

**Association of Volksbanks**

# **Preliminary results**

**(updated version)**

**according to IFRS**

**as at 31 December 2023**

## Key figures

Euro million	31 Dec 2023	31 Dec 2022	31 Dec 2021
<b>Balance sheet</b>			
<b>Total assets</b>	<b>30,482</b>	<b>29,224</b>	<b>32,095</b>
<b>Loans and receivables customers</b>	<b>22,738</b>	<b>22,116</b>	<b>21,563</b>
<b>Amounts owed to customers</b>	<b>22,180</b>	<b>22,105</b>	<b>22,747</b>
<b>Debts evidenced by certificates</b>	<b>3,281</b>	<b>1,682</b>	<b>1,877</b>
<b>Subordinated liabilities</b>	<b>450</b>	<b>454</b>	<b>494</b>
<b>Own funds</b>			
Common equity tier 1 capital (CET1)	2,332	2,025	1,978
Additional tier 1 capital (AT1)	220	220	220
<b>Tier 1 capital (T1)</b>	<b>2,552</b>	<b>2,245</b>	<b>2,198</b>
Tier 2 capital (T2)	319	409	460
<b>Own funds</b>	<b>2,872</b>	<b>2,654</b>	<b>2,658</b>
Risk weighted exposure amount credit risk	13,762	12,915	12,496
Total risk exposure amount market risk	28	21	27
Total risk exposure amount operational risk	1,420	1,269	1,231
Total risk for credit valuation adjustment	9	0	9
Other risk exposure amount	0	13	0
<b>Total risk exposure amount</b>	<b>15,218</b>	<b>14,218</b>	<b>13,763</b>
<b>Common equity tier 1 capital ratio</b>	<b>15.3 %</b>	<b>14.2 %</b>	<b>14.4 %</b>
<b>Tier 1 capital ratio</b>	<b>16.8 %</b>	<b>15.8 %</b>	<b>16.0 %</b>
<b>Equity ratio</b>	<b>18.9 %</b>	<b>18.7 %</b>	<b>19.3 %</b>
<b>Income statement</b>			
	<b>1-12/2023</b>	<b>1-12/2022</b>	<b>1-12/2021</b>
Net interest income	705.1	467.6	405.9
Risk provision	-65.0	-31.3	89.4
Net fee and commission income	262.4	255.4	253.4
Net trading income	5.3	4.0	3.6
Result from financial instruments and investment properties	-1.1	-15.0	17.5
Other operating result	-8.9	-84.5	-46.8
General administrative expenses	-535.7	-479.2	-470.7
Result from companies measured at equity	2.7	-0.6	-1.3
<b>Result before taxes</b>	<b>364.8</b>	<b>116.4</b>	<b>251.0</b>
Income taxes	-38.5	-1.5	-31.8
<b>Result after taxes</b>	<b>326.3</b>	<b>114.9</b>	<b>219.1</b>
Result attributable to non-controlling interest	0.0	0.0	0.0
<b>Result of the Group</b>	<b>326.3</b>	<b>114.8</b>	<b>219.1</b>
<b>Operating result</b>	<b>427.1</b>	<b>148.2</b>	<b>162.8</b>
<b>Key ratios</b>			
	<b>1-12/2023</b>	<b>1-12/2022</b>	<b>1-12/2021</b>
<b>Cost-income-ratio</b>	<b>55.5 %</b>	<b>76.9 %</b>	<b>77.3 %</b>
<b>ROE before taxes</b>	<b>14.0 %</b>	<b>4.9 %</b>	<b>10.9 %</b>
<b>ROE after taxes</b>	<b>12.6 %</b>	<b>4.8 %</b>	<b>9.5 %</b>
<b>Net interest margin</b>	<b>2.3 %</b>	<b>1.6 %</b>	<b>1.3 %</b>
<b>NPL ratio</b>	<b>2.5 %</b>	<b>1.7 %</b>	<b>1.9 %</b>
<b>Leverage ratio</b>	<b>8.1 %</b>	<b>7.4 %</b>	<b>6.6 %</b>
<b>Liquidity coverage ratio</b>	<b>192.6 %</b>	<b>164.9 %</b>	<b>223.7 %</b>
<b>Net stable funding ratio</b>	<b>135.0 %</b>	<b>135.4 %</b>	<b>138.0 %</b>
<b>Loan deposit ratio</b>	<b>105.3 %</b>	<b>102.9 %</b>	<b>91.3 %</b>
<b>Coverage ratio I</b>	<b>32.9 %</b>	<b>33.2 %</b>	<b>35.6 %</b>
<b>Coverage ratio III</b>	<b>109.6 %</b>	<b>105.6 %</b>	<b>105.4 %</b>
<b>Resources</b>			
	<b>1-12/2023</b>	<b>1-12/2022</b>	<b>1-12/2021</b>
<b>Staff average</b>	<b>3,053</b>	<b>3,071</b>	<b>3,211</b>
Thereof domestic	3,053	3,071	3,211
	<b>31 Dec 2023</b>	<b>31 Dec 2022</b>	<b>31 Dec 2021</b>
<b>Staff at end of period</b>	<b>3,108</b>	<b>3,033</b>	<b>3,128</b>
Thereof domestic	3,108	3,033	3,128
<b>Number of branches</b>	<b>232</b>	<b>236</b>	<b>243</b>
Thereof domestic	232	236	243
<b>Number of customers</b>	<b>966,082</b>	<b>987,933</b>	<b>1,021,805</b>

The 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	1,036,333	550,382	485,951	88.29 %
thereof using the effective interest method	981,185	535,908	361,353	67.43 %
Interest and similar expenses	-331,253	-82,809	-248,443	> 200.00 %
Net interest income	705,080	467,573	237,507	50.80 %
Risk provision	-65,005	-31,302	-33,703	107.67 %
Fee and commission income	286,366	279,312	7,054	2.53 %
Fee and commission expenses	-24,007	-23,907	-100	0.42 %
Net fee and commission income	262,359	255,405	6,954	2.72 %
Net trading income	5,314	4,013	1,300	32.40 %
Result from financial instruments and investment properties	-1,090	-14,971	13,880	-92.72 %
Other operating result	-8,902	-84,549	75,647	-89.47 %
General administrative expenses	-535,687	-479,227	-56,460	11.78 %
Result from companies measured at equity	2,736	-587	3,323	< -200.00 %
<b>Result before taxes</b>	<b>364,805</b>	<b>116,356</b>	<b>248,449</b>	<b>&gt; 200.00 %</b>
Income taxes	-38,497	-1,485	-37,012	> 200.00 %
<b>Result after taxes</b>	<b>326,308</b>	<b>114,871</b>	<b>211,437</b>	<b>184.06 %</b>
<b>Result attributable to shareholders of the parent company (Consolidated net result)</b>	<b>326,308</b>	<b>114,847</b>	<b>211,461</b>	<b>184.12 %</b>
Result attributable to non-controlling interest	0	24	-24	-100.00 %
<b>OTHER COMPREHENSIVE INCOME</b>	<b>1-12/2023</b>	<b>1-12/2022</b>	<b>Changes</b>	
	<b>Euro thousand</b>	<b>Euro thousand</b>	<b>Euro thousand</b>	<b>%</b>
<b>Result after taxes</b>	<b>326,308</b>	<b>114,871</b>	<b>211,437</b>	<b>184.06 %</b>
<b>Items that will not be reclassified to profit or loss</b>				
Revaluation of obligation of defined benefit plans (including deferred taxes)	-3,521	20,316	-23,836	-117.33 %
Revaluation reserve (including deferred taxes)	251	60	191	> 200.00 %
Fair value reserve - equity instruments (including deferred taxes)	29,234	93	29,141	> 200.00 %
Revaluation of own credit risk (including deferred taxes)	938	587	351	59.73 %
<b>Total items that will not be reclassified to profit or loss</b>	<b>26,902</b>	<b>21,056</b>	<b>5,846</b>	<b>27.77 %</b>
<b>Items that may be reclassified to profit or loss</b>				
Fair value reserve - debt instruments (including deferred taxes)				
Change in fair value	2,708	-7,867	10,575	-134.43 %
Net amount transferred to profit or loss	0	-2	2	-100.00 %
Cash flow hedge reserve (including deferred taxes)				
Change in fair value (effective hedge)	2,056	-721	2,777	< -200.00 %
Net amount transferred to profit or loss	574	-10	584	< -200.00 %
Change in deferred taxes arising from untaxed reserve	9	9	0	0.00 %
Change from companies measured at equity	773	3,152	-2,380	-75.48 %
<b>Total items that may be reclassified to profit or loss</b>	<b>6,121</b>	<b>-5,438</b>	<b>11,559</b>	<b>&lt; -200.00 %</b>
<b>Other comprehensive income total</b>	<b>33,023</b>	<b>15,618</b>	<b>17,405</b>	<b>111.44 %</b>
<b>Comprehensive income</b>	<b>359,331</b>	<b>130,489</b>	<b>228,842</b>	<b>175.37 %</b>
<b>Comprehensive income attributable to shareholders of the parent company</b>	<b>359,331</b>	<b>130,465</b>	<b>228,866</b>	<b>175.42 %</b>
Comprehensive income attributable to non-controlling interest	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	%
<b>ASSETS</b>				
Liquid funds	3,434,659	3,473,153	-38,493	-1.11 %
Loans and receivables credit institutions	234,118	123,038	111,080	90.28 %
Loans and receivables customers	22,738,130	22,115,988	622,142	2.81 %
Assets held for trading	24,931	25,592	-661	-2.58 %
Financial investments	2,925,083	2,377,968	547,115	23.01 %
Investment property	36,777	36,439	338	0.93 %
Companies measured at equity	98,987	94,234	4,753	5.04 %
Participations	163,833	126,898	36,936	29.11 %
Intangible assets	869	1,373	-505	-36.75 %
Tangible assets	386,854	388,527	-1,672	-0.43 %
Tax assets	120,065	116,930	3,135	2.68 %
Current taxes	4,179	6,678	-2,498	-37.42 %
Deferred taxes	115,886	110,253	5,634	5.11 %
Other assets	317,089	337,433	-20,344	-6.03 %
Assets held for sale	306	6,602	-6,296	-95.36 %
<b>TOTAL ASSETS</b>	<b>30,481,704</b>	<b>29,224,176</b>	<b>1,257,528</b>	<b>4.30 %</b>
<b>LIABILITIES</b>				
Amounts owed to credit institutions	811,615	1,812,239	-1,000,624	-55.21 %
Amounts owed to customers	22,179,937	22,105,097	74,839	0.34 %
Debts evidenced by certificates	3,280,580	1,681,529	1,599,051	95.10 %
Lease liabilities	170,410	171,893	-1,484	-0.86 %
Liabilities held for trading	22,967	27,835	-4,868	-17.49 %
Provisions	176,093	170,425	5,668	3.33 %
Tax liabilities	31,926	7,366	24,560	> 200.00 %
Current taxes	27,961	3,092	24,869	> 200.00 %
Deferred taxes	3,965	4,273	-309	-7.23 %
Other liabilities	600,570	357,799	242,771	67.85 %
Subordinated liabilities	450,386	454,062	-3,676	-0.81 %
Total nominal value cooperative capital shares	5,818	3,016	2,803	92.94 %
Subscribed capital	282,198	288,346	-6,147	-2.13 %
Additional tier 1 capital	217,722	217,722	0	0.00 %
Reserves	2,251,480	1,926,766	324,714	16.85 %
Non-controlling interest	0	80	-80	-100.00 %
<b>TOTAL LIABILITIES</b>	<b>30,481,704</b>	<b>29,224,176</b>	<b>1,257,528</b>	<b>4.30 %</b>

Segment reporting by business segments  
1-12/2023

Euro thousand	CO	Vienna	Lower Austria	Styria	Carinthia	Upper Austria	Salzburg	Tyrol	Vorarlberg	ÖÄAB	Consolidation	Total
Net interest income	-2,294	184,631	101,458	77,152	46,200	59,869	87,321	84,376	35,803	30,564	-1	705,080
Risk provision	1,129	-30,008	-15,519	-7,758	-1,180	-4,339	-4,061	2,303	-3,449	-2,121	0	-65,005
Net fee and comission income	-4,352	68,392	36,507	26,181	15,812	28,213	31,512	35,460	17,946	8,546	-1,860	262,359
Net trading income	3,223	179	491	146	173	227	-6	204	696	-19	0	5,314
Result from financial instruments and investment properties	-369	907	-504	605	307	-562	1,519	344	-7	144	-3,472	-1,090
Other operating result	185,724	4,321	239	-605	-2,021	143	-167	-1,163	-810	-427	-194,135	-8,902
General administrative expenses	-156,505	-142,235	-82,708	-57,234	-37,268	-57,988	-63,741	-70,133	-41,179	-22,677	195,981	-535,687
Result from companies measured at equity	0	2,736	0	0	0	0	0	0	0	0	0	2,736
<b>Annual result before taxes</b>	<b>26,557</b>	<b>88,922</b>	<b>39,963</b>	<b>38,486</b>	<b>22,023</b>	<b>25,563</b>	<b>52,377</b>	<b>51,391</b>	<b>9,001</b>	<b>14,009</b>	<b>-3,488</b>	<b>364,805</b>
Income taxes	15,239	6,467	-9,909	-4,550	-6,489	-5,836	-13,914	-12,549	-3,736	-3,223	5	-38,497
<b>Annual result after taxes</b>	<b>41,795</b>	<b>95,388</b>	<b>30,054</b>	<b>33,936</b>	<b>15,534</b>	<b>19,727</b>	<b>38,463</b>	<b>38,843</b>	<b>5,265</b>	<b>10,786</b>	<b>-3,482</b>	<b>326,308</b>

31 Dec 2023

<b>Total assets</b>	<b>9,438,089</b>	<b>6,932,437</b>	<b>3,719,667</b>	<b>2,823,796</b>	<b>1,551,822</b>	<b>2,598,664</b>	<b>3,095,040</b>	<b>3,495,050</b>	<b>1,988,499</b>	<b>1,095,275</b>	<b>-6,256,636</b>	<b>30,481,704</b>
Loans and receivables customers	40,876	5,788,031	3,065,935	2,393,408	1,220,011	2,120,537	2,516,907	2,961,904	1,729,767	909,935	-9,181	22,738,130
Companies measured at equity	0	50,111	6,565	4,577	5,742	16,253	10,358	43	20	5,317	0	98,987
Amounts owed to customers	940,728	5,613,899	3,154,508	2,051,726	1,381,397	2,204,431	2,458,459	2,298,670	1,196,987	902,256	-23,124	22,179,937
Debts evidenced by certificates, including subordinated liabilities	3,630,520	94,474	1,701	1,300	6,789	0	14,692	7,223	17,435	0	-43,167	3,730,967

1-12/2022

Euro thousand	CO	Vienna	Lower Austria	Styria	Carinthia	Upper Austria	Salzburg	Tyrol	Vorarlberg	ÖÄAB	Consolidation	Total
Net interest income	15,174	112,525	66,686	48,724	28,442	40,144	56,522	56,230	27,592	15,559	-26	467,573
Risk provision	777	-10,304	-3,493	47	-1,360	-5,218	-8,736	1,770	-4,028	-757	0	-31,302
Net fee and comission income	-6,085	65,924	33,941	25,341	15,616	28,176	31,918	35,104	17,993	8,500	-1,022	255,405
Net trading income	1,217	276	385	224	258	273	-5	133	1,153	99	0	4,013
Result from financial instruments and investment properties	-7,454	-1,386	-736	-1,670	-876	-785	-734	3,155	-2,893	51	-1,642	-14,971
Other operating result	155,847	-12,788	-15,012	-10,187	-4,920	-8,319	-4,446	-13,986	-5,650	-4,468	-160,619	-84,549
General administrative expenses	-137,105	-124,277	-71,006	-52,387	-34,281	-51,460	-55,622	-59,991	-36,098	-19,235	162,236	-479,227
Result from companies measured at equity	0	-528	-59	0	0	0	0	0	0	0	0	-587
<b>Annual result before taxes</b>	<b>22,372</b>	<b>29,443</b>	<b>10,706</b>	<b>10,091</b>	<b>2,877</b>	<b>2,810</b>	<b>18,898</b>	<b>22,415</b>	<b>-1,931</b>	<b>-251</b>	<b>-1,072</b>	<b>116,356</b>
Income taxes	9,985	5,170	-5,112	2,089	-1,175	-1,417	-5,186	-6,424	72	650	-137	-1,485
<b>Annual result after taxes</b>	<b>32,356</b>	<b>34,612</b>	<b>5,593</b>	<b>12,180</b>	<b>1,702</b>	<b>1,392</b>	<b>13,712</b>	<b>15,991</b>	<b>-1,858</b>	<b>399</b>	<b>-1,209</b>	<b>114,871</b>

31 Dec 2022

<b>Total assets</b>	<b>8,832,508</b>	<b>6,726,795</b>	<b>3,657,631</b>	<b>2,776,588</b>	<b>1,520,847</b>	<b>2,599,482</b>	<b>3,075,093</b>	<b>3,501,230</b>	<b>1,993,108</b>	<b>1,059,246</b>	<b>-6,518,353</b>	<b>29,224,176</b>
Loans and receivables customers	-538	5,498,507	2,996,741	2,354,400	1,177,945	2,118,476	2,458,058	2,950,157	1,730,487	843,795	-12,041	22,115,988
Companies measured at equity	0	45,514	6,971	4,577	5,742	15,963	10,340	43	20	5,063	0	94,234
Amounts owed to customers	1,045,308	5,746,913	3,095,084	1,849,209	1,376,455	2,100,144	2,419,380	2,431,889	1,089,536	978,829	-27,649	22,105,097
Debts evidenced by certificates, including subordinated liabilities	2,028,110	94,474	1,701	1,755	6,789	803	14,720	7,223	22,982	0	-42,966	2,135,591

## Own funds of the Association of Volksbanks - Transitional

Euro thousand	31 Dec 2023	31 Dec 2022
Common tier I capital: Instruments and reserves		
Capital instruments including share premium accounts	781,709	786,904
Retained earnings	1,923,206	1,668,483
Accumulated other comprehensive income (and other reserves)	-195,457	-268,910
Common tier I capital before regulatory adjustments	2,509,457	2,186,476
Common tier I capital: regulatory adjustments		
Regulatory value adjustments	0	0
Intangible assets (net of related tax liability)	-869	-1,373
Cash flow hedge reserve	-1,871	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	5	11
Value adjustments due to the requirement for prudent valuation	-1,330	-1,275
Deferred tax assets that rely on future profitability and do not arise from temporary differences net of associated tax liabilities	-56,460	-34,044
Insufficient coverage for non-performing exposures	-5,867	-4,407
Other foreseeable tax charges	-201	-210
Regulatory adjustments - transitional provisions	20,525	44,045
Adjustments to be made due to transitional regulations under IFRS 9	20,525	44,045
Qualifying AT1 deductions that exceeds the AT1 capital of the institution	0	0
Additional CET1 deductions pursuant to article 3 CRR	-129,449	-163,927
Total regulatory adjustments	-177,416	-161,381
<b>Common equity tier I capital - CET1</b>	<b>2,332,041</b>	<b>2,025,095</b>
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
<b>Additional tier I capital - AT1</b>	<b>220,000</b>	<b>220,000</b>
<b>Tier I capital (CET1 + AT1)</b>	<b>2,552,041</b>	<b>2,245,095</b>
Tier II capital - instruments and provisions		
Capital instruments including share premium accounts	319,495	408,640
Tier II capital before regulatory adjustments	319,495	408,640
Tier II capital: regulatory adjustments		
Total regulatory adjustments	0	0
<b>Tier II capital - T2</b>	<b>319,495</b>	<b>408,640</b>
<b>Own funds total - TC (T1 + T2)</b>	<b>2,871,536</b>	<b>2,653,735</b>
Common equity tier I capital ratio	15.32 %	14.24 %
Tier I capital ratio	16.77 %	15.79 %
Equity ratio	18.87 %	18.66 %
each in relation to total risk exposure amount		

## Risk weighted assessment amounts

Euro thousand	31 Dec 2023	31.12.2022
Risk weighted exposure amount - credit risk	13,762,343	12,915,070
Total risk exposure amount - settlement risk	0	109
Total risk exposure amount for position, foreign exchange and commodities risks	27,599	20,971
Total risk exposure amount for operational risk	1,419,566	1,268,662
Total risk exposure amount for credit valuation adjustment (cva)	8,932	13,135
<b>Total risk exposure amount</b>	<b>15,218,439</b>	<b>14,217,946</b>

The result of the Supervisory Review and Evaluation Process (SREP) from 2023 was forwarded to VBW as the CO of the Association of Volksbanks with the SREP decision from November 2023. The SREP requirement (P2R) will fall by 0.25 percentage points from 2.50 % to 2.25 % from January 1, 2024. The SREP recommendation (P2G) remains unchanged compared to the reporting year at 1.25 %. The systemically important institution buffer (O-SIIP) will increase from 0.75 % to 0.90 % at consolidated level in 2024.

The total CET1 requirement is 9,70 %, the total Tier1 requirement is 11,67 % and the total capital requirement is 14,29 %.

## Own funds of the Association of Volksbanks - Fully loaded

Euro thousand	31 Dec 2023	31 Dec 2022
Common tier I capital: Instruments and reserves		
Capital instruments including share premium accounts	781,709	786,904
Retained earnings	1,923,206	1,668,483
Accumulated other comprehensive income (and other reserves)	-195,457	-268,910
Common tier I capital before regulatory adjustments	2,509,457	2,186,476
Common tier I capital: regulatory adjustments		
Regulatory value adjustments	0	0
Intangible assets (net of related tax liability)	-869	-1,373
Cash flow hedge reserve	-1,871	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	5	11
Value adjustments due to the requirement for prudent valuation	-1,330	-1,275
Deferred tax assets that rely on future profitability and do not arise from temporary differences net of associated tax liabilities	-56,460	-34,044
Insufficient coverage for non-performing exposures	-5,867	-4,407
Other foreseeable tax charges	-201	-210
Qualifying AT1 deductions that exceeds the AT1 capital of the institution	0	0
Additional CET1 deductions pursuant to article 3 CRR	-129,449	-163,927
Total regulatory adjustments	-197,941	-205,426
<b>Common equity tier I capital - CET1</b>	<b>2,311,516</b>	<b>1,981,050</b>
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
<b>Additional tier I capital - AT1</b>	<b>220,000</b>	<b>220,000</b>
<b>Tier I capital (CET1 + AT1)</b>	<b>2,531,516</b>	<b>2,201,050</b>
Tier II capital - instruments and provisions		
Capital instruments including share premium accounts	319,495	408,640
Tier II capital before regulatory adjustments	319,495	408,640
Tier II capital: regulatory adjustments		
Total regulatory adjustments	0	0
<b>Tier II capital - T2</b>	<b>319,495</b>	<b>408,640</b>
<b>Own funds total - TC (T1 + T2)</b>	<b>2,851,011</b>	<b>2,609,690</b>
Common equity tier I capital ratio	15.21 %	13.98 %
Tier I capital ratio	16.65 %	15.53 %
Equity ratio	18.75 %	18.41 %
each in relation to total risk exposure amount		

## Risk weighted assessment amounts

Euro thousand	31 Dec 2023	31.12.2022
Risk weighted exposure amount - credit risk	13,745,961	12,871,025
Total risk exposure amount - settlement risk	0	109
Total risk exposure amount for position, foreign exchange and commodities risks	27,599	20,971
Total risk exposure amount for operational risk	1,419,566	1,268,662
Total risk exposure amount for credit valuation adjustment (cva)	8,932	13,135
<b>Total risk exposure amount</b>	<b>15,202,057</b>	<b>14,173,901</b>

The result of the Supervisory Review and Evaluation Process (SREP) from 2023 was forwarded to VBW as the CO of the Association of Volksbanks with the SREP decision from November 2023. The SREP requirement (P2R) will fall by 0.25 percentage points from 2.50 % to 2.25 % from January 1, 2024. The SREP recommendation (P2G) remains unchanged compared to the reporting year at 1.25 %. The systemically important institution buffer (O-SIIP) will increase from 0.75 % to 0.90 % at consolidated level in 2024.

The total CET1 requirement is 9,70 %, the total Tier1 requirement is 11,67 % and the total capital requirement is 14,29 %.

## Amounts owed to customers

<b>Euro million</b>	<b>31 Dec 2023</b>	<b>31 Dec 2022</b>
Saving deposits	4,190.2	6,220.0
Giro- and term deposits	17,989.3	15,885.3

## Distribution of loans and receivables (gross) to customers by customer segments <sup>1)</sup>

	<b>31 Dec 2023</b>	<b>31 Dec 2022</b>
Retail	8,541.1	8,884.2
SME	11,742.8	11,160.7
Corporates	744.1	560.4
Public sector	274.0	256.5
Others	1,828.2	1,668.5

## Largest 25 customer exposures

Top 25 exposures represent 4.9 % (PY: 4.8 %) of Association's total loans and receivables to customers (largest single customer exposure: 0.4 % (PY: 0.4 %) of total loans and receivables to customers).

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