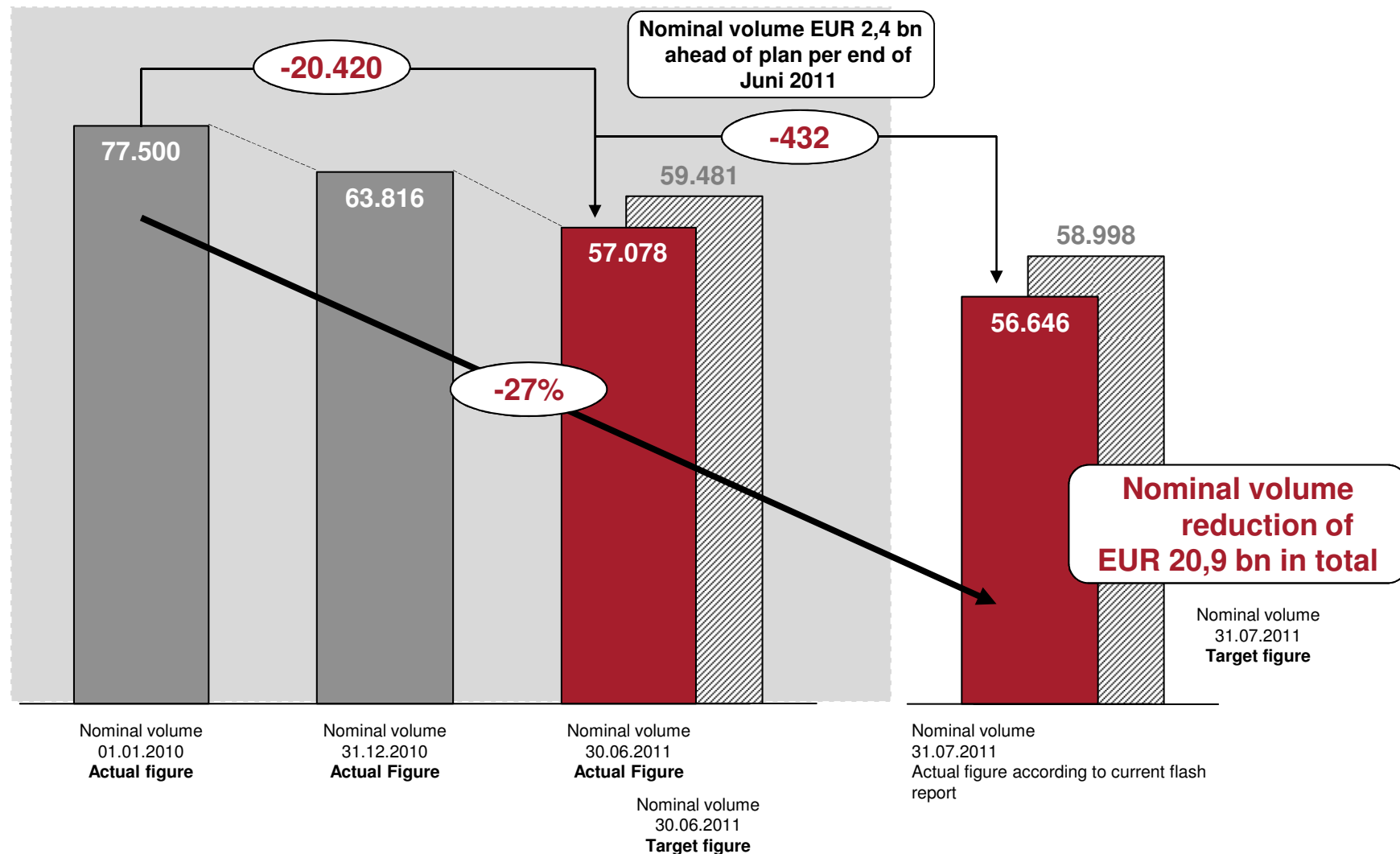


Portfolio liquidation – running ahead of schedule

Nominal volume in EUR bn as of June 30, 2011 (based on constant exchange rates as of Dec. 31, 2009)

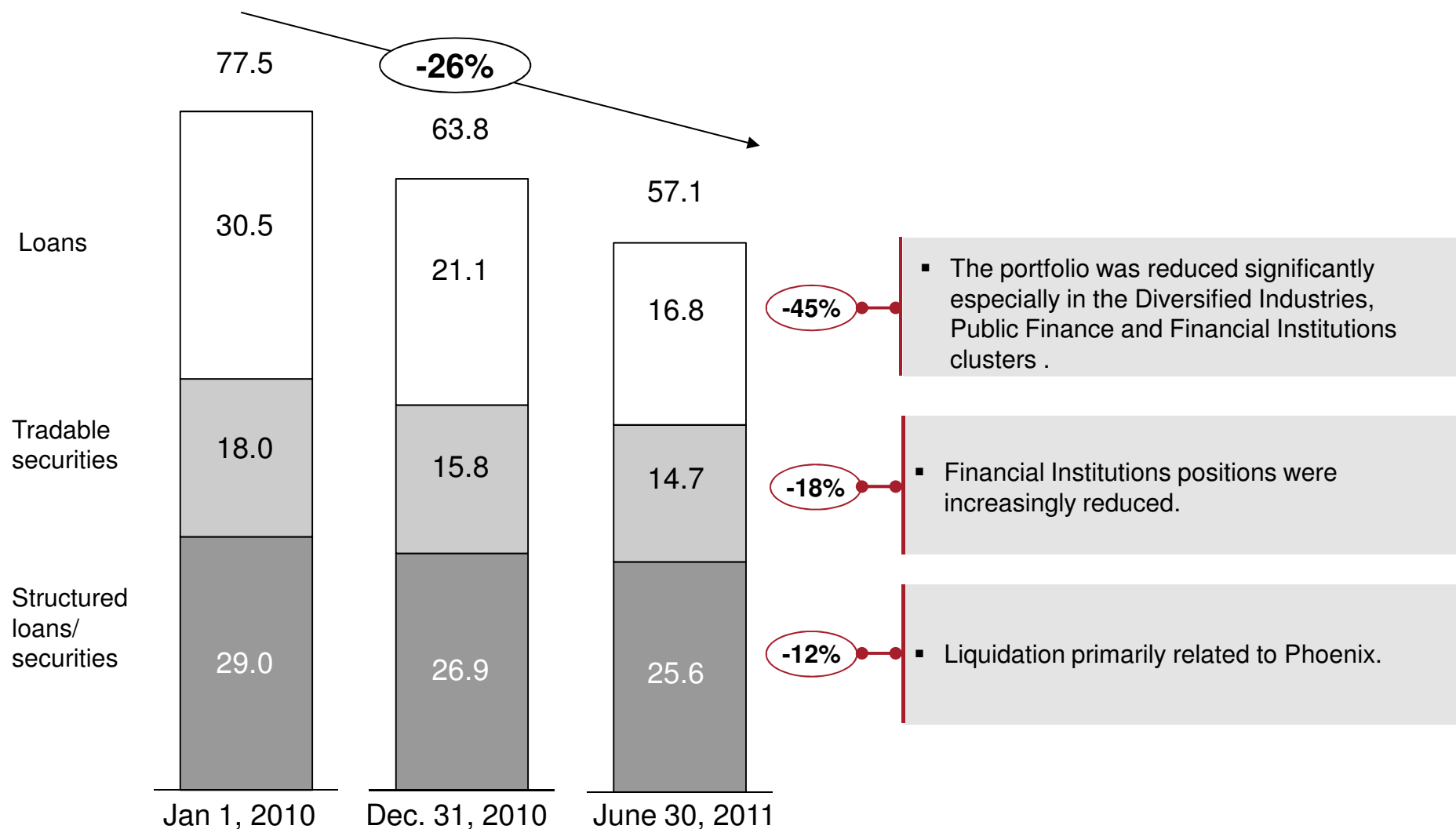


Portfolio management - successful liquidation in all segments

Erste ▲▲ 1

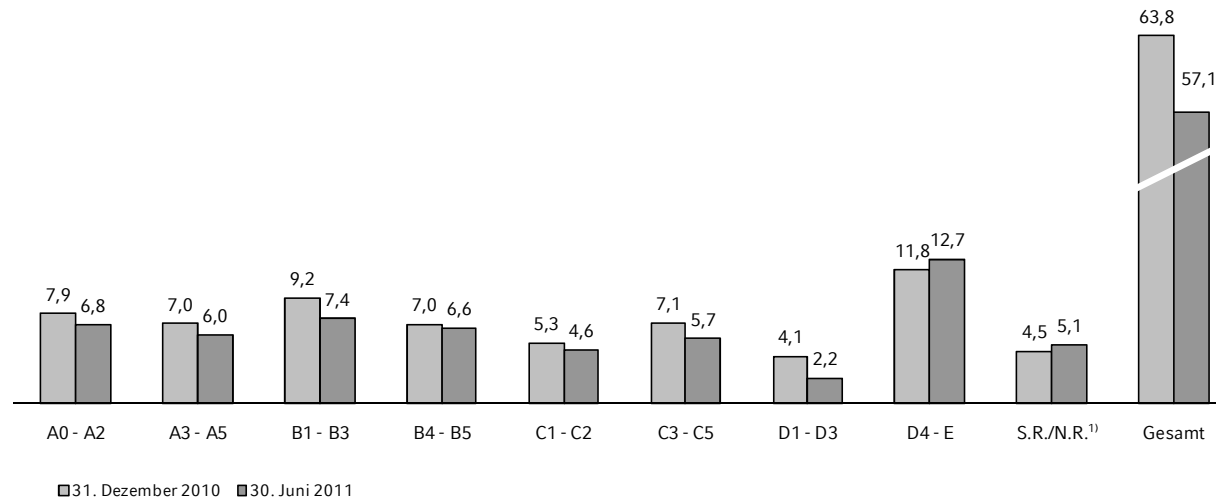
Abwicklungsanstalt

Nominal volume in EUR bn as of June 30, 2011 (based on constant exchange rates as of Dec. 31, 2009)



Successful liquidation across all rating categories

Nominal volume in EUR bn as of June 30, 2011 (based on constant exchange rates as of Dec. 31, 2009)



- The quality of the overall portfolio is reflected, among others, in an **investment grade share of approx. 55%**.
- Some **22% of the nominal volume** has a **very good rating (A0-A5)** and approx. 33% falls in the medium rating categories B1-C2.
- Changes vs. December 31, 2010 are primarily attributable to the portfolio reduction; shifts between the rating categories resulted mainly from the rating downgrades for Portugal (from B2 to B5) and Greece (from B5 to C4).
- The **reduction** has been largely consistent across **all rating categories**. This shows that the **EAA management logic works**.

¹ Special rating / not rated

Overview of European peripheral states

Nominal volume in EUR bn as of June 30, 2011 (based on constant exchange rates as of Dec. 31, 2009)

The table shows a classification by country of risk. The country of origin may vary.

Country of Risk	Cluster	> 5 years	< 10 years	< 15 years	> 15 years	Grand Total
Greece	Public Finance	0.7	0.4			1.1
	Financial Institutions	0.1				0.1
	Total	0.8	0.4			1.2
Ireland	Public Finance	-	0.1			0.1
	Financial Institutions	0.0	0.0		0.0	0.1
	Corporates	0.1				0.1
	Total	0.1	0.1		0.0	0.3
Italy	Public Finance	0.3	0.3	0.2	1.3	2.1
	Financial Institutions	0.5	0.2	0.0		0.7
	Corporates	0.2	0.0	0.1	0.0	0.3
	Total	1.0	0.5	0.3	1.3	3.1
Portugal	Public Finance	0.7	0.3	0.2	0.4	1.6
	Financial Institutions	0.2				0.2
	Corporates				0.1	0.1
	Total	0.9	0.3	0.2	0.5	1.8
Spain	Public Finance	0.7	0.3	0.1	0.1	1.2
	Financial Institutions	0.5	0.5	0.2		1.1
	Corporates	0.5	0.0	0.0	0.0	0.5
	Total	1.7	0.8	0.3	0.1	2.9
Grand Total		4.6	2.1	0.8	1.8	9.3

Stable operating result - special burdens due to Greek exposure

Erste 
Abwicklungsanstalt

in EUR million	01/2011 - 06/2011	07/2010 - 12/2010
Net interest income	107.3	121.3
Net commission income	11.9	9.8
Administrative expenses	-64.0	-69.2
Other income / expenses	-2.2	7.6
Result before risk provisions	53.0	69.5
Income from financial and equity investments	8.5	-11.0
Operating result	61.5	58.5
Risk provisions (excl. Phoenix/EUSS)	-1.5	-578.0
Risk provisions Greece ¹	-242.5	0.0
Risk provisions Phoenix / EUSS	8.2	-77.9
Result for the year (before taxes)	-174.3	-597.4
Taxes	-1.3	-2.2
Result for the year (after taxes)	-175.6	-599.6

¹ after release of general valuation allowances

² Institut der Wirtschaftsprüfer in Deutschland e.V. (Institute of Public Auditors in Germany)

- In the first six months, EAA generated a **result** before risk provisions and taxes of **EUR 53.0 million**. The **operating result** improved moderately on the second half of 2010.
- The change in net interest income is mainly attributable to the strong **reduction in the portfolio**.
- While the results for 2009/2010 were largely characterised by **risk provisions** for the loan portfolio and the structured securities portfolio, no material corrections were required here. In **isolated cases**, the **market trend** in conjunction with sales activities led to write-ups.
- In accordance with the recommendations issued by the IDW², EAA wrote down its **Greek exposure** by approx. EUR 242.5 million as of June 30, 2011.

Total assets reduced further as of June 30, 2011

Assets	in EUR million	Liabilities	in EUR million
Receivables from banks	10,910	Liabilities to banks	6,719
Receivables from customers	10,371	Liabilities to customers	4,407
Bonds and other interest-bearing securities	25,483	Certificated liabilities	34,893
Shares and other non-interest-bearing securities	17	Other liabilities	352
Equity investments	113	Deferred income	650
Equity interests in affiliated companies	750	Provisions	76
Unpaid contributions to subscribed capital	0	Total liabilities	47,096
Other assets	143	Equity capital	1,317
Deferred expenses	628		
Total assets	48,414	Total liabilities	48,414

- As of June 30, 2011 **total assets** declined to **EUR 48.4 billion** from **EUR 49.3 billion** as of **December 31, 2010**.
- Taking into account **contingent liabilities** and **credit commitments** (totalling EUR 9.5 billion) as well as **currency effects, transactions of subsidiaries and short-term liquidity investments**, the **nominal volume** amounts to **EUR 57.1 billion**.
- Equity capital** amounted to **EUR 1.3 billion** on June 30, 2011. **Guarantee payments** by the owners **were not required**.