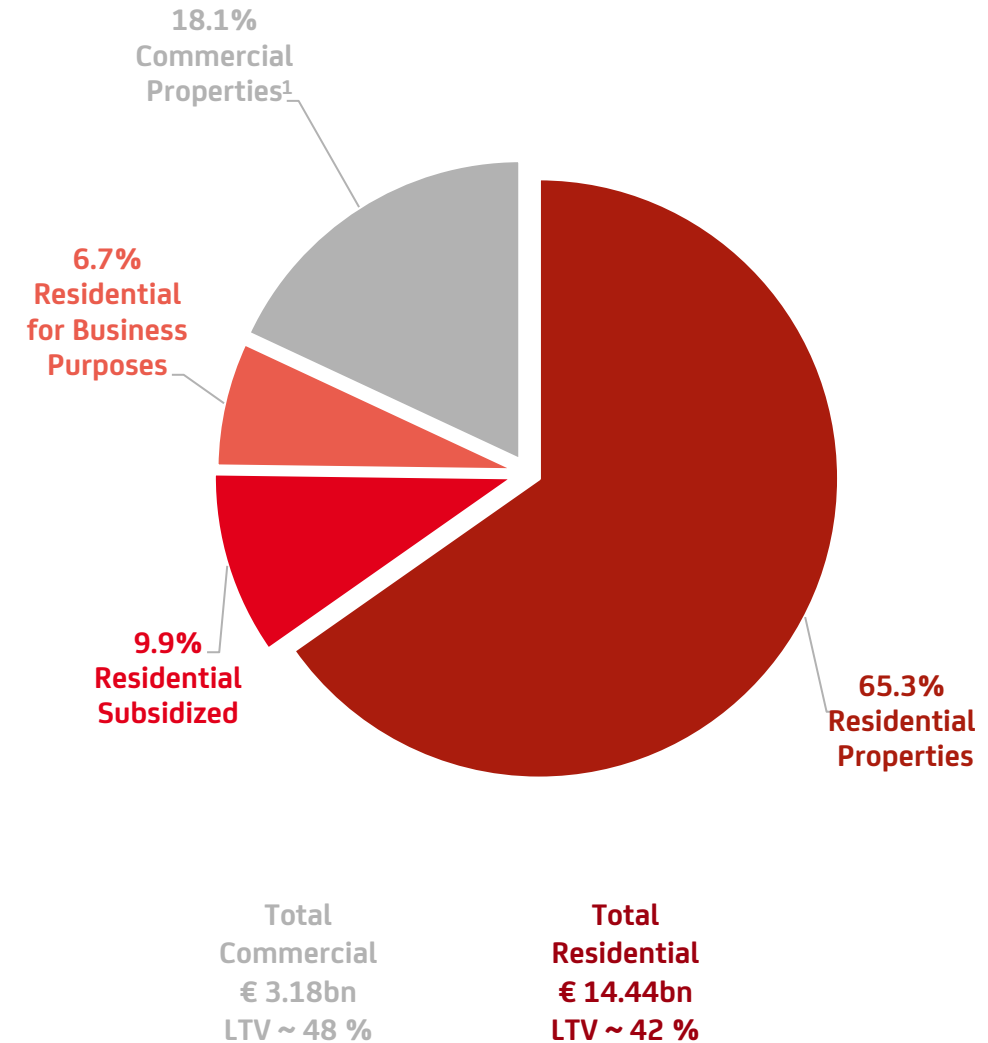
² Without consideration of the repayment and without bonds



Granular Pool of Austrian Assets with more than 80% Residential Mortgages

» HIGH QUALITY MORTGAGE COVER POOL

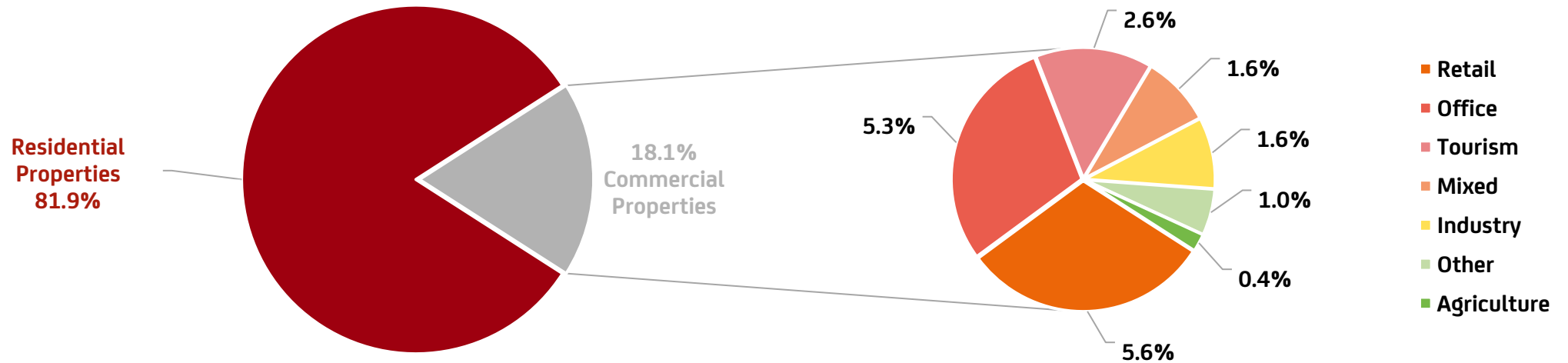
- **Residential properties** represent the **majority** of the mortgage cover pool, while around 18% consist of Commercial properties
- Properties located **exclusively in Austria** and overall cover pool with **low average LTV** (below 50%)
- **Granular mortgage cover pool** with average loan volume of € 0.2mn and share of 10 biggest debtors below 10%
- **No defaulted loans, no foreign exchange exposure** and no derivatives in the cover pool
- Moody's Collateral Score of 5.8% (better than peers) and minimum Overcollateralization requirement consistent with Aaa rating of 5.0%
- **High Overcollateralization** in the mortgage cover pool of **more than 100%** (€ 17.7bn Total Value of the Cover Pool versus € 7.7bn Outstanding Covered Bonds), better than peers
- All assets in the cover pool comply with European legislation (CRR) resulting in **European Covered Bonds (Premium)**
- **Green buildings** account for around **20%** of the mortgage cover pool volume



¹ Commercial Properties breakdown on the next slide



Diversified Commercial Real Estate following strict criteria



ORIGINATION

Strict origination criteria for commercial real estate based on **cash-flow & asset-based financing** approach



COLLATERAL

Focus on **highly collateralized projects** with **conservative valuation** and collateral haircuts



LOCATION

Commercial real estate focused on **prime locations** in the **largest Austrian cities** (mainly Vienna, Graz and Linz)



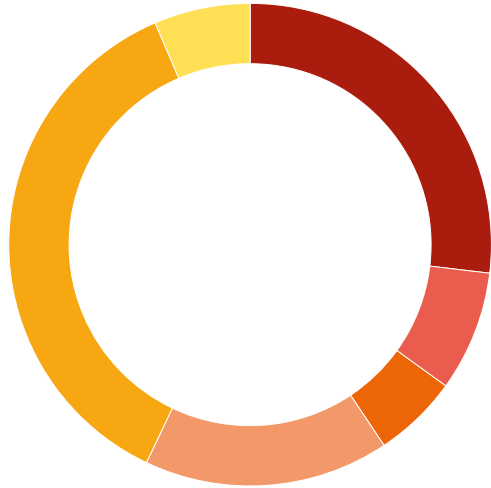
OBJECT TYPE

Mainly **Office and Retail** objects with **low vacancy rates** and **stable cash-flow generation**



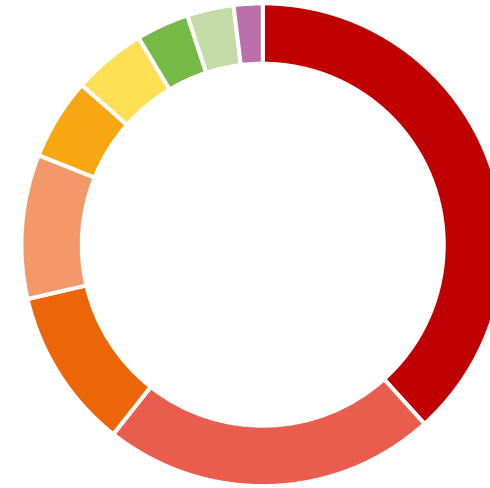
Mortgages by Size and Region

BREAKDOWN BY SIZE



- 26.9% >5,000,000
- 8.1% 1,000,000-5,000,000
- 5.7% 500,000-1,000,000
- 16.4% 300,000-500,000
- 36.5% 100,000 - 300,000
- 6.4% <100,000

REGIONAL BREAKDOWN



- 38.3% Vienna
- 22.3% Lower Austria
- 10.8% Styria
- 9.7% Upper Austria
- 5.5% Tirol
- 4.9% Carinthia
- 3.5% Salzburg
- 3.1% Burgenland
- 1.9% Vorarlberg



ESG Overview¹

HIGHLIGHTS

1st Mortgage Green Covered Bond

500mn

2022

2nd Mortgage Green Covered Bond

750mn

2023

3rd Mortgage Green Covered Bond

750mn

2024

Eligible Green Portfolio

4.15bn

as of 1Q2023

+98%

Compared to 3Q2021

Impact

41,800tons

CO₂ savings annually

289,808MWh

Total Energy savings per Year

BREAKDOWN BY BUILDING TYPE



- 50% Multi Family Houses
- 32% Single Family Houses
- 12% Office Buildings
- 3% Hospitality Buildings
- 3% Retail Buildings

BREAKDOWN BY REGION



- 46% Vienna
- 22% Lower Austria
- 10% Styria
- 8% Upper Austria
- 14% Others

- » Eligible Green Portfolio comprising **Green Buildings**
- » Eligibility criteria and assessment guided by the **UniCredit Sustainability Bond Framework** and the **ICMA Green Bond Principles**



Bank Austria aims to issue at least one Green Covered Bond per year and be a leading green bond issuer in Austria

¹ See Sustainability Bond Report 2023 of UniCredit Bank Austria AG.



Eligibility Criteria for Green Buildings¹

GREEN BUILDINGS PORTFOLIO

EXISTING BUILDINGS (built before 2021)

ENERGY PERFORMANCE CERTIFICATE (EPC)²

→ Energy performance certificate with energy efficiency rating of A or better

TOP 15% MOST ENERGY-EFFICIENT BUILDINGS² (based on year of building permit)

→ Green Bond asset is within the Top 15% of each Austrian county when its year of building permit is not older than corresponding building energy code (by type of building and county) e.g. single family houses in Salzburg are part of top 15% if building energy code is OIB-R6-2007/2010³ or newer, corresponding to year of building permit not older than 2012

| <u>Single family houses</u> <i>year of building permit by county</i> | <u>Multi family houses</u> <i>year of building permit by county</i> | <u>Office & Retail buildings</u> <i>year of building permit by county</i> | <u>Hospitality buildings</u> <i>year of building permit by county</i> |
|--|---|--|--|
| <ul style="list-style-type: none"> Salzburg: 2012 All other counties: 2010 | <ul style="list-style-type: none"> Salzburg: 2012 Vorarlberg: 2013 Burgenland: 2017 All other regions: 2010 | <ul style="list-style-type: none"> Tyrol, Vorarlberg: 2008 Lower Austria: 2010 Salzburg: 2012 All other counties: 2009 | <ul style="list-style-type: none"> Tyrol, Vorarlberg: 2008 Lower Austria, Vienna: 2010 Salzburg: 2012 All other counties: 2009 |

MAJOR RENOVATIONS²

- Major renovation meets cost optimal minimum energy performance requirements for total energy efficiency

Calculations provided by **DREES & SOMMER**

¹ The low carbon building criteria are aligned with the EU Taxonomy (Delegated Act June 2021- technical criteria for climate change mitigation) Criteria are valid for assets located in Austria. Status: May 2023. Assets do need to comply only with one of the criteria to proof eligibility, according to the corresponding asset category and usage.

² 83.7%: top 15% approach, 10.7%: EPC class 'A' or better and 5.6%: major renovations. See Sustainability Bond Report 2023 of UniCredit Bank Austria AG.

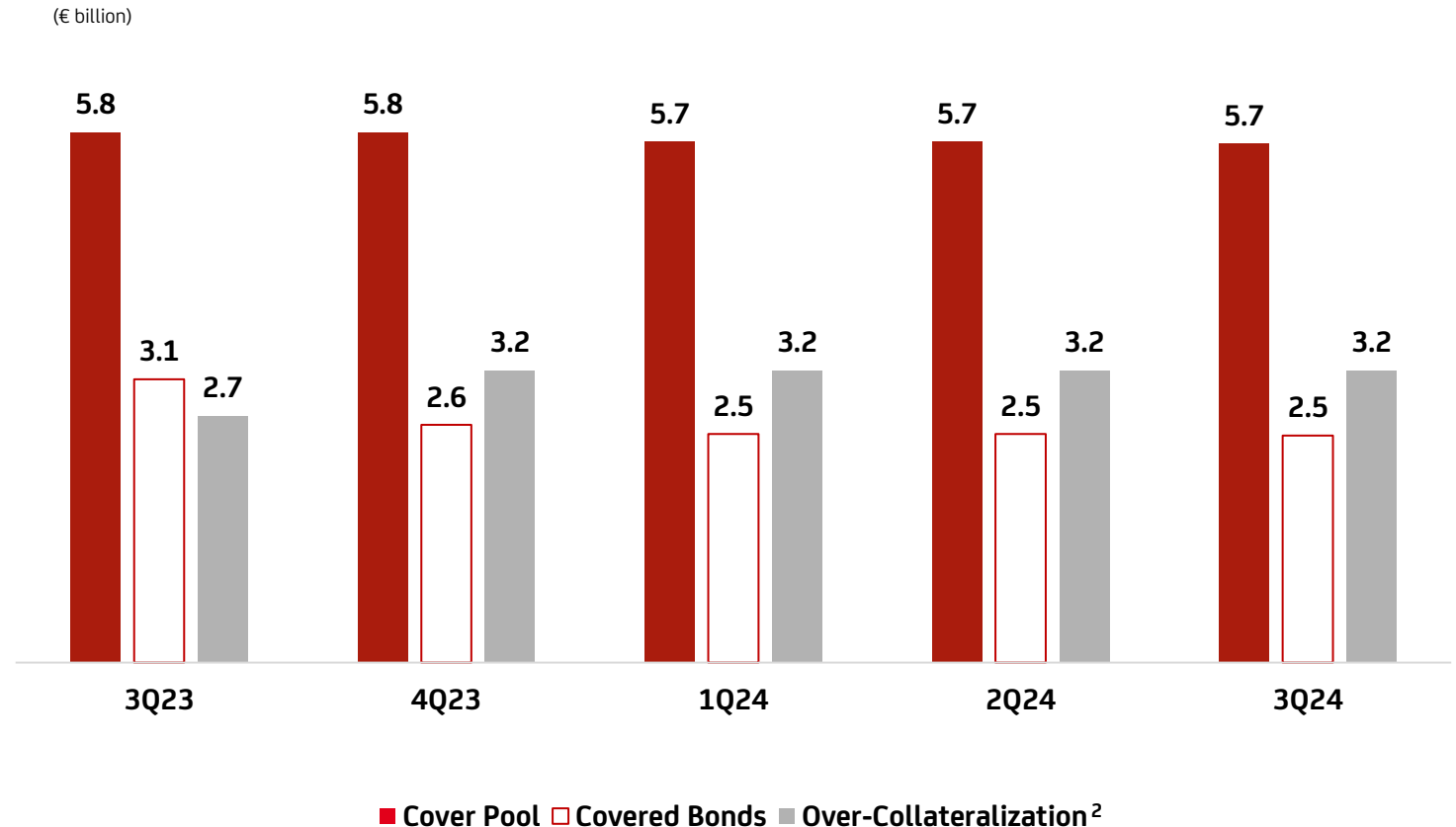
³ Building energy codes are based on guidelines issued by the Austrian Institute of Construction Engineering.



Public Sector Covered Bonds - Overview and Yearly Development

KEY HIGHLIGHTS

- Total value of the cover pool (primary coverage) as of 30 September 2024: **5,678 million**
 - of which **LOANS: 5,253 million**
 - of which **BONDS: 425 million**
- Focus on purely Austrian claims
- Moody's rating: **Aaa**
- **ECBC Covered Bond Label¹**
- **No foreign currency risk**
(only EUR exposures in the cover pool)



¹ List of Pfandbriefe and covered bonds incl. ISINs and information on the soft/hard bullet structure is on the Covered Bond Label Website (<https://www.coveredbondlabel.com/issuer/60-unicredit-bank-austria-ag>).

² Contains 2% legal Over-Collateralisation of the notional amount of the covered bonds, the remaining part is not bound.

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Parameter of Cover Pool and Issues

KEY PARAMETERS¹

AVERAGE LOAN SIZE

1.4mn

WEIGHTED AVERAGE LIFE OF ASSETS²

9.0years

STAKE OF 10 BIGGEST GUARANTORS

30.5%

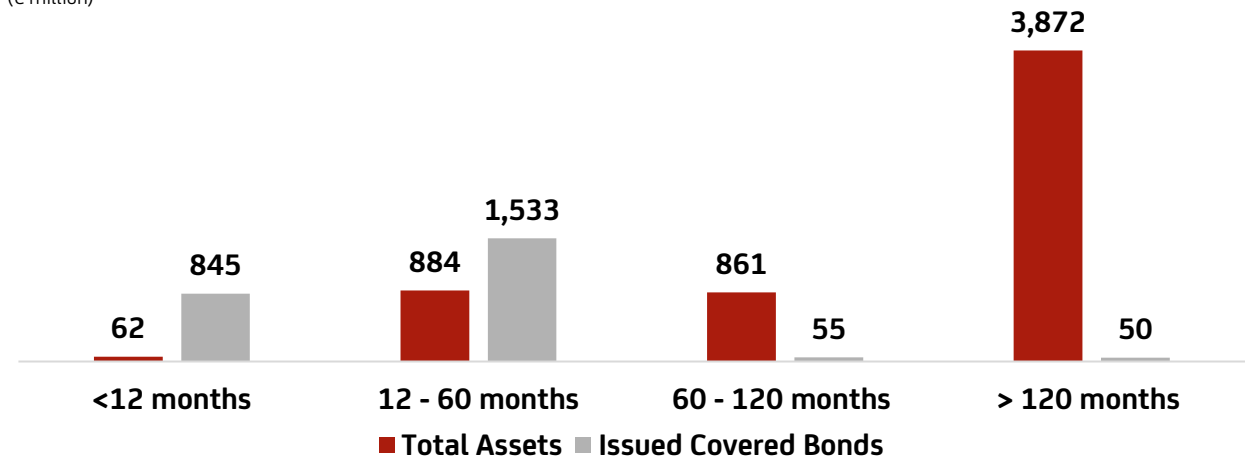
AVERAGE RESIDUAL MATURITY OF BONDS

1.9years

| | |
|--|-------|
| Total Number of Loans | 3,987 |
| Stake of 10 Biggest Loans | 23.4% |
| Total Number of Debtors | 1,887 |
| Total Number of Guarantors | 271 |
| Stake of Bullet Loans | 28.4% |
| Stake of Fixed Interest Loans | 58.3% |
| Average Interest Rate | 2.7% |
| Stake of Defaulted / 90 Days Overdue Loans | 0.0% |
| Covered Liquidity Buffer Requirement (€ million) | 0.0 |

MATURITY PROFILE OF ASSETS³ AND ISSUED COVERED BONDS

(€ million)



¹ The valuation method for the cover assets is in accordance with § 6 (4) PfandBG

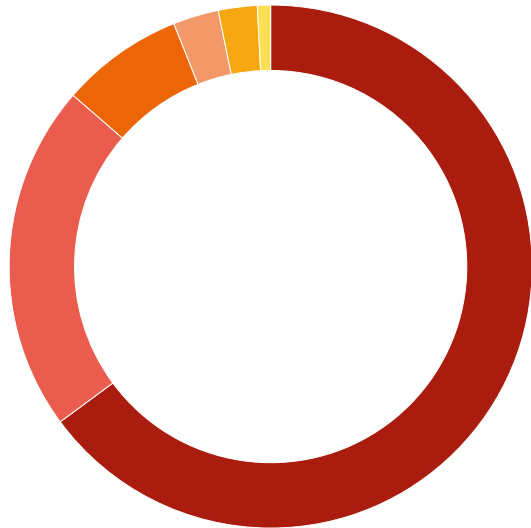
² Including Amortization

³ Without consideration of the repayment



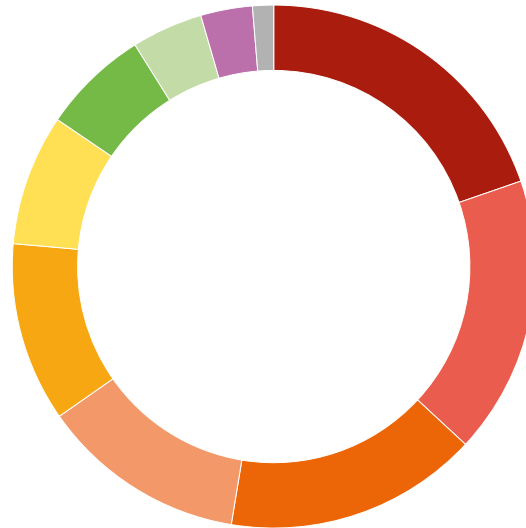
Assets by Size, Region and Type of Debtor/Guarantor

BREAKDOWN BY SIZE



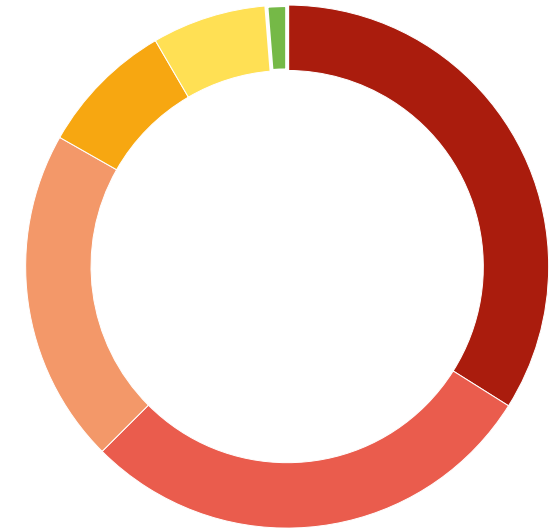
- 64.9% >5,000,000
- 21.5% 1,000,000-5,000,000
- 7.6% 500,000-1,000,000
- 2.8% 300,000-500,000
- 2.4% 100,000 - 300,000
- 0.8% <100,000

REGIONAL BREAKDOWN¹



- 19.7% Lower Austria
- 15.7% Upper Austria
- 11.1% Voralberg
- 6.6% Burgenland
- 3.2% Tirol
- 17.2% Vienna
- 12.7% Styria
- 8.1% Carynthia
- 4.4% Salzburg
- 1.3% Republic of Austria

BREAKDOWN BY TYPE OF DEBTOR/GUARANTOR

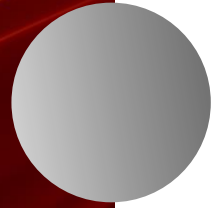


- 33.9% Municipalities
- 20.7% Federal States
- 7.1% Other
- 28.6% Guaranteed by Federal States
- 8.4% Guaranteed by Municipalities
- 1.3% Guaranteed by State

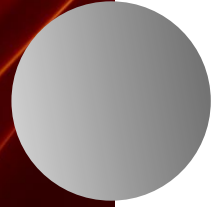
¹ Considering Guarantors



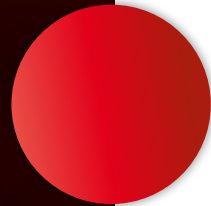
Agenda



Overview of Bank Austria Group



Funding & Liquidity



Annex

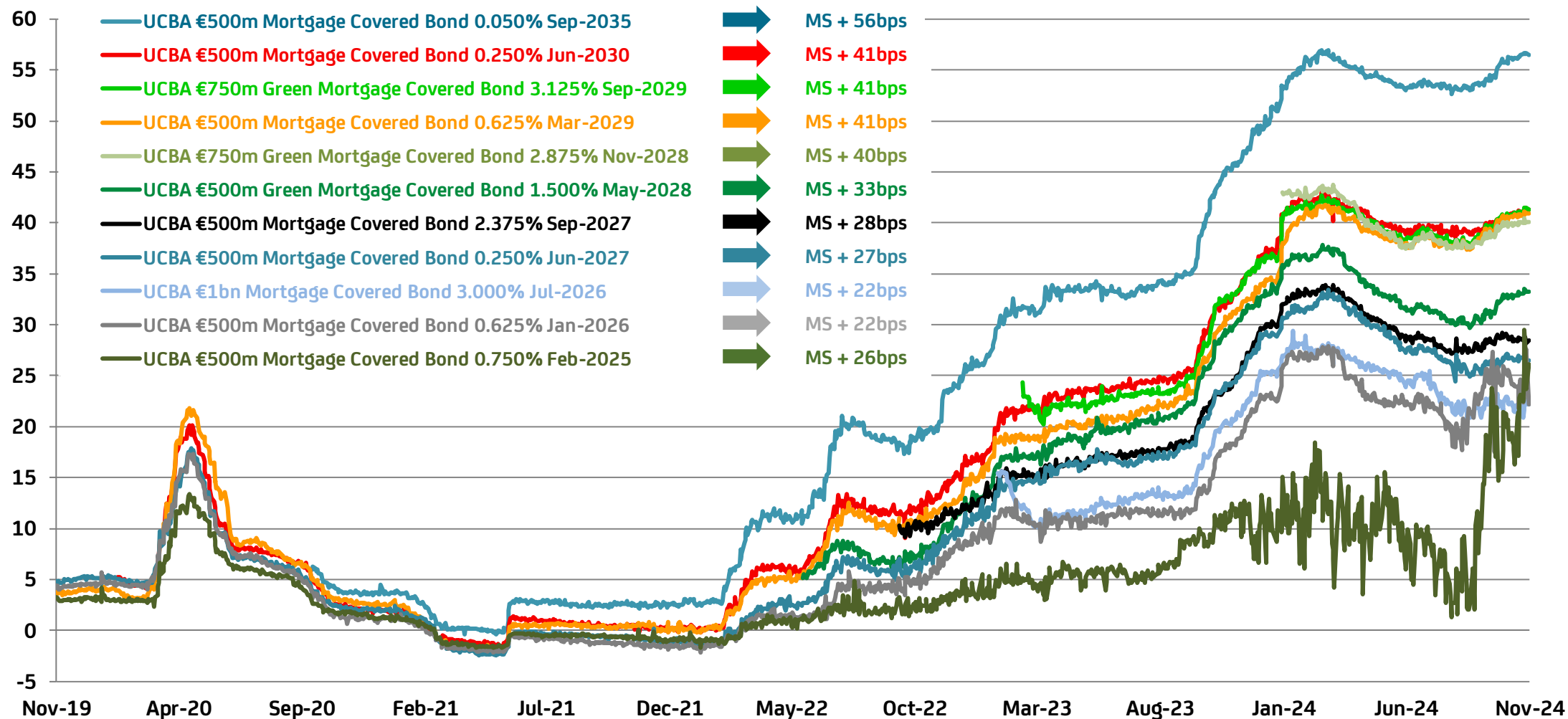
- Pfandbrief Benchmark Issues
- Ratings Overview
- Legal Situation – Austrian Covered Bonds



Overview of Bank Austria's outstanding Pfandbrief Benchmark Issues

| Type of Pfandbrief | Interest rate | Due date (dd/mm/yyyy) | Volume | Date of issuance | Mid Swap + number of basis points |
|---|---------------|-----------------------|--------|------------------|-----------------------------------|
| Green Mortgage Pfandbrief: AT000B049952 | 2.875% | 10/11/2028 | € 750m | Jan. 2024 | MS + 47bps |
| Green Mortgage Pfandbrief: AT000B049945 | 3.125% | 21/09/2029 | € 750m | Feb. 2023 | MS + 26bps |
| Mortgage Pfandbrief : AT000B049937 | 3.00% | 31/07/2026 | € 1 bn | Jan. 2023 | MS + 17bps |
| Mortgage Pfandbrief: AT000B049929 | 2.375% | 20/09/2027 | € 500m | Sept. 2022 | MS + 10bps |
| Green Mortgage Pfandbrief: AT000B049911 | 1.50% | 24/05/2028 | € 500m | May 2022 | MS + 6bps |
| Mortgage Pfandbrief: AT000B049846 | 0.05% | 21/09/2035 | € 500m | Sept. 2020 | MS + 9bps |
| Mortgage Pfandbrief: AT000B049796 | 0.25% | 21/06/2030 | € 500m | Jan. 2020 | MS + 6bps |
| Mortgage Pfandbrief: AT000B049788 | 0.25% | 04/06/2027 | € 500m | June 2019 | MS + 7bps |
| Mortgage Pfandbrief: AT000B049754 | 0.625% | 20/03/2029 | € 500m | March 2019 | MS + 15bps |
| Mortgage Pfandbrief: AT000B049739 | 0.625% | 16/01/2026 | € 500m | Jan. 2019 | MS + 18bps |
| Mortgage Pfandbrief: AT000B049572 | 0.75% | 25/02/2025 | € 500m | Feb. 2015 | MS + 3bps |

UniCredit Bank Austria Covered Bond Spread Comparison



Source: Bloomberg; Data as of 4 November 2024

Disclaimer: Historical trends are no indication for future performances



Rating Overview

| | Moody's | | | | | S&P | | | | | Fitch | | | |
|----------------------------------|------------------------|-----------------------------------|------------|-------------------------------|----------------------|-------------------------|-----------------------------------|------------|-------------------------------|----------------------|------------------------|-----------------------------------|------------|-------------------------------|
| | Long-Term/ Deposits | Long-Term/ Senior Unsecured | Short-Term | Subordinated ¹⁾ | Counterparty Risk | Long-Term/ Deposits | Long-Term/ Senior Unsecured | Short-Term | Subordinated ¹⁾ | Counterparty Risk | Long-Term/ Deposits | Long-Term/ Senior Unsecured | Short-Term | Subordinated ¹⁾ |
| Bank Austria²⁾ | A2 | A3 Positive | P-1 | Baa3 | A1 / P-1 | A- / BBB+ ³⁾ | BBB+ Stable | A-2 | BBB- | A- | - | - | - | |
| Public Sector Covered Bond | Aaa | | | | | - | | | | | - | | | |
| Mortgage Covered Bond | Aaa | | | | | - | | | | | - | | | |
| UniCredit S.p.A. | Baa1 | Baa1 Stable | P-2 | Baa3 | Baa1 / P-2 | BBB | BBB Stable | A-2 | BB+ | BBB+ | A- | BBB+ Stable | F2 | BBB- |

(as of 7 November 2024)

¹⁾ Subordinated (Lower Tier II)²⁾ Securities issued before 31 December 2001 which benefit from a secondary liability by the City of Vienna ("grandfathered debt" – only subordinated debt outstanding) are rated Aa3 by Moody's and BBB- by Standard & Poor's.³⁾ A- for insured deposits

Austrian Covered Bond Law - Mortgage and Public Sector Covered Bonds

- On 8 July 2022, the **new Covered Bond Law** (*Pfandbriefgesetz - PfandBG*) entered into force in Austria. The Covered Bond Law is based on an EU Directive, which harmonized the rules for Covered Bonds within the EU
- The Covered Bond Law offers investors in Mortgage and Public Covered Bonds a **safety net** by i.a. the following provisions:
 - The issuer has to maintain an **overcollateralization** of at least 2% of the nominal amount of the Covered Bonds issued at all times
 - The credit institution must at any time maintain a **liquidity buffer**, which covers the net liquidity outflows of the respective Covered Bond Program over the next 180 days
 - Each credit institution, which issues covered bonds, is obligated to appoint an internal or external **Trustee**
 - In case of insolvency of the issuer, the **assets in the Cover Pool are being separated** from the rest of the assets and the holders of Public Covered Bonds or Mortgage Covered Bonds have a preferential claim on the cover assets. A special cover pool administrator will then be appointed to manage the cover pools
- **Covered Bonds** are declared as **gilt-edged** under Austrian Civil Law



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CFO Division

UniCredit Bank Austria AG, Vienna
as of November 7, 2024

