

Oesterreichische Volksbanken-Aktiengesellschaft

Update

Ratings

Foreign Currency

Long-Term IDR	A
Short-Term IDR	F1
Support Rating	1
Support Rating Floor	A

Sovereign Risk

Long-Term Foreign-Currency IDR	AAA
Long-Term Local-Currency IDR	AAA

Outlooks

Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Foreign-Currency IDR	Stable
Sovereign Long-Term Local-Currency IDR	Stable

Financial Data

Oesterreichische Volksbanken-Aktiengesellschaft

	30 Sep 11	31 Dec 10
Total assets (USDm)	58,898.7	62,085.50
Total assets (EURm)	43,620.4	46,464.8
Total equity (EURm)	94.4	1,024.0
Fitch core capital (EURm)	-59.2	722.9
Loan impairment charges (EURm)	90.2	364.3
Operating profit (EURm)	-633.6	106.9
Net income (EURm)	-696.2	56.5
Cost/income ratio (%)	750.0	55.29
Operating ROAA (%)	-1.90	0.22
Operating ROAE (%)	-65.96	6.99
Fitch core capital/weighted risks (%)	-0.23	2.59
Tier 1 ratio (%)	9.96	9.37

Key Rating Drivers

Group Ratings: Oesterreichische Volksbanken-Aktiengesellschaft (OeVAG) is the central institution of Volksbanken Verbund (VB-Verbund, 'A'/Stable/Viability Rating (VR) 'bb-'/Rating Watch Negative), Austria's second-largest cooperative banking group. Consequently, Fitch Ratings has assigned OeVAG "group" ratings under Fitch's rating criteria for banking structures backed by mutual support mechanisms. Fitch does not assign a VR to OeVAG.

State Support is Key: OeVAG is in Fitch's opinion unlikely to repay EUR1bn government participation capital received in 2009 in the short to medium term. Given the systemic importance of VB-Verbund (of which OeVAG is an integral part), there is, in the agency's view, an extremely high probability of further support from the Republic of Austria, should mutual support mechanisms not be sufficient to meet the financial obligations of OeVAG.

However, any additional state support would in Fitch's view indicate a further deterioration of OeVAG's financial and risk profile, which would put VB-Verbund's VR under pressure.

Capitalisation Improvement Necessary: OeVAG's capitalisation is thin, and most of the planned capital-raising measures announced in 2011 had to be postponed as a result of adverse market conditions.

The closing of the sale of the OeVAG's subsidiary Volksbanken International AG (VBI; excluding Volksbank Romania S.A. (VB Romania)) to Sberbank of Russia ('BBB'/Stable) on 15 February 2012, which resulted in a significant balance sheet reduction, meant that OeVAG is now exempt from the EBA capital ratio requirement introduced in mid-2012. Nevertheless, timely optimisation of the capital base is, in Fitch's view, vital for a sustainable business model.

Comprehensive Repositioning: VB-Verbund and OeVAG initiated a reorganisation of the group structure similar to that of Rabobank Group ('AA'/Stable). Parliament amended the Banking Law to allow for such structures. Fitch views this positively as it should optimise the regulatory capital base and strengthen internal controls. However, execution risks are material.

Poor Profitability: Significant write-downs of OeVAG's investments and participations, notably Investkredit Bank AG and VB Romania, and adverse market conditions led to a sizeable operating loss for 9M11 and are likely to continue to hurt profitability.

Fitch does not expect to see meaningful improvements during the repositioning phase. Costs associated with the repositioning and the restructuring initiative of VB Romania are likely to burden its cost base (although somewhat offset by a reduction in personnel costs), negatively affecting the OeVAG's performance and hindering short-term capital generation capability.

Primary Banks Provide Funding: The sale of the CEE retail deposit base means that funding from VB-Verbund's primary banks will become an even larger funding source. Although the indicated loan-to-deposit ratio in the spreadsheet may appear high, it needs to be considered in the context of the deposits sourced from the primary banks and funding received from the previously owned VBI's former minority shareholders.

What Could Trigger a Rating Action

Reduced Propensity to Support: Should the Austrian state's propensity to support the group weaken or become constrained by legislative changes, this could result in a downgrade of the group's IDRs.

Related Research

[Volksbanken Verbund \(February 2012\)](#)

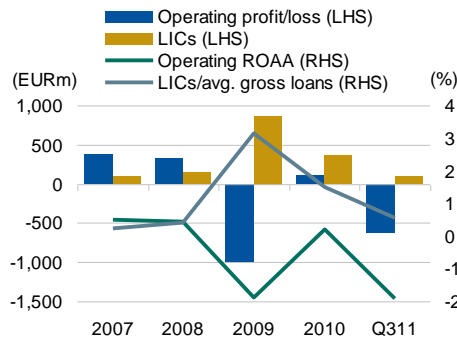
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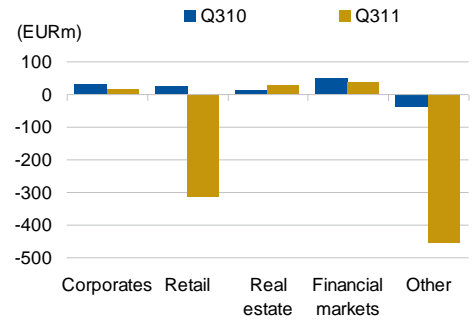
- Operating performance significantly burdened by write-downs of financial investments and participations.
- Worsening domestic macroeconomic outlook and continued market volatility imply subdued earnings base.
- Sale of VBI to materially reduce contribution from the retail segment, but focus on domestic market should provide a degree of earnings stability.

Performance Indicators



Source: OeVAG; Fitch

Performance Indicators



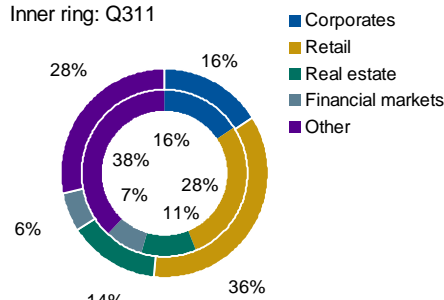
Source: OeVAG; Fitch

- Focus on its core function as central institution for the sector.
- Divestment of CEE retail operations shield the bank from heightened market volatility in those regions, but concentration risks may increase.
- GIIPS exposure at 4.3% of total assets at end-H111 may necessitate further impairments.

Total Assets by Segment

Outer ring: end-2010

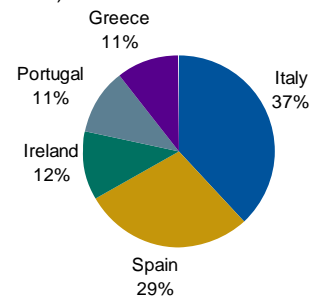
Inner ring: Q311



Source: OeVAG; Fitch

GIIPS Exposure

(End-H111)

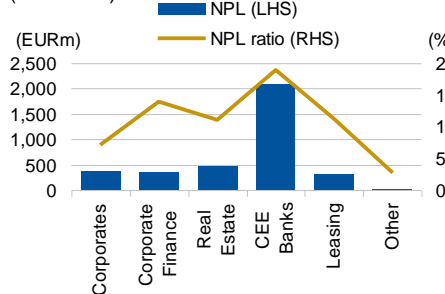


Source: OeVAG; Fitch

- Asset quality likely to improve as poorer performing CEE assets have been sold. However, rising Romanian NPLs may, in Fitch's view, necessitate another recapitalisation of VB Romania.
- Funding primarily through liquidity placements of VB-Verbund primary banks.
- High loans-to-deposit ratio should be viewed in the context of placements from primary banks (accounted for as interbank funding) and funding received from the previously owned VBI's former minority shareholders.

Asset Quality

(End-Q311)

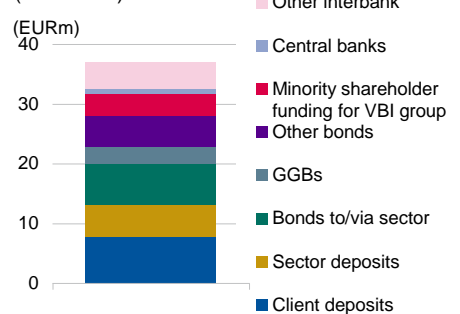


Note: VBI included

Source: OeVAG; Fitch

Non-Equity Funding Structure

(End-H111)

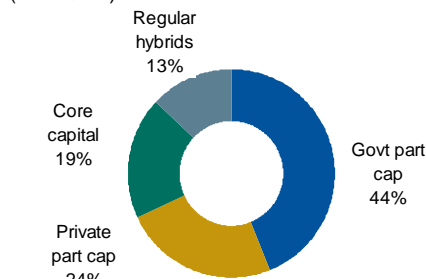


Source: OeVAG; Fitch

- Heavy reliance on government participation capital, further delays in repayment likely.
- Legal reorganisation of the group could optimise capital base, but the process may be lengthy.
- Sale of VBI has a positive effect on regulatory capital ratios.

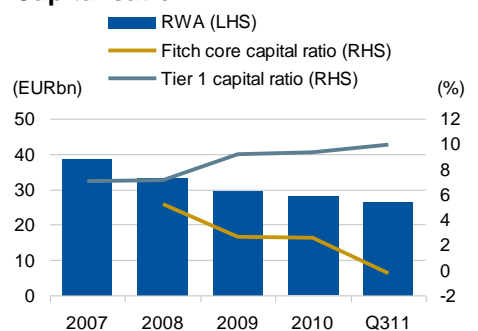
Capital Structure

(End-Q311)



Source: OeVAG; Fitch

Capitalisation



Source: OeVAG; Fitch

Related Criteria

- [Global Financial Institutions Rating Criteria \(August 2011\)](#)
- [Rating Bank Regulatory Capital and Similar Securities \(December 2011\)](#)
- [Rating Criteria for Banking Structures Backed by Mutual Support Mechanisms \(April 2011\)](#)

Oesterreichische Volksbanken-Aktiengesellschaft
Income Statement

	30 Sep 2011			31 Dec 2010		31 Dec 2009		31 Dec 2008		31 Dec 2007		
	9 Months - 3rd Quarter	9 Months - 3rd Quarter	As % of	Year End	As % of	Year End	As % of	Year End	As % of	Year End	As % of	
	USDm	EURm	Earning	EURm	Earning	EURm	Earning	EURm	Earning	EURm	Earning	
	Unaudited	Unaudited	Assets	Unqualified	Assets	Unqualified	Assets	Unqualified	Assets	Audited/Report not seen	Assets	
1. Interest Income on Loans	909.9	673.9	2.74	1,146.2	2.81	1,322.3	3.10	1,733.6	3.90	4,951.0	6.89	
2. Other Interest Income	615.6	455.9	1.85	820.3	2.01	872.2	2.05	1,074.5	2.42	29.6	0.04	
3. Dividend Income	39.8	29.5	0.12	24.4	0.06	-9.7	-0.02	531.2	1.19	n.a.	-	
4. Gross Interest and Dividend Income	1,565.4	1,159.3	4.71	1,990.9	4.88	2,184.8	5.13	3,339.3	7.51	4,980.6	6.93	
5. Interest Expense on Customer Deposits	107.3	79.5	0.32	203.4	0.50	256.8	0.60	338.4	0.76	4,241.5	5.90	
6. Other Interest Expense	996.5	738.0	3.00	1,034.0	2.53	1,381.0	3.24	1,930.9	4.34	98.6	0.14	
7. Total Interest Expense	1,103.8	817.5	3.32	1,237.4	3.03	1,637.8	3.84	2,269.3	5.10	4,340.1	6.04	
8. Net Interest Income	461.5	341.8	1.39	753.5	1.85	547.0	1.28	1,070.0	2.41	640.5	0.89	
9. Net Gains (Losses) on Trading and Derivatives	17.4	12.9	0.05	39.5	0.10	178.4	0.42	51.9	0.12	57.2	0.08	
10. Net Gains (Losses) on Other Securities	-467.2	-346.0	-1.41	15.4	0.04	-315.0	-0.74	-201.8	-0.45	0.2	0.00	
11. Net Gains (Losses) on Assets at FV through Income Statement	n.a.	n.a.	-	27.5	0.07	-15.3	-0.04	-104.0	-0.23	n.a.	-	
12. Net Insurance Income	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
13. Net Fees and Commissions	101.1	74.9	0.30	166.9	0.41	150.0	0.35	185.0	0.42	191.5	0.27	
14. Other Operating Income	n.a.	n.a.	-	51.1	0.13	64.6	0.15	267.0	0.60	211.1	0.29	
15. Total Non-Interest Operating Income	-348.6	-258.2	-1.05	300.4	0.74	62.7	0.15	198.1	0.45	460.0	0.64	
16. Personnel Expenses	198.5	147.0	0.60	291.3	0.71	277.6	0.65	308.4	0.69	322.1	0.45	
17. Other Operating Expenses	648.1	480.0	1.95	291.4	0.71	463.8	1.09	487.3	1.10	347.9	0.48	
18. Total Non-Interest Expenses	846.6	627.0	2.55	582.7	1.43	741.4	1.74	795.7	1.79	670.0	0.93	
19. Equity-accounted Profit/ Loss - Operating	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	26.4	0.04	
20. Pre-impairment Operating Profit	-733.7	-543.4	-2.21	471.2	1.15	-131.7	-0.31	472.4	1.06	456.9	0.64	
21. Loan Impairment Charge	121.8	90.2	0.37	364.3	0.89	863.4	2.03	143.7	0.32	87.1	0.12	
22. Securities and Other Credit Impairment Charges	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
23. Operating Profit	-855.5	-633.6	-2.58	106.9	0.26	-995.1	-2.33	328.7	0.74	369.8	0.51	
24. Equity-accounted Profit/ Loss - Non-operating	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
25. Non-recurring Income	n.a.	n.a.	-	2.2	0.01	71.7	0.17	4.4	0.01	n.a.	-	
26. Non-recurring Expense	n.a.	n.a.	-	10.7	0.03	15.1	0.04	558.7	1.26	1.2	0.00	
27. Change in Fair Value of Own Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
28. Other Non-operating Income and Expenses	n.a.	n.a.	-	-7.6	-0.02	-4.9	-0.01	-176.3	-0.40	19.5	0.03	
29. Pre-tax Profit	-855.5	-633.6	-2.58	90.8	0.22	-943.4	-2.21	-401.9	-0.90	388.1	0.54	
30. Tax expense	0.0	0.0	0.00	34.3	0.08	179.6	0.42	-191.0	-0.43	42.2	0.06	
31. Profit/Loss from Discontinued Operations	-84.5	-62.6	-0.25	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
32. Net Income	-940.0	-696.2	-2.83	56.5	0.14	-1,123.0	-2.63	-210.9	-0.47	345.9	0.48	
33. Change in Value of AFS Investments	-28.6	-21.2	-0.09	-39.8	-0.10	54.8	0.13	-144.3	-0.32	-94.4	-0.13	
34. Revaluation of Fixed Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
35. Currency Translation Differences	52.4	38.8	0.16	-5.5	-0.01	-20.5	-0.05	n.a.	-	-8.3	-0.01	
36. Remaining OCI Gains/(Losses)	-3.5	-2.6	-0.01	n.a.	-	n.a.	-	n.a.	-	n.a.	-	
37. Fitch Comprehensive Income	-919.8	-681.2	-2.77	11.2	0.03	-1,088.7	-2.55	-355.2	-0.80	243.2	0.34	
38. Memo: Profit Allocation to Non-controlling Interests	-9.6	-7.1	-0.03	1.1	0.00	-38.8	-0.09	-58.9	-0.13	126.2	0.18	
39. Memo: Net Income after Allocation to Non-controlling Interests	-930.5	-689.1	-2.80	55.4	0.14	-1,084.2	-2.54	-152.0	-0.34	219.7	0.31	
40. Memo: Common Dividends Relating to the Period	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	36.1	0.05	
41. Memo: Preferred Dividends Related to the Period	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	n.a.	-	

Exchange rate

USD1 = EUR0.74060

USD1 = EUR0.74840

USD1 = EUR0.69416

USD1 = EUR0.71855

USD1 = EUR0.67930

Oesterreichische Volksbanken-Aktiengesellschaft

Balance Sheet

	30 Sep 2011		31 Dec 2010		31 Dec 2009		31 Dec 2008		31 Dec 2007		
	9 Months - 3rd Quarter USDm	9 Months - 3rd Quarter EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets
Assets											
A. Loans											
1. Residential Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other Mortgage Loans	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Other Consumer/ Retail Loans	3,500.1	2,592.2	5.94	12,661.0	27.25	13,647.5	28.36	14,280.8	25.59	n.a.	-
4. Corporate & Commercial Loans	13,836.9	10,247.6	23.49	10,650.3	22.92	10,181.8	21.16	11,160.4	20.00	n.a.	-
5. Other Loans	321.6	238.2	0.55	303.6	0.65	339.3	0.71	586.6	1.05	39,047.8	49.65
6. Less: Reserves for Impaired Loans/ NPLs	1,318.8	976.7	2.24	1,522.5	3.28	1,245.4	2.59	496.6	0.89	502.4	0.64
7. Net Loans	16,339.9	12,101.3	27.74	22,092.4	47.55	22,923.2	47.64	25,531.2	45.74	38,545.4	49.01
8. Gross Loans	17,658.7	13,078.0	29.98	23,614.9	50.82	24,168.6	50.23	26,027.8	46.63	39,047.8	49.65
9. Memo: Impaired Loans included above	2,001.1	1,482.0	3.40	3,651.0	7.86	2,708.0	5.63	n.a.	-	n.a.	-
10. Memo: Loans at Fair Value included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
B. Other Earning Assets											
1. Loans and Advances to Banks	11,837.8	8,767.1	20.10	6,431.9	13.84	5,961.7	12.39	6,162.9	11.04	11,367.8	14.46
2. Reverse Repos and Cash Collateral	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Trading Securities and at FV through Income	1,576.3	1,167.4	2.68	1,264.5	2.72	1,267.0	2.63	1,656.1	2.97	464.1	0.59
4. Derivatives	4,198.9	3,109.7	7.13	1,662.8	3.58	1,564.0	3.25	823.1	1.47	2,936.4	3.73
5. Available for Sale Securities	4,963.7	3,676.1	8.43	4,655.4	10.02	4,466.3	9.28	3,066.2	5.49	14,159.2	18.00
6. Held to Maturity Securities	1,933.0	1,431.6	3.28	1,736.7	3.74	1,959.2	4.07	2,352.7	4.22	4,036.4	5.13
7. At-equity Investments in Associates	1,053.3	780.1	1.79	790.5	1.70	726.1	1.51	891.9	1.60	328.3	0.42
8. Other Securities	2,225.5	1,648.2	3.78	1,837.9	3.96	1,918.3	3.99	2,137.7	3.83	n.a.	-
9. Total Securities	15,950.7	11,813.1	27.08	11,947.8	25.71	11,900.9	24.73	10,927.7	19.58	21,924.4	27.88
10. Memo: Government Securities included Above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
11. Memo: Total Securities Pledged	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Investments in Property	n.a.	n.a.	-	n.a.	-	1,711.4	3.56	1,716.5	3.08	n.a.	-
13. Insurance Assets	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
14. Other Earning Assets	266.5	197.4	0.45	334.8	0.72	124.9	0.26	136.1	0.24	24.2	0.03
15. Total Earning Assets	44,395.0	32,878.9	75.38	40,806.9	87.82	42,622.1	88.58	44,474.4	79.68	71,861.8	91.38
C. Non-Earning Assets											
1. Cash and Due From Banks	525.9	389.5	0.89	1,982.4	4.27	3,008.1	6.25	3,875.6	6.94	3,200.4	4.07
2. Memo: Mandatory Reserves included above	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Foreclosed Real Estate	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Fixed Assets	174.3	129.1	0.30	248.1	0.53	263.1	0.55	272.3	0.49	1,780.3	2.26
5. Goodwill	0.0	0.0	0.00	65.1	0.14	72.1	0.15	72.0	0.13	380.2	0.48
6. Other Intangibles	13.4	9.9	0.02	60.2	0.13	59.7	0.12	57.8	0.10	74.9	0.10
7. Current Tax Assets	n.a.	n.a.	-	34.3	0.07	43.0	0.09	50.2	0.09	39.7	0.05
8. Deferred Tax Assets	291.5	215.9	0.49	175.8	0.38	168.2	0.35	365.8	0.66	101.6	0.13
9. Discontinued Operations	12,567.8	9,307.7	21.34	1,719.5	3.70	n.a.	-	n.a.	-	n.a.	-
10. Other Assets	930.9	689.4	1.58	1,372.5	2.95	1,880.1	3.91	6,646.8	11.91	1,201.9	1.53
11. Total Assets	58,898.7	43,620.4	100.00	46,464.8	100.00	48,116.4	100.00	55,814.9	100.00	78,640.8	100.00
Liabilities and Equity											
D. Interest-Bearing Liabilities											
1. Customer Deposits - Current	3,460.4	2,562.8	5.88	7,186.2	15.47	7,179.1	14.92	8,530.9	15.28	4,578.3	5.82
2. Customer Deposits - Savings	0.3	0.2	0.00	125.7	0.27	136.4	0.28	97.1	0.17	6,272.6	7.98
3. Customer Deposits - Term	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Total Customer Deposits	3,460.7	2,563.0	5.88	7,311.9	15.74	7,315.5	15.20	8,628.0	15.46	10,850.9	13.80
5. Deposits from Banks	15,443.4	11,437.4	26.22	14,377.1	30.94	16,078.6	33.42	20,297.5	36.37	24,200.5	30.77
6. Repos and Cash Collateral	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Other Deposits and Short-term Borrowings	n.a.	n.a.	-	2,908.7	6.26	2,404.9	5.00	n.a.	-	n.a.	-
8. Total Deposits, Money Market and Short-term Funding	18,904.1	14,000.4	32.10	24,597.7	52.94	25,799.0	53.62	28,925.5	51.82	35,051.4	44.57
9. Senior Debt Maturing after 1 Year	19,425.2	14,386.3	32.98	13,212.8	28.44	14,923.7	31.02	14,954.5	26.79	33,108.7	42.10
10. Subordinated Borrowing	1,321.5	978.7	2.24	1,064.0	2.29	1,070.0	2.22	1,076.7	1.93	1,966.5	2.50
11. Other Funding	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
12. Total Long Term Funding	20,746.7	15,365.0	35.22	14,276.8	30.73	15,993.7	33.24	16,031.2	28.72	35,075.2	44.60
13. Derivatives	3,808.1	2,820.3	6.47	2,651.9	5.71	2,208.4	4.59	2,110.3	3.78	3,693.7	4.70
14. Trading Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
15. Total Funding	43,459.0	32,185.7	73.79	41,526.4	89.37	44,001.1	91.45	47,067.0	84.33	73,820.3	93.87
E. Non-Interest Bearing Liabilities											
1. Fair Value Portion of Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Credit impairment reserves	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Reserves for Pensions and Other	273.8	202.8	0.46	186.1	0.40	191.0	0.40	162.9	0.29	203.7	0.26
4. Current Tax Liabilities	n.a.	n.a.	-	8.0	0.02	17.4	0.04	28.2	0.05	31.0	0.04
5. Deferred Tax Liabilities	97.5	72.2	0.17	84.4	0.18	129.2	0.27	138.1	0.25	129.7	0.16
6. Other Deferred Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Discontinued Operations	11,898.5	8,812.0	20.20	n.a.	-	n.a.	-	n.a.	-	n.a.	-
8. Insurance Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
9. Other Liabilities	566.0	419.2	0.96	1,801.8	3.88	803.3	1.67	5,314.7	9.52	1,508.7	1.92
10. Total Liabilities	56,294.8	41,691.9	95.58	43,606.7	93.85	45,142.0	93.82	52,710.9	94.44	75,693.4	96.25
F. Hybrid Capital											
1. Pref. Shares and Hybrid Capital accounted for as Debt	1,080.2	800.0	1.83	800.0	1.72	853.1	1.77	880.2	1.58	n.a.	-
2. Pref. Shares and Hybrid Capital accounted for as Equity	1,396.3	1,034.1	2.37	1,034.1	2.23	1,034.1	2.15	n.a.	-	n.a.	-
G. Equity											
1. Common Equity	-562.5	-416.6	-0.96	342.2	0.74	293.4	0.61	1,434.8	2.57	1,634.4	2.08
2. Non-controlling Interest	941.4	697.2	1.60	865.4	1.86	943.2	1.96	993.2	1.78	1,347.0	1.71
3. Securities Revaluation Reserves	-243.0	-180.0	-0.41	-183.6	-0.40	-149.4	-0.31	-204.2	-0.37	-59.9	-0.08
4. Foreign Exchange Revaluation Reserves	-8.6	-6.4	-0.01	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Fixed Asset Revaluations and Other Accumulated OCI	0.3	0.2	0.00	n.a.	-	n.a.	-	n.a.	-	25.9	0.03
6. Total Equity	127.5	94.4	0.22	1,024.0	2.20	1,087.2	2.26	2,223.8	3.98	2,947.4	3.75
7. Total Liabilities and Equity	58,898.7	43,620.4	100.00	46,464.8	100.00	48,116.4	100.00	55,814.9	100.00	78,640.8	100.00
8. Memo: Fitch Core Capital	-79.9	-59.2	-0.14	722.9	1.56	787.2	1.64	1,728.2	3.10	n.a.	-
9. Memo: Fitch Eligible Capital	2,025.2	1,499.9	3.44	2,282.0	4.91	2,372.9	4.93	2,468.9	4.42	n.a.	-

Exchange rate USD1 = EUR0.74060 USD1 = EUR0.74840 USD1 = EUR0.69416 USD1 = EUR0.71855 USD1 = EUR0.67930

Oesterreichische Volksbanken-Aktiengesellschaft
Summary Analytics

	30 Sep 2011	31 Dec 2010	31 Dec 2009	31 Dec 2008	31 Dec 2007
	9 Months - 3rd Quarter	Year End	Year End	Year End	Year End
A. Interest Ratios					
1. Interest Income on Loans/ Average Gross Loans	4.27	4.74	4.82	4.80	14.33
2. Interest Expense on Customer Deposits/ Average Customer Deposits	1.70	2.71	2.59	3.14	45.50
3. Interest Income/ Average Earning Assets	4.05	4.63	4.75	5.21	7.29
4. Interest Expense/ Average Interest-bearing Liabilities	2.85	2.86	3.45	3.42	6.78
5. Net Interest Income/ Average Earning Assets	1.20	1.75	1.19	1.67	0.94
6. Net Int. Inc Less Loan Impairment Charges/ Av. Earning Assets	0.88	0.91	-0.69	1.44	0.81
7. Net Interest Inc Less Preferred Stock Dividend/ Average Earning Assets	1.20	1.75	1.19	1.67	0.94
B. Other Operating Profitability Ratios					
1. Non-Interest Income/ Gross Revenues	-308.85	28.50	10.28	15.62	41.80
2. Non-Interest Expense/ Gross Revenues	750.00	55.29	121.60	62.75	60.88
3. Non-Interest Expense/ Average Assets	1.88	1.21	1.40	1.07	0.90
4. Pre-impairment Op. Profit/ Average Equity	-56.57	30.80	-5.92	17.37	15.52
5. Pre-impairment Op. Profit/ Average Total Assets	-1.63	0.98	-0.25	0.64	0.61
6. Loans and securities impairment charges/ Pre-impairment Op. Profit	-16.60	77.31	-655.58	30.42	19.06
7. Operating Profit/ Average Equity	-65.96	6.99	-44.73	12.09	12.56
8. Operating Profit/ Average Total Assets	-1.90	0.22	-1.88	0.44	0.50
9. Taxes/ Pre-tax Profit	0.00	37.78	-19.04	47.52	10.87
10. Pre-Impairment Operating Profit / Risk Weighted Assets	-2.77	1.69	-0.45	1.42	1.19
11. Operating Profit / Risk Weighted Assets	-3.23	0.38	-3.37	0.99	0.96
C. Other Profitability Ratios					
1. Net Income/ Average Total Equity	-72.48	3.69	-50.48	-7.76	11.75
2. Net Income/ Average Total Assets	-2.09	0.12	-2.12	-0.28	0.47
3. Fitch Comprehensive Income/ Average Total Equity	-70.92	0.73	-48.94	-13.06	8.26
4. Fitch Comprehensive Income/ Average Total Assets	-2.04	0.02	-2.05	-0.48	0.33
5. Net Income/ Av. Total Assets plus Av. Managed Securitized Assets	n.a.	n.a.	n.a.	n.a.	n.a.
6. Net Income/ Risk Weighted Assets	-3.55	0.20	-3.81	-0.63	0.90
7. Fitch Comprehensive Income/ Risk Weighted Assets	-3.47	0.04	-3.69	-1.07	0.63
D. Capitalization					
1. Fitch Core Capital/Weighted Risks	-0.23	2.59	2.67	5.20	n.a.
2. Fitch Eligible Capital/ Weighted Risks	5.72	8.18	8.04	7.42	n.a.
3. Tangible Common Equity/ Tangible Assets	0.19	1.57	1.65	3.12	3.15
4. Tier 1 Regulatory Capital Ratio	9.96	9.37	9.20	7.14	7.05
5. Total Regulatory Capital Ratio	12.21	12.78	12.48	9.72	10.85
6. Core Tier 1 Regulatory Capital Ratio	n.a.	n.a.	n.a.	n.a.	n.a.
7. Equity/ Total Assets	0.22	2.20	2.26	3.98	3.75
8. Cash Dividends Paid & Declared/ Net Income	0.00	0.00	0.00	0.00	10.44
9. Cash Dividend Paid & Declared/ Fitch Comprehensive Income	0.00	0.00	0.00	0.00	14.84
10. Cash Dividends & Share Repurchase/Net Income	n.a.	n.a.	n.a.	n.a.	n.a.
11. Net Income - Cash Dividends/ Total Equity	-986.03	5.52	-103.29	-9.48	10.51
E. Loan Quality					
1. Growth of Total Assets	-6.12	-3.43	-13.79	-29.03	16.63
2. Growth of Gross Loans	-44.62	-2.29	-7.14	-33.34	25.52
3. Impaired Loans(NPLs)/ Gross Loans	11.33	15.46	11.20	n.a.	n.a.
4. Reserves for Impaired Loans/ Gross loans	7.47	6.45	5.15	1.91	1.29
5. Reserves for Impaired Loans/ Impaired Loans	65.90	41.70	45.99	n.a.	n.a.
6. Impaired Loans less Reserves for Imp Loans/ Equity	535.28	207.86	134.53	n.a.	n.a.
7. Loan Impairment Charges/ Average Gross Loans	0.57	1.51	3.15	0.40	0.25
8. Net Charge-offs/ Average Gross Loans	n.a.	n.a.	n.a.	n.a.	n.a.
9. Impaired Loans + Foreclosed Assets/ Gross Loans + Foreclosed Assets	11.33	15.46	11.20	n.a.	n.a.
F. Funding					
1. Loans/ Customer Deposits	510.26	322.97	330.38	301.67	359.86
2. Interbank Assets/ Interbank Liabilities	76.65	44.74	37.08	30.36	46.97
3. Customer Deposits/ Total Funding excl Derivatives	8.73	18.81	17.50	19.19	15.47

Oesterreichische Volksbanken-Aktiengesellschaft
Reference Data

	30 Sep 2011		31 Dec 2010		31 Dec 2009		31 Dec 2008		31 Dec 2007		
	9 Months - 3rd Quarter USDm	9 Months - 3rd Quarter EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets	Year End EURm	As % of Assets
A. Off-Balance Sheet Items											
1. Managed Securitised Assets Reported Off-Balance Sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
2. Other off-balance sheet exposure to securitizations	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
3. Guarantees	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Acceptances and documentary credits reported off-balance sheet	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
5. Committed Credit Lines	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
6. Other Contingent Liabilities	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
7. Total Business Volume	58,898.7	43,620.4	100.00	46,464.8	100.00	48,116.4	100.00	55,814.9	100.00	78,640.8	100.00
8. Memo: Total Weighted Risks	35,412.5	26,226.5	60.12	27,880.8	60.00	29,513.0	61.34	33,263.0	59.60	38,502.3	48.96
9. Fitch Adjustments to Weighted Risks.	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
10. Fitch Adjusted Weighted Risks	35,412.5	26,226.5	60.12	27,880.8	60.00	29,513.0	61.34	33,263.0	59.60	38,502.3	48.96
B. Average Balance Sheet											
Average Loans	28,395.9	21,030.0	48.21	24,196.1	52.07	27,450.8	57.05	36,127.0	64.73	34,557.3	43.94
Average Earning Assets	51,631.5	38,238.3	87.66	42,980.5	92.50	46,032.9	95.67	64,138.2	114.91	68,356.8	86.92
Average Assets	60,173.2	44,564.3	102.16	48,311.5	103.97	52,988.2	110.13	74,054.9	132.68	74,314.9	94.50
Average Managed Securitised Assets (OBS)	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Average Interest-Bearing Liabilities	51,694.3	38,284.8	87.77	43,323.4	93.24	47,517.1	98.75	66,269.9	118.73	64,019.1	81.41
Average Common equity	937.8	694.5	1.59	855.8	1.84	1,439.0	2.99	1,588.3	2.85	1,555.9	1.98
Average Equity	1,734.0	1,284.2	2.94	1,529.8	3.29	2,224.6	4.62	2,718.9	4.87	2,944.4	3.74
Average Customer Deposits	8,451.8	6,259.4	14.35	7,502.7	16.15	9,900.1	20.58	10,779.0	19.31	9,322.8	11.85
C. Maturities											
Asset Maturities:											
Loans & Advances < 3 months	n.a.	n.a.	-	4,200.9	9.04	3,796.3	7.89	n.a.	-	3,708.6	4.72
Loans & Advances 3 - 12 Months	n.a.	n.a.	-	2,991.8	6.44	3,319.9	6.90	n.a.	-	2,972.8	3.78
Loans and Advances 1 - 5 Years	n.a.	n.a.	-	7,895.0	16.99	7,631.4	15.86	n.a.	-	9,914.6	12.61
Loans & Advances > 5 years	n.a.	n.a.	-	8,527.2	18.35	9,421.0	19.58	n.a.	-	22,451.8	28.55
Debt Securities < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Debt Securities > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank < 3 Months	n.a.	n.a.	-	5,770.9	12.42	4,929.4	10.24	n.a.	-	6,343.7	8.07
Interbank 3 - 12 Months	n.a.	n.a.	-	138.9	0.30	603.4	1.25	n.a.	-	683.3	0.87
Interbank 1 - 5 Years	n.a.	n.a.	-	111.0	0.24	133.2	0.28	n.a.	-	2,168.2	2.76
Interbank > 5 Years	n.a.	n.a.	-	411.1	0.88	295.6	0.61	n.a.	-	2,172.7	2.76
Liability Maturities:											
Retail Deposits < 3 months	n.a.	n.a.	-	4,369.5	9.40	4,692.1	9.75	n.a.	-	n.a.	-
Retail Deposits 3 - 12 Months	n.a.	n.a.	-	980.3	2.11	848.1	1.76	n.a.	-	n.a.	-
Retail Deposits 1 - 5 Years	n.a.	n.a.	-	573.5	1.23	444.2	0.92	n.a.	-	n.a.	-
Retail Deposits > 5 Years	n.a.	n.a.	-	1,388.6	2.99	1,331.1	2.77	n.a.	-	n.a.	-
Other Deposits < 3 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits 3 - 12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits 1 - 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Other Deposits > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Interbank < 3 Months	n.a.	n.a.	-	6,368.1	13.71	6,283.4	13.06	n.a.	-	15,140.6	19.25
Interbank 3 - 12 Months	n.a.	n.a.	-	645.3	1.39	1,523.7	3.17	n.a.	-	2,821.8	3.59
Interbank 1 - 5 Years	n.a.	n.a.	-	3,889.5	8.37	4,848.2	10.08	n.a.	-	6,238.0	7.93
Interbank > 5 Years	n.a.	n.a.	-	3,474.2	7.48	3,423.3	7.11	n.a.	-	n.a.	-
Senior Debt Maturing < 3 months	n.a.	n.a.	-	780.3	1.68	n.a.	-	n.a.	-	n.a.	-
Senior Debt Maturing 3-12 Months	n.a.	n.a.	-	2,128.4	4.58	n.a.	-	n.a.	-	10,777.2	13.70
Senior Debt Maturing 1- 5 Years	n.a.	n.a.	-	8,603.3	18.52	n.a.	-	n.a.	-	22,331.6	28.40
Senior Debt Maturing > 5 Years	n.a.	n.a.	-	4,609.5	9.92	n.a.	-	n.a.	-	n.a.	-
Total Senior Debt on Balance Sheet	n.a.	n.a.	-	16,121.5	34.70	n.a.	-	n.a.	-	33,108.8	42.10
Fair Value Portion of Senior Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Covered Bonds	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing < 3 months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 3-12 Months	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing 1- 5 Year	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Subordinated Debt Maturing > 5 Years	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
Total Subordinated Debt on Balance Sheet	1,321.5	978.7	2.24	1,064.0	2.29	1,070.0	2.22	1,076.7	1.93	1,966.5	2.50
Fair Value Portion of Subordinated Debt	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
D. Equity Reconciliation											
1. Equity	127.5	94.4	0.22	1,024.0	2.20	1,087.2	2.26	2,223.8	3.98	2,947.4	3.75
2. Add: Pref. Shares and Hybrid Capital accounted for as Equity	1,396.3	1,034.1	2.37	1,034.1	2.23	1,034.1	2.15	n.a.	-	n.a.	-
3. Add: Other Adjustments	n.a.	n.a.	-	n.a.	-	n.a.	-	n.a.	-	n.a.	-
4. Published Equity	n.a.	n.a.	-	2,058.1	4.43	2,121.3	4.41	2,223.8	3.98	n.a.	-
E. Fitch Eligible Capital Reconciliation											
1. Total Equity as reported (including non-controlling interests)	127.5	94.4	0.22	1,024.0	2.20	1,087.2	2.26	2,223.8	3.98	2,947.4	3.75
2. Fair value effect incl in own debt/borrowings at fv on the B/S- CC only	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	n.a.	-
3. Non-loss-absorbing non-controlling interests	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	n.a.	-
4. Goodwill	0.0	0.0	0.00	65.1	0.14	72.1	0.15	72.0	0.13	380.2	0.48
5. Other intangibles	13.4	9.9	0.02	60.2	0.13	59.7	0.12	57.8	0.10	74.9	0.10
6. Deferred tax assets deduction	194.0	143.7	0.33	175.8	0.38	168.2	0.35	365.8	0.66	28.1	0.04
7. Net asset value of insurance subsidiaries	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	n.a.	-
8. First loss tranches of off-balance sheet securitizations	0.0	0.0	0.00	0.0	0.00	0.0	0.00	0.0	0.00	n.a.	-
9. Fitch Core Capital	-79.9	-59.2	-0.14	722.9	1.56	787.2	1.64	1,728.2	3.10	n.a.	-
10. Eligible weighted Hybrid capital	2,105.2	1,559.08	3.57	1,559.08	3.36	1,585.7	3.30	740.7	1.33	n.a.	-
11. Government held Hybrid Capital	1,350.3	1,000.0	2.29	1,000.0	2.15	1,000.0	2.08	0.0	0.00	n.a.	-
12. Fitch Eligible Capital	1,236.0	1,499.9	3.44	2,282.0	4.91	2,372.9	4.93	2,468.9	4.42	n.a.	-
Exchange Rate	USD1 = EUR0.74060			USD1 = EUR0.74840			USD1 = EUR0.69416			USD1 = EUR0.71855	
				USD1 = EUR0.67930							

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