

Slovenská sporiteľňa, a.s.

**Interim separate financial statements
prepared in accordance with International Financial Reporting Standards
IAS 34 Interim Financial Reporting
as adopted by the European Union
for the half of the year ended 30 June 2023**

(Translated version, original version in Slovak)

Content

Interim Separate Statement of Income	1
Earnings per share	1
Interim Separate Statement of Comprehensive Income	2
Interim Separate Statement of Financial Position	3
Interim Separate Statement of Changes in Equity	4
Interim Separate Statement of Cash Flows	5
Comparison of Quarterly results	6
Notes to the Interim Separate Financial Statements	7
Performance / Return	10
1. Segment reporting	10
2. Net interest income	12
3. Net fee and commission income	13
4. Dividend income	13
5. Net trading result	13
6. General administrative expenses	14
7. Impairment result from financial instruments	14
8. Other operating result	15
9. Taxes on income	15
Financial instruments – Significant accounting policies	16
Financial instruments held at amortised cost	16
10. Cash and cash balances	16
11. Financial assets at amortised cost	16
12. Trade and other receivables	20
13. Financial liabilities at amortised costs	22
Financial instruments at fair value through profit or loss	25
14. Derivative financial instruments	25
15. Non-trading financial assets at fair value through profit or loss	25
Financial instruments – other disclosure matters	26
16. Fair value of financial instruments	26
17. Hedge accounting	28
18. Transfers of financial assets – repurchase transactions and securities lending	30
19. Collaterals	30
Risk and capital management	32
20. Risk management	32
21. Own funds and capital requirements	32
22. Credit risk	34
23. Market risk	52
24. Liquidity risk	52
25. Operational risk	52
26. Other assets	52
Leases	53
Accruals, provisions, contingent liabilities and legal proceedings	54
27. Other liabilities	54
28. Provisions	54
29. Contingent liabilities	55
Capital instruments, equity and reserves	56
30. Total equity	56
Investments in subsidiaries, associates and joint ventures	57
31. Subsidiaries	57
32. Investments in associates and joint ventures	58
Other disclosure matters	59
33. Related-party transactions and principal shareholders	59
34. Events after the balance sheet date	61
STATEMENT OF MEMBERS OF THE MANAGEMENT BOARD	61

Interim Separate Statement of Income

for the half of the year ended 30 June 2023

EUR ths.	Notes	2022	2023
Net interest income	2	213,532	255,637
Interest income		212,134	339,809
Other similar income		15,076	19,587
Interest expenses		(9,127)	(77,154)
Other similar expenses		(4,551)	(26,605)
Net fee and commission income	3	93,815	100,720
Fee and commission income		105,291	108,677
Fee and commission expenses		(11,476)	(7,957)
Dividend income	4	543	542
Net trading result	5	8,353	10,998
Gains/losses from financial instruments measured at fair value through profit or loss		(541)	1,604
Rental income from investment properties & other operating leases		153	193
Personnel expenses	6	(75,976)	(86,295)
Other administrative expenses	6	(61,766)	(57,420)
Depreciation and amortisation	6	(19,215)	(18,423)
Gains/losses from derecognition of financial assets measured at amortised cost		1	2
Other gains/losses from derecognition of financial instruments not measured at fair value through profit or loss		(239)	(141)
Impairment result from financial instruments	7	(24,861)	(22,478)
Other operating result	8	(6,939)	(6,766)
Levies on banking activities		(5,894)	(4,447)
Pre-tax result from continuing operations		126,860	178,173
Taxes on income	9	(30,008)	(40,066)
Net result for the period		96,852	138,107

Earnings per share

Earnings per share constitute net profit/loss for the year attributable to owners of the parent divided by the average number of ordinary shares outstanding. Diluted earnings per share represent the maximum potential dilution (through an increase in the average number of shares) that would occur if all subscription and conversion rights granted were exercised (also see Note 30 Total equity). As in the previous year no subscription and conversion rights were outstanding during the financial year. Diluted earnings per share were equal to the basic earnings per share.

		2022	2023
Net result attributable to owners of the parent	EUR ths.	96,852	138,107
Number of outstanding shares	pcs.	212,000	212,000
Basic and diluted earnings per share	EUR	457	651

The notes on pages 7 to 61 are an integral part of these interim separate financial statements.

Interim Separate Statement of Comprehensive Income

for the half of the year ended 30 June 2023

EUR ths.	2022	2023
Net result for the period	96,852	138,107
Other comprehensive income		
Items that may not be reclassified to profit or loss	-	-
Remeasurement of defined benefit plans	-	-
Fair value reserve of equity instruments	-	-
Deferred taxes relating to items that may not be reclassified	-	-
Items that may be reclassified to profit or loss	-	-
Currency reserve	-	-
Gains/losses during the period	-	-
Total other comprehensive income	-	-
Total comprehensive income	96,852	138,107

The notes on pages 7 to 61 are an integral part of these interim separate financial statements.

Interim Separate Statement of Financial Position

as at 30 June 2023

EUR ths.	Notes	31.12.2022	30.06.2023
Assets			
Cash and cash balances	10	1,254,543	1,690,666
Financial assets held for trading	14	77,139	76,573
Derivatives		77,139	76,573
Non-trading financial assets at fair value through profit or loss	15	21,843	23,050
Equity instruments		9,694	11,365
Debt securities		12,149	11,685
Financial assets at amortised cost	11	21,664,202	22,163,870
Pledged as collateral		3,914,418	4,579,009
Debt securities		4,154,899	4,097,977
Loans and advances to banks		26	30,552
Loans and advances to customers		17,509,277	18,035,341
Finance lease receivables	Leases	284,500	320,902
Hedge accounting derivatives	17	16,879	15,963
Property and equipment, right-of-use assets		162,420	159,803
Investment properties		1,453	1,376
Intangible assets		17,868	16,191
Investments in subsidiaries, associates and joint ventures	31, 32	38,659	39,956
Deferred tax assets		69,979	70,496
Trade and other receivables	12	155,526	157,047
Other assets	26	24,574	50,820
Total assets		23,789,585	24,786,713
Liabilities and Equity			
Financial liabilities held for trading	14	73,533	73,206
Derivatives		73,533	73,206
Financial liabilities at amortised cost	13	21,196,021	22,104,077
Deposits from banks		1,173,628	1,291,118
Deposits from customers		16,920,169	17,032,092
Debt securities issued		2,988,434	3,622,178
Other financial liabilities		113,790	158,689
Lease liabilities		81,718	81,867
Hedge accounting derivatives	17	103,266	104,943
Provisions	28	38,972	34,964
Current tax liabilities		7,374	8,127
Other liabilities	27	131,521	99,696
Equity		2,157,180	2,279,833
Equity attributable to owners of the parent	30	2,157,180	2,279,833
Subscribed capital		212,000	212,000
Additional equity instruments		380,000	480,000
Retained earnings and other reserves		1,565,180	1,587,833
Total liabilities and equity		23,789,585	24,786,713

The notes on pages 7 to 61 are an integral part of these interim separate financial statements.

Interim Separate Statement of Changes in Equity

for the half of the year ended 30 June 2023

	Subscribed capital	Retained earnings and other funds			Remeasurement of defined benefit pension liabilities	Additional equity instruments	Equity attributable to owners of the parent	Total equity
		Legal reserve fund	Other funds	Retained earnings				
EUR ths.								
As of 01.01.2023	212,000	79,795	39,104	1,447,237	(956)	380,000	2,157,180	2,157,180
Dividends paid / Distribution for Investment certificate	-	-	-	(115,454)	-	-	(115,454)	(115,454)
Capital increases	-	-	-	-	-	100,000	100,000	100,000
Total comprehensive income	-	-	-	138,107	-	-	138,107	138,107
Net result for the period	-	-	-	138,107	-	-	138,107	138,107
As of 30.06.2023	212,000	79,795	39,104	1,469,890	(956)	480,000	2,279,833	2,279,833

	Subscribed capital	Retained earnings and other funds			Remeasurement of defined benefit pension liabilities	Additional equity instruments	Equity attributable to owners of the parent	Total equity
		Legal reserve fund	Other funds	Retained earnings				
EUR ths.								
As of 01.01.2022	212,000	79,795	39,104	1,316,883	(1,750)	380,000	2,026,032	2,026,032
Dividends paid / Distribution for Investment certificate	-	-	-	(105,681)	-	-	(105,681)	(105,681)
Total comprehensive income	-	-	-	96,852	-	-	96,852	96,852
Net result for the period	-	-	-	96,852	-	-	96,852	96,852
As of 30.06.2022	212,000	79,795	39,104	1,308,054	(1,750)	380,000	2,017,203	2,017,203

The notes on pages 7 to 61 are an integral part of these interim separate financial statements.

Interim Separate Statement of Cash Flows

for the half of the year ended 30 June 2023

EUR ths.	2022	2023
Net result for the period	96,852	138,108
Non-cash adjustments for items in net profit/loss for the year		
Net allocation of credit loss allowances and other provisions	15,808	11,810
Depreciation, amortisation, impairment and reversal of impairment of assets	19,014	18,298
Gains/(losses) from measurement and derecognition of financial assets and financial liabilities	(111)	(1,761)
Accrued interest, amortisation of discount and premium	134,824	666,851
Fair value adjust - hedging	(59,252)	10,344
Other adjustments	(1,252)	(1,051)
Cash flows from operations before changes in operating assets and liabilities		
Financial assets held for trading	(4,201)	566
Non-trading financial assets at fair value through profit or loss		
Equity instruments	(1,912)	90
Debt securities	459	464
Financial assets at amortised cost		
Debt securities	(114,622)	44,938
Loans and advances to banks	30,114	(30,526)
Loans and advances to customers	(1,087,017)	(546,223)
Finance lease receivables	(22,515)	(37,794)
Hedge accounting derivatives	9,893	916
Trade and other receivables	(32,139)	(1,521)
Other assets from operating activities	(8,243)	(26,246)
Financial liabilities held for trading	3,394	(327)
Financial liabilities measured at amortised cost		
Deposits from banks	23,936	117,490
Deposits from customers	331,107	105,023
Other financial liabilities	110,653	44,899
Hedge accounting derivatives	20,054	1,677
Provisions	884	(4,157)
Other liabilities from operating activities	(6,734)	(20,256)
Cash flow from operating activities	(541,006)	491,612
Dividends received from subsidiaries, associates and other investments	543	542
Purchase of share in subsidiaries, associates and joint ventures	(65)	(1,297)
Purchase of intangible assets, property and equipment	(9,945)	(7,842)
Proceeds from sale of intangible assets, property and equipment	1,438	525
Cash flow from investing activities	(8,029)	(8,072)
Dividends paid	(105,682)	(115,454)
AT1 certificate - issue	-	100,000
Issue of the bonds	545,000	(9,134)
Repayment of the bonds	(70,946)	(8,683)
Lease liabilities	(12,082)	(14,446)
Cash flow from financing activities	356,290	(47,717)
Cash and cash equivalents at beginning of the year	2,907,420	1,254,543
Cash flows from operating activities	(541,006)	491,612
Cash flow from investing activities	(8,029)	(8,072)
Cash flow from financing activities	356,290	(47,717)
Effect of foreign exchange rate changes on cash and cash equivalents	179	300
Cash and cash equivalents at end of period	2,714,854	1,690,666
Cash flows related to taxes, interest and dividends (included in cash flow from operating activities)	304,876	884,444
Payments for taxes on income	(33,921)	(40,394)
Interest paid	(1,526)	570,963
Interest received	339,780	353,333
Dividends received	543	542

Cash and cash equivalents are equal to the amount in the statement of financial position line item 'Cash and cash balances'.

The notes on pages 7 to 61 are an integral part of these interim separate financial statements.

Comparison of Quarterly results

EUR ths.	30.06.2022	30.09.2022	31.12.2022	31.03.2023	30.06.2023
Statement of Income					
Net interest income	109,511	113,587	116,445	124,646	130,991
Interest income	108,255	116,138	141,744	158,789	181,020
Other similar income	7,751	5,543	3,923	8,577	11,010
Interest expense	(5,017)	(7,263)	(23,920)	(31,953)	(45,201)
Other similar expense	(1,478)	(831)	(5,302)	(10,767)	(15,838)
Net fee and commission income	49,662	48,876	49,524	50,137	50,583
Fee and commission income	55,427	54,224	54,827	54,167	54,510
Fee and commission expense	(5,765)	(5,348)	(5,303)	(4,030)	(3,927)
Dividend income	526	53	11	11	531
Net trading result	3,693	10,422	4,861	4,212	6,786
Gains/losses from financial instruments measured at fair value through profit or loss	(164)	203	1,244	559	1,045
Rental income from investment properties & other operating leases	66	68	95	92	101
Personnel expenses	(37,670)	(42,347)	(42,799)	(44,530)	(41,765)
Other administrative expenses	(28,006)	(20,238)	(29,108)	(28,551)	(28,869)
Depreciation and amortisation	(9,657)	(9,508)	(8,832)	(9,099)	(9,324)
Gains/losses from derecognition of financial assets measured at AC	-	2	-	2	-
Other gains/losses from derecognition of financial instruments not measured at FVTPL	(245)	11	(224)	(163)	22
Impairment result from financial instruments	(4,869)	(20,680)	13,427	(2,195)	(20,283)
Other operating result	(605)	(598)	2,436	(8,041)	1,275
Levies on banking activities	106	-	-	(7,000)	2,553
Pre-tax profit from continuing operations	82,242	79,851	107,080	87,080	91,093
Taxes on income	(19,543)	(18,407)	(20,817)	(19,593)	(20,473)
Net result for the period	62,699	61,444	86,264	67,487	70,620
Net result attributable to owners of the parent	62,699	61,444	86,264	67,487	70,620

EUR ths.	30.06.2022	30.9.2022	31.12.2022	31.3.2023	30.06.2023
Net result for the period	62,699	61,444	86,264	67,487	70,620
Other comprehensive income					
Items that may not be reclassified to profit or loss					
Remeasurement of net liability of defined pension plans	-	-	1,006	-	-
Deferred taxes relating to items that may not be reclassified	-	-	(211)	-	-
Total	-	-	794	-	-
Total other comprehensive income	-	-	794	-	-
Total comprehensive income	62,699	61,444	87,058	67,487	70,620
Total comprehensive income attributable to owners of the parent	62,699	61,444	87,058	67,487	70,620

The notes on pages 7 to 61 are an integral part of these interim separate financial statements.

Notes to the Interim Separate Financial Statements

General information

Slovenská sporiteľňa, a.s. (hereinafter 'the Bank') has its registered office at Tomášikova 48, 832 37 Bratislava, Slovak Republic. The Bank was incorporated as a joint stock company on 15 March 1994 and registered in the Commercial Register on 1 April 1994. The identification number of the Bank is 00 151 653. The tax identification number of the Bank is 2020411536.

The Bank is a universal bank offering a wide range of banking and financial services to commercial, financial and private customers, principally in the Slovak Republic.

The Bank's sole shareholder is Erste Group Bank AG, which has its registered office at Am Belvedere 1, 1100 Vienna, and which is the ultimate 100% parent company of the Bank. Information on the shareholding structure of the ultimate parent company is disclosed in the 2022 financial statements of Erste Group Bank AG or up-to-date information is available on its homepage.

The Board of Directors of the Bank had five members as at 30 June 2023:

Ing. Peter Krutil (chairman), Ing. Pavel Cetkovský (member), RNDr. Milan Hain, PhD. (member), Mgr. Ing. Norbert Hovančák (member) and Mgr. Juraj Barta, CFA (member).

The chairman of the Board of Directors is also the Chief Executive Officer (CEO) of the Bank. Other members of the Board of Directors are the deputies of the Chief Executive Officer.

The Supervisory Board of the Bank had six members as at 30 June 2023:

David O'Mahony (chairman), Mag. Jan Homan (vice-chairman), Paul Formanko, MBA (member), JUDr. Vazil Hudák (member), Mgr. Alena Adamcová (member) and Juraj Futák (member).

The Bank is subject to various regulatory requirements of local, Slovak regulatory bodies defined by Slovak legislation as well as European regulatory bodies defined by EU legislation.

The Bank is under direct supervision of the European Central Bank within a Single Supervision Mechanism.

Significant accounting policies

a) Basis of preparation

The interim separate financial statements of the Bank for the half of the year ended 30 June 2023 and the related comparative information were prepared in compliance with applicable International Financial Reporting Standards (IFRS) as adopted by the European Union on the basis of IAS Regulation (EC) No. 1606/2002.

The principal accounting policies applied in the preparation of these interim separate financial statements are set out in respective parts of these statements. These policies have been consistently applied to all the periods presented, unless otherwise stated.

Measurement bases or bases used in the financial statements (like amortised cost, fair value, etc.) are set out in respective parts of these statements.

These interim separate financial statements have been prepared on the basis that the Bank will be able to continue as a going concern for the foreseeable future.

The Bank is subject to regulatory restrictions on capital distributions stemming from the EU-wide capital requirements regulations applicable to all credit institutions based in the EU. The Bank does not have any other significant restrictions on its ability to access or use the assets and settle the liabilities of the Bank.

Except as otherwise indicated, all amounts are stated in thousands of EUR ('EUR ths.'). The tables in this report may contain rounding differences.

These interim separate financial statements do not contain full information and disclosures as required in the complete set of financial statements as at year end and should be read in combination with separate financial statements for the previous accounting period. The separate financial statements for the year ended 31 December 2022 were signed and authorized for issue by the Board of Directors of the Bank on 27 February 2023 and are available at its registered office or on the web page.

The comparative amounts presented in these separate financial statements are those presented in the separate statement of financial positions as at 31 December 2022 and the separate statement of profit or loss and the separate statement of other comprehensive income for the half of the year ended 30 June 2022.

These interim separate financial statements are not audited.

b) Accounting and measurement methods

Foreign currency translation

The interim separate financial statements are presented in Euro, which is the functional currency of the Bank. The functional currency is the currency of the primary business environment in which an entity operates.

For foreign currency translation, exchange rates quoted by the central banks in each country are used. For the Bank with the Euro as functional currency, these are the European Central Bank reference rates.

c) Accounting judgements, assumptions and estimates

The interim separate financial statements contain amounts that have been determined on the basis of judgements and by the use of estimates and assumptions. The estimates and assumptions used are based on historical experience and other factors, such as planning as well as expectations and forecasts of future events that are currently deemed to be reasonable. As a consequence of the uncertainty associated with these assumptions and estimates, actual results could in future periods lead to adjustments in the carrying amounts of the related assets or liabilities. The most significant uses of judgements, assumptions and estimates are described in the notes of the respective assets and liabilities and relate in particular to:

- SPPI assessment of financial instruments (Chapter Financial instruments – Significant accounting policies)
- Business model assessment of financial instruments (Chapter Financial instruments – Significant accounting policies)

- Fair value of financial instruments (Note 16 Fair value of financial instruments)
- Impairment of financial instruments (Chapter Financial instruments – Significant accounting policies, Note 22 Credit risk)

The evolving Russia-Ukraine conflict, the energy crisis, inflation and interest rates developments brought additional factors of uncertainties for Banks's financial performance and position. In 2021 until the last quarter of 2022 such additional uncertainties resulted from the Covid-19 pandemic. The potential effects include impacts mainly on expected credit losses and operational income. The Bank follows the developments closely and recognises the effects in the financial statements as a reasonable information supporting their recognition is available.

d) Application of amended and new IFRS/IAS

The accounting policies adopted are consistent with those used in the previous financial year except for standards and interpretations that became effective for financial years beginning after 1 January 2023. In the first half year of 2023 there were no new standards or amendments to standards that had a material effect on these condensed interim separate financial statements

Performance / Return

1. Segment reporting

The segment reporting of the Bank is based on IFRS 8 Operating Segments, which adopts the management approach. Accordingly, segment information is prepared on the basis of internal management reporting that is regularly reviewed by the chief operating decision maker to assess the performance of the segments and make decisions regarding the allocation of resources. Within the Bank the function of the chief operating decision maker is executed by the Board of Directors. In addition, the Bank's segment reporting follows the standards of the Erste Group issued for the purpose to unify presentation, measurement and steering of the Group.

During the first half of the year of 2023 there were no changes in the methodology of segment reporting in comparison with annual individual financial statements. For the complete set of disclosures related to segment reporting these interim individual financial statements should be read in combination with individual financial statements for the previous year in note 1.

Slovenská sporiteľňa, a.s.
Interim separate financial statements

Business Segments	Retail		Corporates		Group markets		Asset Liability Management, Local Corporate Center and Free Capital		Total	
	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023
EUR ths.	2022	2023	2022	2023	2022	2023	2022	2023	2022	2023
Net interest income	121,173	201,789	49,543	68,758	1,589	4,751	41,227	(19,661)	213,532	255,637
Net fee and commission income	75,448	78,502	12,712	16,578	6,983	7,492	(1,328)	(1,852)	93,815	100,720
Dividend income	-	-	-	-	-	-	543	542	543	542
Net trading result	2,640	2,409	2,663	3,408	2,589	2,650	461	2,531	8,353	10,998
Gains/losses from financial instruments at FVPL	-	-	-	-	-	-	(541)	1,604	(541)	1,604
Rental income from investment properties & other operating leases	-	-	-	-	-	-	153	193	153	193
General administrative expenses	(129,925)	(131,138)	(20,326)	(27,863)	(2,732)	(2,625)	(3,974)	(512)	(156,957)	(162,138)
Gains/losses from derecognition of financial assets at AC	-	-	-	-	-	-	1	2	1	2
Other gains/losses from derecognition of financial instruments not at FVPL	(1)	-	-	-	-	-	(238)	(141)	(239)	(141)
Impairment result from financial instruments	(5,776)	(11,501)	(18,892)	(11,107)	8	(31)	(201)	161	(24,861)	(22,478)
Other operating result	(504)	(364)	(1,094)	(11)	(133)	(90)	(5,208)	(6,301)	(6,939)	(6,766)
Levies on banking activities	(503)	(364)	(543)	(342)	(136)	(90)	(4,712)	(3,651)	(5,894)	(4,447)
Pre-tax result from continuing operations	63,055	139,697	24,606	49,763	8,304	12,147	30,895	(23,434)	126,860	178,173
Taxes on income	(13,242)	(29,337)	(5,167)	(10,459)	(1,744)	(2,551)	(9,855)	2,281	(30,008)	(40,066)
Net result for the period	49,813	110,360	19,439	39,304	6,560	9,596	21,040	(21,153)	96,852	138,107
Net result attributable to owners of the parent	49,813	110,360	19,439	39,304	6,560	9,596	21,040	(21,153)	96,852	138,107
Operating income	199,260	282,702	64,919	88,744	11,161	14,893	40,515	(16,645)	315,855	369,694
Operating expenses	(129,925)	(131,138)	(20,326)	(27,863)	(2,732)	(2,625)	(3,974)	(512)	(156,957)	(162,138)
Operating result	69,335	151,564	44,593	60,881	8,429	12,268	36,541	(17,157)	158,898	207,556
Risk-weighted assets (credit risk, eop)*	3,954,506	3,574,357	4,448,394	6,175,688	2,392	2,072	190,630	251,578	8,595,922	10,003,695
Average allocated capital**	521,988	487,822	479,455	525,934	6,021	7,304	428,690	462,170	1,436,154	1,483,230
Cost/income ratio	65.20%	46.39%	31.31%	31.40%	24.48%	17.62%	9.81%	-3.08%	49.69%	43.86%
Return on allocated capital	9.54%	22.62%	4.05%	7.47%	108.96%	131.38%	4.91%	-4.58%	6.74%	9.31%
Total assets (eop)	12,145,593	12,136,070	4,981,142	6,474,101	100,233	105,406	6,800,103	6,071,136	24,027,071	24,786,713
Total liabilities excluding equity (eop)	13,845,810	13,080,702	1,787,593	2,830,491	474,122	801,823	5,902,343	5,793,864	22,009,868	22,506,880
Impairments	(5,776)	(11,501)	(18,892)	(11,107)	8	(31)	(201)	161	(24,861)	(22,478)
Net impairment loss on financial assets AC/FVOCI and finance lease receivables	(5,809)	(11,724)	(18,481)	(15,271)	8	(31)	(201)	161	(24,483)	(26,865)
Net impairment loss on commitments and guarantees given	33	223	(411)	4,164	-	-	-	-	(378)	4,387

* Credit RWA (eop) after intercompany transactions according to Pillar 1, calculated by Erste Group for the purpose of segment report and management purposes (without subsidiaries Credit RWA)

** Average allocated capital is calculated based on Erste Group controlling methodology.

2. Net interest income

EUR ths.	2022	2023
Financial assets at AC	212,134	339,809
Demand deposits	4	24,857
Loans and advances	168,340	266,281
Debt securities	43,790	48,671
Interest income	212,134	339,809
Non-trading financial assets at FVPL	12	12
Financial assets HfT	6,714	14,586
Hedge accounting derivatives, interest rate risk	(3,776)	1,117
Other assets	2,447	3,862
Negative interest from financial liabilities	9,679	10
Other similar income	15,076	19,587
Interest and other similar income	227,210	359,396
Financial liabilities at AC	(9,127)	(77,154)
Deposits	(1,783)	(42,230)
Debt securities in issue	(7,344)	(34,924)
Interest expenses	(9,127)	(77,154)
Financial liabilities HfT	(5,708)	(13,659)
Hedge accounting derivatives, interest rate risk	4,963	(11,844)
Other liabilities	(53)	(1,102)
Negative Interest from financial assets	(3,753)	-
Other similar expenses	(4,551)	(26,605)
Interest and other similar expenses	(13,678)	(103,759)
Net interest income	213,532	255,637

An amount of EUR 3.8 million (30.06.2022: EUR 3.2 million) relating to impaired financial assets is included in interest income.

The amounts disclosed in the line items 'Negative interest from financial liabilities' and 'Negative interest from financial assets' relate to the interbank business, deposits and refinancing with central banks only.

Interest income from hedging instruments relates to the hedged items presented in the line item 'Financial assets at AC'. Interest expense from hedging instruments relates to the hedged items presented in the line item 'Financial liabilities at AC'.

3. Net fee and commission income

EUR ths.	2022		2023	
	Income	Expenses	Income	Expenses
Securities	3,073	(780)	2,658	(542)
Issues	64	-	567	-
Transfer orders	732	(658)	255	(518)
Other	2,277	(122)	1,836	(24)
Custody	2,074	(760)	2,140	(937)
Collective investment	82	-	-	-
Other	1,992	-	2,140	(937)
Payment services	55,671	(4,814)	56,829	(4,256)
Card business	25,089	(3,134)	26,372	(2,374)
Other	30,582	(1,680)	30,457	(1,882)
Customer resources distributed but not managed	32,506	(199)	34,250	(61)
Collective investment	11,487	-	11,309	-
Insurance products (as agent)	21,013	(199)	22,939	(61)
Other	6	-	2	-
Lending Business	11,320	(3,158)	12,117	(614)
Guarantees given, guarantees received	2,681	(5)	2,763	(5)
Loan commitments given, loan commitments received	1,953	-	1,897	-
Other lending business	6,686	(3,153)	7,457	(609)
Other	647	(1,765)	683	(1,547)
Total fee and commission income and expenses	105,291	(11,476)	108,677	(7,957)
Net fee and commission income	93,815		100,720	

Collective investment in the line 'Customer resources distributed but not managed' and custody fees relate to fees earned by the Bank on trust and other investment activities in which the Bank holds or invests assets on behalf of its customers and amount to EUR 14,092.3 million (30.06.2022: EUR 12,588.8 million).

4. Dividend income

EUR ths.	2022	2023
Non-trading financial assets at fair value through profit or loss	543	542
Dividend income	543	542

Dividend income is recognised when the right to receive the payment is established. This line item includes dividends from all shares and other equity investments, i.e. from those that are held for trading, non-trading equity instruments at fair value through profit or loss and at fair value through other comprehensive income.

5. Net trading result

EUR ths.	2022	2023
Securities trading	2,241	2,242
Derivatives trading	6,557	8,471
Result from hedge accounting	(445)	285
Net trading result	8,353	10,998

The line item 'Securities trading' includes net gains from the Erste Group Bank AG's market positions attributable to the Bank.

6. General administrative expenses

EUR ths.	2022	2023
Personnel expenses	(75,976)	(86,295)
Wages and salaries	(55,097)	(61,286)
Compulsory social security	(19,294)	(21,912)
Other personnel expenses	(1,585)	(3,097)
Other administrative expenses	(61,766)	(57,420)
Deposit insurance contribution	(9,858)	(2,394)
IT expenses	(26,065)	(26,223)
Expenses for office premises	(7,224)	(8,579)
Office operating and administrative expenses	(6,551)	(6,127)
Advertising/marketing	(7,358)	(6,011)
Legal and consulting costs	(2,214)	(2,528)
Sundry administrative expenses	(2,496)	(5,558)
Depreciation and amortisation	(19,215)	(18,423)
Software and other intangible assets	(3,926)	(3,400)
Owner occupied real estate	(10,635)	(10,228)
Investment properties	(102)	(113)
Office furniture and equipment and sundry property and equipment	(4,552)	(4,682)
General administrative expenses	(156,957)	(162,138)

Personnel expenses

As at 30 June 2023 the Bank had 3,558 employees, thereof five members of the Board of Directors. As at 31 December 2022 the Bank had 3,573 employees, thereof five members of the Board of Directors.

7. Impairment result from financial instruments

EUR ths.	2022	2023
Financial assets at AC	(24,320)	(25,651)
Net allocation to credit loss allowances	(23,487)	(24,675)
Direct write-offs	(951)	(1,092)
Recoveries recorded directly to the income statement	118	116
Finance lease receivables	(163)	(1,214)
Net allocation to credit loss allowances	(169)	(1,235)
Recoveries recorded directly to the income statement	6	21
Credit loss allowances for loan commitments and financial guarantees given	(378)	4,387
Impairment result from financial instruments	(24,861)	(22,478)

8. Other operating result

EUR ths.	2022	2023
Other operating expenses	(18,861)	(24,012)
Allocation to other provisions	(9,897)	(16,195)
Levies on banking activities	(5,894)	(4,447)
Recovery and resolution fund contributions	(5,894)	(4,447)
Other taxes	(130)	(120)
Other	(2,940)	(3,250)
Other operating income	11,922	17,246
Release of other provisions	9,262	15,659
Result from properties/movables/other intangible assets other than goodwill	854	47
Result from other operating expenses/income	1,806	1,540
Other operating result	(6,939)	(6,766)

Levies on banking activities

The Bank is obliged to pay a contribution to Recovery and resolution fund that is disclosed in accordance with IFRIC 21. Disclosed amounts as of 30 June 2023 represents the yearly contribution.

9. Taxes on income

For the purposes of the interim separate financial statements the Bank accounts for estimate of current income tax, which is based on simplified calculation and statutory tax rate of 21%.

Financial instruments – Significant accounting policies

During the first half of the year of 2023 there were no changes in the significant accounting policies in comparison with annual individual financial statements. For the complete set of disclosures related to significant accounting policies these interim individual financial statements should be read in combination with individual financial statements for the previous year in chapter 'Financial instruments - Significant accounting policies'.

Financial instruments held at amortised cost

10. Cash and cash balances

A part of 'Cash balances at central banks' represents the mandatory minimum reserve requirement deposits which amounted to EUR 166.0 million (2022: EUR 179.5 million) at the reporting date. The mandatory minimum reserve requirement is calculated from defined statement of financial position items and has to be fulfilled in average through an extended period of time. Therefore, the mandatory minimum reserve requirement deposits are not subject to any restraints.

EUR ths.	31.12.2022	30.06.2023
Cash on hand	339,594	359,223
Cash balances at central banks	899,437	1,306,081
Other demand deposits at credit institutions	15,512	25,362
Cash and cash balances	1,254,543	1,690,666

11. Financial assets at amortised cost

Debt securities

Gross carrying amounts and credit loss allowances per impairment buckets

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 30.06.2023											
General governments	3,629,131	-	-	-	3,629,131	(528)	-	-	-	(528)	3,628,603
Credit institutions	346,499	-	-	-	346,499	(282)	-	-	-	(282)	346,217
Other financial corporations	521	25,409	-	-	25,930	(9)	(547)	-	-	(556)	25,374
Non-financial corporations	75,134	23,188	-	-	98,322	(61)	(478)	-	-	(539)	97,783
Total	4,051,285	48,597	-	-	4,099,882	(880)	(1,025)	-	-	(1,905)	4,097,977

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 31.12.2022											
General governments	3,734,543	-	-	-	3,734,543	(539)	-	-	-	(539)	3,734,004
Credit institutions	296,446	-	-	-	296,446	(247)	-	-	-	(247)	296,199
Other financial corporations	514	25,316	-	-	25,830	(2)	(581)	-	-	(583)	25,247
Non-financial corporations	76,544	23,439	-	-	99,983	(62)	(472)	-	-	(534)	99,449
Total	4,108,047	48,755	-	-	4,156,802	(850)	(1,053)	-	-	(1,903)	4,154,899

Movement in credit loss allowances

EUR ths.	01.01.2023	Additions	Derecognitions	Transfers between stages	Other changes in credit risk (net)	Write-offs	30.06.2023
Stage 1	(850)	(66)	60	-	(24)	-	(880)
Stage 2	(1,053)	-	-	-	28	-	(1,025)
Stage 3	-	-	-	-	-	-	-
POCI	-	-	-	-	-	-	-
Total	(1,903)	(66)	60	-	4	-	(1,905)

EUR ths.	01.01.2022	Additions	Derecognitions	Transfers between stages	Other changes in credit risk (net)	Write-offs	31.12.2022
Stage 1	(762)	(109)	10	-	11	-	(850)
Stage 2	(474)	-	-	(524)	(55)	-	(1,053)
Stage 3	-	-	-	-	-	-	-
POCI	-	-	-	-	-	-	-
Total	(1,236)	(109)	10	(524)	(44)	-	(1,903)

Loans and advances to banks

Gross carrying amounts and credit loss allowances per impairment buckets

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 30.06.2023											
Credit institutions	30,599	4	-	-	30,603	(51)	-	-	-	(51)	30,552
Total	30,599	4	-	-	30,603	(51)	-	-	-	(51)	30,552

There are no purchased or originated credit-impaired (POCI) AC loans and advances to banks at 30 June 2023.

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 31.12.2022											
Credit institutions	24	2	-	-	26	-	-	-	-	-	26
Total	24	2	-	-	26	-	-	-	-	-	26

There are no purchased or originated credit-impaired (POCI) AC loans and advances to banks at 31 December 2022.

Movement in credit loss allowances

EUR ths.	01.01.2023	Additions	Derecognitions	Transfers between stages	Other changes in credit risk (net)	Write-offs	30.06.2023
Stage 1	-	(51)	-	-	-	-	(51)
Stage 2	-	-	-	-	-	-	-
Stage 3	-	-	-	-	-	-	-
POCI	-	-	-	-	-	-	-
Total	-	(51)	-	-	-	-	(51)

EUR ths.	01.01.2022	Additions	Derecognitions	Transfers between stages	Other changes in credit risk (net)	Write-offs	31.12.2022
Stage 1	(42)	-	-	-	42	-	-
Stage 2	-	-	-	-	-	-	-
Stage 3	-	-	-	-	-	-	-
POCI	-	-	-	-	-	-	-
Total	(42)	-	-	-	42	-	-

Loans and advances to customers

Gross carrying amounts and credit loss allowances per impairment buckets

The following table represents gross carrying amounts and credit loss allowances per impairment buckets by sector of loans and advances to customers.

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 30.06.2023											
General governments	362,548	2,221	-	-	364,769	(717)	(48)	-	-	(765)	364,004
Other financial corporations	272,581	19,465	129	11	292,186	(442)	(194)	(100)	(1)	(737)	291,449
Non-financial corporations	2,864,698	1,892,337	76,152	105,389	4,938,576	(12,693)	(80,257)	(45,259)	(33,212)	(171,421)	4,767,155
Households	12,120,840	466,816	209,158	5,158	12,801,972	(27,597)	(39,120)	(120,104)	(2,418)	(189,239)	12,612,733
Total	15,620,667	2,380,839	285,439	110,558	18,397,503	(41,449)	(119,619)	(165,463)	(35,631)	(362,162)	18,035,341

The amounts represent the maximum exposure to credit risk. As at 30 June 2023 the Bank had no reverse repo agreements.

As at 30 June 2023, 15 largest customers accounted for 5.8% of the gross loan portfolio amounting to EUR 1,051.0 million.

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 31.12.2022											
General governments	336,663	601	-	-	337,264	(524)	(19)	-	-	(543)	336,721
Other financial corporations	135,211	86,621	127	21	221,980	(240)	(842)	(91)	(1)	(1,174)	220,806
Non-financial corporations	3,017,191	1,672,489	67,864	94,960	4,852,504	(14,110)	(71,822)	(42,428)	(29,358)	(157,718)	4,694,786
Households	11,762,304	470,091	202,752	4,428	12,439,575	(27,756)	(36,573)	(116,175)	(2,107)	(182,611)	12,256,964
Total	15,251,369	2,229,802	270,743	99,409	17,851,323	(42,630)	(109,256)	(158,694)	(31,466)	(342,046)	17,509,277

The amounts represent the maximum exposure to credit risk. As at 31 December 2022 the Bank had no reverse repo agreements.

As at 31 December 2022, 15 largest customers accounted for 5.5% of the gross loan portfolio amounting to EUR 970.0 million.

Movement in credit loss allowances

The following table represents movement in credit loss allowances by sector of loans and advances to customers.

EUR ths.	01.01.2023	Additions	Derecognitions	Transfers between stages	Other changes in credit risk (net)	Write-offs	30.06.2023
Stage 1	(42,630)	(19,648)	345	15,262	5,214	8	(41,449)
General governments	(524)	(143)	1	2	(53)	-	(717)
Other financial corporations	(240)	(134)	-	3,812	(3,880)	-	(442)
Non-financial corporations	(14,110)	(13,141)	54	3,104	11,399	1	(12,693)
Households	(27,756)	(6,230)	290	8,344	(2,252)	7	(27,597)
Stage 2	(109,256)	(533)	95	(25,387)	15,338	124	(119,619)
General governments	(19)	-	-	(145)	116	-	(48)
Other financial corporations	(842)	-	-	(50)	698	-	(194)
Non-financial corporations	(71,822)	(384)	28	(12,568)	4,475	14	(80,257)
Households	(36,573)	(149)	67	(12,624)	10,049	110	(39,120)
Stage 3	(158,694)	(57)	5,792	(3,915)	(11,065)	2,476	(165,463)
Other financial corporations	(91)	-	-	-	(9)	-	(100)
Non-financial corporations	(42,428)	(39)	538	(653)	(2,804)	127	(45,259)
Households	(116,175)	(18)	5,254	(3,262)	(8,252)	2,349	(120,104)
POCI	(31,466)	-	94	-	(4,436)	177	(35,631)
Other financial corporations	(1)	-	-	-	-	-	(1)
Non-financial corporations	(29,358)	-	4	-	(3,875)	17	(33,212)
Households	(2,107)	-	90	-	(561)	160	(2,418)
Total	(342,046)	(20,238)	6,326	(14,040)	5,051	2,785	(362,162)

EUR ths.	01.01.2022	Additions	Derecognitions	Transfers between stages	Other changes in credit risk (net)	Write-offs	31.12.2022
Stage 1	(39,859)	(37,325)	1,013	22,362	11,006	173	(42,630)
General governments	(411)	(399)	-	41	245	-	(524)
Other financial corporations	(317)	(2,354)	-	851	1,580	-	(240)
Non-financial corporations	(13,821)	(25,550)	200	10,446	14,609	6	(14,110)
Households	(25,310)	(9,022)	813	11,024	(5,428)	167	(27,756)
Stage 2	(110,714)	(1,473)	418	(42,066)	44,138	441	(109,256)
General governments	(17)	-	-	(53)	51	-	(19)
Other financial corporations	(2,610)	-	-	(411)	2,179	-	(842)
Non-financial corporations	(70,896)	(1,132)	301	(27,161)	27,041	25	(71,822)
Households	(37,191)	(341)	117	(14,441)	14,867	416	(36,573)
Stage 3	(157,658)	(608)	16,572	(6,018)	(21,483)	10,501	(158,694)
Other financial corporations	(36)	-	8	(1)	(62)	-	(91)
Non-financial corporations	(36,292)	(566)	4,443	(980)	(10,033)	1,000	(42,428)
Households	(121,330)	(42)	12,121	(5,037)	(11,388)	9,501	(116,175)
POCI	(21,919)	-	215	-	(10,336)	574	(31,466)
Other financial corporations	(1)	-	-	-	-	-	(1)
Non-financial corporations	(20,168)	-	49	-	(9,314)	75	(29,358)
Households	(1,750)	-	166	-	(1,022)	499	(2,107)
Total	(330,150)	(39,406)	18,218	(25,722)	23,325	11,689	(342,046)

Transfers of gross carrying amount between stages

EUR ths.	Transfers between Stage 1 and Stage 2		Transfers between Stage 2 and Stage 3		Transfers between Stage 1 and Stage 3		POCI	
	To Stage 2 from Stage 1	To Stage 1 from Stage 2	To Stage 3 from Stage 2	To Stage 2 from Stage 3	To Stage 3 from Stage 1	To Stage 1 from Stage 3	To Defaulted from Non-Defaulted	To Non-Defaulted from Defaulted
As of 30.06.2023								
General governments	1,831	511	-	-	-	-	-	-
Other financial corporations	553	34,982	-	-	-	-	-	-
Non-financial corporations	456,576	93,593	8,774	435	4,001	1,416	747	-
Households	177,290	122,355	29,073	7,536	14,003	5,874	624	16
Total	636,250	251,441	37,847	7,971	18,004	7,290	1,371	16
As of 31.12.2022								
General governments	421	278	-	-	-	-	-	-
Other financial corporations	103,020	6,580	94	-	2	-	-	-
Non-financial corporations	923,843	497,209	22,654	1,022	9,857	879	4,565	667
Households	207,288	127,987	44,721	10,672	27,860	11,628	989	326
Total	1,234,572	632,054	67,469	11,694	37,719	12,507	5,554	993

12. Trade and other receivables

The trade and other receivables comprise receivables from factoring transactions and other trade receivables.

Gross carrying amounts and credit loss allowances per impairment buckets

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 30.06.2023											
General governments	4,243	-	-	-	4,243	(1)	-	-	-	(1)	4,242
Credit institutions	3,524	-	-	-	3,524	-	-	-	-	-	3,524
Other financial corporations	2,486	-	-	-	2,486	(13)	-	-	-	(13)	2,473
Non-financial corporations	143,282	4,622	4,203	530	152,637	(605)	(799)	(4,034)	(440)	(5,878)	146,759
Households	49	-	-	-	49	-	-	-	-	-	49
Total	153,584	4,622	4,203	530	162,939	(619)	(799)	(4,034)	(440)	(5,892)	157,047

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 31.12.2022											
General governments	1,823	-	-	-	1,823	-	-	-	-	-	1,823
Credit institutions	4,582	-	-	-	4,582	-	-	-	-	-	4,582
Other financial corporations	2,222	-	-	-	2,222	(23)	-	-	-	(23)	2,199
Non-financial corporations	143,710	3,858	4,938	752	153,258	(604)	(956)	(4,379)	(468)	(6,407)	146,851
Households	71	-	-	-	71	-	-	-	-	-	71
Total	152,408	3,858	4,938	752	161,956	(627)	(956)	(4,379)	(468)	(6,430)	155,526

Movement in credit loss allowances

EUR ths.	01.01.2023	Additions	Other changes in credit risk (net)	Transfers between stages	30.06.2023
Stage 1	(627)	(866)	874	-	(619)
General governments	-	(1)	-	-	(1)
Other financial corporations	(23)	(13)	23	-	(13)
Non-financial corporations	(604)	(852)	851	-	(605)
Stage 2	(956)	-	181	(24)	(799)
Non-financial corporations	(956)	-	181	(24)	(799)
Stage 3	(4,379)	-	365	(20)	(4,034)
Non-financial corporations	(4,379)	-	365	(20)	(4,034)
POCI	(468)	-	28	-	(440)
Non-financial corporations	(468)	-	28	-	(440)
Total	(6,430)	(866)	1,448	(44)	(5,892)

EUR ths.	01.01.2022	Additions	Derecognitions	Other changes in credit risk (net)	Transfers between stages	31.12.2022
Stage 1	(1,838)	(686)	102	1,795	-	(627)
General governments	(1)	-	-	1	-	-
Other financial corporations	(48)	(23)	-	48	-	(23)
Non-financial corporations	(1,789)	(663)	102	1,746	-	(604)
Stage 2	(4)	-	-	(16)	(936)	(956)
Other financial corporations	-	-	-	-	-	-
Non-financial corporations	(4)	-	-	(16)	(936)	(956)
Stage 3	(4,747)	-	-	515	(147)	(4,379)
Non-financial corporations	(4,747)	-	-	515	(147)	(4,379)
POCI	-	-	-	(468)	-	(468)
Non-financial corporations	-	-	-	(468)	-	(468)
Total	(6,589)	(686)	102	1,826	(1,083)	(6,430)

Transfers of gross carrying amount between impairment stages

EUR ths.	31.12.2022	30.06.2023
Transfers between Stage 1 and Stage 2	3,141	2,162
To Stage 2 from Stage 1	3,141	2,162
To Stage 1 from Stage 2	-	-
Transfers between Stage 2 and Stage 3	220	-
To Stage 3 from Stage 2	220	-
To Stage 2 from Stage 3	-	-
Transfers between Stage 1 and Stage 3	623	128
To Stage 3 from Stage 1	623	128
To Stage 1 from Stage 3	-	-

13. Financial liabilities at amortised costs

Deposits from banks

EUR ths.	31.12.2022	30.06.2023
Overnight deposits	4,411	13,483
Term deposits	1,169,217	1,209,137
Repurchase agreements	-	68,498
Deposits from banks	1,173,628	1,291,118

Financial liabilities stemming from the TLTRO programme of the ECB are presented under 'Term deposits'. The Bank assessed an appropriate accounting treatment of the TLTRO. The conclusion was that such instruments do not qualify as below-market interest rate loans and therefore are not related to IAS 20 government grants accounting. The reason was that the TLTRO is considered as a separate market organised by the ECB as part of its monetary policy. As a result, the IFRS 9 amortised cost accounting treatment applies.

The carrying amount of the TLTRO III liabilities was EUR 1,009.2 million at the end of June 2023 (2022: EUR 999.7 million). In first half of the year of 2023 the interest expense recognised for TLTRO III was EUR 9.5 million (30.6.2022: was recognised the negative interest expense for the TLTRO III in amount of EUR 3.5 million). Details for respective tranches and collateral information is disclosed in note 19 Collaterals.

Deposits from customers

EUR ths.	31.12.2022	30.06.2023
Overnight deposits	11,209,378	10,669,807
Non-savings deposits	11,209,378	10,669,807
General governments	161,181	174,049
Other financial corporations	298,745	215,640
Non-financial corporations	2,292,106	2,043,646
Households	8,457,346	8,236,472
Term deposits	5,710,791	6,362,285
Deposits with agreed maturity	1,756,183	2,487,810
Non-savings deposits	1,756,183	2,487,810
General governments	345,457	593,281
Other financial corporations	408,914	510,416
Non-financial corporations	459,027	610,978
Households	542,785	773,135
Deposits redeemable at notice	3,954,608	3,874,475
Households	3,954,608	3,874,475
Deposits from customers	16,920,169	17,032,092
General governments	506,638	767,330
Other financial corporations	707,659	726,056
Non-financial corporations	2,751,133	2,654,624
Households	12,954,739	12,884,082

Debt securities issued

EUR ths.	31.12.2022	30.06.2023
Subordinated debt securities issues	22,134	22,441
Senior non-preferred bonds	30,687	30,869
Other debt securities issued	2,935,613	3,568,868
Bonds	878,857	1,006,485
Mortgage covered bonds	2,056,756	2,562,383
Debt securities issued	2,988,434	3,622,178

Subordinated debt securities issued

The subordinated debt securities issued listed in the following table do not include embedded derivatives, which should be separated and disclosed under the statement of financial position line item 'Financial liabilities held for trading'.

The interest rate shown below represents actual interest expense of the Bank.

EUR ths.	Issue Date	Maturity Date	Interest Rate	Number of securities	Nominal	Currency	2022	2023
Subordinated Bonds	November 2011	November 2023	4.58%	4,250	1,000	EUR	6,353	6,491
Subordinated Bonds	September 2018	September 2028	2.88%	33	100,000	EUR	3,326	3,374
Subordinated Bonds	September 2018	September 2028	4.99%	33	100,000	EUR	3,335	3,347
Subordinated Bonds	November 2018	November 2028	2.45%	91	100,000	EUR	9,120	9,229
Total							22,134	22,441

Senior non-preferred bonds

In February 2020 the Bank issued senior non-preferred bonds in the number of 300 securities with the notional value of EUR 0.1 million, interest rate 4.24% and maturity date in February 2026 in the total amount of EUR 30.9 million as at 30 June 2023 (2022: EUR 30.7 million).

Other debt securities issued

All securities listed in the following table are issued in book-entry form as bearer or registered securities with annual or semi annual coupon payments. Their transferability is not limited. There are no pre-emptive rights, exchange rights or early redemption rights related to these securities. The bonds are traded on the Bratislava Stock Exchange.

The stated interest rate corresponds with the actual interest costs of the Bank.

EUR ths.	Issue Date	Maturity Date	Interest Rate	Number of securities	Nominal	Currency	2022	2023
Senior Unsecured Bonds	June 2019	December 2025	0.60%	5,572	1,000	EUR	5,473	5,467
Covered Bonds	June 2019	June 2026	0.13%	5,000	100,000	EUR	472,138	473,319
Senior Unsecured Bonds	February 2020	February 2024	0.00%	170	100,000	EUR	17,000	17,000
Senior Unsecured Bonds	March 2020	March 2025	0.00%	53	2,000,000	CZK	4,282	4,375
Senior Unsecured Bonds	June 2020	June 2025	0.80%	4,930	1,000	EUR	4,788	4,769
Senior Unsecured Bonds	June 2020	June 2023	-	4,947	1,000	EUR	4,939	-
Senior Unsecured Bonds	June 2020	June 2025	0.63%	45	100,000	EUR	4,507	4,494
Senior Unsecured Bonds	August 2020	August 2023	0.35%	4,907	1,000	EUR	4,875	4,873
Senior Unsecured Bonds	October 2020	October 2025	0.25%	1,000	100,000	EUR	99,708	99,895
Senior Unsecured Bonds	March 2021	March 2027	4.24%	1,000	100,000	EUR	102,513	103,006
Senior Unsecured Bonds	June 2021	June 2024	0.60%	1,299	1,000	USD	1,222	1,196
Senior Unsecured Bonds	June 2021	June 2028	0.38%	1,302	100,000	EUR	152,572	152,437
Covered Bonds	July 2007	July 2027	4.95%	250	66,388	EUR	18,144	18,297
Covered Bonds	January 2013	January 2025	3.10%	87	50,000	EUR	4,411	4,411
Covered Bonds	June 2013	June 2028	3.00%	132	50,000	EUR	6,615	6,614
Covered Bonds	February 2014	February 2029	2.80%	97	50,000	EUR	4,899	4,898
Covered Bonds	August 2015	August 2025	1.38%	100	100,000	EUR	10,035	10,107
Covered Bonds	March 2016	March 2026	1.00%	90	100,000	EUR	9,036	8,996
Covered Bonds	March 2017	March 2025	0.75%	1,000	100,000	EUR	100,521	100,164
Senior Unsecured Bonds	November 2017	November 2027	1.38%	44	100,000	EUR	4,404	4,434
Senior Unsecured Bonds	February 2018	February 2023	-	8,878	1,000	EUR	8,648	-
Senior Unsecured Bonds	February 2018	February 2023	-	3,583	1,000	USD	3,264	-
Senior Unsecured Bonds	March 2018	March 2023	-	9,309	1,000	EUR	9,120	-
Senior Unsecured Bonds	June 2018	June 2024	0.75%	4,608	1,000	EUR	4,446	4,429

The table continues on the following page.

EUR ths.	Issue Date	Maturity Date	Interest Rate	Number of securities	Nominal	Currency	2022	2023
Senior Unsecured Bonds	August 2018	August 2024	0.70%	4,621	1,000	EUR	4,494	4,509
Covered Bonds	August 2018	August 2025	0.63%	2,500	100,000	EUR	233,245	234,640
Senior Unsecured Bonds	September 2018	September 2024	0.70%	4,530	1,000	EUR	4,427	4,417
Senior Unsecured Bonds	November 2018	November 2024	0.75%	4,699	1,000	EUR	4,662	4,543
Senior Unsecured Bonds	December 2018	December 2024	0.75%	4,794	1,000	EUR	4,575	4,562
Covered Bonds	December 2018	December 2024	0.50%	2,500	100,000	EUR	235,947	237,910
Senior Unsecured Bonds	February 2019	February 2025	0.70%	9,490	1,000	EUR	9,172	9,062
Senior Unsecured Bonds	March 2019	March 2025	0.00%	100	50,000	EUR	4,925	4,942
Covered Bonds	April 2022	April 2027	1.13%	5,000	100,000	EUR	459,330	457,416
Senior Unsecured Bonds	May 2022	May 2026	2.00%	19,831	1,000	EUR	20,219	19,878
Senior Unsecured Bonds	June 2022	June 2025	2.70%	29,882	1,000	EUR	30,220	29,776
Senior Unsecured Bonds	July 2022	December 2029	5.00%	285	200,000	USD	50,144	49,013
Senior Unsecured Bonds	September 2022	September 2025	3.00%	62,067	1,000	EUR	40,263	62,615
Covered Bonds	October 2022	April 2028	3.50%	5,000	100,000	EUR	502,435	500,821
Senior Unsecured Bonds	October 2022	April 2026	3.30%	49,883	1,000	EUR	50,276	50,162
Senior Unsecured Bonds	October 2022	October 2025	4.35%	4,995	1,000	USD	4,723	4,731
Senior Unsecured Bonds	October 2022	October 2034	4.88%	210	100,000	EUR	21,612	22,367
Senior Unsecured Bonds	October 2022	October 2025	4.63%	250	100,000	EUR	25,145	25,730
Senior Unsecured Bonds	October 2022	October 2025	3.90%	50	100,000	EUR	5,036	5,133
Senior Unsecured Bonds	November 2022	November 2025	4.50%	3,759	1,000	USD	3,540	3,551
Senior Unsecured Bonds	November 2022	November 2024	3.50%	49,863	1,000	EUR	50,142	50,878
Senior Unsecured Bonds	November 2022	May 2026	4.97%	1,130	100,000	EUR	113,522	113,761
Covered Bonds	January 2023	January 2026	3.25%	5,000	100,000	EUR	-	504,790
Senior Unsecured Bonds	February 2023	February 2026	3.75%	74,783	1,000	EUR	-	75,800
Senior Unsecured Bonds	February 2023	February 2025	4.45%	5,000	1,000	USD	-	4,669
Senior Unsecured Bonds	June 2023	June 2026	4.50%	1,000	50,000	EUR	-	50,011
Total							2,935,613	3,568,868

In June 2022, the Bank issued retained covered bond in the value of 500 mil. EUR with an interest rate of 2.00% and maturity of 6 years, which was not placed in the market and, according to IFRS, it is therefore not possible to recognize this bond in the statement of financial position. Subsequently this covered bond was used as collateral for obtaining term deposit from TLTRO III. See also note 19 Collaterals.

Other financial liabilities

As at 30 June 2023 other financial liabilities in amount of EUR 158.7 million (2022: EUR 113.8 million) represent unpaired payments from other banks.

Financial instruments at fair value through profit or loss

14. Derivative financial instruments

	31.12.2022			30.06.2023		
	Notional value	Positive fair value	Negative fair value	Notional value	Positive fair value	Negative fair value
Derivatives held in the trading book	2,911,586	77,139	73,533	2,961,408	76,573	73,206
Interest rate	2,434,047	50,717	48,613	2,531,023	46,099	44,042
Foreign exchange	477,539	26,422	24,920	430,385	30,474	29,164
Total gross amounts	2,911,586	77,139	73,533	2,961,408	76,573	73,206

The Bank disclosed derivative instruments in the banking book that are used for economical hedging of financial instruments on asset or liability side and are not designated as hedge accounting.

15. Non-trading financial assets at fair value through profit or loss

	31.12.2022		30.06.2023	
EUR ths.	Designated at fair value	Mandatorily at fair value	Designated at fair value	Mandatorily at fair value
Equity instruments	-	9,694	-	11,365
Debt securities	-	12,149	-	11,685
Other financial corporations	-	7,512	-	6,952
Non-financial corporations	-	4,637	-	4,733
Non-trading financial assets at fair value through profit or loss		21,843		23,050

Financial instruments – other disclosure matters

16. Fair value of financial instruments

During the first half of the year of 2023 there were no changes in the methodology of fair value of financial instruments in comparison with annual individual financial statements. For the complete set of disclosures related to fair value this interim individual financial statements should be read in combination with individual financial statements for the previous year in note 18.

Classification of financial instruments carried at fair value by levels of the fair value hierarchy

	Quoted market prices in active markets	Marked to model based on observabl e market data	Marked to model based on non- observabl e inputs	Total	Quoted market prices in active markets	Marked to model based on observabl e market data	Marked to model based on non- observabl e inputs	Total
EUR ths.	Level 1	Level 2	Level 3		Level 1	Level 2	Level 3	
	31.12.2022				30.06.2023			
Assets								
Financial assets HfT	-	77,139	-	77,139	-	76,573	-	76,573
Derivatives	-	77,139	-	77,139	-	76,573	-	76,573
Non-trading financial assets at FVPL	960	4,637	16,246	21,843	-	4,733	18,317	23,050
Equity instruments	-	-	9,694	9,694	-	-	11,365	11,365
Debt securities	960	4,637	6,552	12,149	-	4,733	6,952	11,685
Hedge accounting derivatives	-	16,878	-	16,878	-	15,963	-	15,963
Total assets	960	98,654	16,246	115,860	-	97,269	18,317	115,586
Liabilities								
Financial liabilities HfT	-	73,533	-	73,533	-	73,206	-	73,206
Derivatives	-	73,533	-	73,533	-	73,206	-	73,206
Hedge accounting derivatives	-	103,266	-	103,266	-	104,943	-	104,943
Total liabilities	-	176,799	-	176,799	-	178,149	-	178,149

Reclassification between Level 1 and Level 2 based on balance sheet positions and instruments

Transfers into and out of Level 1 and Level 2 are mainly due to changes in the market activity and consequently in the observability of valuation parameters. In 2023, the transfers were insignificant as well as in 2022.

Movements in Level 3

Development of fair value of financial instruments in Level 3

	01.01.2023	Gain/loss in profit or loss	Purchases	30.06.2023
EUR ths.				
Assets				
Non-trading financial assets at FVPL	16,246	1,676	394	18,316
Equity instruments	9,694	1,670	-	11,364
Debt securities	6,552	6	394	6,952
Total assets	16,246	1,676	394	18,316

EUR ths.	01.01.2022	Gain/loss in profit or loss	Purchases	30.06.2022
Assets				
Non-trading financial assets at FVPL	21,064	71	1,999	21,680
Equity instruments	7,155	1,130	894	9,179
Debt securities	13,909	(1,059)	1,105	12,501
Total assets	21,064	71	1,999	21,680

Transfers into and out of Level 3 mainly result from changes in valuation models with observable or non-observable parameters.

Gains/losses in profit or loss on Level 3 instruments held at the end of the reporting period

EUR ths.	30.06.2022	30.06.2023
Assets		
Non-trading financial assets at FVPL	28	1,676
Equity instruments	1,130	1,670
Debt securities	(1,102)	6
Total assets	28	1,676

Financial instruments not carried at fair value with fair value disclosed in the notes

EUR ths.	Carrying amount	Fair value	Level 1	Level 2	Level 3
30.06.2023					
Assets					
Cash and cash balances	1,690,666	1,690,666	359,223	1,331,443	-
Financial assets at AC	22,163,870	21,807,545	3,447,148	332,715	18,027,682
Loans and advances to banks	30,552	30,553	-	-	30,553
Loans and advances to customers	18,035,341	17,974,237	-	-	17,974,237
of which: Lending for house purchase	10,512,097	10,562,400	-	-	10,562,400
of which: Credit for consumption	1,467,393	1,466,460	-	-	1,466,460
of which: Corporate loans and others	6,055,851	5,945,377	-	-	5,945,377
Debt securities	4,097,977	3,802,755	3,447,148	332,715	22,892
Finance lease receivables	320,902	307,751	-	-	307,751
Trade and other receivables	157,047	153,488	-	-	153,488

Liabilities					
Financial liabilities at AC	22,104,077	21,721,291	1,443,389	574,932	19,702,970
Deposits from banks	1,291,118	1,292,148	-	-	1,292,148
Deposits from customers	17,032,092	16,752,506	-	-	16,752,506
Debt securities in issue	3,622,178	3,517,948	1,443,389	574,932	1,499,627
Other financial liabilities	158,689	158,689	-	-	158,689

EUR ths.	Carrying amount	Fair value	Level 1	Level 2	Level 3
31.12.2022					
Assets					
Cash and cash balances	1,254,543	1,254,543	339,594	914,949	-
Financial assets at AC	21,664,202	21,211,700	3,516,465	298,552	17,396,683
Loans and advances to banks	26	26	-	-	26
Loans and advances to customers	17,509,277	17,353,518	-	-	17,353,518
of which: Lending for house purchase	10,237,101	10,195,492	-	-	10,195,492
of which: Credit for consumption	1,402,684	1,391,450	-	-	1,391,450
of which: Corporate loans and others	5,869,492	5,766,576	-	-	5,766,576
Debt securities	4,154,899	3,858,156	3,516,465	298,552	43,139
Finance lease receivables	284,500	266,208	-	-	266,208
Trade and other receivables	155,526	153,924	-	-	153,924

Liabilities					
Financial liabilities at AC	21,196,021	20,853,505	502,219	1,895,563	18,455,723
Deposits from banks	1,173,628	1,170,748	-	-	1,170,748
Deposits from customers	16,920,169	16,662,708	-	-	16,662,708
Debt securities in issue	2,988,434	2,906,259	502,219	1,895,563	508,477
Other financial liabilities	113,790	113,790	-	-	113,790

17. Hedge accounting

Notional amounts of hedged items

EUR ths.	Type of hedged items	Notional amount	
		31.12.2022	30.06.2023
Fair value hedges		1,969,962	1,928,978
Assets	Bonds at AC	331,224	291,224
Liabilities	Issued bonds	1,638,738	1,637,754

Hedging instruments

The hedging instruments are presented in the line 'Hedge accounting derivatives' in the statement of financial position.

EUR ths.	Carrying amount		Change in FV for the period used for calculating hedge ineffectiveness	Notional
	Assets	Liabilities		
30.06.2023				
Fair value hedges	15,963	104,943	2,129	1,928,978
Interest rate risk	15,963	104,943	2,129	1,928,978
Total gross amounts	15,963	104,943	2,129	1,928,978
Offset	-	-	-	-
Total	15,963	104,943	2,129	1,928,978
31.12.2022				
Fair value hedges	16,879	103,266	(73,419)	1,969,961
Interest rate risk	16,879	103,266	(73,419)	1,969,961
Total gross amounts	16,879	103,266	(73,419)	1,969,961
Offset	-	-	-	-
Total	16,879	103,266	(73,419)	1,969,961

Hedged items in fair value hedges

		Hedge adjustments	
		included in the carrying amount	Thereof: for the period used for recognition of hedge ineffectiveness
EUR ths.	Carrying amount		
30.06.2023			
Financial assets at AC	287,074	(15,760)	84
Interest rate risk	287,074	(15,760)	84
Financial liabilities at AC	(1,541,038)	99,519	(1,928)
Interest rate risk	(1,541,038)	99,519	(1,928)
31.12.2022			
Financial assets at AC	328,278	(15,845)	(41,852)
Interest rate risk	328,278	(15,845)	(41,852)
Financial liabilities at AC	(1,540,228)	101,448	116,201
Interest rate risk	(1,540,228)	101,448	116,201

Fair value hedge of assets

As at 30 June 2023 the Bank held in portfolio of financial assets at amortised cost fixed rate bonds denominated in EUR with nominal value of EUR 291.2 million (2022: EUR 331.2 million). As the purchases of these bonds increased exposure to interest rate risk in the period from five to fifteen years, the Bank entered into interest rate swap deals in order to hedge the changes of fair value caused by changes of risk-free interest rates, paying fixed and receiving floating rates.

During the first half of the year 2023 the hedges were effective in hedging fair value exposure to interest rate movements. During the period the Bank recognised a net loss on the hedging instruments in the amount of EUR 0.1 million (2022: net gain EUR 26.8 million). On the other hand, a net gain on the hedged item attributable to the hedged risk amounted to EUR 0.1 million (2022: net loss EUR 27.7 million).

Fair value hedge of liabilities

The Bank uses hedging to secure its issued fixed rate covered bonds (former mortgage bonds). The list of bonds is disclosed in the note 13 Financial liabilities at amortised cost. As at 30 June 2023 the Bank holds covered bonds in total nominal value of EUR 1,637.7 million (2022: EUR 1,638.7 million).

During the first half of the year 2023 the hedges were effective in hedging fair value exposure to interest rate movements. During the period the Bank recognised a net gain on the hedging instruments in the amount of EUR 2.2 million (2022: net loss EUR 59.8 million). On the other hand, a net loss on the hedged item attributable to the hedged risk amounted to EUR 1.9 million (2022: net gain EUR 59.3 million).

18. Transfers of financial assets – repurchase transactions and securities lending

EUR ths.	31.12.2022		30.06.2023	
	Carrying amount of transferred assets	Carrying amount of associated liabilities	Carrying amount of transferred assets	Carrying amount of associated liabilities
Repurchase agreements	-	-	70,882	68,498
Financial assets at AC	-	-	70,882	68,498
Total	-	-	70,882	68,498

The following table shows fair values of the transferred assets and associated liabilities for repo transactions with an existing recourse right only on the transferred assets:

EUR ths.	31.12.2022			30.06.2023		
	Fair value of transferred assets	Fair value of associated liabilities	Net position	Fair value of transferred assets	Fair value of associated liabilities	Net position
Financial assets at AC	-	-	-	68,608	66,999	1,608
Total	-	-	-	68,608	66,999	1,608

19. Collaterals

Carrying amount of financial assets pledged as collaterals

EUR ths.	31.12.2022	30.06.2023
Financial assets at AC	3,914,419	4,579,009
Total	3,914,419	4,579,009

EUR ths.	Carrying amount of transferred assets					Carrying amount of associated liabilities		
	Total	Repurchase agreements	Assets pledged for derivatives	Assets pledged for covered bonds	Other transferred assets	Total	Repurchase agreements	Other associated liabilities
As of 30.06.2023								
Financial assets at amortised cost								
Debt securities	598,206	70,882	91,980	50,855	384,489	567,933	68,498	499,435
Loans and advances to customers	3,980,803	-	-	2,863,348	1,117,455	3,207,494	-	3,207,494
Assets pledged as collateral	4,579,009	70,882	91,980	2,914,203	1,501,944	3,775,427	68,498	3,706,929

EUR ths.	Carrying amount of transferred assets					Carrying amount of associated liabilities		
	Total	Repurchase agreements	Assets pledged for derivatives	Assets pledged for covered bonds	Other transferred assets	Total	Repurchase agreements	Other associated liabilities
As of 31.12.2022								
Financial assets at amortised cost								
Debt securities	520,107	-	86,080	50,128	383,899	470,127	-	470,127
Loans and advances to customers	3,394,312	-	-	2,283,883	1,110,429	2,711,750	-	2,711,750
Assets pledged as collateral	3,914,419	-	86,080	2,334,011	1,494,328	3,181,877	-	3,181,877

The financial assets pledged as collateral consist of loans and advances to customers, bonds and other interest-bearing securities. Collaterals were pledged as a result of refinancing transactions with the respective National Bank, loans backing issued mortgage bonds and other collateral arrangements.

In March 2021, the Bank entered into TLTRO III with central bank in the amount of EUR 1,000 million which was shown within other associated liabilities. At 23 November 2022 the Bank partially repaid this tranche in amount of EUR 250 million. The Bank has pledged SK government bond (EUR 16.8 million), own retained covered bond (EUR 1.000 million) where mortgage loans are shown as encumbered assets (EUR 1,117 million) as collateral to TLTRO III. The collateral is shown within other transferred assets.

In June 2021, the Bank entered into TLTRO III with central bank in the amount of EUR 250 million which is shown within other associated liabilities. The Bank has pledged SK government bonds (EUR 360.0 million) as collateral to TLTRO III. The collateral is shown within other transferred assets.

Risk and capital management

20. Risk management

During the first half of the year 2023 there were no changes in the methodology of risk management, accounting and reporting in comparison with annual individual financial statements. For the complete set of disclosures related to fair value this interim individual financial statements should be read in combination with individual financial statements for the previous year in note 22.

21. Own funds and capital requirements

Regulatory requirements

Since 1 January 2014 the Group has been calculating the regulatory capital and the regulatory capital requirements according to the Capital Requirements Regulation (CRR, Regulation (EU) No. 575/2013) and the Capital Requirement Directive (CRD IV, Directive (EU) 2013/36/EU). CRD was enacted in national legislation in Act on Banks 483/2001.

All requirements as defined in the CRR and technical standards issued by the European Banking Authority (EBA) are fully applied by the Bank for regulatory purposes and for the disclosure of regulatory information.

According to information provided internally to key management, the Bank fulfilled all regulatory capital requirements during the year 2023 and throughout the year 2022 consisting of Pillar 1 requirement, Pillar 2 requirement and combined buffer requirement.

Accounting principles

The financial and regulatory figures published by the Bank are based on IFRS. Eligible capital components are derived from the statement of financial position and income statement which were prepared in accordance with IFRS. Adjustments to the accounting figures are considered due to the different definitions in the scopes of consolidation-

The unified reporting date of the individual financial statements and individual regulatory figures of the Bank is 31 December of each respective year.

Own funds

Own funds according to CRR consist of CET1, additional tier 1 (AT1) and tier 2 (T2). In order to determine the capital ratios, each respective capital component – after application of all regulatory deductions and filters – is considered in relation to the total risk amount.

The regulatory minimum capital ratios including the capital buffers as of 30 June 2023 amount to:

- 10.02% for CET1 (CET1 Pillar 1 requirement 4.5%, capital conservation buffer 2.5%, Other Systemic Important Institution (O-SII) buffer 2%, and countercyclical capital buffer specific for the bank 1.02%),
- 11.52% for tier 1 capital (sum of CET1 and AT1)
- 13.52% for total own funds.

Capital buffer requirements are set out in Act on Banks 483/2001:

- capital conservation buffer Article 33b
- Global Systemic Important Institution (G-SII) Article 33a and Article 33d(5)
- Other Systemic Important Institution (O-SII) buffer Article 33a and Article 33d(6)
- systemic risk buffer Article 33a, Article 33e
- countercyclical buffer Article 33a, Article 33c

In addition to minimum capital ratios and capital buffer requirements, institutions also have to fulfil capital requirements determined in the Supervisory Review and Evaluation Process (SREP).

As a result of the 2021 SREP process performed by the European Central Bank (ECB) the Bank applies a Pillar 2 requirement (P2R) of 1.5% as of 30 June 2023. The minimum CET1 ratio of 5.34% encompasses the Pillar 1 minimum requirement of 4.5% and the Pillar 2 requirement of 0.84% (56.25% of 1.5%) as of 30 June 2023.

The regulatory minimum capital ratios including the capital buffers and SREP requirements as of 30 June 2023 amount to:

- a CET1 requirement of 10.84%, (Pillar 1 requirement of 4.5%, combined capital buffers of 5.52% and 56.25% of 1.5% Pillar 2 requirement)
- a T1 requirement of 12.64% (Pillar 1 T1 requirement of 6%, combined capital buffers of 5.52% and 75% of 1.5% Pillar 2 requirement)
- a total own funds requirement of 15.02% (Pillar 1 own funds requirement of 8%, combined capital buffers of 5.52% and 1.5% Pillar 2 requirement).

According to SREP, the bank is expected to meet a Pillar 2 Guidance (P2G) of 1.0%. The Pillar 2 Guidance is not MDA (maximum distributable amount) relevant.

	31.12.2022	30.06.2023
Pillar 1		
Minimum CET1 requirement	4.50%	4.50%
Minimum Tier 1 requirement	6.00%	6.00%
Minimum Own Funds requirements	8.00%	8.00%
Combined buffer requirement (CBR)	5.49%	5.52%
Capital conservation buffer	2.50%	2.50%
Institution-specific countercyclical capital buffer	0.99%	1.02%
Systemic risk buffer (SRB)	0.00%	0.00%
O-SII capital buffer	2.00%	2.00%
Minimum CET 1 requirement (incl. CBR)	9.99%	10.02%
Minimum Tier 1 requirement (incl. CBR)	11.49%	11.52%
Minimum Own Funds requirement (incl. CBR)	13.49%	13.52%
Pillar2		
Minimum CET1 requirement	0.84%	0.84%
Minimum T1 requirement	1.13%	1.13%
Minimum Own Funds requirement	1.50%	1.50%
Total CET1 requirement for Pillar 1 and Pillar 2	10.83%	10.86%
Total Tier 1 requirement for Pillar 1 and Pillar 2	12.62%	12.64%
Total Own Funds requirement for Pillar 1 and Pillar 2	14.99%	15.02%

The following table shows the structure of own funds according to implementing technical standards EBA with regard to disclosure of own funds requirements for institutions according to Regulation (EU) No 575/2013 of the European Parliament and of the Council (the positions not relevant for the Bank were excluded):

in EUR ths.	31.12.2022	30.06.2023
Common equity tier 1 capital (CET1)		
Capital instruments eligible as CET1	212,000	212,000
Retained earnings	1,318,464	1,439,046
Accumulated other comprehensive income	(956)	(956)
Common equity tier 1 capital (CET1) before regulatory adjustments	1,529,509	1,650,090
Prudential filter: fair value gains and losses arising from the institution's own credit risk related to derivative liabilities	(1,116)	(1,116)
Value adjustments due to the requirements for prudent valuation	(2,811)	(2,352)
Securitisation positions which can alternatively be subject to a 1.250% risk weight	(13,333)	(12,993)
Other intangible assets	(11,294)	(10,941)
Insufficient coverage for non-performing exposures	(35)	(433)
Additional deductions of CET1 Capital due to Article 3 CRR	(349)	-
Development of unaudited risk provisions during the year (EU No 183/2014)	(32,114)	(22,478)
Common equity tier 1 capital (CET1)	1,468,456	1,599,778
Additional tier 1 capital (AT1)		
Capital instruments eligible as AT1	380,000	480,000
Additional tier 1 capital (AT1)	380,000	480,000
Tier 1 capital - total amount of common equity tier 1 (CET1) and additional tier 1 (AT1)	1,848,456	2,079,778
Tier 2 capital (T2)		
Capital instruments and subordinated loans eligible as T2	16,412	15,991
IRB excess of provisions over expected losses eligible	50,900	55,048
T2 instruments of financial sector entities where the institution has a significant investment	(5,247)	(5,250)
Tier 2 capital (T2)	62,065	65,789
Total own funds	1,910,521	2,145,566
Capital requirement	803,742	891,343
CET1 capital ratio	14.62%	14.36%
Tier 1 capital ratio	18.40%	18.67%
Total capital ratio	19.02%	19.26%

The Following table shows risk exposure amounts reflecting the structure according to Regulation (EU) No 575/2013:

	31.12.2022		30.06.2023	
EUR thus.	Total risk	Capital requirement	Total risk	Capital requirement
Total Risk Exposure Amount	10,046,772	803,742	11,141,786	891,343
Risk weighted assets (credit risk)	9,249,831	739,986	10,372,522	829,802
Standardised approach	662,965	53,036	872,137	69,771
IRB approach	8,483,331	678,667	9,174,585	733,967
Securitisation positions	103,535	8,283	325,800	26,064
Trading book, foreign FX risk and commodity risk	1,612	129	19,792	1,583
Operational Risk	788,357	63,069	744,625	59,570
Exposure for CVA	6,972	558	4,847	388

The Bank uses AMA model for calculation of RWA and capital requirements arising from operational risk. The calculation is performed on ERSTE Group level.

22. Credit risk

During the first half of the year 2023 there were no changes in the methodology of accounting and reporting of credit risk in comparison with annual individual financial statements. There has been a methodological change in the credit risk reporting methodology; revocable credit facilities are also included in the credit risk exposure. For the complete

set of disclosures related to fair value this interim individual financial statements should be read in combination with individual financial statements for the previous year in note 24.

Reconciliation between the gross carrying amount and the carrying amount of the separate components of the credit risk exposure

30.06.2023		Credit loss allowances					Net carrying amount
EUR ths.	Gross carrying amount	Stage 1	Stage 2	Stage 3	POCI	Not subject to IFRS 9 impairment	
Cash and cash balances - other demand deposits	25,362	-	-	-	-	-	25,362
Financial assets at amortised cost	22,527,986	42,379	120,645	165,463	35,631	-	22,163,870
Loans and advances to banks	30,603	51	-	-	-	-	30,552
Loans and advances to customers	18,397,502	41,449	119,620	165,463	35,631	-	18,035,341
of which: Lending for house purchase	10,618,210	17,633	18,628	68,368	1,484	-	10,512,097
of which: Credit for consumption	1,536,284	8,776	15,710	44,351	55	-	1,467,393
of which: Corporate loans and others	6,243,008	15,040	85,282	52,744	34,092	-	6,055,851
Debt securities	4,099,881	879	1,025	-	-	-	4,097,977
Finance lease receivables	325,779	370	1,686	2,720	101	-	320,902
Trade and other receivables	162,938	618	799	4,034	440	-	157,047
Non-trading financial assets at fair value through profit or loss - Debt securities	11,685	-	-	-	-	-	11,685
Financial assets - held for trading	76,573	-	-	-	-	-	76,573
Positive fair value of derivatives - hedge accounting	15,963	-	-	-	-	-	15,963
Total credit risk exposure on-balance	23,146,286	43,367	123,130	172,217	36,172	-	22,771,402
Off-balance	4,733,072	3,937	8,782	1,517	2,264	1,973	4,714,599
Total credit risk exposure	27,879,358	47,304	131,912	173,734	38,436	1,973	27,486,001

Allocation of credit loss allowances is affected by the war in Ukraine. The Bank allocated credit loss allowances for the customers with higher risk profile based on their ratings and in case of corporates, the industry was also used.

31.12.2022		Credit loss allowances					Net carrying amount
EUR ths.	Gross carrying amount	Stage 1	Stage 2	Stage 3	POCI	Not subject to IFRS 9 impairment	
Cash and cash balances - other demand deposits	15,512	-	-	-	-	-	15,512
Financial assets at amortised cost	22,008,151	43,479	110,310	158,695	31,465	-	21,664,202
Loans and advances to banks	26	-	-	-	-	-	26
Loans and advances to customers	17,851,323	42,629	109,257	158,695	31,465	-	17,509,277
of which: Lending for house purchase	10,342,105	18,578	19,242	66,070	1,114	-	10,237,101
of which: Credit for consumption	1,468,003	8,038	14,493	42,704	84	-	1,402,684
of which: Corporate loans and others	6,041,215	16,013	75,522	49,921	30,267	-	5,869,492
Debt securities	4,156,802	850	1,053	-	-	-	4,154,899
Finance lease receivables	288,141	394	509	2,727	11	-	284,500
Trade and other receivables	161,956	627	956	4,379	468	-	155,526
Non-trading financial assets at fair value through profit or loss - Debt securities	12,149	-	-	-	-	-	12,149
Financial assets - held for trading	77,139	-	-	-	-	-	77,139
Positive fair value of derivatives - hedge accounting	16,879	-	-	-	-	-	16,879
Total credit risk exposure on-balance	22,579,927	44,500	111,775	165,801	31,944	-	22,225,907
Off-balance	4,446,011	4,097	10,437	1,946	4,556	2,304	4,422,671
Total credit risk exposure	27,025,938	48,597	122,212	167,747	36,500	2,304	26,648,578

Credit risk exposure by counterparty finrep sector and financial instrument

EUR ths.	Central banks	General governments	Credit institutions	Other financial corporations	Non-financial corporations	Households	Total
30.06.2023							
Cash and cash balances - other demand deposits	-	-	25,362	-	-	-	25,362
Financial assets at amortised cost	-	3,993,902	377,102	318,114	5,036,897	12,801,971	22,527,986
Loans and advances to banks	-	-	30,603	-	-	-	30,603
Loans and advances to customers	-	364,770	-	292,185	4,938,576	12,801,971	18,397,502
of which: Lending for house purchase	-	-	-	-	-	10,618,210	10,618,210
of which: Credit for consumption	-	-	-	-	-	1,536,284	1,536,284
of which: Corporate loans and others	-	364,770	-	292,185	4,938,576	647,477	6,243,008
Debt securities	-	3,629,132	346,499	25,929	98,321	-	4,099,881
Finance lease receivables	-	962	-	59,264	263,682	1,871	325,779
Trade and other receivables	-	4,243	3,524	2,486	152,636	49	162,938
Non-trading financial assets at fair value through profit or loss - 'Debt securities	-	-	-	6,952	4,733	-	11,685
Derivatives - held for trading	-	-	49,364	-	27,196	13	76,573
Positive fair value of derivatives - hedge accounting	-	-	15,963	-	-	-	15,963
Total credit risk exposure on-balance	-	3,999,107	471,315	386,816	5,485,144	12,803,904	23,146,286
Off-balance	-	177,221	32,271	380,905	3,671,478	471,197	4,733,072
Total credit risk exposure	-	4,176,328	503,586	767,721	9,156,622	13,275,101	27,879,358

EUR ths.	Central banks	General governments	Credit institutions	Other financial corporations	Non-financial corporations	Households	Total
31.12.2022							
Cash and cash balances - other demand deposits	-	-	15,512	-	-	-	15,512
Financial assets at amortised cost	-	4,071,806	296,472	247,810	4,952,487	12,439,576	22,008,151
Loans and advances to banks	-	-	26	-	-	-	26
Loans and advances to customers	-	337,264	-	221,980	4,852,503	12,439,576	17,851,323
of which: Lending for house purchase	-	-	-	-	-	10,342,105	10,342,105
of which: Credit for consumption	-	-	-	-	-	1,468,003	1,468,003
of which: Corporate loans and others	-	337,264	-	221,980	4,852,503	629,468	6,041,215
Debt securities	-	3,734,542	296,446	25,830	99,984	-	4,156,802
Finance lease receivables	-	1,063	-	39	284,878	2,161	288,141
Trade and other receivables	-	1,822	4,582	2,222	153,259	71	161,956
Non-trading financial assets at fair value through profit or loss - 'Debt securities	-	-	-	7,512	4,637	-	12,149
Derivatives - held for trading	-	-	55,079	-	22,055	5	77,139
Positive fair value of derivatives - hedge accounting	-	-	16,879	-	-	-	16,879
Total credit risk exposure on-balance	-	4,074,691	388,524	257,583	5,417,316	12,441,813	22,579,927
Off-balance	-	154,096	34,223	236,387	3,474,900	546,405	4,446,011
Total credit risk exposure	-	4,228,787	422,747	493,970	8,892,216	12,988,218	27,025,938

Credit risk exposure by financial instrument and risk category

	Credit risk exposure				Gross carrying amount
EUR ths.	Low Risk	Management attention	Substandard	Non-performing	
30.06.2023					
Cash and cash balances - other demand deposits	25,362	-	-	-	25,362
Financial assets at amortised cost	17,611,443	3,373,500	1,247,474	295,569	22,527,986
Loans and advances to banks	30,600	-	3	-	30,603
Loans and advances to customers	13,491,845	3,363,148	1,246,940	295,569	18,397,502
of which: Lending for house purchase	8,546,252	1,452,238	475,462	144,258	10,618,210
of which: Credit for consumption	793,303	475,275	208,651	59,055	1,536,284
of which: Corporate loans and others	4,152,290	1,435,635	562,827	92,256	6,243,008
Debt securities	4,088,998	10,352	531	-	4,099,881
Finance lease receivables	218,393	89,255	13,723	4,408	325,779
Trade and other receivables	68,940	59,390	29,875	4,733	162,938
Non-trading financial assets at fair value through profit or loss - 'Debt securities	11,685	-	-	-	11,685
Derivatives - held for trading	49,882	26,575	116	-	76,573
Positive fair value of derivatives - hedge accounting	15,963	-	-	-	15,963
Total credit risk exposure on-balance	18,001,668	3,548,720	1,291,188	304,710	23,146,286
Off-balance	3,772,099	726,633	223,281	11,059	4,733,072
Total credit risk exposure	21,773,767	4,275,353	1,514,469	315,769	27,879,358

EUR ths.	Credit risk exposure				Gross carrying amount
	Low Risk	Management attention	Substandard	Non-performing	
31.12.2022					
Cash and cash balances - other demand deposits	15,512	-	-	-	15,512
Financial assets at amortised cost	17,162,082	3,339,413	1,226,265	280,391	22,008,151
Loans and advances to banks	24	2	-	-	26
Loans and advances to customers	13,005,780	3,338,897	1,226,255	280,391	17,851,323
of which: Lending for house purchase	8,229,618	1,436,628	536,690	139,169	10,342,105
of which: Credit for consumption	767,029	452,945	190,861	57,168	1,468,003
of which: Corporate loans and others	4,009,133	1,449,324	498,704	84,054	6,041,215
Debt securities	4,156,278	514	10	-	4,156,802
Finance lease receivables	124,696	144,577	14,620	4,248	288,141
Trade and other receivables	72,907	42,905	40,454	5,690	161,956
Non-trading financial assets at fair value through profit or loss - 'Debt securities	11,189	960	-	-	12,149
Derivatives - held for trading	55,431	21,694	13	1	77,139
Positive fair value of derivatives - hedge accounting	16,879	-	-	-	16,879
Total credit risk exposure on-balance	17,458,696	3,549,549	1,281,352	290,330	22,579,927
Off-balance	3,069,998	1,072,460	294,955	8,598	4,446,011
Total credit risk exposure	20,528,694	4,622,009	1,576,307	298,928	27,025,938

Credit risk exposure by financial instrument and IFRS 9 stage

EUR ths.	Stage 1	Stage 2	Stage 3	POCI	Not subject to IFRS 9 impairment	Total credit risk exposure
30.06.2023						
Cash and cash balances - other demand deposits	25,362	-	-	-	-	25,362
Financial assets at amortised cost	19,702,550	2,429,439	285,438	110,559	-	22,527,986
Loans and advances to banks	30,599	4	-	-	-	30,603
Loans and advances to customers	15,620,666	2,380,839	285,438	110,559	-	18,397,502
of which: Lending for house purchase	10,217,738	255,176	141,773	3,523	-	10,618,210
of which: Credit for consumption	1,317,078	160,038	58,985	183	-	1,536,284
of which: Corporate loans and others	4,085,850	1,965,625	84,680	106,853	-	6,243,008
Debt securities	4,051,285	48,596	-	-	-	4,099,881
Finance lease receivables	261,960	59,410	4,159	250	-	325,779
Trade and other receivables	153,583	4,622	4,203	530	-	162,938
Non-trading financial assets at fair value through profit or loss - 'Debt securities	-	-	-	-	11,685	11,685
Derivatives - held for trading	-	-	-	-	76,573	76,573
Positive fair value of derivatives - hedge accounting	-	-	-	-	15,963	15,963
Total credit risk exposure on-balance	20,143,455	2,493,471	293,800	111,339	104,221	23,146,286
Off-balance	3,177,737	813,060	7,499	28,052	706,724	4,733,072
Total credit risk exposure	23,321,192	3,306,531	301,299	139,391	810,945	27,879,358

EUR ths.	Stage 1	Stage 2	Stage 3	POCI	Not subject to IFRS 9 impairment	Total credit risk exposure
31.12.2022						
Cash and cash balances - other demand deposits	15,512	-	-	-	-	15,512
Financial assets at amortised cost	19,359,442	2,278,559	270,743	99,407	-	22,008,151
Loans and advances to banks	24	2	-	-	-	26
Loans and advances to customers	15,251,371	2,229,802	270,743	99,407	-	17,851,323
of which: Lending for house purchase	9,917,061	284,914	137,315	2,815	-	10,342,105
of which: Credit for consumption	1,259,115	151,630	57,039	219	-	1,468,003
of which: Corporate loans and others	4,075,195	1,793,258	76,389	96,373	-	6,041,215
Debt securities	4,108,047	48,755	-	-	-	4,156,802
Finance lease receivables	250,629	33,045	4,220	247	-	288,141
Trade and other receivables	152,408	3,858	4,938	752	-	161,956
Non-trading financial assets at fair value through profit or loss - 'Debt securities	-	-	-	-	12,149	12,149
Derivatives - held for trading	-	-	-	-	77,139	77,139
Positive fair value of derivatives - hedge accounting	-	-	-	-	16,879	16,879
Total credit risk exposure on-balance	19,777,991	2,315,462	279,901	100,406	106,167	22,579,927
Off-balance	2,975,192	746,605	5,775	25,736	692,703	4,446,011
Total credit risk exposure	22,753,183	3,062,067	285,676	126,142	798,870	27,025,938

'Not subject to IFRS 9 impairment' means that those statement of financial position items are out of IFRS9 rules.

Credit risk exposure by industry and financial instrument

30.06.2023	Cash and cash balances - other demand deposits	Financial assets at amortised cost							Finance lease receivables	Trade and other receivables	Non-trading financial assets at fair value through profit or loss - 'Debt securities	Positive fair value of derivatives	Off-balance	Total credit risk exposure
EUR ths.		Loans and advances to banks	Loans and advances to customers					Debt securities						
			of Lending house purchase	which: of Credit consumption	which: of Corporate loans and others									
I. Natural Resources & Commodities	-	-	-	-	-	624,629	-	32,516	53,243	-	69	548,155	1,258,612	
II. Energy	-	-	-	-	-	641,129	29,033	9,798	3,720	-	26,553	646,603	1,356,836	
III. Construction and building materials	-	-	-	-	-	403,203	-	21,264	16,922	-	11	952,813	1,394,213	
IV. Automotive	-	-	-	-	-	232,840	-	8,876	11,642	-	-	354,605	607,963	
V. Cyclical Consumer Products	-	-	-	-	-	304,037	-	6,348	14,068	4,733	105	166,470	495,761	
VI. Non-Cyclical Consumer Products	-	-	-	-	-	399,406	9,201	8,747	18,551	-	29	181,854	617,788	
VII. Machinery	-	-	-	-	-	231,054	-	56,367	20,548	-	-	249,017	556,986	
VIII. Transportation	-	-	-	-	-	511,754	75,134	163,112	7,729	-	3	293,970	1,051,702	
IX. TMT; Telecommunications, Media, Technology and Paper & Packaging	-	-	-	-	-	123,031	-	3,960	3,332	-	-	82,161	212,484	
X. Healthcare & Services	-	-	-	-	-	226,071	-	10,519	5,835	-	-	96,710	339,135	
XI. Hotels, Gaming & Leisure Industry	-	-	-	-	-	188,276	-	1,306	584	-	5	29,992	220,163	
XII. Real Estate	-	-	-	-	-	1,319,682	10,352	1,830	757	-	421	282,577	1,615,619	
XIII. Public Sector	-	-	-	-	-	335,288	3,629,131	858	-	-	-	116,086	4,081,363	
XIV. Financial Institutions	25,362	30,603	-	-	-	158,357	347,030	137	6,002	6,952	65,327	297,589	937,359	
XV. Private Households	-	-	10,618,210	1,536,284	-	544,214	-	141	-	-	13	434,415	13,133,277	
XVI. Other	-	-	-	-	-	37	-	-	5	-	-	55	97	
Total	25,362	30,603	10,618,210	1,536,284	-	6,243,008	4,099,881	325,779	162,938	11,685	92,536	4,733,072	27,879,358	

Slovenská sporiteľňa, a.s.
Interim separate financial statements

31.12.2022	Cash and cash balances - other demand deposits	Financial assets at amortised cost						Finance lease receivables	Trade and other receivables	Non-trading financial assets at fair value through profit or loss - 'Debt securities'	Positive fair value of derivatives	Off-balance	Total credit risk exposure
EUR ths.		Loans and advances to banks	Loans and advances to customers			Debt securities							
			of which: Lending for house purchase	of which: Credit for consumption	of which: Corporate loans and others								
I. Natural Resources & Commodities	-	-	-	-	578,917	-	32,594	46,607	-	69	429,643	1,087,830	
II. Energy	-	-	-	-	693,161	29,259	9,402	3,020	-	21,648	590,723	1,347,213	
III. Construction and building materials	-	-	-	-	343,639	-	18,196	21,549	-	2	931,671	1,315,057	
IV. Automotive	-	-	-	-	221,806	-	9,381	9,356	-	-	324,168	564,711	
V. Cyclical Consumer Products	-	-	-	-	294,709	-	6,440	12,166	4,637	29	174,231	492,212	
VI. Non-Cyclical Consumer Products	-	-	-	-	395,629	9,356	9,627	16,979	-	7	157,615	589,213	
VII. Machinery	-	-	-	-	218,261	-	11,175	21,346	-	11	220,389	471,182	
VIII. Transportation	-	-	-	-	469,700	76,544	175,660	9,770	-	-	280,590	1,012,264	
IX. TMT; Telecommunications, Media, Technology and Paper & Packaging	-	-	-	-	162,561	-	2,768	2,780	-	-	80,151	248,260	
X. Healthcare & Services	-	-	-	-	263,295	-	9,256	10,892	-	12	113,800	397,255	
XI. Hotels, Gaming & Leisure Industry	-	-	-	-	187,991	-	1,242	209	-	1	28,614	218,057	
XII. Real Estate	-	-	-	-	1,210,743	10,131	1,248	478	-	276	248,880	1,471,756	
XIII. Public Sector	-	-	-	-	329,844	3,734,543	990	-	-	-	101,766	4,167,143	
XIV. Financial Institutions	15,512	26	-	-	136,114	296,969	39	6,804	7,512	71,958	259,375	794,309	
XV. Private Households	-	-	10,342,105	1,468,003	534,814	-	123	-	-	5	504,380	12,849,430	
XVI. Other	-	-	-	-	31	-	-	-	-	-	14	45	
Total	15,512	26	10,342,105	1,468,003	6,041,215	4,156,802	288,141	161,956	12,149	94,018	4,446,010	27,025,937	

Credit risk exposure by industry and risk category

EUR ths.	Low Risk	Management attention	Substandard	Non-performing loans	Total
30.06.2023					
I. Natural Resources & Commodities	832,600	270,275	134,085	21,652	1,258,612
II. Energy	1,089,140	254,108	7,125	6,463	1,356,836
III. Construction and building materials	944,467	305,347	119,982	24,417	1,394,213
IV. Automotive	441,368	118,550	46,844	1,201	607,963
V. Cyclical Consumer Products	213,658	146,770	127,101	8,232	495,761
VI. Non-Cyclical Consumer Products	396,677	153,884	57,823	9,404	617,788
VII. Machinery	329,316	159,600	58,744	9,326	556,986
VIII. Transportation	773,735	235,234	38,118	4,615	1,051,702
IX. TMT; Telecommunications, Media, Technology and Paper & Packaging	101,874	92,137	16,592	1,881	212,484
X. Healthcare & Services	177,484	105,592	52,923	3,136	339,135
XI. Hotels, Gaming & Leisure Industry	85,977	86,964	37,181	10,041	220,163
XII. Real Estate	1,322,421	236,025	50,951	6,222	1,615,619
XIII. Public Sector	3,968,131	77,439	35,793	-	4,081,363
XIV. Financial Institutions	911,460	20,402	5,329	168	937,359
XV. Private Households	10,185,417	2,013,006	725,843	209,011	13,133,277
XVI. Other	42	20	35	-	97
Total	21,773,767	4,275,353	1,514,469	315,769	27,879,358

EUR ths.	Low Risk	Management attention	Substandard	Non-performing loans	Total
31.12.2022					
I. Natural Resources & Commodities	588,966	330,250	150,225	18,390	1,087,831
II. Energy	1,077,535	239,978	23,358	6,342	1,347,213
III. Construction and building materials	551,152	616,996	127,998	18,911	1,315,057
IV. Automotive	420,482	130,563	12,198	1,468	564,711
V. Cyclical Consumer Products	251,840	171,331	59,457	9,584	492,212
VI. Non-Cyclical Consumer Products	372,216	147,726	62,047	7,224	589,213
VII. Machinery	275,471	85,007	100,989	9,715	471,182
VIII. Transportation	646,413	314,886	47,400	3,565	1,012,264
IX. TMT; Telecommunications, Media, Technology and Paper & Packaging	127,316	92,978	25,625	2,341	248,260
X. Healthcare & Services	195,976	127,166	70,271	3,842	397,255
XI. Hotels, Gaming & Leisure Industry	107,012	69,543	30,459	11,043	218,057
XII. Real Estate	1,175,199	215,305	77,074	4,178	1,471,756
XIII. Public Sector	4,093,542	64,638	8,963	-	4,167,143
XIV. Financial Institutions	769,265	21,606	3,281	157	794,309
XV. Private Households	9,876,285	1,994,024	776,954	202,167	12,849,430
XVI. Other	24	12	8	1	45
Total	20,528,694	4,622,009	1,576,307	298,928	27,025,938

Credit risk exposure by industry and IFRS9 stage

EUR ths.	Stage 1	Stage 2	Stage 3	POCI	Not subject to IFRS 9 impairment	Total credit risk exposure
30.06.2023						
I. Natural Resources & Commodities	535,449	667,697	20,038	2,117	33,311	1,258,612
II. Energy	229,719	934,779	6,463	-	185,875	1,356,836
III. Construction and building materials	1,000,874	128,847	22,344	19,710	222,438	1,394,213
IV. Automotive	506,835	52,024	1,146	65	47,893	607,963
V. Cyclical Consumer Products	327,617	139,909	5,433	3,528	19,274	495,761
VI. Non-Cyclical Consumer Products	536,061	49,187	8,897	360	23,283	617,788
VII. Machinery	443,789	55,054	7,831	6,596	43,716	556,986
VIII. Transportation	869,266	79,816	4,306	322	97,992	1,051,702
IX. TMT; Telecommunications, Media, Technology and Paper & Packaging	182,058	20,066	1,743	48	8,569	212,484
X. Healthcare & Services	296,387	30,006	2,714	508	9,520	339,135
XI. Hotels, Gaming & Leisure Industry	96,961	96,146	9,228	13,424	4,404	220,163
XII. Real Estate	907,928	613,137	5,749	87,338	1,467	1,615,619
XIII. Public Sector	4,078,145	3,218	-	-	-	4,081,363
XIV. Financial Institutions	823,169	806	167	26	113,191	937,359
XV. Private Households	12,486,837	435,839	205,240	5,349	12	13,133,277
XVI. Other	97	-	-	-	-	97
Total	23,321,192	3,306,531	301,299	139,391	810,945	27,879,358

EUR ths.	Stage 1	Stage 2	Stage 3	POCI	Not subject to IFRS 9 impairment	Total credit risk exposure
31.12.2022						
I. Natural Resources & Commodities	473,256	552,907	16,647	2,378	42,643	1,087,831
II. Energy	210,531	936,170	6,342	-	194,170	1,347,213
III. Construction and building materials	952,664	128,460	17,398	8,512	208,023	1,315,057
IV. Automotive	461,632	50,532	1,421	59	51,067	564,711
V. Cyclical Consumer Products	385,605	80,865	6,659	3,627	15,456	492,212
VI. Non-Cyclical Consumer Products	502,882	55,948	6,710	817	22,856	589,213
VII. Machinery	370,941	41,556	7,792	6,503	44,390	471,182
VIII. Transportation	880,594	51,449	3,468	99	76,654	1,012,264
IX. TMT; Telecommunications, Media, Technology and Paper & Packaging	185,516	52,397	1,858	48	8,441	248,260
X. Healthcare & Services	278,818	110,361	3,311	593	4,172	397,255
XI. Hotels, Gaming & Leisure Industry	96,205	97,844	10,087	12,645	1,276	218,057
XII. Real Estate	927,901	451,715	4,162	86,902	1,076	1,471,756
XIII. Public Sector	4,161,152	600	-	-	5,391	4,167,143
XIV. Financial Institutions	670,652	224	157	26	123,250	794,309
XV. Private Households	12,194,797	451,031	199,664	3,933	5	12,849,430
XVI. Other	37	8	-	-	-	45
Total	22,753,183	3,062,067	285,676	126,142	798,870	27,025,938

Credit risk exposure by region and financial instrument

30.06.2023												
EUR ths.	Cash and cash balances - other demand deposits	Loans and advances to banks	Financial assets at amortised cost				Finance lease receivables	Trade and other receivables	Non-trading financial assets at fair value through profit or loss - Debt securities	Positive fair value of derivatives	Off-balance	Total credit risk exposure
			of which: Lending for house purchase	of which: Credit for consumption	of which: Corporate loans and others	Debt securities						
Slovakia	-	17,316	10,554,170	1,521,692	6,116,864	3,657,482	325,779	109,079	4,733	27,147	4,397,806	26,732,068
Central and Eastern Europe	13,576	13,287	20,939	8,138	88,608	79,099	-	21,610	-	63,897	253,432	562,586
Austria	13,406	12	3,295	414	20	-	-	4,565	-	63,835	22,082	107,629
Czech Republic	168	13,275	6,027	454	88,399	79,099	-	13,706	-	62	218,955	420,145
Hungary	-	-	70	160	26	-	-	2,682	-	-	10,284	13,222
Croatia	-	-	-	65	1	-	-	-	-	-	727	793
Romania	2	-	693	272	20	-	-	635	-	-	1,118	2,740
Serbia	-	-	10,854	6,773	142	-	-	22	-	-	266	18,057
Other EU	11,720	-	2,008	270	37,025	358,097	-	28,499	3,095	1,492	59,402	501,608
Other industrialised countries	66	-	2,792	125	371	5,203	-	2,123	3,857	-	19,327	33,864
Emerging markets	-	-	38,301	6,059	140	-	-	1,627	-	-	3,105	49,232
Total	25,362	30,603	10,618,210	1,536,284	6,243,008	4,099,881	325,779	162,938	11,685	92,536	4,733,072	27,879,358

31.12.2022												
EUR ths.	Cash and cash balances - other demand deposits	Loans and advances to banks	Financial assets at amortised cost				Finance lease receivables	Trade and other receivables	Non-trading financial assets at fair value through profit or loss - Debt securities	Positive fair value of derivatives	Off-balance	Total credit risk exposure
			of which: Lending for house purchase	of which: Credit for consumption	of which: Corporate loans and others	Debt securities						
Slovakia	-	1	10,286,770	1,458,034	5,955,732	3,769,971	288,141	103,591	5,597	21,996	4,122,439	26,012,272
Central and Eastern Europe	14,754	22	20,488	5,732	55,027	59,239	-	25,682	-	70,430	252,097	503,471
Austria	14,302	13	3,006	350	17	-	-	5,429	-	70,366	23,673	117,156
Czech Republic	445	9	5,425	359	54,852	59,239	-	15,914	-	64	214,428	350,735
Hungary	6	-	62	134	24	-	-	3,189	-	-	11,703	15,118
Croatia	-	-	-	63	1	-	-	426	-	-	1,031	1,521
Romania	1	-	708	215	16	-	-	694	-	-	1,026	2,660
Serbia	-	-	11,287	4,611	117	-	-	30	-	-	236	16,281
Other EU	549	1	1,970	227	26,211	322,513	-	26,557	3,058	1,592	61,924	444,602
Other industrialised countries	209	-	2,541	140	4,127	5,079	-	4,258	3,494	-	5,717	25,565
Emerging markets	-	2	30,336	3,870	118	-	-	1,868	-	-	3,834	40,028
Total	15,512	26	10,342,105	1,468,003	6,041,215	4,156,802	288,141	161,956	12,149	94,018	4,446,011	27,025,938

Credit risk exposure by region and risk category

	Credit risk exposure				Gross carrying amount
EUR ths.	Low Risk	Management attention	Substandard	Non-performing	
30.06.2023					
Slovakia	20,852,550	4,134,610	1,435,151	309,757	26,732,068
Central and Eastern Europe	438,990	94,243	24,217	5,136	562,586
Austria	103,648	1,555	2,424	2	107,629
Czech Republic	322,859	79,753	12,860	4,673	420,145
Hungary	2,486	5,513	5,165	58	13,222
Croatia	13	154	602	24	793
Romania	1,422	1,193	63	62	2,740
Serbia	8,562	6,075	3,103	317	18,057
Other EU	429,362	32,292	39,549	405	501,608
Other industrialised countries	26,757	2,190	4,780	137	33,864
Emerging markets	26,108	12,018	10,772	334	49,232
Total	21,773,767	4,275,353	1,514,469	315,769	27,879,358

EUR ths.	Credit risk exposure				Gross carrying amount
	Low Risk	Management attention	Substandard	Non-performing	
31.12.2022					
Slovakia	19,759,394	4,462,001	1,498,449	292,428	26,012,272
Central and Eastern Europe	372,212	97,072	28,417	5,770	503,471
Austria	113,532	1,799	1,824	1	117,156
Czech Republic	243,924	82,289	19,065	5,457	350,735
Hungary	5,580	5,392	4,100	46	15,118
Croatia	21	901	577	22	1,521
Romania	1,386	1,190	33	51	2,660
Serbia	7,769	5,501	2,818	193	16,281
Other EU	358,343	50,632	35,279	348	444,602
Other industrialised countries	15,997	2,710	6,700	158	25,565
Emerging markets	22,748	9,594	7,462	224	40,028
Total	20,528,694	4,622,009	1,576,307	298,928	27,025,938

Credit risk exposure by region and IFRS 9 stage

EUR ths.	Stage 1	Stage 2	Stage 3	POCI	Not subject to IFRS 9 impairment	Total credit risk exposure
30.06.2023						
Slovakia	22,370,024	3,250,894	295,900	138,774	676,476	26,732,068
Central and Eastern Europe	401,048	37,218	4,523	616	119,181	562,586
Austria	26,973	425	2	2	80,227	107,629
Czech Republic	342,252	34,667	4,071	602	38,553	420,145
Hungary	11,862	900	54	5	401	13,222
Croatia	740	29	24	-	-	793
Romania	2,660	18	60	2	-	2,740
Serbia	16,561	1,179	312	5	-	18,057
Other EU	488,707	1,245	405	-	11,251	501,608
Other industrialised countries	14,666	15,024	137	-	4,037	33,864
Emerging markets	46,747	2,150	334	1	-	49,232
Total	23,321,192	3,306,531	301,299	139,391	810,945	27,879,358

EUR ths.	Stage 1	Stage 2	Stage 3	POCI	Not subject to IFRS 9 impairment	Total credit risk exposure
31.12.2022						
Slovakia	21,959,734	2,992,038	279,993	125,242	655,265	26,012,272
Central and Eastern Europe	329,853	40,521	4,955	819	127,323	503,471
Austria	27,713	140	1	2	89,300	117,156
Czech Republic	268,212	39,289	4,650	807	37,777	350,735
Hungary	14,791	35	42	4	246	15,118
Croatia	1,499	-	22	-	-	1,521
Romania	2,594	14	50	2	-	2,660
Serbia	15,044	1,043	190	4	-	16,281
Other EU	409,883	22,023	347	80	12,269	444,602
Other industrialised countries	16,814	5,080	158	-	3,513	25,565
Emerging markets	36,899	2,405	223	1	500	40,028
Total	22,753,183	3,062,067	285,676	126,142	798,870	27,025,938

Credit risk exposure according to impairment view

30.06.2023		Non-impaired loans							Total Credit risk exposure
EUR ths.	Total past due non impaired	Thereof 1-30 days past due	Thereof 31-60 days past due	Thereof 61-90 days past due	Thereof 91-180 days past due	Thereof more than 180 days past due	Neither past due nor impaired	Impaired loans	
Cash and cash balances - other demand deposits	-	-	-	-	-	-	25,362	-	25,362
Financial assets at amortised cost	366,617	334,246	22,635	4,778	3,596	1,361	21,865,800	295,570	22,527,986
Loans and advances to banks	27	23	-	1	3	-	30,576	-	30,603
Loans and advances to customers	366,590	334,223	22,635	4,777	3,593	1,361	17,735,343	295,570	18,397,502
of which: Lending for house purchase	117,843	101,765	10,006	2,273	2,732	1,067	10,356,108	144,259	10,618,210
of which: Credit for consumption	49,922	43,717	3,838	1,725	499	143	1,427,307	59,055	1,536,284
of which: Corporate loans and others	198,825	188,741	8,791	779	362	151	5,951,928	92,256	6,243,008
Debt securities	-	-	-	-	-	-	4,099,881	-	4,099,881
Finance lease receivables	2,926	2,803	123	-	-	-	318,445	4,408	325,779
Trade and other receivables	13,683	12,252	818	162	450	-	144,523	4,733	162,938
Non-trading financial assets at fair value through profit or loss - 'Debt securities	-	-	-	-	-	-	11,685	-	11,685
Financial assets - held for trading	-	-	-	-	-	-	76,573	-	76,573
Positive fair value of derivatives	-	-	-	-	-	-	15,963	-	15,963
Total credit risk exposure on-balance	383,226	349,301	23,576	4,940	4,046	1,361	22,458,351	304,711	23,146,286
Off-balance	-	-	-	-	-	-	4,724,269	8,803	4,733,072
Total credit risk exposure	383,226	349,301	23,576	4,940	4,046	1,361	27,182,620	313,514	27,879,358

31.12.2022		Non-impaired loans							Total Credit risk exposure
EUR ths.	Total past due non impaired	Thereof 1-30 days past due	Thereof 31-60 days past due	Thereof 61-90 days past due	Thereof 91-180 days past due	Thereof more than 180 days past due	Neither past due nor Impaired	Impaired loans	
Cash and cash balances - other demand deposits	-	-	-	-	-	-	15,512	-	15,512
Financial assets at amortised cost	341,895	317,202	13,312	7,195	2,543	1,642	21,385,865	280,391	22,008,151
Loans and advances to banks	25	25	-	-	-	-	1	-	26
Loans and advances to customers	341,870	317,177	13,312	7,195	2,543	1,642	17,229,062	280,391	17,851,323
of which: Lending for house purchase	109,910	93,774	8,648	4,274	1,933	1,280	10,093,026	139,169	10,342,105
of which: Credit for consumption	48,517	43,075	3,011	1,746	479	206	1,362,318	57,168	1,468,003
of which: Corporate loans and others	183,443	180,328	1,653	1,175	131	156	5,773,718	84,054	6,041,215
Debt securities	-	-	-	-	-	-	4,156,802	-	4,156,802
Finance lease receivables	4,432	3,605	594	228	5	-	279,461	4,248	288,141
Trade and other receivables	14,108	13,405	598	105	-	-	142,157	5,690	161,956
Non-trading financial assets at fair value through profit or loss - 'Debt securities	-	-	-	-	-	-	12,149	-	12,149
Financial assets - held for trading	-	-	-	-	-	-	77,139	-	77,139
Positive fair value of derivatives	-	-	-	-	-	-	16,879	-	16,879
Total credit risk exposure on-balance	360,435	334,212	14,504	7,528	2,548	1,642	21,929,162	290,329	22,579,927
Off-balance	-	-	-	-	-	-	4,439,510	6,501	4,446,011
Total credit risk exposure	360,435	334,212	14,504	7,528	2,548	1,642	26,368,672	296,830	27,025,938

Credit quality for exposures, which are neither past due non impaired

EUR ths.	Low Risk	Management attention	Substandard	Non-performing	Total
30.06.2023					
Cash and cash balances - other demand deposits	25,362	-	-	-	25,362
Financial assets at amortised cost	17,537,880	3,317,771	1,010,149	-	21,865,800
Loans and advances to banks	30,576	-	-	-	30,576
Loans and advances to customers	13,418,306	3,307,419	1,009,618	-	17,735,343
of which: Lending for house purchase	8,541,413	1,437,743	376,952	-	10,356,108
of which: Credit for consumption	792,707	471,000	163,600	-	1,427,307
of which: Corporate loans and others	4,084,186	1,398,676	469,066	-	5,951,928
Debt securities	4,088,998	10,352	531	-	4,099,881
Finance lease receivables	217,865	88,624	11,956	-	318,445
Trade and other receivables	65,227	53,568	25,728	-	144,523
Non-trading financial assets at fair value through profit or loss - 'Debt securities	11,685	-	-	-	11,685
Derivatives - held for trading	49,882	26,575	116	-	76,573
Positive fair value of derivatives - hedge accounting	15,963	-	-	-	15,963
Total credit risk exposure on-balance	17,923,864	3,486,538	1,047,949	-	22,458,351
Off-balance	3,772,100	726,633	223,281	2,255	4,724,269
Total credit risk exposure	21,695,964	4,213,171	1,271,230	2,255	27,182,620

EUR ths.	Low Risk	Management attention	Substandard	Non-performing	Total
31.12.2022					
Cash and cash balances - other demand deposits	15,512	-	-	-	15,512
Financial assets at amortised cost	17,102,348	3,282,978	1,000,539	-	21,385,865
Loans and advances to banks	1	-	-	-	1
Loans and advances to customers	12,946,069	3,282,464	1,000,529	-	17,229,062
of which: Lending for house purchase	8,226,385	1,422,905	443,736	-	10,093,026
of which: Credit for consumption	766,496	447,843	147,979	-	1,362,318
of which: Corporate loans and others	3,953,188	1,411,716	408,814	-	5,773,718
Debt securities	4,156,278	514	10	-	4,156,802
Finance lease receivables	124,017	141,976	13,468	-	279,461
Trade and other receivables	67,256	38,044	36,857	-	142,157
Non-trading financial assets at fair value through profit or loss - 'Debt securities	11,189	960	-	-	12,149
Derivatives - held for trading	55,431	21,694	13	1	77,139
Positive fair value of derivatives - hedge accounting	16,879	-	-	-	16,879
Total credit risk exposure on-balance	17,392,632	3,485,652	1,050,877	1	21,929,162
Off-balance	3,069,998	1,072,460	294,955	2,097	4,439,510
Total credit risk exposure	20,462,630	4,558,112	1,345,832	2,098	26,368,672

Credit risk exposure by Basel 3 exposure class and financial instrument

EUR ths.	Sovereigns	Institutions	Corporates	Retail	Total
30.06.2023					
Cash and cash balances - other demand deposits	-	25,362	-	-	25,362
Financial assets at amortised cost	3,709,687	661,316	5,035,355	13,121,628	22,527,986
Loans and advances to banks	-	30,603	-	-	30,603
Loans and advances to customers	80,556	284,214	4,911,104	13,121,628	18,397,502
of which: Lending for house purchase	-	-	-	10,618,210	10,618,210
of which: Credit for consumption	-	-	-	1,536,284	1,536,284
of which: Corporate loans and others	80,556	284,214	4,911,104	967,134	6,243,008
Debt securities	3,629,131	346,499	124,251	-	4,099,881
Finance lease receivables	102	860	313,784	11,033	325,779
Trade and other receivables	3,511	732	158,377	318	162,938
Non-trading financial assets at fair value through profit or loss - 'Debt securities	-	-	11,685	-	11,685
Derivatives - held for trading	-	49,363	27,197	13	76,573
Positive fair value of derivatives - hedge accounting	-	15,963	-	-	15,963
Total credit risk exposure on-balance	3,713,300	753,596	5,546,398	13,132,992	23,146,286
Off-balance	120,792	88,700	3,969,046	554,534	4,733,072
Total credit risk exposure	3,834,092	842,296	9,515,444	13,687,526	27,879,358

EUR ths.	Sovereigns	Institutions	Corporates	Retail	Total
31.12.2022					
Cash and cash balances - other demand deposits	-	15,512	-	-	15,512
Financial assets at amortised cost	4,071,807	296,472	4,893,907	12,745,965	22,008,151
Loans and advances to banks	-	26	-	-	26
Loans and advances to customers	337,264	-	4,768,094	12,745,965	17,851,323
of which: Lending for house purchase	-	-	-	10,342,105	10,342,105
of which: Credit for consumption	-	-	-	1,468,003	1,468,003
of which: Corporate loans and others	337,264	-	4,768,094	935,857	6,041,215
Debt securities	3,734,543	296,446	125,813	-	4,156,802
Finance lease receivables	1,062	-	275,972	11,107	288,141
Trade and other receivables	1,822	-	159,883	251	161,956
Non-trading financial assets at fair value through profit or loss - 'Debt securities	-	-	12,149	-	12,149
Derivatives - held for trading	-	55,079	22,055	5	77,139
Positive fair value of derivatives - hedge accounting	-	16,879	-	-	16,879
Total credit risk exposure on-balance	4,074,691	383,942	5,363,966	12,757,328	22,579,927
Off-balance	154,095	34,228	3,632,606	625,082	4,446,011
Total credit risk exposure	4,228,786	418,170	8,996,572	13,382,410	27,025,938

War in Ukraine

The Ukraine-Russia war, intensified challenges for both risk and business divisions: a rally in energy prices on the one hand and disruptions in supply chains on the other hand. The first ones had implications on various industries, mainly those with energy intensive production processes, but also impacting segments with high fuel cost shares. Issues with supply chains are managed by affected clients with diverse measures aiming to safeguard the business activity and liquidity (amongst others: active working capital management, targeted stocking-up, output adaptation, renegotiations with off takers etc.), in some cases also by ensuring backup/liquidity financing. Developments as mentioned above are reflected in the regular updates of the industry strategies.

In June 2022, Bank implemented rules for stage overlays due to the war in Ukraine (UA war overlays) as a combination of industries with correlation to economic downturn (cyclical industries) and one-year IFRS PD. These rules were defined on top of existing criteria mentioned in the section 'Significant increase in credit risk determination – Qualitative criteria'. Threshold for 1-year IFRS probability of default is set to 250 basis points, which means that if a loan is segmented in cyclical industry and 1-year IFRS probability of default is higher than 250 basis points, such loan will be moved to Stage 2 and will be part of cyclical overlays.

In addition to cyclical industries, from September 2022 Bank has introduced additional Energy stage overlay due to the current distortions in the energy market with implications on gas/energy availability and price. Two-folds effects were identified. Effects of gas rationing/shortage on clients either due to energy intensive production processes or relying on gas as a primary input in their business processes. Vulnerability is driven by gas dependency, (limited) substitution possibilities and implications of a substitution on financials, hedging and price mechanisms. Within the industry Natural Resources and Commodities, Metals and Chemical subindustries were identified as being most affected. All companies belonging to the Energy sector as the whole industry can potentially be affected by the massive shortages and distortions in the current energy market: price volatility, margin calls, price caps, adverse weather environment for hydro power, fixed off-take contracts (putting off-takers at risk when stopped and / or limiting producers of renewable energy profiting from the higher prices), exceptional taxes, etc. All customers belonging to these industries / sub-industries were migrated to Stage 2.

Total exposure in Stage 2 of cyclical industries as of June 2023 is EUR 1,474 million. After applying rule for one-year IFRS PD the exposure relevant for cyclical overlays is EUR 767 million. Total exposure in Stage 2 of energy industries as of June 2023 is EUR 1,555 million. As no further rules are applied, this is also the amount in energy overlays.

Restructuring, renegotiation and forbearance

Restructuring means contractual modification of any of the customer's loan repayment conditions including tenor, interest rate, fees, principal amount due or a combination thereof. Restructuring can be business restructuring (in the retail segment), commercial renegotiation (in the corporate segment), or forbearance (e. g. concession due to financial difficulties) in line with EBA requirements in both segments.

Credit risk exposure, forbearance exposure and credit loss allowances

EUR ths.	Loans and advances	Debt securities	Other positions	Off-balance	Total credit risk exposure
30.06.2023					
Gross exposure	18,916,822	4,111,566	117,898	4,733,072	27,879,358
thereof gross forborne exposure	388,275	-	-	7,035	395,310
Performing exposure	18,612,112	4,111,566	117,898	4,722,013	27,563,589
thereof performing forborne exposure	280,760	-	-	6,674	287,434
Credit loss allowances for performing exposure	193,353	1,904	-	15,430	210,687
thereof credit loss allowances for performing forborne exposure	16,092	-	-	205	16,297
Non-performing exposure	304,710	-	-	11,059	315,769
thereof non-performing forborne exposure	107,515	-	-	361	107,876
Credit loss allowances for non-performing exposure	179,629	-	-	3,043	182,672
thereof credit loss allowances for non-performing forborne exposure	57,020	-	-	4	57,024

EUR ths.	Loans and advances	Debt securities	Other positions	Off-balance	Total credit risk exposure
31.12.2022					
Gross exposure	18,301,446	4,168,951	109,530	4,446,011	27,025,938
thereof gross forborne exposure	388,082	-	-	6,814	394,896
Performing exposure	18,011,117	4,168,951	109,529	4,437,413	26,727,010
thereof performing forborne exposure	283,280	-	-	6,459	289,739
Credit loss allowances for performing exposure	179,353	1,903	-	20,177	201,433
thereof credit loss allowances for performing forborne exposure	13,037	-	-	80	13,117
Non-performing exposure	290,329	-	1	8,598	298,928
thereof non-performing forborne exposure	104,801	-	-	355	105,156
Credit loss allowances for non-performing exposure	172,765	-	-	3,162	175,927
thereof credit loss allowances for non-performing forborne exposure	53,315	-	-	3	53,318

Loans and advances also include lease, trade and other receivables.

Collateral

Credit risk exposure by financial instrument and collaterals

30.06.2023	Credit risk exposure	Collateral: thereof attributable to credit impaired exposure	Collateralised by			Collateral total	Credit risk exposure net of collateral	IFRS 9 impairment relevant		
EUR ths.			Guarantees	Real estate	Other			Neither past due nor credit impaired	Past due but not credit impaired	Credit impaired
Cash and cash balances - other demand deposits	25,362	-	-	-	-	-	25,362	25,362	-	-
Financial assets at amortised cost	22,527,986	151,995	259,477	11,353,747	360,217	11,973,440	10,554,545	21,865,799	366,617	295,570
Loans and advances to banks	30,603	-	11	-	-	11	30,592	30,576	27	-
Loans and advances to customers	18,397,502	151,995	249,384	11,353,747	360,217	11,963,347	6,434,155	17,735,342	366,590	295,570
of which: Lending for house purchase	10,618,210	133,145	-	9,876,324	25	9,876,349	741,862	10,356,109	117,843	144,259
of which: Credit for consumption	1,536,284	269	-	291	-	291	1,535,992	1,427,306	49,922	59,055
of which: Corporate loans and others	6,243,008	18,581	249,384	1,477,132	360,192	2,086,707	4,156,301	5,951,927	198,825	92,256
Debt securities	4,099,881	-	10,082	-	-	10,082	4,089,798	4,099,881	-	-
Finance lease receivables	325,779	1,695	-	-	219,667	219,667	106,112	318,444	2,926	4,408
Trade and other receivables	162,938	-	-	-	-	-	162,938	144,523	13,683	4,733
Non-trading financial assets at fair value through profit or loss - 'Debt securities	11,685	-	-	-	-	-	11,685	-	-	-
Financial assets - held for trading	76,573	-	-	-	-	-	76,573	-	-	-
Positive fair value of derivatives	15,963	-	-	-	-	-	15,963	-	-	-
Total credit risk exposure on-balance	23,146,286	153,690	259,477	11,353,747	579,884	12,193,107	10,953,178	22,354,128	383,226	304,711
Off-balance	4,733,072	952	-	120,329	102,421	222,750	4,510,322	4,017,545	-	8,803
Total credit risk exposure	27,879,358	154,642	259,477	11,474,076	682,305	12,415,857	15,463,500	26,371,673	383,226	313,514

Slovenská sporiteľňa, a.s.
Interim separate financial statements

31.12.2022	Credit risk exposure	Collateral: thereof attributable to credit impaired exposure	Collateralised by			Collateral total	Credit risk exposure net of collateral	IFRS 9 impairment relevant		
EUR ths.			Guarantees	Real estate	Other			Neither past due nor credit impaired	Past due but not credit impaired	Credit impaired
Cash and cash balances - other demand deposits	15,512	-	-	-	-	-	15,512	15,512	-	-
Financial assets at amortised cost	22,008,151	144,735	236,430	10,901,046	370,547	11,508,022	10,500,129	21,385,865	341,895	280,391
Loans and advances to banks	26	-	12	-	-	12	14	1	25	-
Loans and advances to customers	17,851,323	144,735	226,365	10,901,046	370,547	11,497,957	6,353,366	17,229,062	341,870	280,391
of which: Lending for house purchase	10,342,105	128,134	-	9,533,711	25	9,533,736	808,369	10,093,026	109,910	139,169
'of which: Credit for consumption	1,468,003	280	-	291	-	291	1,467,712	1,362,318	48,517	57,168
'of which: Corporate loans and others	6,041,215	16,321	226,365	1,367,044	370,522	1,963,930	4,077,285	5,773,718	183,443	84,054
Debt securities	4,156,802	-	10,053	-	-	10,053	4,146,749	4,156,802	-	-
Finance lease receivables	288,141	1,781	-	-	195,354	195,354	92,787	279,461	4,432	4,248
Trade and other receivables	161,956	-	-	-	-	-	161,956	142,157	14,108	5,690
Non-trading financial assets at fair value through profit or loss - 'Debt securities	12,149	-	-	-	-	-	12,149	-	-	-
Financial assets - held for trading	77,139	-	-	-	-	-	77,139	-	-	-
Positive fair value of derivatives	16,879	-	-	-	-	-	16,879	-	-	-
Total credit risk exposure on-balance	22,579,927	146,516	236,430	10,901,046	565,901	11,703,376	10,876,551	21,822,995	360,435	290,329
Off-balance	4,446,011	408	-	115,757	112,269	228,026	4,217,985	3,746,807	-	6,501
Total credit risk exposure	27,025,938	146,924	236,430	11,016,803	678,170	11,931,402	15,094,536	25,569,802	360,435	296,830

The collateral attributable to exposures that are credit-impaired at 30 June 2023 amounts to EUR 153.7 million (2022: EUR 146.5 million).

23. Market risk

During the first half of the year 2023 there were no changes in the methodology of accounting of market risk in comparison with annual individual financial statements. For the complete set of disclosures related to fair value this interim individual financial statements should be read in combination with individual financial statements for the previous year in note 25.

24. Liquidity risk

During the first half of the year 2023 there were no changes in the methodology of accounting of liquidity risk in comparison with annual individual financial statements. For the complete set of disclosures related to fair value this interim individual financial statements should be read in combination with individual financial statements for the previous year in note 26.

25. Operational risk

During the first half of the year 2023 there were no changes in the methodology of accounting of operational risk in comparison with annual individual financial statements. For the complete set of disclosures related to fair value this interim individual financial statements should be read in combination with individual financial statements for the previous year in note 27.

26. Other assets

EUR ths.	31.12.2022	30.06.2023
Client settlement	10,742	29,943
Personnel balances	715	2,779
State budget, social and health insurance, taxes	906	-
Sundry assets	12,211	18,096
Thereof: deferred cost	11,165	17,315
Other assets	24,574	50,820

These items represent balances like:

Item Client settlement represents mainly suspense accounts or money in transit accounts that are not allocated to respective client account due to missing information or due to essence of the transaction. The main part of this items belongs to interbank clearing or open settlement with securities transactions.

Item Personnel balances represents other unsettled transactions – mainly unsettled prepaid expenses.

Item State budget, social and health insurance, taxes consist mainly of withholding tax and VAT tax receivables that will be settled with state budget within next month.

Sundry assets represent other items that do not fall into the above-mentioned categories – mainly deferred costs and suspense accounts.

Fiduciary assets

The Bank provides trust and other fiduciary services that result in the holding or investing of assets on behalf of its clients. Assets held in a fiduciary capacity are not reported in the financial statements, as they are not the assets of the Bank.

Leases

Finance lease receivables

Gross carrying amounts and credit loss allowances per impairment buckets

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 30.06.2023											
General governments	860	102	-	-	962	(1)	(1)	-	-	(2)	960
Other financial corporations	59,264	-	-	-	59,264	(30)	-	-	-	(30)	59,234
Non-financial corporations	200,441	59,195	3,795	250	263,681	(336)	(1,683)	(2,522)	(101)	(4,642)	259,039
Households	1,395	113	363	-	1,871	(2)	(2)	(198)	-	(202)	1,669
Total	261,960	59,410	4,158	250	325,778	(369)	(1,686)	(2,720)	(101)	(4,876)	320,902

EUR ths.	Gross carrying amount					Credit loss allowances					Carrying amount
	Stage 1	Stage 2	Stage 3	POCI	Total	Stage 1	Stage 2	Stage 3	POCI	Total	
As of 31.12.2022											
General governments	993	70	-	-	1,063	(1)	-	-	-	(1)	1,062
Other financial corporations	39	-	-	-	39	-	-	-	-	-	39
Non-financial corporations	248,072	32,608	3,951	247	284,878	(389)	(502)	(2,597)	(11)	(3,499)	281,379
Households	1,526	367	268	-	2,161	(3)	(7)	(131)	-	(141)	2,020
Total	250,630	33,045	4,219	247	288,141	-(393)	(509)	(2,728)	(11)	(3,641)	284,500

Movement in credit loss allowances

EUR ths.	01.01.2023	Additions	Derecognitions	Transfers between stages	Other changes in credit risk (net)	30.06.2023
Stage 1	(393)	(82)	9	53	44	(369)
Stage 2	(509)	-	2	(1,120)	(59)	(1,686)
Stage 3	(2,728)	-	9	(73)	72	(2,720)
POCI	(11)	-	-	-	(90)	(101)
Total	(3,641)	(82)	20	(1,140)	(33)	(4,876)

EUR ths.	01.01.2022	Additions	Derecognitions	Transfers between stages	Other changes in credit risk (net)	31.12.2022
Stage 1	(1,244)	(134)	3	142	840	(393)
Stage 2	(506)	-	3	(204)	198	(509)
Stage 3	(3,586)	-	692	(86)	(350)	(2,728)
POCI	-	-	73	-	(84)	(11)
Total	(5,336)	(134)	771	(148)	604	(3,641)

Transfers between stages

EUR ths.	31.12.2022	30.06.2023
Transfers between Stage 1 and Stage 2	31,653	36,322
To Stage 2 from Stage 1	24,944	33,832
To Stage 1 from Stage 2	6,709	2,490
Transfers between Stage 2 and Stage 3	393	234
To Stage 3 from Stage 2	110	234
To Stage 2 from Stage 3	283	-
Transfers between Stage 1 and Stage 3	1,199	334
To Stage 3 from Stage 1	1,170	285
To Stage 1 from Stage 3	29	49

Accruals, provisions, contingent liabilities and legal proceedings

27. Other liabilities

EUR ths.	31.12.2022	30.06.2023
Client settlement	26,869	30,628
Trade payables	59,396	33,894
Personnel balances and social fund	37,744	27,880
State budget, social and health insurance, taxes	5,299	6,658
Sundry liabilities	2,213	636
Other liabilities	131,521	99,696

Item Client settlement represents mainly suspense accounts or money in transit accounts that are not allocated to respective client account due to missing information or due to essence of the transaction.

Item Trade payables represents liabilities to suppliers, including accruals and the main part belongs to unbilled deliveries, that are completed but unbilled as end of month.

Item Personnel balances and social fund mainly represents provisions for personnel costs, wage liabilities to employees and social fund contribution.

Item State budget, social and health insurance, taxes consist mainly of withholding tax and VAT tax payables that will be settled with state budget within next month.

28. Provisions

Provisions are liabilities with uncertain timing or amount. The statement of financial position line item 'Provisions' includes:

- provisions for defined employee benefit plans recognised based on requirements of IAS 19 Employee benefits
- provisions for loan commitments and financial guarantees recognised based on requirements for the expected credit loss model under IFRS 9; and
- remaining classes of provisions recognised in accordance with IAS 37 Provisions, contingent liabilities and contingent assets such as provisions or litigation, restructuring, commitments and guarantees not in scope of IFRS 9.

Following classes of provision can be distinguished in the business of the Bank:

EUR ths.	31.12.2022	30.06.2023
Long-term employee provisions	5,596	5,596
Pending legal issues and tax litigation	9,857	10,715
Loan commitments and financial guarantees given	21,037	16,500
Other provisions	2,482	2,153
Restructuring	179	179
Other	2,303	1,974
Provisions	38,972	34,964

Provision for commitments and financial guarantees given

Provisions for commitments and financial guarantees were created to cover losses expected in unused loan commitments, guarantees and letters of credits. The amount of these provisions is estimated with respect to credit risk relating to affected items, as well as time value of money (i.e. current market interest rates used for discounting). The following table presents movements in the provision for commitments and financial guarantees:

EUR ths.	01.01.2023	Increases due to origination and acquisition	Decreases due to derecognition	Net changes due to change in credit risk	Transfers between stages	30.06.2023
Provisions for commitments and guarantees given						
Stage 1	4,097	33,445	(7,461)	(22,597)	(3,547)	3,937
Stage 2	10,438	-	(4,067)	(2,119)	4,530	8,782
Stage 3	1,946	-	(1,473)	851	193	1,517
POCI	4,556	-	(695)	(1,597)	-	2,264
Total	21,037	33,445	(13,696)	(25,462)	1,176	16,500

EUR ths.	01.01.2022	Increases due to origination and acquisition	Decreases due to derecognition	Net changes due to change in credit risk	Transfers between stages	31.12.2022
Provisions for commitments and guarantees given						
Stage 1	5,356	45,229	(23,783)	(22,637)	(68)	4,097
Stage 2	7,445	-	(10,715)	(754)	14,462	10,438
Stage 3	572	-	(628)	1,424	578	1,946
POCI	11,278	-	(1,039)	(5,683)	-	4,556
Total	24,651	45,229	(36,165)	(27,650)	14,972	21,037

Provisions for pending legal issues and tax litigation and other provisions

Provisions for legal issues relate to legal cases where the Bank is sued and which arose from normal banking activities. During the reporting period the Bank does not participate in any new passive legal cases.

The item 'Other provisions' includes provision on contribution to Resolution fund during the year. When the actual amount of contributions is announced, the payment is accounted for as utilisation of particular provision. For actual year the Bank disclosed provision for Resolution fund contribution in amount of EUR 4.4 million (2022: EUR 5.9 million).

29. Contingent liabilities

To meet the financial needs of customers, the Bank enters into various irrevocable commitments and contingent liabilities. Even though these obligations may not be recognised on the statement of financial position, they do involve credit risk and are therefore part of the overall risk of the Bank (see Note 22 Credit risk).

Legal proceedings

The Bank is involved in legal disputes, most of which have arisen in the course of ordinary banking business. These proceedings are not expected to have a significant negative impact on the financial position or profitability of the Bank.

Capital instruments, equity and reserves

30. Total equity

in EUR ths.	31.12.2022	30.06.2023
Subscribed capital	212,000	212,000
Retained earnings and other reserves	1,565,180	1,587,833
Additional equity instruments	380,000	480,000
Owners of the parent	2,157,180	2,279,833
Total	2,157,180	2,279,833

As of 30 June 2023, subscribed capital (also known as registered capital) consists of 212,000 (2022: 212,000) voting shares (ordinary shares). Nominal value of share is EUR 1,000.00. Subscribed capital was fully paid. Retained earnings and other reserves represent accumulated net profit brought forward, as well as income and expenses recognised in other comprehensive income.

Additional equity instruments

Name	ISIN	Nominal value	Currency	Issue date	Initial fixed rate	Reset rate after the first call date	Coupon payments	First and subsequent calls dates
EUR 100,000,000 Undated Fixed to Fixed AT1 Notes	AT0000A35Y77	100,000,000	EUR	20.6.2023	9,43% p.a.	M/S + 618 bps	Annually	27.6.2028 and each Distribution Payment Date following the First Reset Date
EUR 80,000,000 Undated Fixed to Fixed Resettable Additional Tier 1 Notes	AT0000A2UFJ4	80,000,000	EUR	30.11.2021	4,49% p.a.	M/S + 457 bps	Semi-annually	30.11.2026 and each Distribution Payment Date following the First Reset Date
SLSP AT1 PNC5 IC 2020 II	SK4000018172	150,000,000	EUR	23.11.2020	4,82% p.a.	M/S + 527 bps	Semi-annually	23.11.2025 and each Distribution Payment Date following the First Reset Date
SLSP AT1 PNC5 IC 2020	SK4000016788	150,000,000	EUR	27.2.2020	4,15% p.a.	M/S + 449 bps	Semi-annually	27.2.2025 and each Distribution Payment Date after 27.2.2025 falling one year after the previous Call Redemption Date

Distributions on own equity instruments

Dividends for the year 2022 were paid in March 2023 in amount of EUR 107 million following the resolution of General Assembly of the Bank dated 29 March 2023.

As at 27 February 2023 was paid coupon payment from investment certificate SLSP AT1 PNC5 IC 2020 in amount of EUR 3.1 million.

On 23 May 2023, a coupon was paid from the investment certificate SLSP AT1 PNC5 IC 2020 II in the value of EUR 3.6 million and then on 30 May 2023, a coupon from the investment certificate EUR 80,000,000 Undated Fixed to Fixed Resettable Additional Tier 1 Notes was paid in the amount of EUR 1.8 million.

During the June 2023 the Bank has issued an investment certificate EUR 100,000,000 Undated Fixed to Fixed AT1 Notes in the amount of EUR 100 million that is classified as equity instrument according to the standard IAS 32. This certificate is a perpetual instrument with the agreed interest rate of 9,4 % p.a. paid annually.

Investments in subsidiaries, associates and joint ventures

31. Subsidiaries

The Bank holds controlling interests in the subsidiaries described in the table below. In these interim separate financial statements, the subsidiaries are recognised at cost, less any impairment losses.

Subsidiaries are recognized on the statement of financial position from the date when control is obtained until the date when control is lost. Control is achieved when the Bank is exposed to, or has rights to, variable returns from its involvement with the subsidiary (the investee) and has the ability to affect those returns through its power to govern the relevant activities of this company. Relevant activities of the company are those which most significantly affect the variable returns of an entity.

The following table presents overview of the carrying amounts of investments in subsidiaries:

EUR ths.	Cost		Impairment		Net book value	
	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023
Subsidiaries						
Procurement Services SK, s.r.o.	3	3	-	-	3	3
SLSP Social Finance, s.r.o.	3,050	3,050	-	-	3,050	3,050
LANED a.s.	25,807	25,807	-	-	25,807	25,807
SLSP Seed Starter, s.r.o.	500	1,025	-	-	500	1,025
Total	29,360	29,885	-	-	29,360	29,885

Investments in subsidiaries of Slovenská sporiteľňa, a.s.

EUR ths.	Procurement Services SK, s.r.o.		SLSP Social Finance, s.r.o.		LANED a.s.		SLSP Seed Starter, s.r.o.	
	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023
Place of business	Tomášikova 48, 832 75 Bratislava, Slovakia		Tomášikova 48, 832 01 Bratislava, Slovakia		Tomášikova 48, 832 71 Bratislava, Slovakia		Tomášikova 48, 831 04 Bratislava, Slovakia	
Main business activity	Procurement		Advisory services		Real estate company		Advisory services	
Ownership held	51.00%		60.40%		100.00%		100.00%	
Voting rights held	51.00%		60.40%		100.00%		100.00%	
IFRS Classification	Subsidiary		Subsidiary		Subsidiary		Subsidiary	
Reporting currency	EURO		EURO		EURO		EURO	

Changes in subsidiaries during the year 2023

In June 2023, the Bank invested in the subsidiary SLSP Seed Starter, s.r.o. to increase capital funds in the amount of EUR 0.5 million.

32. Investments in associates and joint ventures

The Bank has significant influence in the associates and joint ventures described in the table below. In these interim separate financial statements the investments in associates and joint ventures are recognized at cost, less any impairment losses.

Investments in associates ('associates') and joint ventures ('joint ventures') represent entities over which the Bank exercises significant influence. Significant influence is the power to participate in financial and operating policy decisions of the investee but is not control or joint control of those policies.

The following table presents overview of the carrying amounts of investments in associates:

EUR ths.	Cost		Impairment		Net book value	
	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023
Associates						
Prvá stavebná sporiteľňa, a.s.	1,093	1,093	-	-	1,093	1,093
Slovak Banking Credit Bureau, s.r.o.	3	3	-	-	3	3
Holding Card Service s.r.o.	7,046	7,049	-	-	7,046	7,049
Total	8,142	8,145	-	-	8,142	8,145

The following table presents overview of the carrying amounts of investments in joint ventures:

EUR ths.	Cost		Impairment		Net book value	
	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023
Joint ventures						
Monilogi s.r.o.	1,157	1,924	-	-	1,157	1,924
Total	1,157	1,924	-	-	1,157	1,924

Investments in associates and joint ventures of Slovenská sporiteľňa, a.s.

EUR ths.	Monilogi s.r.o.*		Prvá stavebná sporiteľňa, a.s. ("PSS")**		Slovak Banking Credit Bureau, s.r.o.**		Holding Card Service s.r.o.		Dostupný Domov j.s.a. (49,88% associate of SLSP Social Finance, s.r.o.)	
	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023
Place of business	Mlynské nivy 1 821 09 Bratislava, Slovakia		Bajkalská 30 829 48 Bratislava, Slovakia		Mlynské nivy 14 821 09 Bratislava, Slovakia		Olbrachtova 1929/62 140 00 Praha 4, Czech republic		Farská 48 949 01 Nitra, Slovakia	
Main business activity	Cash handling		Banking		Retail credit register		Equity release company		Rental of real estate and related services	
Ownership held	26.00%		9.98%		33.33%		21.78%		49.88%	
Voting rights held	26.00%		35.00%		33.33%		21.78%		49.88%	
IFRS Classification	Joint venture		Associate		Associate		Associate		Associate	
Reporting currency	EURO		EURO		EURO		EURO		EURO	

Changes in associates and joint ventures during the year 2023

In first half of the year 2023, the Bank made a cash deposit in the joint venture Monilogi, s.r.o., in a form of contribution to capital funds, amounting to EUR 0.7 million, without effect on its voting or other rights and control.

Other disclosure matters

33. Related-party transactions and principal shareholders

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions. The Bank is controlled by the only shareholder Erste Group Bank AG, which directly owns 100% share on the voting rights of the Bank. Further related parties include subsidiaries, which are under control of the Bank, associates and joint ventures, over which the Bank has significant influence. Moreover, other members of the Erste Group are also related parties of the Bank.

Transactions with related parties occur in the normal course of business and primarily include loans and deposits. These transactions are performed at arm's length, i.e. the terms and conditions applied respect market conditions.

Balances exposures with related parties

	Erste Group Bank AG		Companies of Erste Group		Subsidiaries		Associates and joint ventures	
EUR ths.	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023	31.12.2022	30.06.2023
Assets								
Cash and cash balances	14,302	13,407	452	169	-	-	-	-
Derivatives	55,012	49,363	-	-	-	-	-	-
Derivatives – Hedge accounting	15,354	14,472	-	-	-	-	-	-
Securities	-	-	-	-	4,637	4,733	5,262	5,264
Loans and advances to banks	4,595	3,504	1	622	-	-	-	17,311
Loans and advances to customers	-	-	1,589	1,918	20,082	19,190	-	-
Property and equipment, right-of-use	-	-	-	-	60,563	58,104	-	-
Other assets	1	2	-	6,337	-	-	-	-
Total	89,264	80,748	2,042	9,046	85,282	82,027	5,262	22,575
Liabilities								
Derivatives held for trading	21,633	52,837	18	5	-	-	-	-
Deposits from banks	85	78,760	753	1,799	-	-	108	121
Deposits from customers	-	-	4,050	9,042	7,414	8,642	-	-
Debt securities issued	431,579	476,479	2,833	2,840	-	-	-	-
Derivatives – hedge accounting	103,266	209,886	-	-	-	-	-	-
Lease liabilities	-	-	-	-	60,521	58,605	-	-
Other liabilities	153	157	1,540	4,472	-	25	-	-
Total	556,716	818,119	9,194	18,158	67,935	67,272	108	121

Expenses/Income generated by transactions with related parties

	Erste Group Bank AG		Companies of Erste Group		Subsidiaries		Associates and joint ventures	
EUR ths.	2022	2023	2022	2023	2022	2023	2022	2023
Interest income	(3,667)	10,055	9	17	204	439	51	355
Interest expense	2,664	(14,479)	(30)	(51)	-	(1,205)	(1)	(1)
Dividend income	-	-	-	520	-	-	-	-
Net fee and commission income	231	529	8,259	8,865	2	-	2	2
Net trading result	19,366	(2,584)	361	(1,625)	-	-	-	-
Gains/losses from financial instruments measured at fair value through profit or loss	-	-	-	-	(190)	96	-	-
General administrative expenses	(1,714)	(1,617)	(10,600)	(10,910)	(736)	(596)	-	-
Depreciation and amortisation	-	-	-	-	(3,509)	(2,854)	-	-
Other operating result	48	404	279	313	13	17	1	-
Total	16,928	(7,692)	(1,722)	(2,871)	(4,216)	(4,103)	53	356

Transactions with related parties are done at arm's length.

The amounts with Erste Group Bank AG reported in the line items 'Interest income' and 'Net trading result' represent results from derivative instruments used to close positions with the clients.

All issued investment certificates disclosed as AT1 instruments in equity at 30 June 2023 were purchased by Erste Group Bank AG (see note 30).

The Bank received guarantees from its parent company Erste Group Bank AG covering clients' exposures in the amount of EUR 2.2 million as at the reporting date (2022: EUR 2.2 million).

The Bank received guarantees from its sister company Česká spořitelna, a.s. covering clients' exposures in the amount of EUR 0.2 million as at the reporting date (2022: EUR 0.2 million).

During the March 2023 the Bank redeemed the whole share in real estate fund Sporo realitny fond SPF of Asset Management Slovenskej sporiteľne, a.s. (2022: EUR 1.0 million).

As at 30 June 2023 and in 2022, the Bank did not receive any dividends from its associates.

34. Events after the balance sheet date

There are no significant events after the balance sheet date that require disclosure or adjustment to these interim separate financial statements.

STATEMENT OF MEMBERS OF THE MANAGEMENT BOARD

We confirm that to the best of our knowledge the interim separate financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Bank as required by the applicable accounting standards and it gives a true and fair view of the development and performance of the business and the position of the Bank, together with a description of the principal risks and uncertainties to which the Bank is exposed.

Ing. Peter Krutil

Chairman of the Board of Directors
and Chief Executive Officer

RNDr. Milan Hain, PhD.

Member of the Board of Directors
and Deputy of Chief Executive Officer

Bratislava, 25 July 2023