

KBC Group

Overview KBC Loan Book



Date of latest update: May 2009

Issued by:
KBC Group
Investor Relations Office
investor.relations@kbc.com

BUSINESS UNIT BELGIUM LOAN BOOK - Situation 31 MARCH 2009 (*)

(in million EUR)

	BELGIUM		
TOTAL OUTSTANDING	55,813		
		<i>% outst.</i>	
SME / corporate	0,000	0.0%	
Retail	55,813	100.0%	
o/w private	30,260	54.2%	
o/w companies	25,553	45.8%	
		<i>% outst.</i>	
Mortgages	28,703	51.4%	Ind.LTV 51%
o/w FX mortgages	0	0.0%	-
		<i>% outst.</i>	
		<i>Av. PD</i>	
Top 5 BE corporate sectors			
services	7,018	12.6%	low
distribution	4,480	8.0%	medium
real estate	3,109	5.6%	medium
agriculture	2,874	5.1%	low
building	1,927	3.5%	low
Exposure to cyclical sectors			
real estate	3,109	5.6%	medium
building	1,927	3.5%	low
automotive	915	1.6%	medium
energy	53	0.1%	low
aviation	21	0.0%	medium
IT & telecom	98	0.2%	medium
		<i>% outst.</i>	
Probability of default (PD)			
low risk (1-4)	42,319	75.8%	
medium risk (5-7)	9,606	17.2%	
high risk (8-10)	2,886	5.2%	
non performing loans (11 - 12)	1,002	1.8%	
unrated	0	0.0%	
		<i>% outst.</i>	
Other risk measures			
outstanding NPL	1,002	1.8%	
provisions for NPL (specific provisions)	452		
NPL cover ratio (excl. generic provisions)	45%		
FY 2008 LLR	0.09%		
YTD 2009 LLR (annualized)	0.13%		

Legend

Ind. LTV Indexed Loan to Value: current outstanding loan / current value of property

Av. PD Average Probability of Default

NPL Non Performing Loan

LLR Loan Loss Ratio

(*) Please note that this overview has a different scope than the balance sheet item 'loans and advances'. For the detailed reconciliation please refer to page 58 of the annual report of KBC Group.

BUSINESS UNIT CEER LOAN BOOK - Situation 31 MARCH 2009⁽¹⁾

(in million EUR)

	CZECH REPUBLIC		SLOVAKIA		POLAND		HUNGARY		RUSSIA		SERBIA		BULGARIA		TOTAL CEE	
TOTAL OUTSTANDING	19,550		3,854		6,815		7,005		3,175		141		765		41,305	
	% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.	
SME / corporate	7,012	35.9%	1,694	44.0%	2,667	39.1%	3,737	53.3%	1,841	58.0%	78	55.6%	352	46.0%	17,382	42.1%
Retail	12,538	64.1%	2,160	56.0%	4,148	60.9%	3,268	46.7%	1,334	42.0%	62	44.4%	413	54.0%	23,923	57.9%
o/w private	8,835	45.2%	1,103	28.6%	3,990	58.5%	2,859	42.2%	1,191	37.5%	62	44.4%	214	28.0%	18,354	44.4%
o/w companies	3,702	18.9%	1,057	27.4%	158	2.3%	309	4.4%	143	4.5%	0	0.0%	199	26.0%	5,569	13.5%
	% outst. Ind.LTV		% outst. Ind.LTV		% outst. Ind.LTV		% outst. Ind.LTV		% outst. Ind.LTV		% outst. Ind.LTV		% outst. Ind.LTV		% outst.	
Mortgages	4,299	22.0%	844	21.9%	3,092	45.4%	2,497	35.6%	842	26.5%	50	35.8%	87	11.4%	11,712	28.4%
o/w FX mortgages	0	0.0%	0	0.0%	2,292	33.6%	2,160	30.8%	356	11.2%	50	35.8%	44	5.7%	4,903	11.9%
	% outst. Av. PD		% outst. Av. PD		% outst. Av. PD		% outst. Av. PD		% outst.		% outst. Av. PD		% outst.		% outst.	
Top 5 CEER corporate sectors	1,600	8.2%	908	23.5%	242	3.6%	602	8.6%	58	1.8%	4	2.5%	13	1.7%	3,427	8.3%
services	2,511	12.8%	170	4.4%	308	4.5%	296	4.2%	76	2.4%	1	0.8%	57	7.4%	3,419	8.3%
finance & insurance	1,086	5.6%	291	7.6%	615	9.0%	595	8.5%	709	22.3%	28	19.8%	27	3.5%	3,352	8.1%
distribution	386	2.0%	391	10.1%	355	5.2%	225	3.2%	572	18.0%	5	3.3%	229	29.9%	2,163	5.2%
real estate	625	3.2%	127	3.3%	197	2.9%	391	5.6%	96	3.0%	6	3.9%	10	1.2%	1,450	3.5%
building	386	2.0%	391	10.1%	355	5.2%	225	3.2%	572	18.0%	5	3.3%	229	29.9%	2,163	5.2%
Exposure to cyclical sectors	625	3.2%	127	3.3%	197	2.9%	391	5.6%	96	3.0%	6	3.9%	10	1.2%	1,450	3.5%
real estate	411	2.1%	231	6.0%	92	1.4%	206	2.9%	94	3.0%	2	1.1%	8	1.1%	1,045	2.5%
building	381	2.0%	46	1.2%	167	2.4%	124	1.8%	76	2.4%	0	0.0%	44	5.7%	838	2.0%
automotive	86	0.4%	0	0.0%	8	0.1%	25	0.4%	37	1.2%	0	0.0%	0	0.0%	156	0.4%
energy	48	0.2%	34	0.9%	48	0.7%	8	0.1%	33	1.0%	2	1.2%	2	0.2%	175	0.4%
aviation																
IT & telecom																
	% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.	
Probability of default (PD)	14,312	73.2%	1,825	47.4%	3,883	57.0%	4,380	62.5%	0	0.0%	87	62.2%	0	0.0%	24,487	59.3%
low risk (1-4)	3,711	19.0%	839	21.8%	1,888	27.7%	1,822	26.0%	0	0.0%	6	4.0%	0	0.0%	8,267	20.0%
medium risk (5-7)	910	4.7%	175	4.5%	441	6.5%	528	7.5%	179	5.6%	16	11.6%	0	0.0%	2,248	5.4%
high risk (8-10)	372	1.9%	81	2.1%	279	4.1%	133	1.9%	72	2.3%	31	22.3%	60	7.9%	1,029	2.5%
non performing loans (11 - 12)	245	1.3%	934	24.2% (*)	323	4.7%	142	2.0%	2,924	92.1% (*)	0	0.0%	704	92.1%	5,274	12.8%
unrated / other																
	% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.	
Other risk measures	372	1.9%	81	2.1%	279	4.1%	133	1.9%	72	2.3%	31	22.3%	60	7.9%	1,029	2.5%
outstanding NPL	221		101		200		101		56		7		20		708	
provisions for NPL (specific provisions)	59%		125%		72%		78%		78%		24%		34%		69%	
NPL cover ratio (excl. generic provisions)	0.57%		0.82%		0.95%		0.41%		2.40%		-		-		0.83%	
FY 2008 LLR	0.62%		1.03%		2.29%		1.99%		5.37%		-		-		1.69%	
YTD 2009 LLR (annualized)	0.21%		0.89%		1.96%		0.65%		1.30%		-		-		0.92%	
Average LLR until end 2008 (**)																
	% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.	
Stress tests	516	2.6%	234	6.1%	357	5.2%	341	4.9%	-		-		-		-	
Pre-tax loss if default of the local top 10 corporate names	-		-		18	0.3%	24	0.3%	4	0.1%	0	0.1%	0	0.0%	46	0.1%
Pre-tax loss on FX mortgages in -30% stress scenario (***)	-		-		30	0.4%	81	1.2%	11	0.4%	1	0.8%	1	0.1%	124	0.3%
Pre-tax loss on FX mortgages in -30%/-30% stress scenario (****)																

Legend

Ind. LTV Indexed Loan to Value: current outstanding loan / current value of property

Av. PD Average Probability of Default

NPL Non Performing Loan

LLR Loan Loss Ratio

* Istrobanka and Absolut Bank have a rating methodology that is statistically not yet fully aligned with the KBC methodology

** average loan loss ratio since 2002 for CZ, HU, PL and total; average since 2007 for SK and RU

*** pre-tax loss if currency depreciates further by 30%

**** pre-tax loss if both currency depreciates further by 30% and property value falls further by 30%

(1) Please note that this overview has a different scope than the balance sheet item 'loans and advances'. For the detailed reconciliation please refer to page 58 of the annual report of KBC Group.

BUSINESS UNIT MERCHANT BANKING LOAN BOOK - Situation 31 MARCH 2009 (*)

(in million EUR)

	BELGIUM		WESTERN EUROPE (incl. presence in FR, D, NL, UK, ES, IT, IE)		o/w IRELAND		USA		SOUTHEAST ASIA (incl. presence in HK, CN, SG and TW)		GLOBAL		SUBTOTAL		DEBT SECURITIES		TOTAL Merchant Banking	
TOTAL OUTSTANDING	19,402		27,118		18,347		8,515		2,194		8,109		65,339		9,879		75,218	
	% outst.		% outst.		% outst.		% outst.		% outst.		% outst.		% outst.					
SME / corporate	19,396	100.0%	13,466	49.7%	4,695	25.6%	8,515	100.0%	2,194	100.0%	8,109	100.0%	51,681	79.1%				
Retail	6	0.0%	13,652	50.3%	13,652	74.4%	0	0.0%	0	0.0%	0	0.0%	13,658	20.9%				
o/w private	6	0.0%	13,652	50.3%	13,652	74.4%	0	0.0%	0	0.0%	0	0.0%	13,658	20.9%				
o/w companies	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%	0	0.0%				
		% outst.	Ind.LTV	% outst.	Ind.LTV	% outst.	Ind.LTV	% outst.	Ind.LTV	% outst.	Ind.LTV	% outst.	Ind.LTV	% outst.	Ind.LTV			
Mortgages	0	0.0%	-	13,652	50.3%	76%	13,652	74.4%	76%	0	0.0%	-	0	0.0%	-	13,652	20.9%	
o/w FX mortgages	0	0.0%	-	0	0.0%	-	0	0.0%	-	0	0.0%	-	0	0.0%	-	0	0.0%	
		% outst.		% outst.		% outst.	% outst.		% outst.		% outst.		% outst.					
Top 5 MEB corporate sectors																		
finance & insurance	2,270	11.7%	992	3.7%	162	0.9%	942	11.1%	231	10.5%	1,142	14.1%	5,578	8.5%				
real estate	1,624	8.4%	3,709	13.7%	2,056	11.2%	830	9.7%	92	4.2%	893	11.0%	7,147	10.9%				
services	2,282	11.8%	1,677	6.2%	534	2.9%	1,329	15.6%	36	1.6%	231	2.8%	5,554	8.5%				
distribution	2,726	14.0%	1,311	4.8%	501	2.7%	64	0.7%	159	7.2%	78	1.0%	4,337	6.6%				
building	1,331	6.9%	880	3.2%	297	1.6%	81	1.0%	85	3.9%	390	4.8%	2,767	4.2%				
Exposure to cyclical sectors																		
real estate	1,624	8.4%	3,709	13.7%	2,056	11.2%	830	9.7%	92	4.2%	893	11.0%	7,147	10.9%				
building	1,331	6.9%	880	3.2%	297	1.6%	81	1.0%	85	3.9%	390	4.8%	2,767	4.2%				
automotive	641	3.3%	365	1.3%	11	0.1%	108	1.3%	37	1.7%	139	1.7%	1,290	2.0%				
energy	233	1.2%	442	1.6%	238	1.3%	379	4.5%	219	10.0%	1,938	23.9%	3,210	4.9%				
aviation	123	0.6%	22	0.1%	1	0.0%	87	1.0%	19	0.9%	211	2.6%	463	0.7%				
IT & telecom	246	1.3%	240	0.9%	14	0.1%	51	0.6%	51	2.3%	562	6.9%	1,151	1.8%				
		% outst.		% outst.		% outst.	% outst.		% outst.		% outst.		% outst.		% outst.		% outst.	
Probability of default (PD)																		
low risk (1-4)	12,097	62.3%	14,040	51.6%	9,364	51.0%	7,191	84.4%	1,260	57.4%	4,142	51.1%	38,730	59.3%	8,624	87.3%	47,354	63.0%
medium risk (5-7)	5,526	28.5%	9,928	36.6%	6,845	37.3%	1,039	12.2%	830	37.8%	3,377	41.6%	20,701	31.7%	207	2.1%	20,908	27.8%
high risk (8-10)	805	4.1%	1,694	6.2%	1,272	6.9%	249	2.9%	13	0.6%	215	2.7%	2,976	4.6%	595	6.0%	3,572	4.7%
non performing loans (11 - 12)	552	2.8%	1,053	3.9%	847	4.6%	36	0.4%	91	4.1%	124	1.5%	1,856	2.8%	245	2.5%	2,101	2.8%
unrated	422	2.2%	404	1.5%	19	0.1%	0	0.0%	0	0.0%	250	3.1%	1,076	1.6%	208	2.1%	1,284	1.7%
		% outst.		% outst.		% outst.	% outst.		% outst.		% outst.		% outst.		% outst.		% outst.	
Other risk measures																		
outstanding NPL	552	2.8%	1,053	3.9%	847	4.6%	36	0.4%	91	4.1%	124	1.5%	1,856	2.8%	245		2,101	2.8%
provisions for NPL (specific provisions)	380		171		52		27		38		107		724				724	
NPL cover ratio (excl. generic provisions)	69%		16%		6%		76%		42%		87%		39%				34%	
FY 2008 LLR																	0.59%	
YTD 2009 LLR (annualized)																	0.59%	

Legend

Ind. LTV Indexed Loan to Value: current outstanding loan / current value of property

Av. PD Average Probability of Default

NPL Non Performing Loan

LLR Loan Loss Ratio

(*) Please note that this overview has a different scope than the balance sheet item 'loans and advances'. For the detailed reconciliation please refer to page 58 of the annual report of KBC Group.