

Aareal Bank Group: Results for the first half of 2010 (in accordance with IFRS)



Aareal Bank

	01.01.- 30.06.2010	01.01.- 30.06.2009*	Change
	Euro mn	Euro mn	%
Profit and loss account			
Net interest income	239	233	3
Allowance for credit losses	65	79	-18
Net interest income after allowance for credit losses	174	154	13
Net commission income	62	66	-6
Net result on hedge accounting	4	1	300
Net trading income / expenses	-7	23	
Results from non-trading assets	14	-16	
Results from companies accounted for at equity	5	-	
Results from investment properties	0	0	
Administrative expenses	183	186	-2
Net other operating income / expenses	-8	1	
Impairment of goodwill	0	-	
Operating Profit	61	43	42
Income taxes	18	10	80
Net income / loss	43	33	30
Allocation of results			
Net income / loss attributable to non-controlling interests	9	9	
Net income / loss attributable to shareholders of Aareal Bank AG	34	24	42
Appropriation of profits			
Net income / loss attributable to shareholders of Aareal Bank AG	34	24	42
Silent partnership contribution by SoFFin	17	9	89
Consolidated retained profit/accumulated loss	17	15	13

	30.06.2010	31.12.2009	Change
	Euro mn	Euro mn	%
Portfolio data			
Property finance	22,783	21,838	4
of which international	19,300	18,164	6
Property finance under management	23,209	22,348	4
of which international	19,300	18,164	6
Shareholders' equity	2,069	2,077	0
Total assets	42,530	39,569	7

	01.01.- 30.06.2010	01.01.- 30.06.2009*
Key financial indicators		
Cost/Income ratio (%) **)	48.2	47.9
Earnings per share (€)	0.78	0.58
RoE after taxes (%) ***)	3.4	2.9

*) Figures adapted

**) Structured Property Financing segment only

***) on an annualised basis

**Segment results for the first half of the 2010 financial year
(in accordance with IFRS)**

	Structured Property Financing		Consulting / Services		Consolidation/ Reconciliation/ Other		Aareal Bank Group	
	01.01. - 30.06. 2010	01.01. - 30.06. 2009*	01.01. - 30.06. 2010	01.01. - 30.06. 2009	01.01. - 30.06. 2010	01.01. - 30.06. 2009	01.01. - 30.06. 2010	01.01. - 30.06. 2009*
	Euro mn							
Net interest income	217	208	0	0	22	25	239	233
Allowance for credit losses	65	79					65	79
Net interest income after allowance for credit losses	152	129	0	0	22	25	174	154
Net commission income	-3	2	88	90	-23	-26	62	66
Net result on hedge accounting	4	1					4	1
Net trading income / expenses	-7	23					-7	23
Results from non-trading assets	14	-16	0	0			14	-16
Results from companies accounted for at equity	5						5	
Results from investment properties	0	0					0	0
Administrative expenses	107	106	77	82	-1	-2	183	186
Net other operating income / expenses	-9	2	1	0	0	-1	-8	1
Impairment of goodwill	0						0	
Operating profit	49	35	12	8	0	0	61	43
Income taxes	14	7	4	3			18	10
Net income / loss	35	28	8	5	0	0	43	33
Allocation of results								
Net income / loss attributable to non-controlling interests	8	8	1	1			9	9
Net income / loss attributable to shareholders of Aareal Bank AG	27	20	7	4	0	0	34	24
Allocated equity	1,478	1,281	73	61	401	320	1,952	1,662
Cost/income ratio in %	48.2	47.9	86.5	91.5			59.0	60.5
RoE after taxes in % **)	3.7	3.2	18.0	13.2			3.4	2.9

*) Figures adapted

**) on an annualised basis

Segment results – quarterly development (in accordance with IFRS)

	Structured Property Financing		Consulting / Services		Consolidation/ Reconciliation/ Other		Aareal Bank Group	
	Quarter 2 2010	Quarter 2 2009*	Quarter 2 2010	Quarter 2 2009	Quarter 2 2010	Quarter 2 2009	Quarter 2 2010	Quarter 2 2009*
Euro mn								
Net interest income	111	103	0	0	11	13	122	116
Allowance for credit losses	33	42					33	42
Net interest income after allowance for credit losses	78	61	0	0	11	13	89	74
Net commission income	1	-3	43	46	-12	-13	32	30
Net result on hedge accounting	2	0					2	0
Net trading income / expenses	-13	5					-13	5
Results from non-trading assets	14	1	0	0			14	1
Results from companies accounted for at equity	5						5	
Results from investment properties	0	0					0	0
Administrative expenses	55	54	38	39	-1	-1	92	92
Net other operating income / expenses	-7	2	1	0	0	-1	-6	1
Impairment of goodwill								
Operating profit	25	12	6	7	0	0	31	19
Income taxes	7	-1	2	3			9	2
Net income / loss	18	13	4	4	0	0	22	17
Allocation of results								
Net income / loss attributable to non-controlling interests	4	4	0	1			4	5
Net income / loss attributable to shareholders of Aareal Bank AG	14	9	4	3	0	0	18	12
Allocated equity	1,478	1,281	73	61	401	320	1,952	1,662
Cost/income ratio in %	47.5	49.8	87.4	86.0			58.4	60.7
RoE after taxes in % **)	3.8	2.8	20.0	22.2			3.6	3.0

*) Figures adapted

**) on an annualised basis