

Investor presentation BayernLB Group

Munich, April 2024



BayernLB



Financing progress.

Agenda

› Financial Performance 9M 2023	3
› Strategy and outlook	15
› High portfolio quality	23
› Funding, liquidity and Pfandbriefs	33
› Ratings	39
› Detailed charts	42

Financial Performance

9M 2023

Highlights 9M 2023

- + Strong profit before taxes thanks to good operating performance in all customer segments
- + Net interest and net commission income swells to around EUR 2.6 bn (9M 2022: EUR 1.8 bn), partly driven by the current interest rate environment
- + Strict cost discipline and additional savings keep administrative costs stable
- + Capital base still strong with a CET1 ratio of 18.2%
- + Year-end earnings expected to exceed the revised forecast of EUR 1.1 – 1.3 bn in the half-yearly financial report

Profit/loss before taxes

EUR 1,296 m

Consolidated profit/loss

EUR 908 m

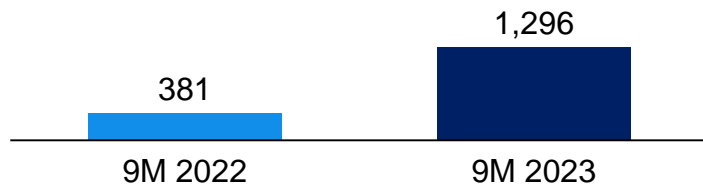
CET1 ratio

18.2 percent

Profit before taxes beats year-before period

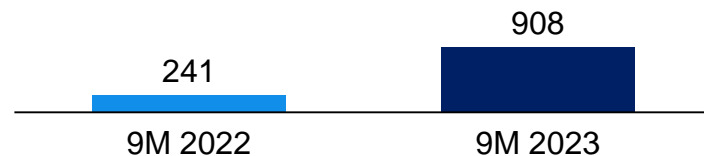
Profit/loss before taxes

EUR m



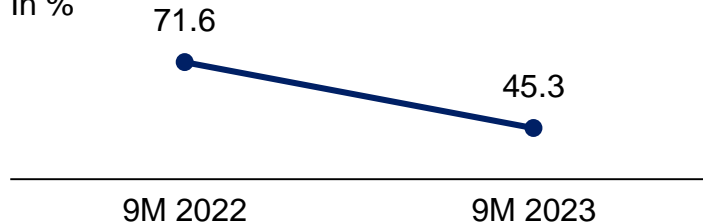
Consolidated profit/loss

EUR m



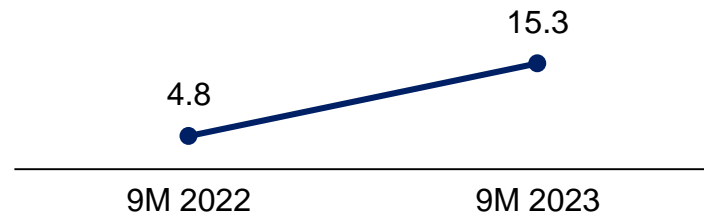
CIR

In %



RoE

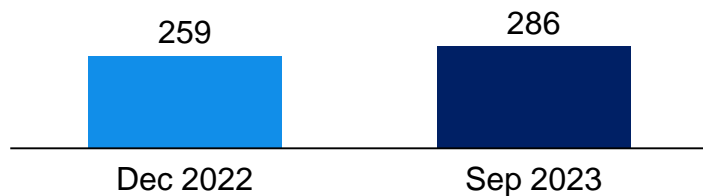
In %



Capital base still high

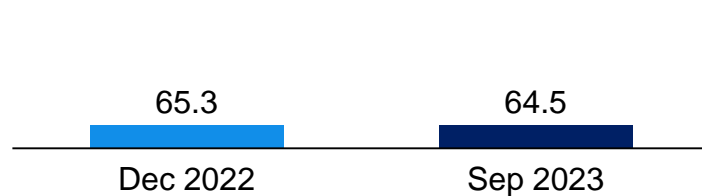
Total assets

EUR bn



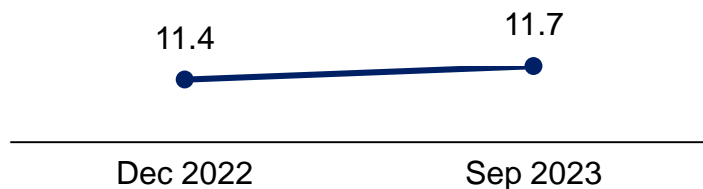
RWAs

EUR bn



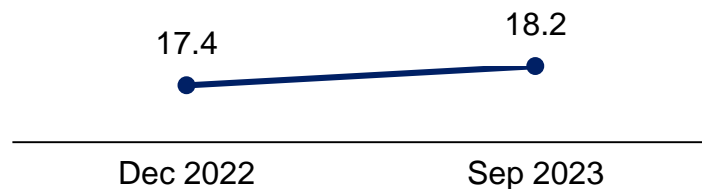
CET1 capital

EUR bn



CET1 capital ratio

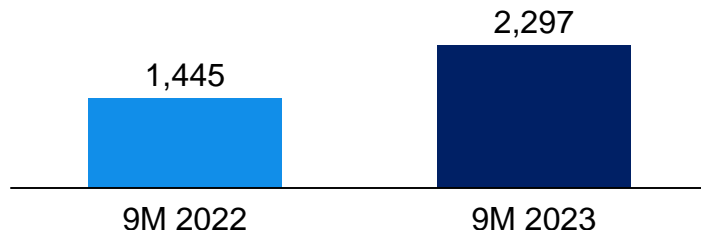
In %



Net interest income significantly higher

Net interest income

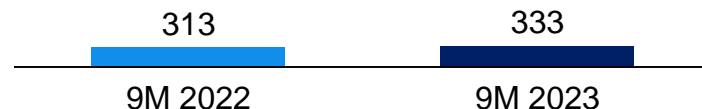
EUR m



- › Net interest income benefited considerably from higher interest rates, especially in the deposit-taking business (incl. DKB's retail business), and from further volume growth in customer business

Net commission income

EUR m



- › Net commission income boosted by good credit business in the Corporates Division at BayernLB and higher income from payments and card business at DKB

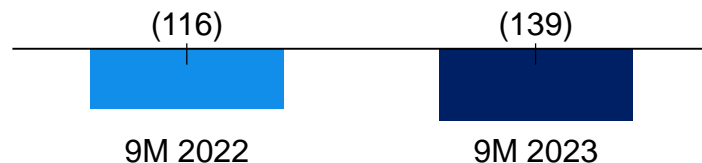
Gains or losses on fair value measurement and Other earnings components

Gains or losses on fair value
measurement
EUR m



- › Good operating customer business, especially with financial markets products and precious metals

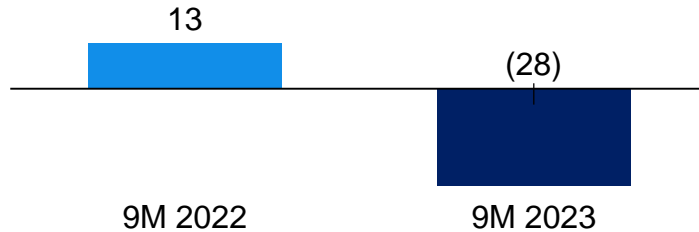
Other earnings components
EUR m



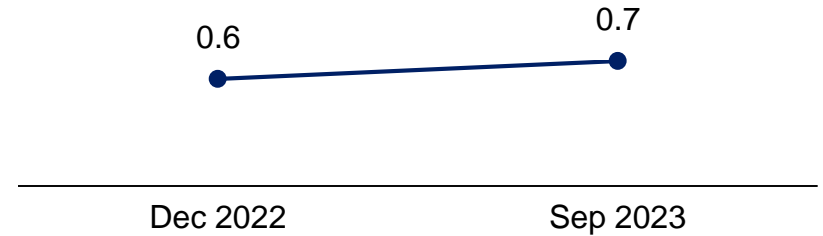
- › Negative result mainly caused by losses on securities and interest rate hedging transactions as a result of the sharp rise in interest rates

Risk provisions partially offset by non-recurring income

Risk provisions
EUR m



NPL ratio
In %



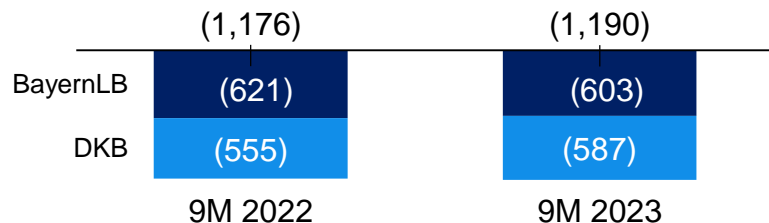
- › Risk provisions (without recoveries on written down receivables) of EUR 122 m were established mainly in the Real Estate Division, while there was a net decrease in risk provisions in the Corporates & Markets segment
- › Partially offset by recoveries on written down receivables (incl. EUR 78 m for HETA)
- › PMA currently similar to Dec 2022 at EUR 351 m

- › NPL ratio of 0.7% still low thanks to high portfolio quality

Stable administrative expenses due to strict cost discipline

Administrative expenses

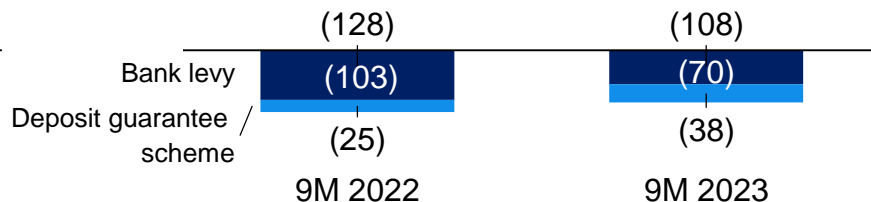
EUR m



- › Cost base still falling at to BayernLB, owing to the streamlining strategy at the core Bank
- › DKB posts higher expenses under its growth strategy

Expenses for the bank levy and deposit guarantee scheme

EUR m

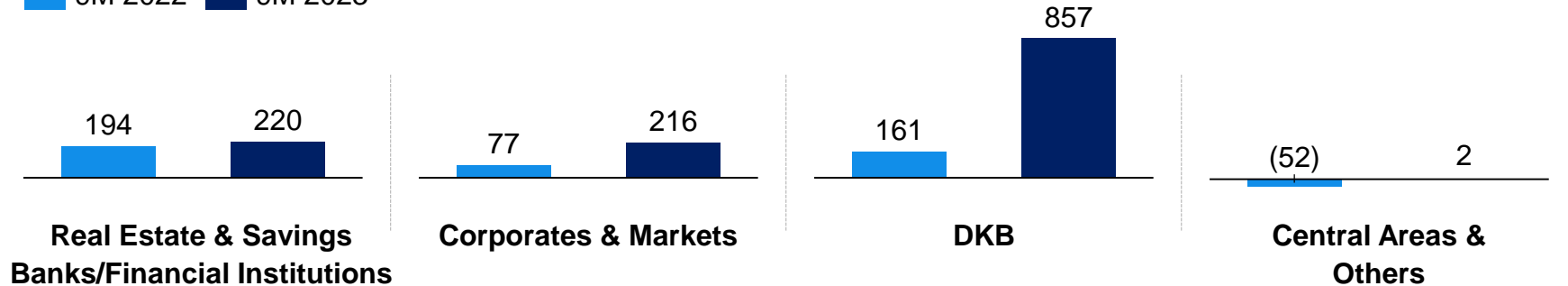


- › Bank levy down year on year due to a general reduction in the target volume of the Single Resolution Fund

Good earnings contribution in all segments

Profit before taxes, by segment EUR m

■ 9M 2022 ■ 9M 2023



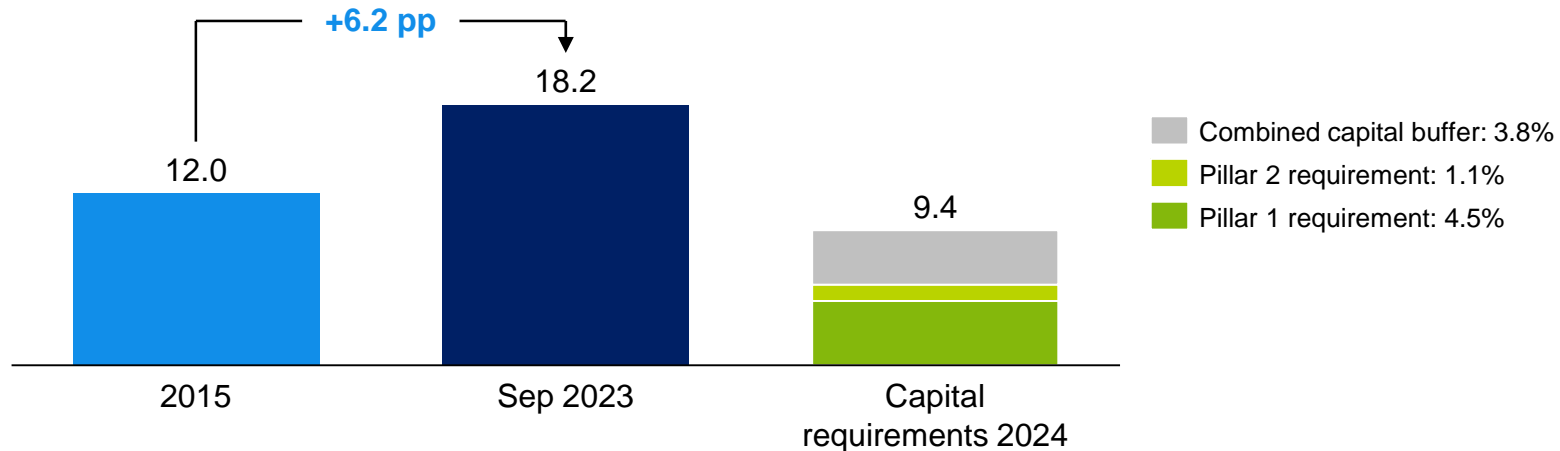
- › Real Estate & Savings Banks/FI: Rising operating earnings, especially in the deposit-taking business offset higher risk provisions
- › Corporates & Markets: Increase in earnings due to good new business performance in the credit and capital market business and a net decrease in risk provisions as a result of individual releases

- › DKB: Jump in earnings driven by changes in interest rates and growth in net commission income from payment services and card business
- › Central Areas & Others: Good performance driven by an increase in earnings in Group Treasury stemming from the current interest rate environment and lower bank levy

Strong capital base – CET1 capital ratio has climbed significantly since 2015

CET1 capital ratio (fully loaded)

In %



- › SREP and capital buffer requirements (capital conservation buffer, buffer for national, systemically important institutions, anti-cyclical capital buffer for Germany¹ and systemic risk buffer for residential property¹) exceeded

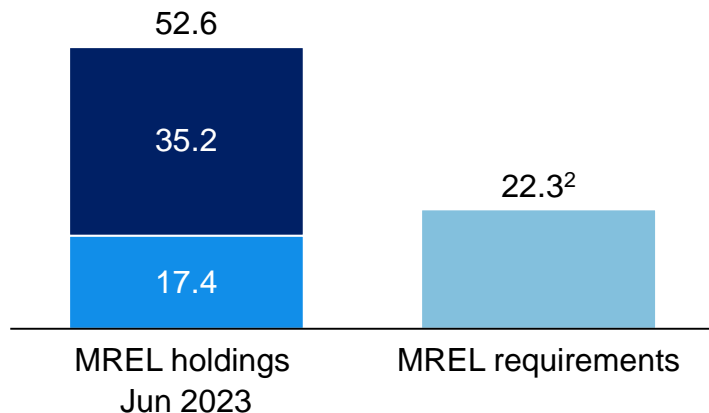
¹ Depends on the portfolio, so slight changes in the course of the year are possible

MREL requirement substantially exceeded

MREL

In % of RWAs

- Senior non-preferred
- Regulatory capital¹



- › MREL requirements related to RWAs stood at 22.3%²
- › MREL holdings as at 30 June 2023 made up 52.6% of RWAs, far exceeding guidance
- › Regulatory requirements already covered to a large extent by own funds
- › A large portfolio of subordinated eligible liabilities (senior non-preferred) with additional broad protection

¹ Not including own funds which are reserved for the requirements of the combined capital buffer (approx. 3%).

² From 1 January 2024

Moody's upgrades BayernLB's ratings

- › On 15 March 2024, Moody's upgraded BayernLB's key standalone rating (Baseline Credit Assessment – BCA) by one notch to baa1, due to the Bank's better financial indicators, in particular profitability and capital base. All the Bank's issuer ratings have been upgraded by one notch.
- › On 7 March 2023, Fitch raised BayernLB's Viability Rating (i.e. of intrinsic financial strength) one notch to bbb+. The main reason for improving the standalone rating was the Bank's better profitability.

Ratings

	2009	2011	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Moody's													
Issuer Rating	A1	Baa1	A3	A3	A2	A1	Aa3	Aa3	Aa3	Aa3	Aa3	Aa3	Aa2
Baseline Credit Assessment	ba3	ba3	ba2	ba2	ba1	baa3	baa3	baa2	baa2	baa2	baa2	baa2	baa1
Fitch													
Issuer Rating	A+	A+	A+	A-	A-	A-	A-	A-	A-	A-	A-	A-	A-
Viability Rating		bb+	bb+	bb+	bbb	bbb	bbb+	bbb+	bbb	bbb	bbb	bbb+	bbb+

Strategy (as at 31 Dec 2022) and outlook

Real Estate & Savings

Banks/FI: Strong earners



Sustainable growth

Gross exposure in real estate finance up at EUR 29.9 bn in 2022, thanks to strong new business (with a high ESG share)



High productivity

Operating earnings in the real estate business climb further with very good RWA productivity



New sales office

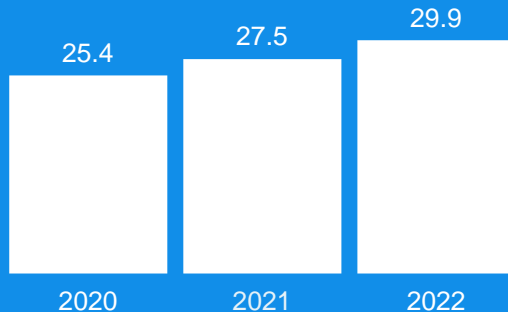
New sales office opening in Amsterdam in Summer 2023



Gold record

Very strong year in the precious metals business in Savings Banks & FI, new record in gold sales of 85 tonnes

Gross exposure (real estate)
EUR m



Corporates & Markets:

Focused approach is bearing fruit



Strong new business

Strategy as an investment lender is paying off: exceptionally high new credit business of around EUR 22 bn; deal pipeline still well filled



Profitable products

Customer business with financial markets products expanded through strong demand for core products



Increased efficiency

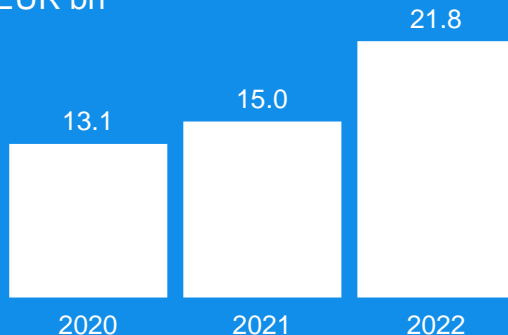
Costs cut by focusing on a streamlined, competitive service offering



In-depth expertise

Bank continued to push ahead with increasing sector expertise and ESG know-how

New credit business
EUR bn





DKB: successful for the long term



Growth despite challenging market environment

Business volume up further, profitability of retail business increased and net commission income grown considerably, good new business in all corporate customer segments



Customer base climbs further

Number of retail customers increased to 5.3 m



Customer benefits & income enhanced by optimising product range

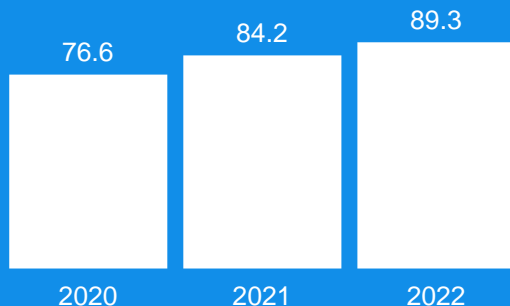
New card strategy: Visa debit card as primary customer card, new banking & co-branding app



Sustainable bank

Key financier for renewable energy with a volume of EUR 12 bn; sector leader among the 270 or so banks in the ISS ESG ratings for the eighth time in a row

Loans and receivables to customers
EUR bn





Committed to
sustainability

ESG focus at BayernLB strengthened



Greener portfolio

Considerably higher share of ESG-compliant business at BayernLB based on the Bank's own ESG assessment



Greater role

Large number of ESG transactions in the credit and capital market supported in a leading role



Larger offering

ESG product range successfully expanded; Sustainable Lending Framework published, Sustainable Financing Framework broadened to include rail transport and real estate



Broader expertise

Very positive customer feedback on market expertise as a result of providing specific training to more than 1,000 employees



Efficient, lean,
modern

Ready for the future



BayernLB's IT successfully modernised

Old data warehouses and the IT application landscape consolidated and pared down; fundamental steps taken towards integrated bank management, new trading IT and designing an IT workspace that is fit for the future



DKB's digital infrastructure strengthened

Ongoing automation of credit processes for retail and corporate customers, number of cloud services increased



Modern work environment

Highly flexible, with broad opportunities for remote work, building usage in Munich consolidated, "come as you are" dress code



More efficient positioning

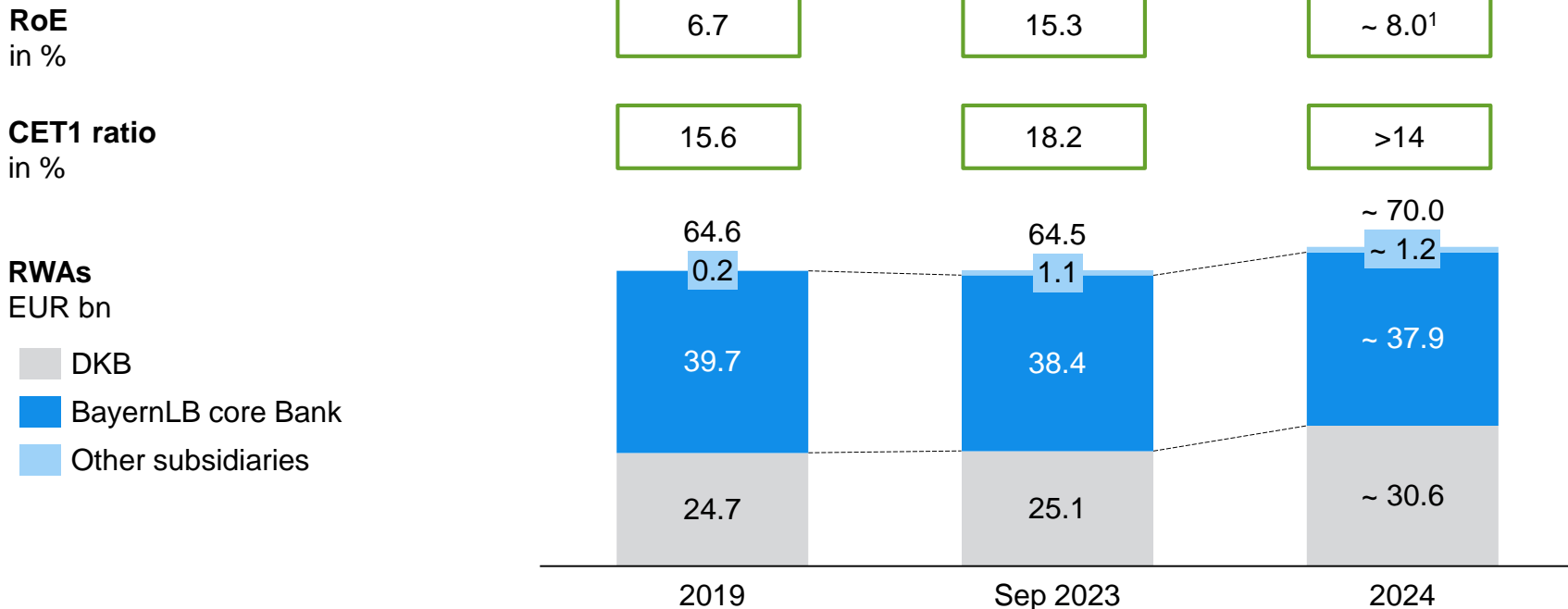
The staff reduction programme at the core Bank has been completed; trading and credit processes simplified by means of reductions in complexity and digital solutions



Lower costs

Operating administrative expenses in the core Bank cut by around EUR 150 m since 2019

Our capital base: strong cornerstone of the financier of progress BayernLB



¹ Based on the "Fokus 2024" strategy (2019); under a normalised macro-environment



Earnings forecast

	Forecast for 2023 dated 30 Jun 2023	Current forecast for 2023 dated 30 Sep 2023
Profit/loss before taxes	EUR 1,100 - 1,300 m	> EUR 1,300 m
Return on equity (RoE)	>10.0%	>12.0 %
Cost/income ratio (CIR)	<50.0 %	<50.0%
Common Equity Tier 1 ratio (CET1 ratio)	>15.0%	>15.0%
Leverage ratio	>4.0%	>4.0%

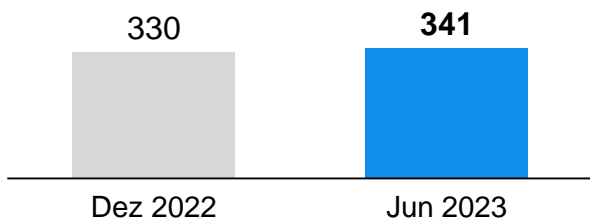
This forecast is still fraught with significant uncertainty due to high geopolitical risks and the inflation and interest rate situation.

High portfolio quality
(as at Jun 2023)

Excellent asset quality

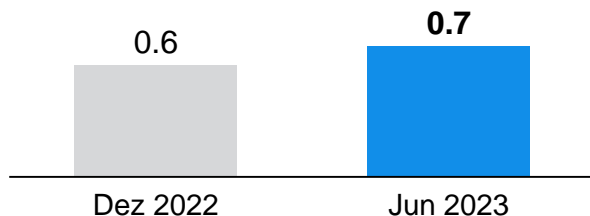
Gross credit volume

EUR bn



NPL ratio

In %



Credit portfolio

- › Gross credit volume up EUR 10.9 bn due to:
 - Increased liquidity investments (mainly at Deutsche Bundesbank)
 - Growth of the Corporates sub-portfolio, especially in the target sector of energy
- › Portfolio quality still high
- › Investment grade share of the Corporates sub-portfolio rose slightly by 0.2 percentage points in the reporting period to 77.6%

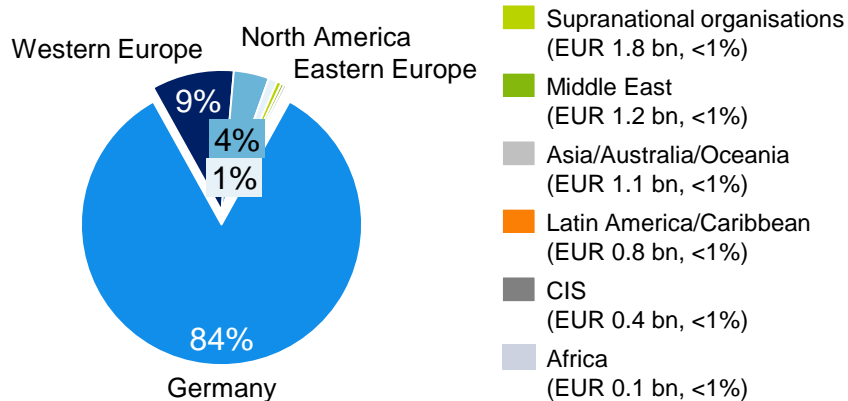
Quality remains high

- › NPL ratio climbs slightly to 0.7%, mainly due to higher NPLs in the Commercial Real Estate sub-portfolio
- › Coverage ratio incl. collateral rises to 75.5% (Dec 2022: 73%)

Well diversified credit portfolio

Gross credit volume, by region

Jun 2023, in %

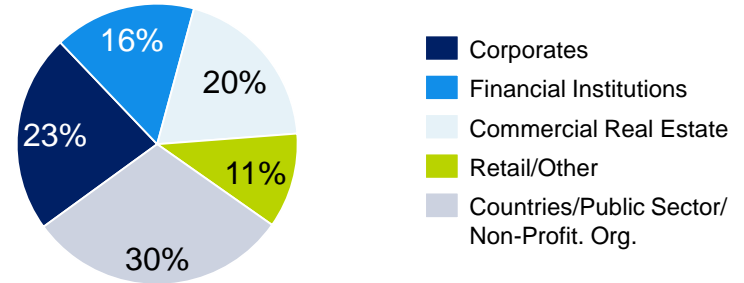


Biggest changes compared to Dec 2022

- › Germany EUR +10.8 bn
- › Western Europe EUR +1.8 bn
- › North America EUR -1.5 bn

Gross credit volume, by customer group

Jun 2023, in %



Biggest changes compared to Dec 2022

- › Countries/Pub. Sec./Non-Prof. Org. EUR +8.1 bn
- › Corporates EUR +1.6 bn
- › Financial Institutions EUR +1.4 bn

High investment grade share

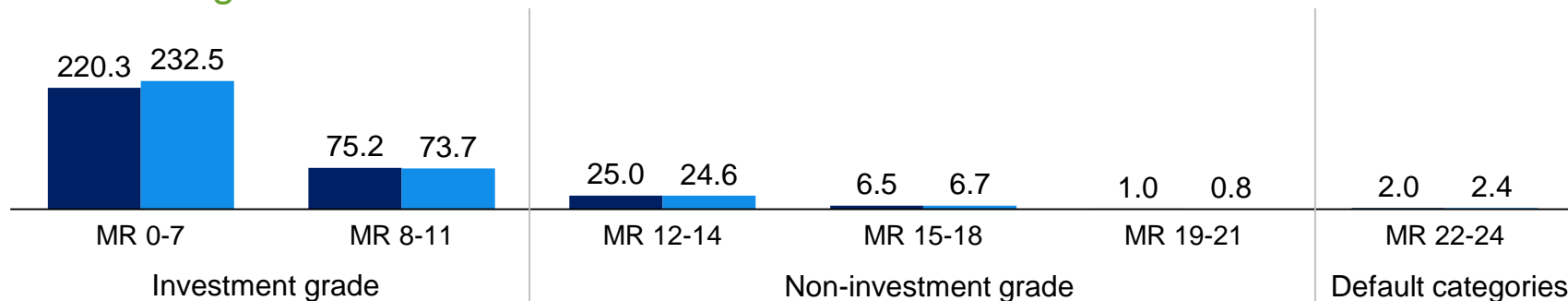
Gross credit volume, by rating category

EUR bn

■ Total as at Dec 2022: EUR 329.9 bn

■ Total as at Jun 2023: EUR 340.8 bn

89.9% investment
grade



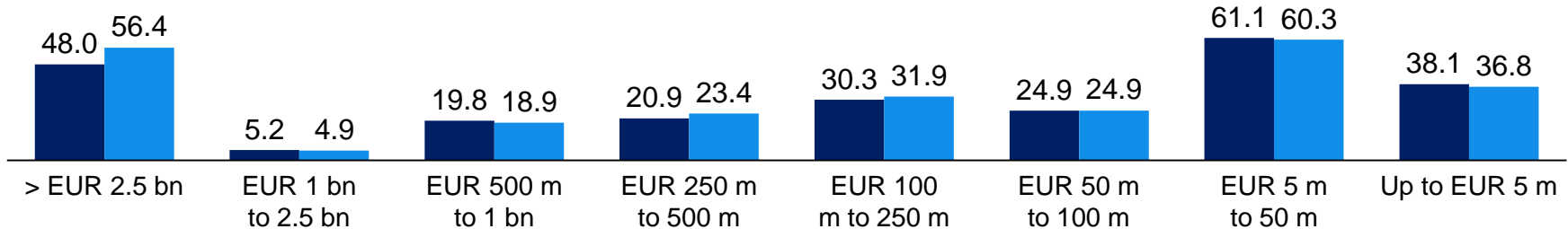
Persistently high granularity

Net credit volume

EUR bn

■ Total as at Dec 2022: EUR 248.4 bn

■ Total as at Jun 2023: EUR 257.5 bn



- › Growth posted in the “> EUR 2.5 bn” category, partly because deposits were increased at Deutsche Bundesbank
- › Granular portfolio overall; high volume of EUR 154 bn in the up to EUR 250 m category

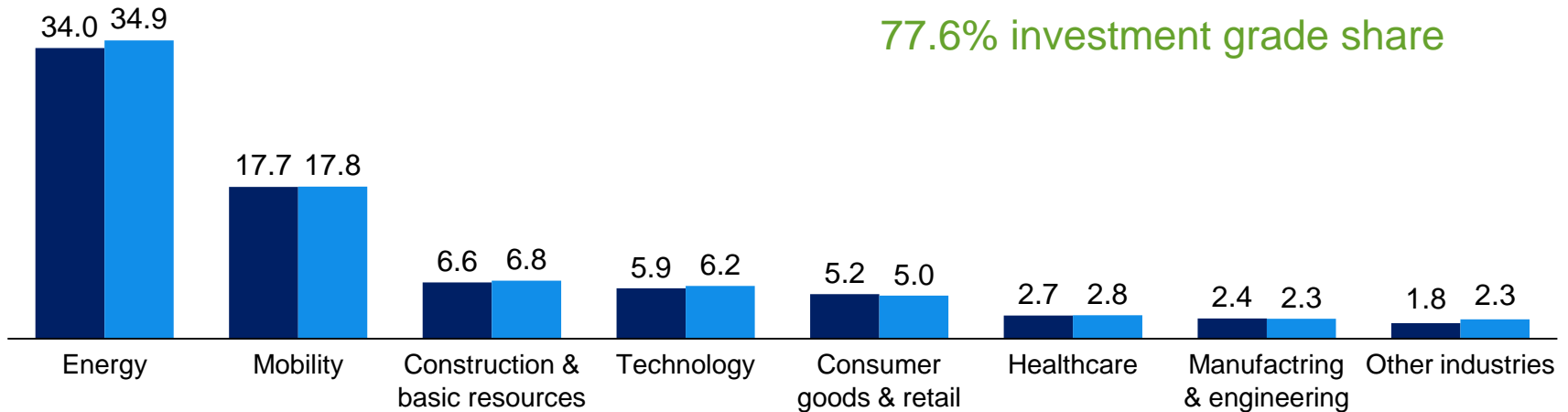
Corporates sub-portfolio, by sector – business increased esp. in the target sector Energy

Gross credit volume

EUR bn

■ Total as at Dec 2022: EUR 76.4 bn

■ Total as at Jun 2023: EUR 78.0 bn

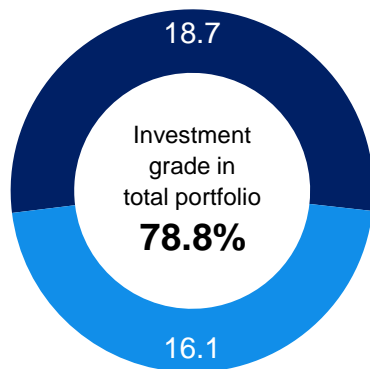


Very high investment grade share, including in the two largest sectors Energy and Mobility

Gross credit volume and investment grade, by sector in the Energy segment

EUR bn / %, Jun 2023

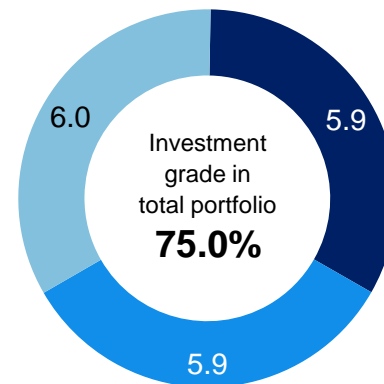
- Renewable energy: IG share 68.6%
- Grid operators & utilities: IG share 90.5%



Gross credit volume and investment grade, by sector in the Mobility segment

EUR bn / %, Jun 2023

- Automotive & logistics: IG share 82.3%
- Aviation & space, ships: IG share 58.6%
- Rail & bus: IG share 84.1%

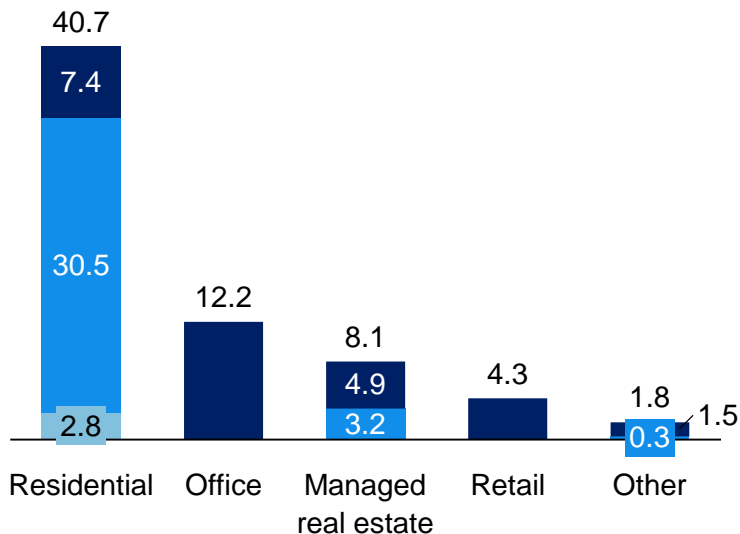


Commercial real estate finance

Gross credit volume by asset class

EUR bn / Dec 2022

■ BayernLB ■ DKB ■ BayernLabo



Highlights

- › Portfolio expanded as planned by EUR 3.5 bn to EUR 67.0 bn
- › Granular portfolio with 85% share in Germany
- › Residential asset category includes around EUR 23 bn of low-risk business due to local authority/government ownership or guarantees and housing associations
- › High investment grade share of 88%
- › CRE BayernLB: The share of fixed rates is around 55%; the share of unhedged loans in the CRE portfolio is around 35%
- › Low loan to value: average LTV is 49% (CRE BayernLB)
- › Our Lending Guidelines define LTVs of between 50% and 80% for new loans or prolongations
- › Low expected loss (EL): Down slightly year on year to 3.1 bp (3.6 bp)

Outlook

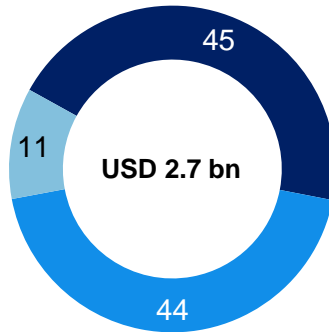
- › The target markets for the commercial and residential real estate business are still the German real estate market and established, stable locations in Western Europe and the USA.
- › Foreign business is to be grown using existing infrastructure via foreign branches and local networks while maintaining the current risk profile.
- › With a view to the macro-economic environment, the stability of the CRE portfolio is at the forefront. New business is focused on the office, logistics and residential asset classes, while once the share of shopping centres and hotels is to be reduced.

US commercial real estate portfolio

Gross credit volume, by customer group

Sep 2023, USD bn/ %

Office Residential Other

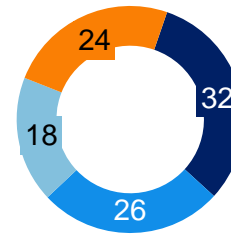


Gross credit volume, by locations

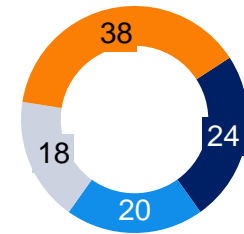
Sep 2023, in %

Washington, D.C. Chicago Other
New York Seattle

Office



Residential



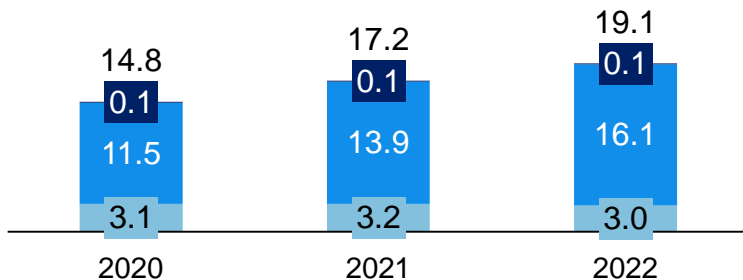
- › Main increase in the number of problem loans has been taking place in 2023. Five office loans with a loan exposure of USD 340 m were classified as problem loans. For the five office loans, total loan loss provision amounts to USD 106.2 m.

Retail consumer mortgage loans

Gross credit volume

EUR bn / Dec 2022

■ BayernLB ■ DKB ■ BayernLabo

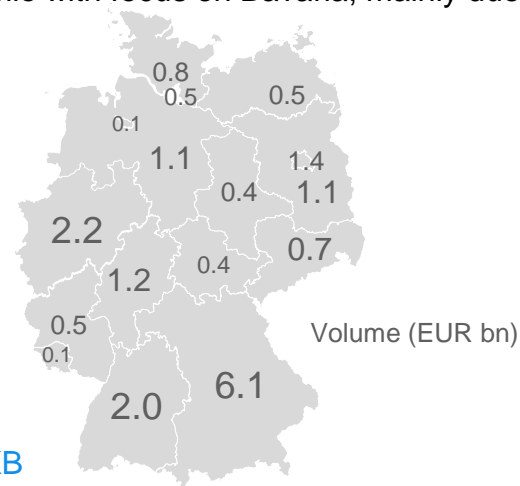


Highlights of the DKB portfolio

- › Average ticket size (total portfolio): EUR 207 k
- › Average ticket size (new business): EUR 308 k

Distribution in Germany

Granular portfolio with focus on Bavaria, mainly due to BayernLabo



Outlook for DKB

Following a decline in new business since Q3/2022, in 2023 the focus is on reducing unit costs through automation, in order to optimise profitability. The expansion of the product range with a focus on sustainability is designed to help rekindle new business.

Funding, liquidity and Pfandbriefs

Stable and reliable funding

Diversified funding mix and investor-friendly liabilities structure

Diversified funding sources:

- › Highly granular retail customer deposits: EUR 64 bn¹
- › Stable access to institutional investors: Approx. EUR 68 bn
(primarily savings banks/spread across all maturities)
- › Issues under the ESG Framework with a social or green focus

Investor-friendly liabilities structure:

- › Non-preferred senior: EUR 26.3 bn
- › Ratio of MREL holdings to RWAs (required 22.3%): 52.6%
- › Excellent issuer ratings: Aa3 (Moody's)
A- (Fitch)
- › NSFR (net stable funding ratio): 129%
- › High cover funds for Pfandbriefs: EUR 34 bn



Stable retail customer deposits

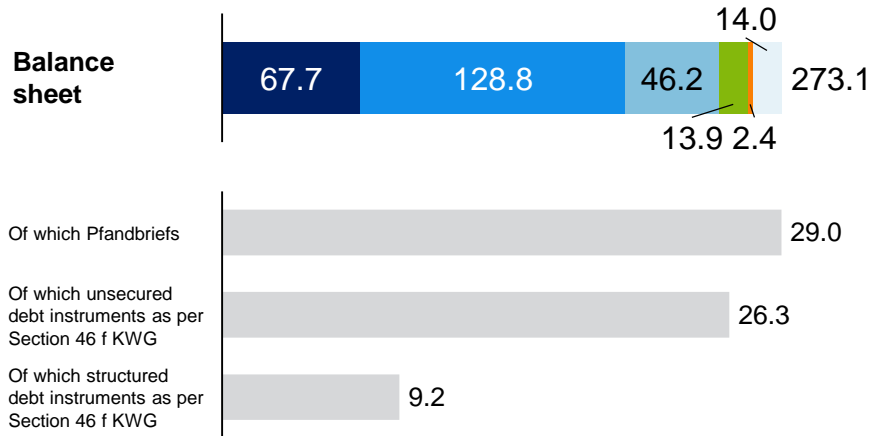
- › High proportion of retail deposits of around EUR 64 bn¹ (DKB)
- › High granularity ensured by large number of customers (> 5 m)
- › The majority of the deposits are rated stable (approx. 79%)
- › Criteria for stability:
 - Statutory deposit guarantee scheme
 - Established business relationships >1 year
 - Payment account (usually salary account)
- › Total volume of deposits with a statutory guarantee approx. EUR 59 bn

As at: Jun 2023 ¹ As per LCR-reporting

Investor-friendly structure on the liabilities side

Liabilities structure

EUR bn



Funding via Pfandbriefs

BayernLB uses a total of four funding programmes based on the German Pfandbrief Act (PfandBG) as a low-cost, long-term source of funding, two each at BayernLB and to DKB.

Broad base of unsecured liabilities

BayernLB has an investor-friendly structure on the liabilities side with sufficient unsecured bonds in relation to total assets. The Bank actively monitors and plans the proportion of unsecured bonds in accordance with Moody's Loss Given Failure analysis.

Comfortable liquidity / Moderate capital market funding

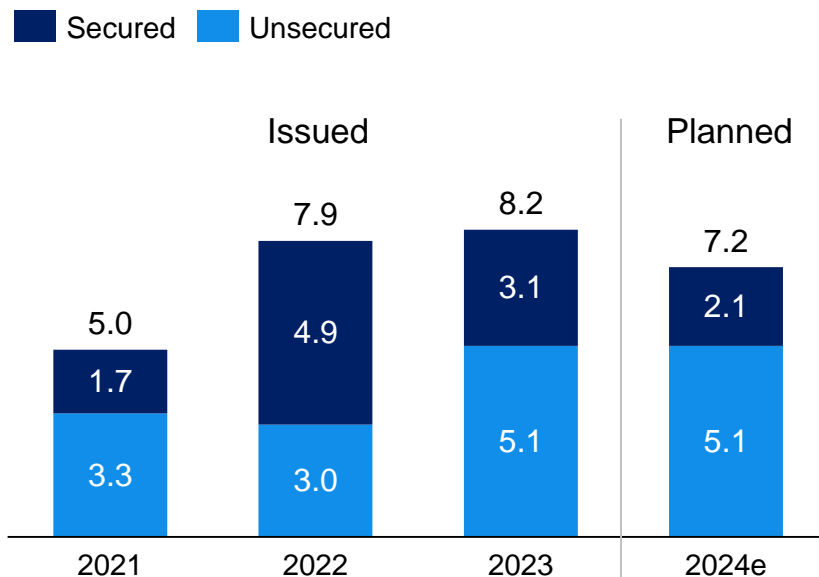
Funding strategy

- › BayernLB continues to ensure its capital market presence by regularly issuing benchmark bonds
- › Capital market funding in 2023 was marked by two covered and two green senior non-preferred benchmark bonds
- › LCR: 172% as at Sep 2023¹
- › NSFR: 138% as at Sep 2023

¹ To ensure compliance with the statutory minimum ratio at individual institution and Group levels, BayernLB and DKB hold an adequate safety buffer at all times.

Capital market funding

In EUR bn / BayernLB core Bank, excluding BayernLabo



BayernLB Pfandbriefs

Mortgage Pfandbriefs

Cover mainly includes commercial real estate, primarily residential, office and retail with a focus on Germany. The high overcollateralisation provides freedom to launch issues across all maturity bands.

Key figures for Q4 2023	
Outstanding volume	EUR 7.3 bn
Moody's rating	Aaa
Excess cover	51.2%
Cover pool Germany	EUR 5.4 bn
Cover pool abroad	EUR 4.9 bn

Public Pfandbriefs

The majority of the cover (>90%) consists of German municipal finance and receivables guaranteed by German states with a focus on Bavaria. Tap issues and jumbolinos are issued on a regular basis to maintain a liquid Pfandbrief curve.

Key figures for Q4 2023	
Outstanding volume	EUR 14.5 bn
Moody's rating	Aaa
Excess cover	62.7%
Cover pool Germany	EUR 21.9 bn
Cover pool abroad	EUR 0.8 bn

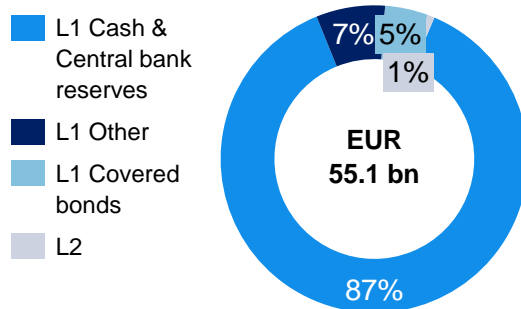
High quality liquidity portfolio

High share of good quality, highly liquid assets

- › High LCR (178%), which highlights the holdings of highly liquid assets
- › 87% of the assets defined as highly liquid under supervisory law are cash and central bank balances
- › BayernLB's liquidity book consists largely of government bonds and Pfandbriefs
- › High quality and diversified liquidity book² of around EUR 19.4 bn (duration ~ 3 years)

High quality liquid assets¹

In %/Jun 2023

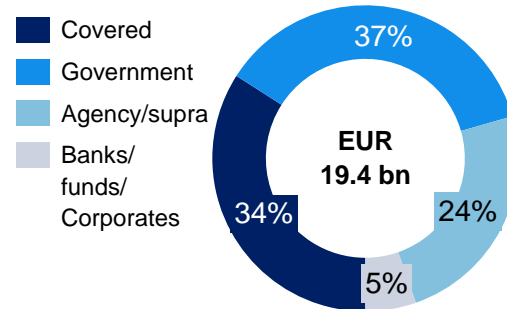


As at: Jun 2023

¹ As per LCR reporting

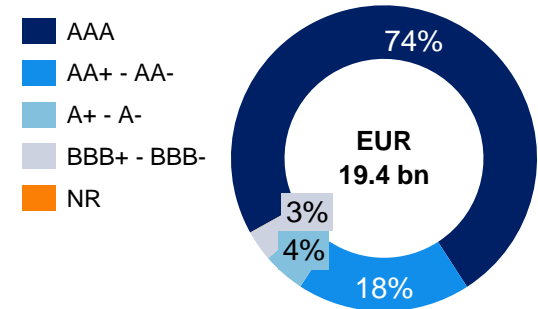
Liquidity book by sector

In %/Jun 2023



Liquidity book by rating class

In %/Jun 2023



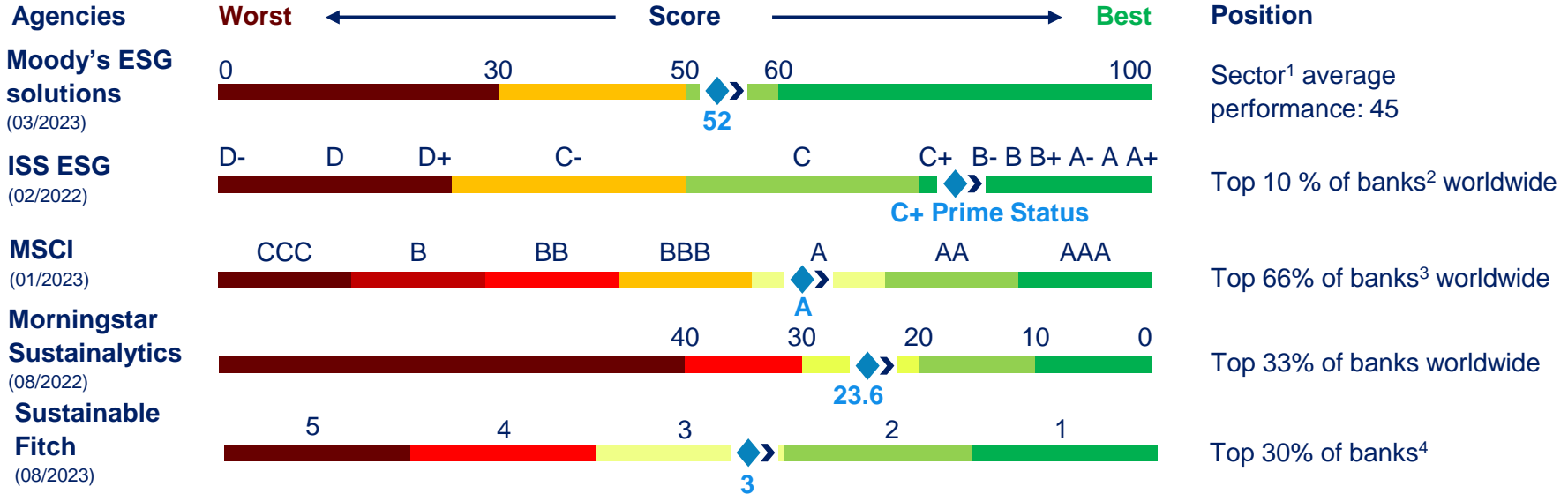
² As per IFRS only FVOCIM

Ratings

Ratings

	Fitch Ratings	Moody's
Issuer rating	A- (stable)	Aa2 (stable)
Long-term, preferred senior unsecured	A	Aa2
Long-term, non-preferred senior unsecured	A-	A1
Short term, unsecured	F1	P-1
Public Pfandbriefs	–	Aaa
Mortgage Pfandbriefs	–	Aaa
Long-term, Derivative Counterparty/Counterparty Risk Assessment (CRA)	A (dcr)	Aa2 (cr)
Long-term, Counterparty Risk Rating (CRR)	–	Aa2
Short-term, Counterparty Risk Assessment (CRA)/Counterparty Risk Rating (CRR)	–	P-1 (cr) / P-1
Long-term, deposits	A	Aa2
Short-term, deposits	F1	P-1
Subordinated bonds	BBB-	Baa1
Viability Rating/Baseline Credit Assessment	bbb+	baa1

BayernLB's current ESG ratings



As at: 01 October 2023 - ESG ratings are not commissioned by BayernLB. If considered relevant, investors should inquire the respective ESG rating agency directly as to its current BayernLB ESG rating and the informative value of such rating.

¹ sector = Retail & Specialised Banks Europe

² banks = Public & Regional Banks

³ banks = MSCI ACWI Index constituents, banks

⁴banks = banks rated by Sustainable Fitch



BayernLB has been consistently meeting the rating agencies' tough ESG standards for many years. We aspire to remain one of the most sustainable banks in the world.



Detailed charts

Year-on-year earnings comparison

EUR m	9M 2023	9M 2022	Change in %
Net interest income	2,297	1,445	58.9
Net commission income	333	313	6.4
Gains or losses on fair value measurement	138	0	>100.0
Gains or losses on hedge accounting	(62)	(138)	(55.0)
Gains or losses on derecognised fin. assets	(40)	(1)	>100.0
Gains or losses on financial investments	(51)	(3)	>100.0
Other income and expenses	14	25	(43.1)
Other earnings components	(139)	(116)	20.3
Gross earnings	2,628	1,643	60.0
Administrative expenses	(1,190)	(1,176)	1.2
Risk provisions	(28)	13	–
Gains or losses on restructuring	(6)	29	–
Profit before taxes, bank levy and deposit guarantee scheme contribution	1,403	509	>100.0
Expenses for the bank levy and deposit guarantee scheme	(108)	(128)	(16.2)
Profit/loss before taxes	1,296	381	>100.0
Income taxes	(385)	(138)	>100.0
Profit/loss after taxes	911	242	>100.0
Profit/loss attributable to non-controlling interests	(3)	(2)	–
Consolidated profit/loss	908	241	>100.0

Quarterly earnings comparison

EUR m	Q3 2023	Q2 2023	Q1 2023
Net interest income	742	804	750
Net commission income	103	113	117
Gains or losses on fair value measurement	48	15	74
Gains or losses on hedge accounting	(5)	(21)	(37)
Gains or losses on derecognised fin. assets	(38)	(2)	(1)
Gains or losses on financial investments	0	(54)	2
Other income and expenses	4	(19)	30
Other earnings components	(38)	(96)	(5)
Gross earnings	855	836	937
Administrative expenses	(408)	(380)	(402)
Risk provisions	(12)	(13)	(2)
Gains or losses on restructuring	(4)	(2)	0
Profit before taxes, bank levy and deposit guarantee scheme contribution	431	440	533
Expenses for the bank levy and deposit guarantee scheme	(12)	(9)	(86)
Profit/loss before taxes	418	431	447
Income taxes	(102)	(177)	(105)
Profit/loss after taxes	316	254	341
Profit/loss attributable to non-controlling interests	(1)	(1)	(1)
Consolidated profit/loss	315	253	340

Segment overview

EUR m	Real Estate & Savings Banks/FI	Corporates & Markets	DKB	Central Areas & Others	Group
Net interest income	367	256	1,516	157	2,297
Net commission income	175	73	96	(12)	333
Gains or losses on fair value measurement	34	43	14	47	138
Other earnings components	(13)	0	(91)	(35)	(139)
Gross earnings	563	373	1,534	158	2,628
Administrative expenses	(293)	(188)	(587)	(122)	(1,190)
Risk provisions	(50)	31	(17)	8	(28)
Gains or losses on restructuring	0	0	0	(6)	(6)
Profit before taxes, bank levy and deposit guarantee scheme contribution	220	216	930	37	1,403
Expenses for the bank levy and deposit guarantee scheme	0	0	(72)	(35)	(108)
Profit/loss before taxes	220	216	857	2	1,296
Return on equity (RoE) (%)	15.1	10.5	31.9	–	15.3
Cost/income ratio (CIR) (%)	52.1	50.4	38.3	–	45.3

Segment overview 9M 2022

EUR m	Real Estate & Savings Banks/FI	Corporates & Markets	DKB	Central Areas & Others	Group
Net interest income	283	209	832	121	1,445
Net commission income	209	63	54	(13)	313
Gains or losses on fair value measurement	57	(3)	(48)	(6)	0
Other earnings components	(39)	2	(97)	18	(116)
Gross earnings	510	272	741	119	1,643
Administrative expenses	(297)	(190)	(555)	(134)	(1,176)
Risk provisions	(19)	(5)	42	(5)	13
Gains or losses on restructuring	0	0	0	29	29
Profit before taxes, bank levy and deposit guarantee scheme contribution	194	77	229	9	509
Expenses for the bank levy and deposit guarantee scheme	0	0	(67)	(61)	(128)
Profit/loss before taxes	194	77	161	(52)	381
Return on equity (RoE) (%)	13.6	3.5	6.0	–	4.8
Cost/income ratio (CIR) (%)	58.3	69.8	74.9	–	71.6

Balance sheet

EUR bn	Sep 2023	Dec 2022	Change in %
Loans and advances to banks	83.1	61.4	35.2
Loans and advances to customers	169.8	165.9	2.3
Assets held for trading	14.8	11.5	29.2
Financial investments	17.8	18.0	(1.4)
Total assets	285.7	259.3	10.2
Liabilities to banks	55.5	61.0	(9.0)
Liabilities to customers	147.1	123.3	19.3
Securitised liabilities	52.6	45.8	15.0
Liabilities held for trading	11.1	10.9	1.3
Subordinated capital	2.5	2.5	0.4
Equity	14.3	13.5	5.4

Key capital figures

	Sep 2023	Dec 2022
CET1 capital (EUR bn)	11.7	11.4
CET1 ratio (%)	18.2	17.4
Total capital (EUR bn)	14.1	13.9
Total capital ratio (%)	21.9	21.3
RWAs (EUR bn)	64.5	65.3
Leverage ratio (%)	4.2	4.5

IFRS 9-relevant gross exposure for corporates, real estate and retail portfolios¹

- › New Stage-3 exposure due mainly to specific loan loss provisions for real estate
- › Higher Stage-2 exposure after accounting for macro-economic stress cases
- › EUR 351m in additional risk provisions set aside (PMA) in wake of the stress cases

EUR bn	Stage 1		Stage 2		Stage 3		POCI		Total	
	2022	9/2023	2022	9/2023	2022	9/2023	2022	9/2023	2022	9/2023
Corporates										
Construction & basic resources	3.70	3.24	2.31	2.90	0.08	0.09	0.01	0.01	6.10	6.25
Energy	29.40	28.98	3.07	4.92	0.46	0.36	0.08	0.06	33.01	34.31
Health	2.52	2.16	0.10	0.39	0.02	0.00	0.00	0.00	2.65	2.56
Consumer goods & retail	4.55	4.25	0.22	0.41	0.15	0.15	0.03	0.01	4.95	4.83
Manufacturing & engineering	2.29	2.16	0.01	0.05	0.02	0.02	0.00	0.00	0.00	0.00
Mobility	10.43	10.23	4.37	4.36	0.52	0.40	0.06	0.09	15.37	15.08
Other industries	1.47	1.96	0.15	0.27	0.01	0.01	0.00	0.00	1.62	2.23
Technology	5.01	4.70	0.09	0.38	0.03	0.06	0.01	0.01	5.13	5.14
Real Estate										
Residential real estate	35.56	34.81	2.00	1.73	0.01	0.43	0.01	0.11	37.59	37.07
Commercial real estate	21.39	20.33	4.22	5.30	0.23	0.51	0.01	0.10	25.85	26.24
Retail	33.04	33.65	1.04	1.07	0.17	0.19	0.02	0.02	34.27	34.93
Total	149.36	146.46	17.58	21.77	1.70	2.22	0.22	0.41	166.55	168.64

¹ excluding FI/Sovereigns

Contact



Volker Karioth

Director

volker.karioth@bayernlb.de

+49 89 2171 23441

Disclaimer

This publication constitutes research of a non-binding nature on the market situation and the investment instruments cited here at the time of the publication of this information, April 2024. It is, to the best of our knowledge, based on generally accessible sources which are reliable and accurate. However, no liability can be accepted for any errors or inaccuracies in information derived from these sources. The information used in this publication has not been checked for accuracy, completeness or relevance to current events. Consequently, no guarantee can be made for the completeness and accuracy of this report. This publication is for the purposes of general information only and does not substitute in any way a personal consultation suited to your individual investment needs. For further information and updates, please feel free to contact us.

bayernlb.com



Financing progress.