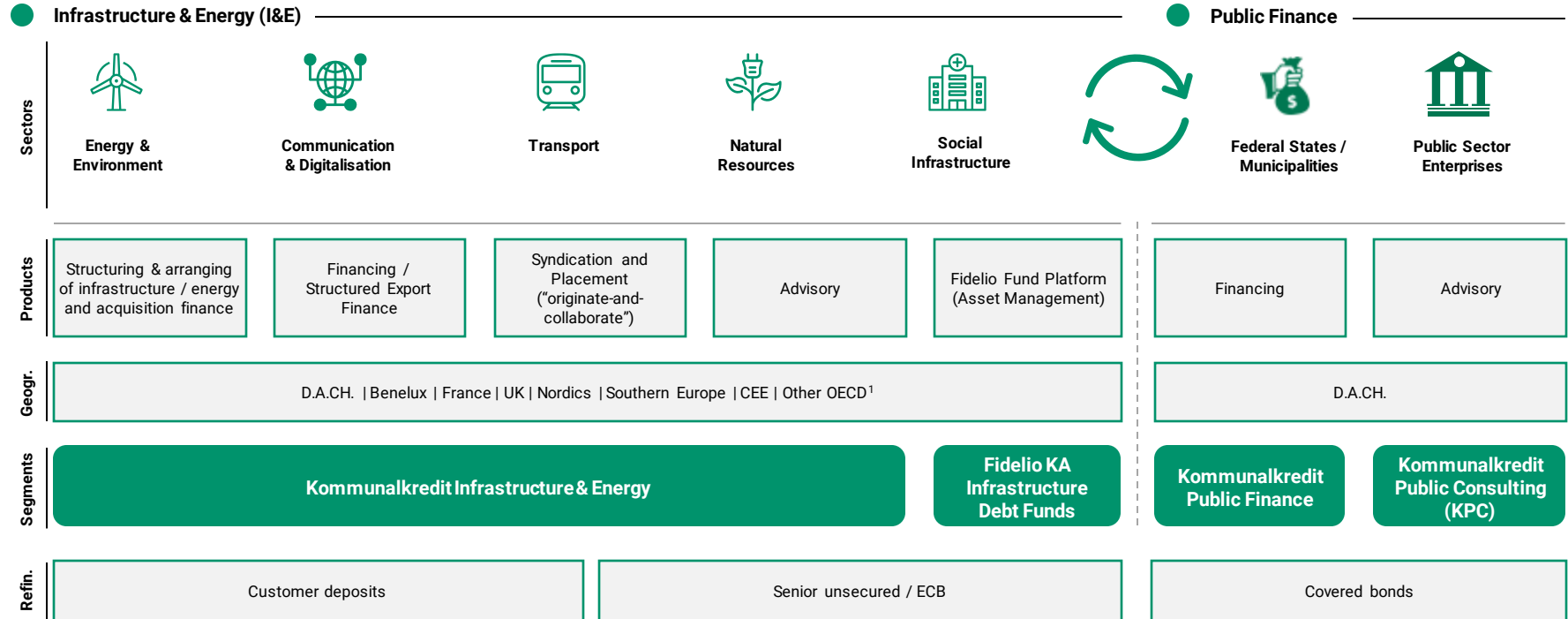


THERE FROM THE BEGINNING.

Public Sector Covered Bond Investor Presentation | September 2024
Kommunalkredit Austria AG

Kommalkredit's business model at a glance

KA is a one-of-a-kind, fast-growing provider of infrastructure financing solutions with a unique full-service product spectrum

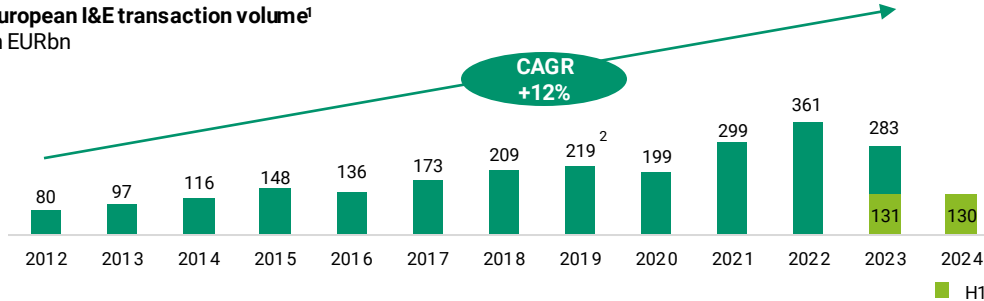


¹ No Russia / CIS

Long-term growing I&E market fuelled by key macro trends

Continued growth & demand in the European I&E market

European I&E transaction volume¹
in EURbn



Focus sectors of Kommunalcredit



Energy & Environment

- Renewable energy
- Water supply & treatment
- Energy supply & distribution
- Energy transition



Communication & Digitalisation

- Broadband / fibre optic
- Data centers
- Telecom utilities



Transport

- Roads
- Bridges
- Tunnels
- Ports
- Railroads



Natural Resources

- Hydrogen
- LNG terminals
- Pipelines
- Resource storage



Social Infrastructure

- Nurseries
- Schools
- Universities
- Hospitals
- Nursing homes
- Administrative buildings

Structural factors



EU Green Deal



National climate targets



Reconfiguration of EU energy mix



Shifting demographics



Response to COVID-19 pandemic



Change of working & learning patterns

Infrastructure is a highly resilient asset class, largely independent of economic cycles and with structurally low default risk

¹ Infralogic (for 2012 – 2014) | Inframation Database (for 2015 – 2024)

² Excluding two large individual M&A transactions with a combined volume of EUR 48bn

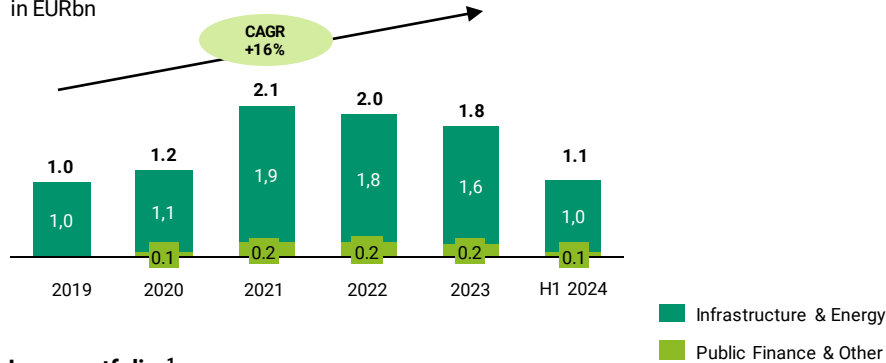
Highlights H1 2024 (IFRS)

Continued strong performance regardless of global challenges

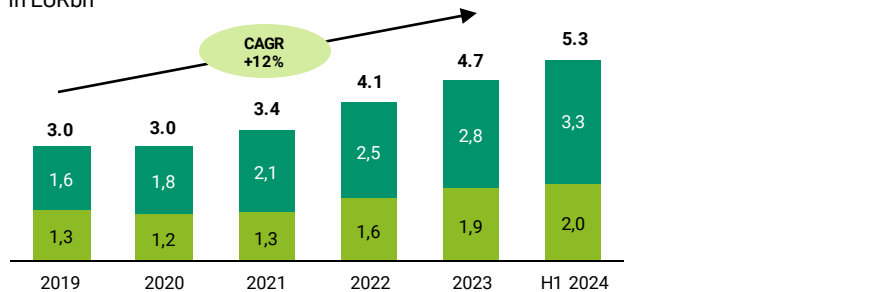
- Net interest income at EUR 90m (+10% YoY)
- Operating result at EUR 62m (+19% YoY)
- High level of efficiency | Cost Income Ratio at 39%
- 19% RoE after tax | excellent profitability
- High asset quality | Ø portfolio rating at BBB+
- Strong capitalisation | Tier 1 ratio at 17%*

Sustainable growth of new business and loan portfolio

New business
in EURbn



Loan portfolio ¹
in EURbn

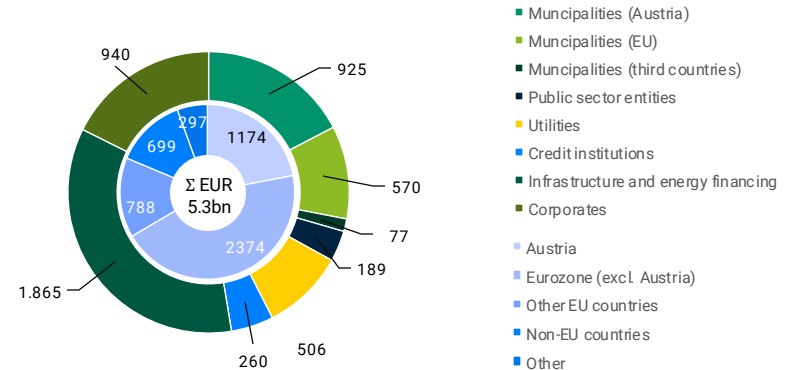


Highlights

- **Sustainable growth** of loan portfolio (CAGR 2019-23 +12%)
- +30% growth of new I&E business YoY
- Infrastructure & Energy (I&E) business **resilient** to various economic cycles and even ongoing pandemic and war
- Long-term growing demand to fund **energy transition, digitalisation, zero-emission mobility, elderly care and public health**

Loan portfolio by region/borrowers ¹

in EURm, as of 30/06/2024



¹ including project bonds (H1 2024: EUR 168m) and disbursement obligations (H1 2024: EUR 1,193m)

Low risk profile and high asset quality

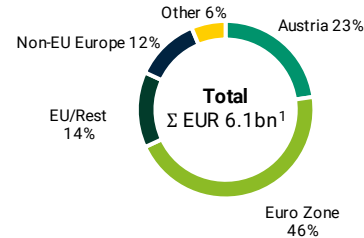
Well managed risk

- **Low risk profile** due to strong characteristics of infrastructure sector
- **Diversified loan book** across regions and sectors and public sector finance exposures to Austrian municipalities secured by excellent credit quality
- **Very low risk costs** since the bank's privatisation in 2015

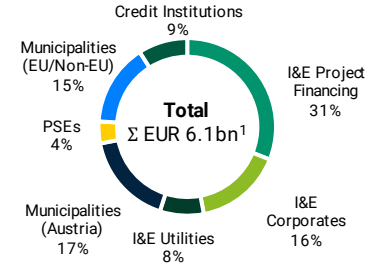
High asset quality

- **Well-diversified portfolio** across borrowers and regions with continued high asset quality (Ø Rating BBB+)
- 31% of total exposure rated AAA/AA (12/2023: 38%)
- 60% investment grade (IG) (12/2023: 66%)
- Long-term portfolio resilience demonstrated amid recent global challenges

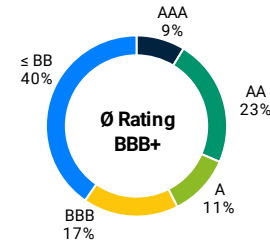
Total Portfolio by Region
in %, as of 30/06/2024



Total Portfolio by Borrower
in %, as of 30/06/2024



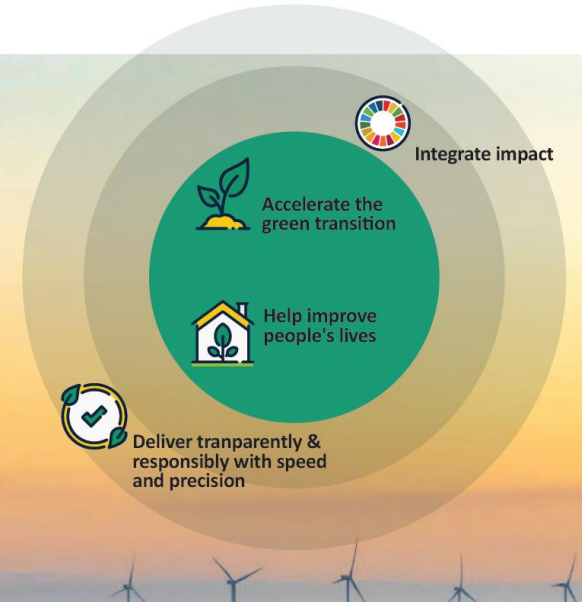
Total Portfolio by Rating
in %, as of 30/06/2024



Impeccable track record – very low risk costs since 2015

¹ Including undrawn lines
Note: Data as of 30/06/2024 unless otherwise stated

Sustainability Strategy – strongly anchored in business



Core focus areas

Accelerate the green transition

We enable and strive to accelerate decarbonisation, with the core of our financing activities focusing directly on renewable energy, hydrogen and other technologies that are essential for the green transition.

Help improve people's lives

A significant part of our activities across Infrastructure & Energy and Public Finance fund social infrastructure and connectivity.

2025 Commitments

- **≥40%** of new I&E business supporting the **green transition**
- **≤10%** of new I&E business going towards **new green solutions**

- **≥30%** of new I&E business going towards **social infrastructure and/or digitalisation & communication**

I&E new business H1 2024 in EURm / %

Accelerate the green transition

34%

EUR 313m

New green solutions

24%

EUR 225m

Help improve people's lives

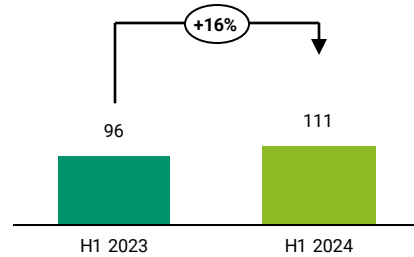
48%

EUR 445m

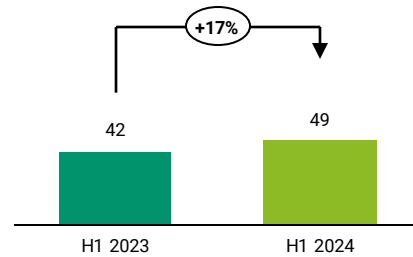
Note: selected projects contributing to both focus areas

H1 2024 – continued delivery on growth & profitability

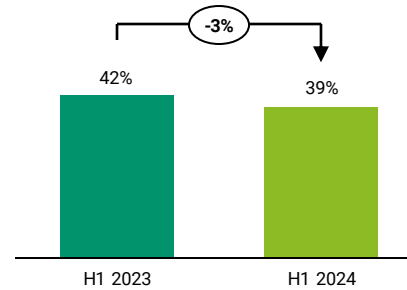
Total income in EURm



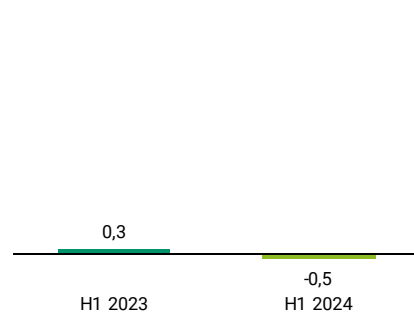
Total expenses (before levies) in EURm



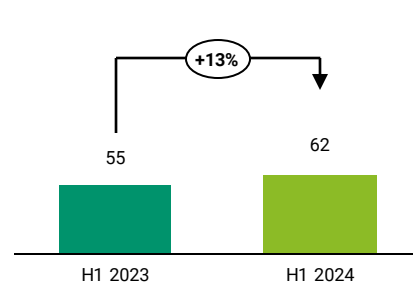
Cost-income ratio¹ in %



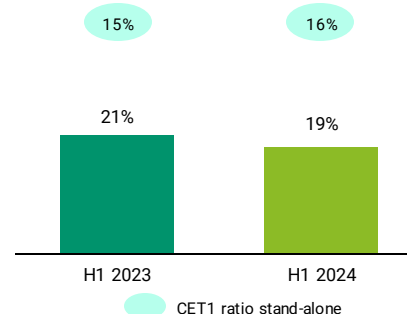
Risk costs in EURm



Result before tax in EURm



Return on equity after tax² in %



Key drivers



Further business growth



Cost discipline



Continuously low risk costs



Efficient capital utilisation

¹ Result from subsidiary KPC (cost plus model) netted in CIR calculation to provide fair view on efficiency

² Calculated as result after tax / common equity tier 1 capital (Group) as of beginning of the relevant year

Strong capital position

Disciplined capital management approach supporting continuous capital strength

● Capital management



Disciplined capital allocation

Focus on margin over volume



Strategic flexibility

Able to seize opportunities when they arise



Organic capital build

Enabling organic growth (significant retained earnings)

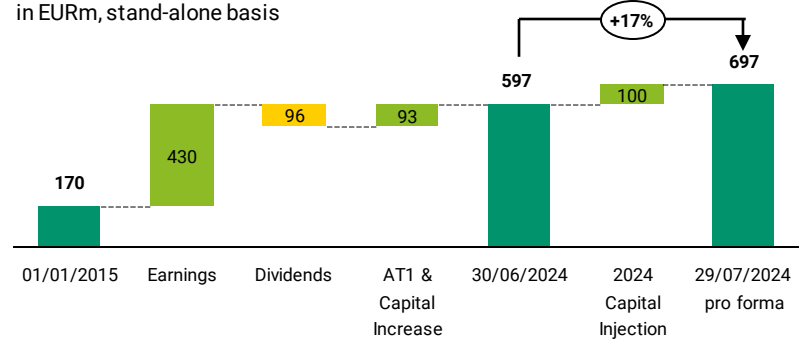


Capital strength as strategic pillar

Significantly above capital requirements (KA has no MREL requirement)

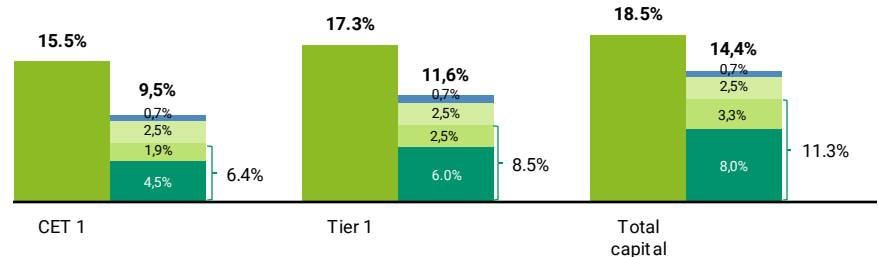
Tier 1 capital development (Local GAAP)

in EURm, stand-alone basis



Capital ratio & regulatory requirements

As of 30/06/2024 (stand-alone, local GAAP)

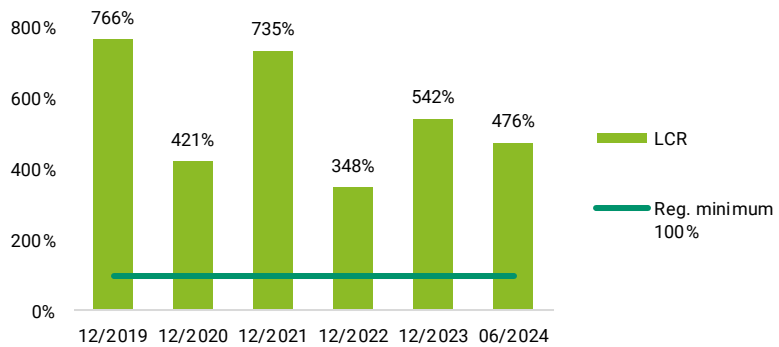


■ Countercyclical Capital Buffer Req. ■ Combined Buffer Req. ■ Pillar 2 Req. ■ Pillar 1 Req.

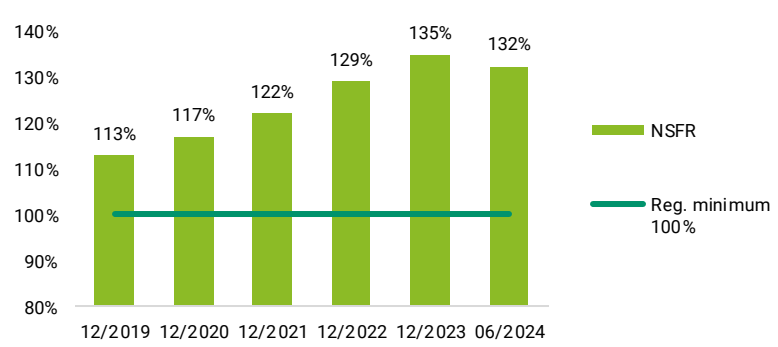
Strong liquidity ratios

Liquidity metrics clearly above regulatory minimum

Liquidity Coverage Ratio (LCR) in %

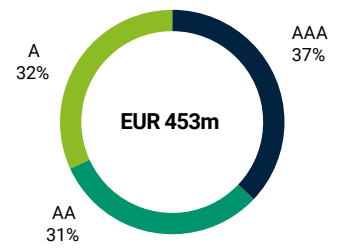


Net Stable Funding Ratio (NSFR) in %

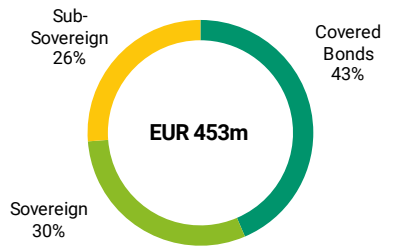


Liquidity Portfolio in %, as of 30/06/2024

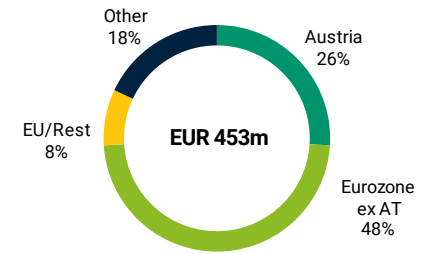
by Rating



by Asset Category



by Region



Stable, diversified funding base

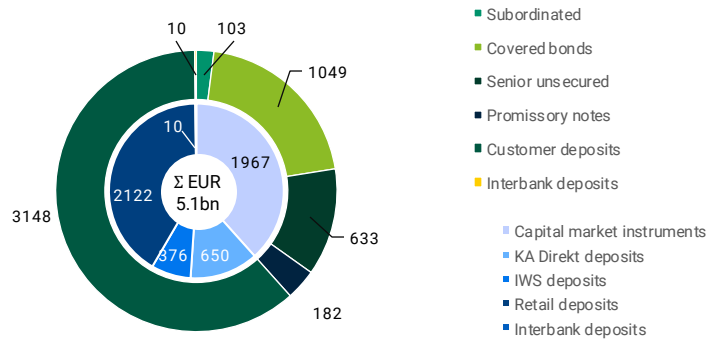
High stability and ample liquidity based on balanced funding mix

Funding mix

in EURm, as of 30/06/2024

476%
LCR

132%
NSFR



Funding strategy

- KA's funding strategy focuses on sound **diversification** between **capital market instruments** and **customer deposits** to maintain low dependency on single funding sources:
 - Strengthening of capital market funding and customer deposits
 - Focus on term-deposit extension
 - Maintaining strong liquidity position
- EUR 2.0bn** capital market instruments (2023: EUR 1.9bn) | 39%
- EUR 3.1bn** customer deposits (2023: EUR 3.2bn) | 61%

Total **liquidity position: EUR 1,526m**

- Available liquidity: EUR 992m (cash with OeNB)
- Liquidity reserve: EUR 534m (unencumbered HQLAs and ECB eligible credit claims)

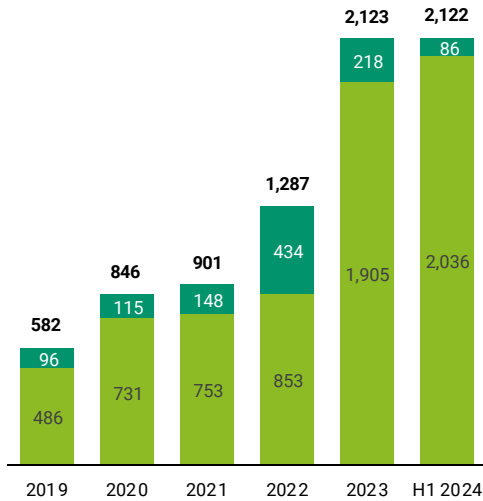
EUR 1.5bn liquidity position

Notes:

KA Direkt: wholesale deposits from municipalities and public sector companies
IWS deposits are direct business with corporate/institutional customers

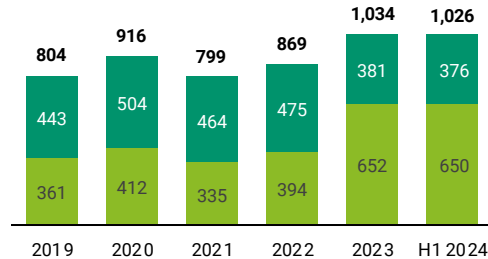
Development of deposit base

Retail deposits in EURm



■ Term deposits ■ Overnight deposits

Wholesale deposits in EURm



■ Corporate/institutional customers
■ Municipalities & public sector entities

Deposits profile

- EUR 3.1bn deposit base as of 30/06/2024 (31/12/2023: EUR 3.2bn)
- Overall share of term deposits: 97%
- Retail deposits
 - 38.044 active private customers (31/12/2023: 36.452)
 - Share of term deposits at 96% (31/12/2023: 90%)
 - Average maturity of term deposits at 29 months (31/12/2023: 28 months)
- Wholesale deposits
 - Business with corporate/institutional customers at 37% (31/12/2023: 37%)
 - Business with municipalities & public sector entities at 63% (31/12/2023: 63%)

Established capital market franchise

Investment grade ratings

S&P Global
Ratings

BBB / A-2,
Stable Outlook (Issuer)

A+, Stable Outlook
(Covered)

FitchRatings

BBB- / F3, Positive Outlook (Issuer)

Selection of recent capital market issues

Senior Preferred Public

Q1/Q3 2024
2029
EUR 500m

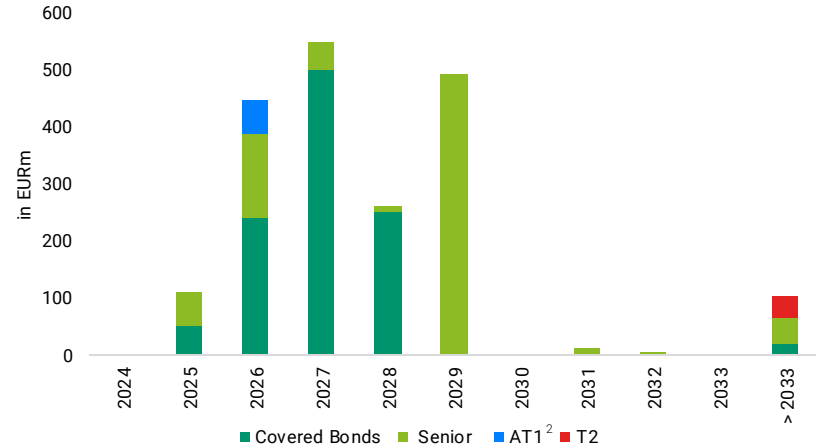
Covered Bond Private Placements

Q4 2023
2025
EUR 50m

Senior Preferred Private Placements

Q3 2024
various maturities
EUR 39m

KA's Capital market funding maturity profile¹



Well balanced, diversified maturity profile to avoid maturity concentrations



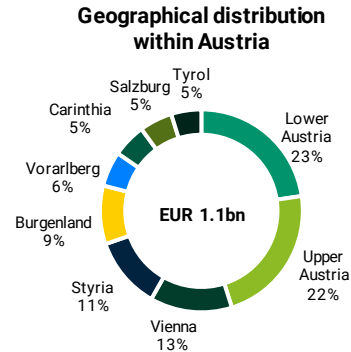
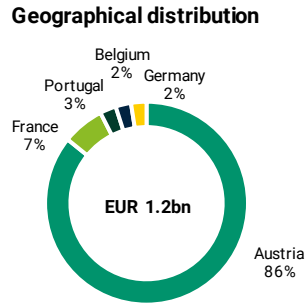
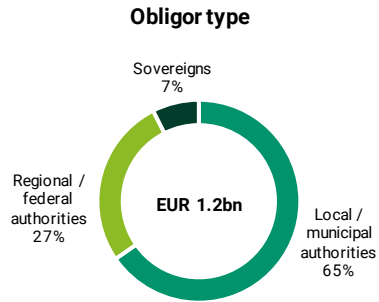
Regular capital market issuer in public as well as private placement format

¹ Data as of 30/06/2024

² First call date

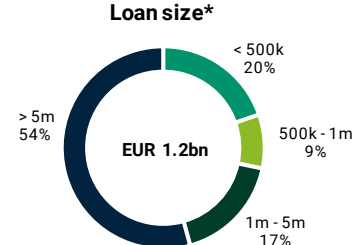
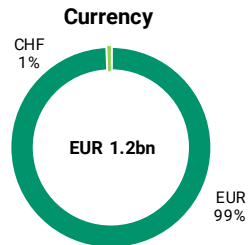
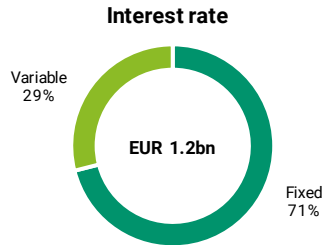
Public Sector Covered Bonds – cover pool composition

As of 30/06/2024



- NPL Ratio: 0.0%
- Weighted average seasoning: 11.5 years
- Nominal over-collateralization: 16.2%
- Covered Bond LCR: Level 2a

Covered Bond Rating:
A+



*) Federal state exposures drive up the obligor concentration in KA's cover pool. However, part of these loans represent federal state guaranteed mortgage loan portfolios, which are characterised by high granularity and benefit from the corresponding collateral security

Guidance 2024

- Total balance sheet growth: up to 10% YoY
- New business volume: EUR ~2bn
- CET1 ratio: >15%
- Average portfolio rating: \geq BBB+

Medium-term ambition

- High retained earnings
- Strong capitalisation | CET1 ratio: >15%
- Maintain high quality asset portfolio
- New business focus on sustainable infrastructure | >40% green transition | >30% improve people's lives

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