

Aggregated profit and loss account of the Savings Banks Finance Group*

	2018 ¹ in EUR million	2017 in EUR million
Net interest income	28,860	29,793
Interest income	56,807	56,251
Interest expense	27,947	26,458
Net commission income	8,903	8,723
Commission income	11,647	11,336
Commission expense	2,744	2,613
Net income from financial transactions	671	1,065
Administrative expenses	27,506	27,364
Personnel expenses	16,246	16,092
Material expenses	11,260	11,272
Other operating income	127	237
Operating result before valuation	11,055	12,455
Valuation result (excluding equity interests)	-4,002	-2,063
Operating result after valuation	7,053	10,392
Balance of other and extraordinary income/expenses ²	-4,103	-4,697
of which: additions to the Fund for General Banking Risks in accordance with Section 340(g) German Commercial Code ³	-3,923	-5,393
Net income before taxes	2,950	5,694
Income taxes	3,161	3,363
Net income after taxes	-213	2,331
of which net income/loss of Savings Banks after taxes	1,796	2,110
of which net income/loss of Landesbanken after taxes	-2,035	187
of which net income/loss of Landesbausparkassen after taxes	26	33
Return on equity	as a percentage	as a percentage
Before taxes	4.1	6.9
After taxes	2.2	4.8
Cost/income ratio (operating income)	71.3	68.7

* Savings Banks Finance Group: 1. Savings Banks, 2. Landesbanken excluding foreign branches, excluding domestic and foreign group subsidiaries and excluding Landesbausparkassen. 3. Landesbausparkassen (legally independent entities of LBS and legally dependent units of Landesbanken) as well as Hamburg Commercial Bank (formerly HSH Nordbank), which is still affiliated with the protection scheme.

¹ Provisional figures from financial statements prepared in accordance with German GAAP, rounding differences may occur.

² Including the balance of gains on the sale of financial investments and investments held as fixed assets, write-downs/write-ups on financial investments and investments held as fixed assets as well as additions to and withdrawals from the Fund for General Banking Risks in accordance with Section 340(g) German Commercial Code (additions to the Fund for General Banking Risks are preceded by a minus sign).

³ As in the "original" P&L account under German GAAP, additions to the Fund for General Banking Risk in accordance with Section 340(g) German Commercial Code are recognised as expenses that reduce net income.

Source: Inter-company comparison of Savings Banks, annual reports of Landesbanken (Individual financial statements in accordance with German GAAP), DSGV/national head office of Landesbausparkassen, Deutsche Bundesbank.

Aggregated balance sheet of the Savings Banks Finance Group*

Assets	As at 31 Dec 2018 in EUR million	As at 31 Dec 2017 in EUR million
Cash reserve ¹	104,487	86,446
of which balances held with central banks	92,114	75,771
Treasury bills ²	0	0
Other bills	0	0
Loans and advances to banks (MFIs)	268,628	271,056
Loans and advances to non-banks (non-MFIs)	1,254,119	1,212,232
Debt securities and other fixed-income securities	328,192	330,941
Equities and other non-fixed-income securities	100,105	98,670
Investments	14,091	14,373
Investments in affiliated undertakings	10,152	9,781
Trust assets	9,304	9,769
Equalisation claims	0	0
Tangible fixed assets	11,743	11,831
Other assets	77,361	84,367
Total assets	2,178,182	2,129,466

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¹ Cash on hand and balances held with central banks.

² Including non-interest-bearing treasury notes and similar public-sector debt.

	As at 31 Dec 2018 in EUR million	As at 31 Dec 2017 in EUR million
Liabilities		
Liabilities to banks (MFIs)	376,127	369,612
Liabilities to non-banks	1,280,220	1,243,222
Savings deposits	360,923	361,400
Other liabilities	919,297	881,821
Securitised liabilities	203,107	201,145
of which: debt securities issued	189,653	188,135
Money market instruments issued	13,424	13,008
Trust liabilities	9,304	9,769
Write-downs on loans and securities	1,696	2,250
Provisions	26,784	26,186
Subordinated liabilities	17,970	16,635
Profit participation certificates	1,121	1,370
Equity ³	167,846	161,491
Other liabilities ⁴	94,008	97,788
Total equity and liabilities	2,178,182	2,129,466
Contingent liabilities ⁵	0	0
Bills for collection	2	3
Business volume	2,178,184	2,129,469
Guarantees	66,366	61,989

³ Dotation capital and retained earnings (including Fund for General Banking Risks).

⁴ Including special items with an equity portion.

⁵ From rediscounted credit bills (including own bills drawn).

Source: DSGV, balance sheet statistics/business performance of Savings Banks, Landesbanken (excluding LBS, excluding foreign branches and excluding domestic and foreign Group subsidiaries) and Landesbausparkassen.