



***Raiffeisen Bank Zrt.
Consolidated financial statements
30 June 2022***

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I. Primary financial statements

A. Consolidated statement of profit or loss

(HUF million)	30.06.2022	30.06.2021
Interest income calculated with the effective interest method	67,936	29,754
Other interest income	32,883	7,897
Interest expenses	-47,044	-8,670
Net interest income	53,775	28,981
Dividend income	380	1,908
Fee and commission income	48,430	35,301
Fee and commission expenses	-13,884	-8,055
Net fee and commission income	34,546	27,246
Net trading income and fair value result	1,357	-715
Net gains/losses from hedge accounting	-668	-282
Net gains/losses from derecognition of financial assets not measured at fair value through profit or loss	171	-127
Other operating income	434	966
Other operating expenses	-10,475	-8,474
Staff expenses	-15,435	-13,862
Other administrative expenses	-9,967	-7,883
Depreciation and amortisation	-4,981	-4,456
Other result	-1,874	-915
Levies and special governmental measures	-25,305	-6,608
Impairment losses on financial assets	-713	-1,070
Profit before tax from continuing operations	21,245	14,709
Tax expense or (-) income related to profit or loss from continuing operations	-4,000	-1,634
Profit after tax from continuing operations	17,245	13,075
Profit after tax from discontinued operations	0	0
Profit for the period	17,245	13,075

Ágnes Tölgyes
Chief Financial Officer

Tibor Gáspár
Head of Accounting

Date: 29 August 2022

B. Consolidated statement of profit or loss and other comprehensive income

(HUF million)	30.06.2022	30.06.2021
Profit for the period	17,245	13,075
Other comprehensive income	2,391	1,288
Items that will not be reclassified to profit or loss	8	79
Fair value changes of equity instruments measured at fair value through other comprehensive income	9	23
Income tax relating to items that will not be reclassified to profit or loss	-1	56
Items that may be reclassified to profit or loss	2,383	1,209
Foreign currency translation	-18	0
Cash flow hedges (effective portion)	9,178	164
Valuation gains or (-) losses taken to equity	9,134	-63
Transferred to profit or loss	44	227
Debt instruments at fair value through other comprehensive income	-6,552	1,168
Valuation gains or (-) losses taken to equity	-6,588	1,360
Transferred to profit or loss	36	-192
Income tax relating to items that may be reclassified to profit or (-) loss	-225	-123
Total comprehensive income for the period	19,636	14,363

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C. Consolidated statement of financial position

(HUF million)	30.06.2022	31.12.2021
Cash, cash balances at central banks and other demand deposits	164,020	482,489
Financial assets held for trading	158,701	114,942
Non-trading financial assets mandatorily at fair value through profit or loss	113,407	98,941
Financial assets designated at fair value through profit or loss	0	195
Financial assets at fair value through other comprehensive income	387,682	351,960
Financial assets at amortised cost	3,059,773	2,670,508
Derivatives – Hedge accounting	143,423	53,286
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-21,476	-12,917
Current tax assets	53	36
Investments in subsidiaries, joint ventures and associates	125	23
Property and equipment	34,195	33,706
Intangible assets	21,164	21,037
Deferred tax assets	3,740	3,466
Other assets	12,112	7,616
Total assets	4,076,919	3,825,288
Financial liabilities held for trading	126,144	58,502
Financial liabilities measured at amortised cost	3,570,683	3,450,738
Derivatives – Hedge accounting	181,908	76,099
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-140,288	-57,868
Current tax liabilities	2,638	1,599
Provisions	8,360	9,034
Deferred tax liabilities	5	4
Other liabilities	31,678	7,498
Total liabilities	3,781,128	3,545,606
Share capital	50,000	50,000
Share premium	113,445	113,445
Equity instruments issued other than share capital	31,445	31,445
Accumulated other comprehensive income	4,771	2,380
Retained earnings	63,893	30,686
Other reserves	14,992	14,992
Profit or loss	17,245	36,734
Total equity	295,791	279,682
Total liabilities and total equity	4,076,919	3,825,288

Ágnes Tölgyes
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Head of Accounting

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D. Consolidated statement of changes in equity

Sources of equity changes (HUF million)	Share capital	Share premium	AT1 instruments issued	Other comprehensive income not to be reclassified	Other comprehensive income that can be reclassified				Retained earnings	Other reserves	Total
				Fair value changes of equity instruments measured at fair value through OCI*	Cash flow hedges [effective portion]	Debt instruments at fair value through OCI*	Foreign currency translation				
Opening balance 01.01.2022	50,000	113,445	31,445	-3	545	1,819	19	67,420	14,992	279,682	
Profit or (-) loss for the period	0	0	0	0	0	0	0	13,075	0	17,245	
Other comprehensive income	0	0	0	8	8,352	-5,951	-18	0	0	2,391	
Total comprehensive income for the period	0	0	0	8	8,352	-5,951	-18	0	0	19,636	
Payments on equity instruments	0	0	0	0	0	0	0	-3,527	0	-3,527	
Total contributions and distributions	0	0	0	0	0	0	0	-3,527	0	-3,527	
Transfers among components of equity	0	0	0	0	0	0	0	0	0	0	
Total other equity transactions	0	0	0	0	0	0	0	0	0	0	
Closing balance 30.06.2022	50,000	113,445	31,445	5	8,897	-4,132	1	81,138	14,992	295,791	

*OCI: Other Comprehensive Income

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Date: 29 August 2022

Sources of equity changes (HUF million)	Share capital	Share premium	AT1 instruments issued	Other comprehensive income not to be reclassified	Other comprehensive income that can be reclassified				Retained earnings	Other reserves	Total
				Fair value changes of equity instruments measured at fair value through OCI*	Cash flow hedges [effective portion]	Debt instruments at fair value through OCI*	Foreign currency translation				
Opening balance 01.01.2021	50,000	113,445	31,445	3	-195	3,156	19	37,330	11,336	246,539	
Profit or (-) loss for the period	0	0	0	0	0	0	0	13,075	0	13,075	
Other comprehensive income	0	0	0	79	149	1,060	0	0	0	1,288	
Total comprehensive income for the period	0	0	0	79	149	1,060	0	13,075	0	14,363	
Payments on equity instruments	0	0	0	0	0	0	0	-3,126	0	-3,126	
Total contributions and distributions	0	0	0	0	0	0	0	-3,126	0	-3,126	
Transfers among components of equity	0	0	0	0	0	0	0	0	0	0	
Total other equity transactions	0	0	0	0	0	0	0	0	0	0	
Closing balance 30.06.2021	50,000	113,445	31,445	82	-46	4,216	19	47,279	11,336	257,776	

*OCI: Other Comprehensive Income

Ágnes Tölgyes
Chief Financial Officer

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Head of Accounting

Date: 29 August 2022

E. Consolidated statement of cash-flows

(HUF million)	30.06.2022	30.06.2021
Profit for the period	17,245	13,075
Cash flows from operating activities		
Adjustments for:		
Depreciation and amortisation	4,981	4,456
Net impairment loss on non-financial assets	-14	24
Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss	-78	1,134
Net interest income	-53,775	-28,981
hereof: amortization, accruals and unwinding	1,831	8,658
Net gains or (-) losses from derecognition of non-financial assets	-15	3
Other	19,436	2,830
Income tax expense	4,000	1,634
	-25,465	-18,900
Changes in operating assets and liabilities:		
Change in financial assets held for trading	-43,628	29,415
Change in non-trading financial assets mandatorily at fair value through profit or loss	-14,419	-16,620
Change in financial assets at fair value through other comprehensive income	-42,802	33,106
Change in financial assets at amortised cost	-254,213	-228,802
Change in derivatives (assets) – Hedge accounting	-66,660	-11,062
Changes in other assets	-4,377	757
Change in financial liabilities held for trading	69,531	-15,505
Change in financial liabilities measured at amortised cost	86,941	227,945
Change in derivatives (liabilities) – Hedge accounting	87,943	9,843
Fair value changes of the hedged items in portfolio hedge of interest rate risk	-73,861	-9,722
Change in other liabilities, provisions and liabilities held for sale	23,506	729
	-232,039	20,084
Interest received	91,434	54,614
Interest paid	-35,828	-16,975
Dividend received	380	1,908
Income tax paid	-3,477	-2,350
Net cash from (+)/used in (-) operating activities	-187,750	51,456
Cash flows from investing activities		
Purchases of securities	-160,547	-69,926
Disposals of securities	3,640	30,000
Purchases of property and equipment	-1,421	-883
Disposals of property and equipment	96	344
Purchases of intangible assets	-2,347	-2,146
Net cash from (+)/used in (-) investing activities	-160,579	-42,611
Cash flows from financing activities		
Issuance and repurchase of issued debt securities	30,000	0
Payment of lease liabilities	-1,307	-1,481
Dividend paid	-3,527	-3,127
Net cash from (+)/used in (-) financing activities	25,166	-4,608
Net increase/decrease of cash, cash balances at central banks and other demand deposits	-323,163	4,237
Cash, cash balances at central banks and other demand deposits as at 1 January	482,489	121,791
Net effect of exchange rate changes	4,694	-1,531
Cash, cash balances at central banks and other demand deposits at 30 June	164,020	124,497

Ágnes Tölgyes
Chief Financial Officer

Tibor Gáspár
Head of Accounting

Date: 29 August 2022

II. Notes to the consolidated financial statements

(1) General information

Raiffeisen Bank Zrt. ('the Bank') commenced its operations in 1987 as a commercial bank domiciled in Hungary. The Bank's registered office is 1133 Budapest Váci Street 116-118.

The website of the Bank can be found at: <https://www.raiffeisen.hu/raiffeisen-csoport/raiffeisen-bank-zrt>

The Bank holds a full commercial banking license issued by the National Bank of Hungary (NBH) and carries on a wide range of financial activities. The consolidated financial statements of the Bank as at and for the period ended 30 June 2022 comprise the Bank and its subsidiaries (together referred to as 'Banking group' or 'Group'). For further information on consolidated subsidiaries please see *Note (4) Investments in related parties*.

The Bank is controlled by Raiffeisen CEE Region Holding GmbH. The ultimate parent of the Banking group is Raiffeisen Bank International A.G. (RBI).

Ágnes Tölgyes Chief Financial Officer (address: 1124 Budapest, Nárcisz utca 54. 1. em. 5.) and Tibor Gáspár Head of Accounting Department are obliged to sign these consolidated financial statements. Tibor Gáspár is entitled to perform bookkeeping services (registration number: 168480, address: 2330 Dunaharaszti, Király út 38.).

(2) Basis of preparation

(2.1) Statement of compliance

The consolidated financial statements of the Banking group were prepared in accordance with International Accounting Standards (IFRSs) as adopted by the European Union.

IFRSs comprise accounting standards issued by the International Accounting Standards Board ('IASB') and its predecessor body and interpretations issued by the IFRS Interpretations Committee (IFRS IC) and its predecessor body.

(2.2) Basis of measurement

The consolidated financial statements have been prepared on the historical cost basis except for the following:

- derivative financial instruments are measured at fair value;
- financial assets and liabilities at fair value through profit or loss are measured at fair value;
- financial assets at fair value through other comprehensive income are measured at fair value;
- financial assets and liabilities designated as hedged items in fair value hedge relationships are measured at amortised cost adjusted with fair value changes attributable to the hedged risk;
- all other financial and non-financial assets and liabilities are measured at amortised cost or – if applicable – at cost less accumulated depreciation and/or accumulated impairment losses.

The preparation of financial statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Management agrees the selection, development, application and disclosure of critical accounting policies and accounting estimates and changes therein with the supervisory board of the Group.

The main source of estimation uncertainty is impairment recognised for expected credit losses. Estimates and assumptions are revised regularly. Differences revealed during such revisions are recognised in the period when they are revealed or also in subsequent periods if they affect such periods.

(2.3) Functional and presentation currency

These consolidated financial statements are prepared and presented in Hungarian Forints, which is the Bank's and its subsidiaries' functional currency. Except as indicated, data are rounded to the nearest million Forint.

(3) Changes in accounting policies**(3.1) Changes in the presentation of the financial statements**

In preparing the half-yearly financial statements the Group followed in the way of presentation and in calculation methodologies the same principles as during the preparation of the latest annual financial statements.

(4) Investments in related parties

The subsidiaries of the Bank and their activities are summarised in the following table:

Investments in related parties	Owner-ship share	Owner-ship share	Type of presentation in consolidated financial statements in 2022	Headquarter	Activity
	30.06.2022	31.12.2021			
Raiffeisen Corporate Lízing Zrt.	100.00%	100.00%	full consolidation	1133 Budapest. Váci út 116-118.	Finance leasing
Raiffeisen Biztosításközvetítő Kft.	100.00%	100.00%	at book value (cost less accumulated impairment)	1133 Budapest. Váci út 116-118.	Activities of insurance agents and brokers
SCT Kárász utca Ingatlankezelő Kft.	100.00%	100.00%	full consolidation	1133 Budapest. Váci út 116-118.	Management of real estate on a fee or contract
Raiffeisen Befektetési Alapkezelő Zrt.	100.00%	100.00%	full consolidation	1133 Budapest. Váci út 116-118.	Fund management activities
RB Szolgáltató Központ Kft.	100.00%	100.00%	full consolidation	4400 Nyíregyháza. Sóstói út 31/b	Other financial auxiliary activities
Raiffeisen Autó Lízing Kft.	100.00%	100.00%	at book value (cost less accumulated impairment)	1133 Budapest. Váci út 116-118.	Sale of cars and light motor vehicles
Raiffeisen Ingatlan Üzemeltető és Szolgáltató Kft.	100.00%	100.00%	at book value (cost less accumulated impairment)	1133 Budapest. Váci út 116-118.	Real estate development
DAV Property Kft.	100.00%	-	at book value (cost less accumulated impairment)	1133 Budapest. Váci út 116-118.	Purchasing and selling own properties
Ötödik Vagyonkezelő Kft.	100.00%	-	at book value (cost less accumulated impairment)	1133 Budapest. Váci út 116-118.	Wealth management

There is no significant difference in the scope of consolidation for accounting and for regulatory reporting (prudential consolidation) purposes. Therefore, in 2020 a decision was made to unify the scopes of consolidation. Assets, liabilities, equity and profit or loss of the companies de-consolidated in course of such unification do not reach the materiality threshold determined in the Bank's accounting policy, thus their omission from consolidation does not affect true and fair presentation in the consolidated financial statements.

(5) Events after the reporting date

No events after the reporting date occurred that would have an effect on this disclosure.