



KBC Bank NV
Issuer
Havenlaan 12
1080 Brussels Belgium
t: 00 32 2 429 50 42
f: 00 32 2 429 1715
email:structured_products@kbc.be
https://www.kbc.com/covered_bonds

KBC Bank NV
Euro 17.500.000.000
Residential Mortgage Covered Bonds Programme
Investor Report

Reporting period: 1/08/2024 - 31/08/2024
Reporting date: 12/09/2024

Cover Asset Details

1. Cover Assets - Residential Mortgage Loans

All cover assets are denominated in EURO

1.1 Summary Of Characteristics: Stratification tables below for more details

	Weighted Average	Minimum	Maximum
Current Loan to Value	60,50%	0,00%	502,73%
Current Outstanding Balance per Borrower	124.560	0	1.027.465
Seasoning (in months)	63	5	350
Remaining Term (in months)	192	0	307
Average Interest Rate	1,99%		

1.2 Monthly Information

	Current period 1/08/2024 - 31/08/2024	Previous period 1/07/2024 - 31/07/2024
Collections on Residential Mortgage Loans	187.975.376	196.772.458
Principal Redemptions on Residential Mortgage Loans	128.066.101	128.260.648
Interest Payments on Residential Mortgage Loans	33.440.233	33.656.505
Prepayments (partial and full) on Residential Mortgage Loans	26.254.365	34.631.437
Penalties Proceeds on Residential Mortgage Loans	214.677	223.867
Balance of the Registered Cash Account	413.478.280	225.502.904
Principal Balance of the Residential Mortgage Loans	20.278.941.278	20.433.258.748
Value of the Residential Mortgage Loans (as defined in Royal Decree Art. 6§2)	18.770.643.332	18.886.496.782

1.3 Prepayment Information

	Current period 1/08/2024 - 31/08/2024	Previous period 1/07/2024 - 31/07/2024
Monthly Prepayments as a % of Principal Balance of Residential Mortgage loans	0,13%	0,17%
Annualised Prepayment Rate	1,53%	2,00%

1.4 Performance Data

Delinquency Statistics (Arrears Data)				
Status	Nr of Loans	% of Number of Loans Outstanding	Outstanding Balance of all Delinquent Loans	% of Outstanding Balance of the Loans
Current	233.018	99,19	20.108.107.853	99,16
< 1 month	1.651	0,70	148.447.513	0,73
< 2 months	90	0,04	7.099.816	0,04
< 3 months	51	0,02	4.568.283	0,02
< 4 months	21	0,01	2.281.938	0,01
< 5 months	16	0,01	1.740.348	0,01
< 6 months	13	0,01	1.273.441	0,01
> 6 months	58	0,02	5.422.088	0,03
Total	234.918,00		20.278.941.278	

2. Cover Assets: Exposure on Financial Institutions*All cover assets are denominated in EURO***2.1 Cash**

	Current period 1/08/2024 - 31/08/2024	Previous period 1/07/2024 - 31/07/2024
Outstanding Balance	0	0

3.1 Bonds (Liquid Assets)*All cover assets are denominated in EURO*

Description	ISIN	Nominal Amount	Market Value
FLEMISH COMMUNITY 20 0,01% 230627	BE0002718998	46.000.000,00	42.645.122,94
FLEMISH COMMUNITY 23 3,25% 050433	BE0002934157	68.000.000,00	69.153.476,52

4. Cover Assets: Derivatives Contracts

All cover assets are denominated in EURO

Counterparty	Period	Notional Amount	Market Value
		0,00	0,00

Liability Details

1. Rating KBC Bank NV

	LT-Rating	Outlook	ST-Rating
Fitch	A+	Stable	F1
Moody's	A2	Stable	P-1
S&P	A+	Stable	A1

2. Covered Bond Issuance

All issuances are in EURO

Isin	BE0002444199	BE0002445204	BE0002449248	BE0002500750	BE0002583616	BE0002590686
Current rating (Moody/Fitch)	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA
Number of notes	500	500	700	5000	7500	2000
Issued Nominal Amount	50.000.000	50.000.000	70.000.000	500.000.000	750.000.000	200.000.000
Outstanding Nominal Amount	50.000.000	50.000.000	70.000.000	500.000.000	750.000.000	200.000.000
Issue date	17/10/2013	21/10/2013	30/10/2013	24/10/2017	08/03/2018	26/03/2018
Expected Maturity Date	17/10/2033	23/10/2028	30/10/2034	25/10/2027	09/03/2026	26/03/2038
Legal Maturity date	17/10/2034	23/10/2029	30/10/2035	25/10/2028	09/03/2027	26/03/2039
Rate type	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed
Interest rate	3	2,89	3,025	0,75	0,75	1,52
Margin	NA	NA	NA	NA	NA	NA
Fixing rate	NA	NA	NA	NA	NA	NA
Payment frequency	1y	1y	1y	1y	1y	1y
Applicable Interest Rate	3	2,89	3,025	0,75	0,75	1,52
Accrual Start Date	17/10/2023	21/10/2023	30/10/2023	24/10/2023	08/03/2024	26/03/2024
Accrual End Date	17/10/2024	21/10/2024	30/10/2024	24/10/2024	08/03/2025	26/03/2025
Next Interest Payment Date	17/10/2024	21/10/2024	30/10/2024	24/10/2024	10/03/2025	26/03/2025
Isin	BE0002591692	BE0002683648	BE0002690718	BE0002696772	BE0002707884	BE0002882638
Current rating (Moody/Fitch)	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA
Number of notes	500	10000	20000	10000	10000	25000
Issued Nominal Amount	50.000.000	1.000.000.000	2.000.000.000	1.000.000.000	1.000.000.000	2.500.000.000
Outstanding Nominal Amount	50.000.000	1.000.000.000	2.000.000.000	1.000.000.000	1.000.000.000	2.500.000.000
Issue date	27/03/2018	12/02/2020	24/03/2020	29/04/2020	03/06/2020	21/09/2022

Expected Maturity Date	29/03/2038	12/02/2030	24/03/2025	29/04/2027	03/12/2025	21/09/2026
Legal Maturity date	29/03/2039	12/02/2031	24/03/2026	29/04/2028	03/12/2026	21/09/2027
Rate type	Fixed	Fixed	Fixed	Fixed	Fixed	Fixed
Interest rate	1,52	0,04	0,05	0,25	0	2,375
Margin	NA	NA	NA	NA	NA	NA
Fixing rate	NA	NA	NA	NA	NA	NA
Payment frequency	1y	1y	1y	1y	1y	1y
Applicable Interest Rate	1,52	0,04	0,05	0,25	0	2,375
Accrual Start Date	27/03/2024	12/02/2024	24/03/2024	29/04/2024	03/12/2023	21/09/2023
Accrual End Date	27/03/2025	12/02/2025	24/03/2025	29/04/2025	03/12/2024	21/09/2024
Next Interest Payment Date	27/03/2025	12/02/2025	24/03/2025	29/04/2025	03/12/2024	23/09/2024
Isin	BE0002924059	BE0002937184	BE0002948298	BE0002967488	BE0390134972	
Current rating (Moody/Fitch)	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	Aaa/AAA	
Number of notes	10000	10000	7500	10000	10000	
Issued Nominal Amount	1.000.000.000	1.000.000.000	750.000.000	1.000.000.000	1.000.000.000	
Outstanding Nominal Amount	1.000.000.000	1.000.000.000	750.000.000	1.000.000.000	1.000.000.000	
Issue date	22/02/2023	26/04/2023	30/05/2023	28/09/2023	04/06/2024	
Expected Maturity Date	22/02/2027	28/04/2031	30/05/2028	28/09/2026	04/06/2030	
Legal Maturity date	22/02/2028	28/04/2032	30/05/2029	28/09/2027	04/06/2031	
Rate type	Fixed	Fixed	Fixed	Fixed	Fixed	
Interest rate	3,125	3,295	3,25	3,75	3,124	
Margin	NA	NA	NA	NA	NA	
Fixing rate	NA	NA	NA	NA	NA	
Payment frequency	1y	1y	1y	1y	1y	
Applicable Interest Rate	3,125	3,295	3,25	3,75	3,124	
Accrual Start Date	22/02/2024	26/04/2024	30/05/2024	28/09/2023	04/06/2024	
Accrual End Date	22/02/2025	26/04/2025	30/05/2025	28/09/2024	04/06/2025	
Next Interest Payment Date	24/02/2025	28/04/2025	30/05/2025	30/09/2024	04/06/2025	

Tests Details

1. Coverage Tests

1.1 Asset Coverage Test (Residential Mortgages loans)	Minimum Ratio	Current period 1/08/2024 - 31/08/2024	Previous period 1/07/2024 - 31/07/2024
- Cover Test Royal Decree Art.5§1	85,00%	137,82%	137,30%
- Issuer undertaking	110,00%	137,82%	137,30%

Ratio Value of the Residential Mortgage Loans/ Nominal amount of Covered Bonds Issued

1.2 Over-collateralisation Test	Minimum Ratio	Current period 1/08/2024 - 31/08/2024	Previous period 1/07/2024 - 31/07/2024
- Cover Test Royal Decree Art.5§2	105,00%	138,64%	138,12%

Ratio Value of the Cover Assets / Nominal amount of Covered Bonds Issued

1.3 Rating agencies over-collateralisation Ratio	Required level for current rating	Current period 1/08/2024 - 31/08/2024	Previous period 1/07/2024 - 31/07/2024
Moody's	110,50%	148,65%	148,41%
Fitch	104,00%	148,65%	148,41%

Ratio of Nominal amount of Cover Assets / Nominal amount of Covered Bonds Issued

1.4 Amortisation Test

	Proceeds on Cover Assets	Payments on Covered Bonds	Total Surplus (+) / Deficit (-)
- Cover Test Royal Decree Art.5§3	23.056.663.225	-15.169.953.681	7.886.709.544

The sum of interest, principal and other revenues of the cover assets must at least be the interest, principal and costs relating to the covered bonds

2. Liquidity Tests

All amounts are in EURO

2.1 Liquidity Test

- Liquidity Test Royal Decree Art.7§1	Proceeds on Cover Assets	Payments on Covered Bonds	Total Surplus (+) / Deficit (-)
Interests	193.565.657	-138.134.398	55.431.258
Capital redemptions	1.445.087.365	0	1.445.087.365
Costs	0	-7.401.256	-7.401.256
Cash	400.599.471	0	400.599.471
Other (liquidity buffer)	693.380.939	0	693.380.939
Total	2.732.633.433	-145.535.654	2.587.097.779

inflows /outflows in the next 180 days

2.2 Covered Bonds Interest Payment Test

	Liquid Bonds Step 1	Interest payment on Covered Bonds within 3 months	Total Surplus (+) / Deficit (-)
- Issuer Undertaking	111.798.599	68.187.500	43.611.099

Covered Bonds Pool August 2024**Pool summary 1**

All Covered Assets are denominated in EURO

Number of borrowers	Number of loans	Value of loans	Total Outstanding balance	Average outstanding balance / borrower
162.805	234.918	18.770.643.332	20.278.941.278	124.560

Table Origination date

Origination date	Outstanding balance	% Outstanding balance
1995	2.549	0,00
1996	13.314	0,00
1997	44.893	0,00
1998	84.250	0,00
1999	776.268	0,00
2000	623.815	0,00
2001	1.112.311	0,01
2002	3.563.586	0,02
2003	22.955.113	0,11
2004	30.913.600	0,15
2005	91.264.397	0,45
2006	46.604.447	0,23
2007	23.270.518	0,11
2008	31.272.189	0,15
2009	303.928.243	1,50
2010	414.605.862	2,04
2011	161.428.619	0,80
2012	236.611.006	1,17
2013	191.149.260	0,94
2014	808.480.158	3,99
2015	1.066.912.217	5,26
2016	1.218.183.501	6,01

2017	598.299.475	2,95
2018	1.134.222.780	5,59
2019	3.140.516.875	15,49
2020	2.970.157.491	14,65
2021	2.972.886.251	14,66
2022	2.874.474.358	14,17
2023	1.753.045.098	8,64
2024	181.538.832	0,90
Total	20.278.941.278	100,00

Table Final maturity date

Final maturity date	Outstanding balance	% Outstanding balance
2018 - 2022	17.926	0,00
2023 - 2027	371.799.990	1,83
2028 - 2032	2.139.806.191	10,55
> 2032	17.767.317.171	87,61
Total	20.278.941.278	100,00

Table Initial maturity in months

Initial maturity in months	Outstanding balance	% Outstanding balance
0 - 71	16.669.888	0,08
72-107	94.418.196	0,47
108-143	894.036.049	4,41
144-179	1.015.483.473	5,01
180-215	2.340.787.803	11,54
216-251	5.345.886.954	26,36
252-287	855.348.027	4,22
288-323	9.183.878.872	45,29
324-360	434.108.996	2,14

> 360	98.323.021	0,48
Total	20.278.941.278	100,00

Table Seasoning in months

Seasoning in months	Outstanding balance	% Outstanding balance
0 - 12	775.891.619	3,83
13 - 24	2.065.969.936	10,19
25 - 36	3.113.345.711	15,35
37 - 48	3.453.187.931	17,03
49 - 60	2.977.251.947	14,68
61 - 72	2.205.480.909	10,88
73 - 84	751.092.846	3,70
85 - 96	783.803.595	3,87
97 -108	1.015.438.772	5,01
109 -	3.137.478.013	15,47
Total	20.278.941.278	100,00

Table Interest rate

Interest rate	Outstanding balance	% Outstanding balance
Interest rate < 2,5	15.127.415.638	74,60
2.5 < Interest Rate <= 3.0	1.852.596.800	9,14
3.0 < Interest Rate <= 3.5	1.718.745.504	8,48
3.5 < Interest Rate <= 4.0	624.175.438	3,08
4.0 < Interest Rate <= 4.5	280.467.937	1,38
4.5 < Interest Rate <= 5.0	264.733.783	1,31
5.0 < Interest Rate <= 5.5	260.653.745	1,29
5.5 < Interest Rate <= 6.0	133.380.866	0,66
6.0 < Interest Rate <= 6.5	15.125.290	0,07
6.5 < Interest Rate <= 7.0	1.493.800	0,01

Interest Rate > 7.0	152.478	0,00
Total	20.278.941.278	100,00

Table Interest rate review code

Interest rate review code	Outstanding balance	% Outstanding balance
No review	17.809.891.654	87,82
1 y / 1 y	813.709.083	4,01
3 y / 3 y	1.102.450.081	5,44
5 y / 5 y	487.906.719	2,41
10 y / 5 y	58.424.614	0,29
15 y / 5 y	440.046	0,00
20 y / 5 y	6.119.083	0,03
Total	20.278.941.278	100,00

Table Principal payment type

Principal payment type	Outstanding balance	% Outstanding balance
Linear	89.012.467	0,44
Annuity	20.189.928.811	99,56
Total	20.278.941.278	100,00

Table Principal payment frequency

Principal payment frequency	Outstanding balance	% Outstanding balance
Monthly	20.278.941.278	100,00
Total	20.278.941.278	100,00

Table Loan purpose

Loan purpose	Outstanding balance	% Outstanding balance
Purchase	14.463.486.030	71,32
Remortgage	4.217.670.313	20,80
Renovation	590.216.114	2,91
Construction	986.519.600	4,86
Other	21.049.221	0,10
Total	20.278.941.278	100,00

Table Employment type

Employment type	Outstanding balance	% Outstanding balance
Employed	18.297.732.677	90,23
Unemployed	103.053.043	0,51
Self employed	1.878.155.558	9,26
Total	20.278.941.278	100,00

Table Current loan to value

Current loan to value	Outstanding balance	% Outstanding balance
Current Loan To Value <= 10%	373.893.282	1,84
10% < CLTV <= 20%	847.186.381	4,18
20% < CLTV <= 30%	1.314.319.279	6,48
30% < CLTV <= 40%	1.799.493.543	8,87
40% < CLTV <= 50%	2.192.106.343	10,81
50% < CLTV <= 60%	2.610.577.994	12,87
60% < CLTV <= 70%	3.046.855.796	15,02
70% < CLTV <= 80%	3.894.249.694	19,20
80% < CLTV <= 90%	2.925.243.602	14,43
90% < CLTV <= 100%	746.016.258	3,68

100% < CLTV <= 110%	199.871.860	0,99
110% < CLTV <= 120%	127.718.145	0,63
120% < CLTV <= 130%	83.261.903	0,41
130% < CLTV <= 140%	66.061.481	0,33
140% < CLTV <=150%	31.741.631	0,16
150% < CLTV	20.344.088	0,10
Total	20.278.941.278	100,00

Table Loan to mortgage inscription

Loan to mortgage inscription	Outstanding balance	% Outstanding balance
LTM <= 10%	89.271.257	0,44
10% < LTM <= 20%	142.090.121	0,70
20% < LTM <= 30%	268.123.677	1,32
30% < LTM <= 40%	398.643.419	1,97
40% < LTM <= 50%	605.680.685	2,99
50% < LTM <= 60%	880.890.756	4,34
60% < LTM <= 70%	1.038.488.998	5,12
70% < LTM <= 80%	1.045.975.993	5,16
80% < LTM <= 90%	924.886.590	4,56
90% < LTM <= 100%	832.805.928	4,11
100% < LTM <= 110%	640.446.732	3,16
110% < LTM <= 120%	671.510.251	3,31
120% < LTM <= 130%	693.824.703	3,42
130% < LTM <= 140%	716.217.154	3,53
140% < LTM <=150%	829.252.436	4,09
150% < LTM <=160%	1.133.703.741	5,59
160% < LTM <=170%	1.865.795.337	9,20
170% < LTM <=180%	2.400.205.980	11,84
180% < LTM <=190%	2.024.906.714	9,99
190% < LTM <=200%	1.410.514.719	6,96
200% < LTM <=250%	621.246.253	3,06

250% < LTM <=300%	622.521.386	3,07
350% < LTM <=400%	240.983.428	1,19
400% < LTM <=450%	101.132.687	0,50
450% < LTM <=500%	64.869.987	0,32
500% < LTM	14.952.346	0,07
Total	20.278.941.278	100,00

Table Occupancy Type

Occupancy Type	Outstanding balance	% Outstanding balance
Owner occupied	16.512.357.043	81,43
Buy to let	839.227.070	4,14
Other	2.927.357.165	14,44
Total	20.278.941.278	100,00

Table IFRS 9 Stage

IFRS 9 Stage	Outstanding balance	% Outstanding balance
Stage 1	19.697.651.084	97,13
Stage 2	529.650.156	2,61
Stage 3	51.640.038	0,25
Total	20.278.941.278	100,00

Table Provincie

Provincie	Outstanding balance	% Outstanding balance
Onbekend	33.519.938	0,17
Brussels Hoofdstedelijk gew	1.432.220.367	7,06
Waals Brabant	198.341.015	0,98
Vlaams Brabant	3.552.962.335	17,52

Antwerpen	5.674.265.889	27,98
Limburg	2.385.118.294	11,76
Luik	357.152.781	1,76
Namen	28.068.155	0,14
Henegouwen	109.825.887	0,54
Luxemburg	24.130.204	0,12
West-Vlaanderen	2.736.600.059	13,49
Oost-Vlaanderen	3.746.736.355	18,48
Total	20.278.941.278	100,00

Table Region

Region	Outstanding balance	% Outstanding balance
1. Flanders	18.129.202.870	89,40
2. Brussels	1.432.220.367	7,06
3. Wallonie	717.518.041	3,54
Total	20.278.941.278	100,00

Table Balance detail

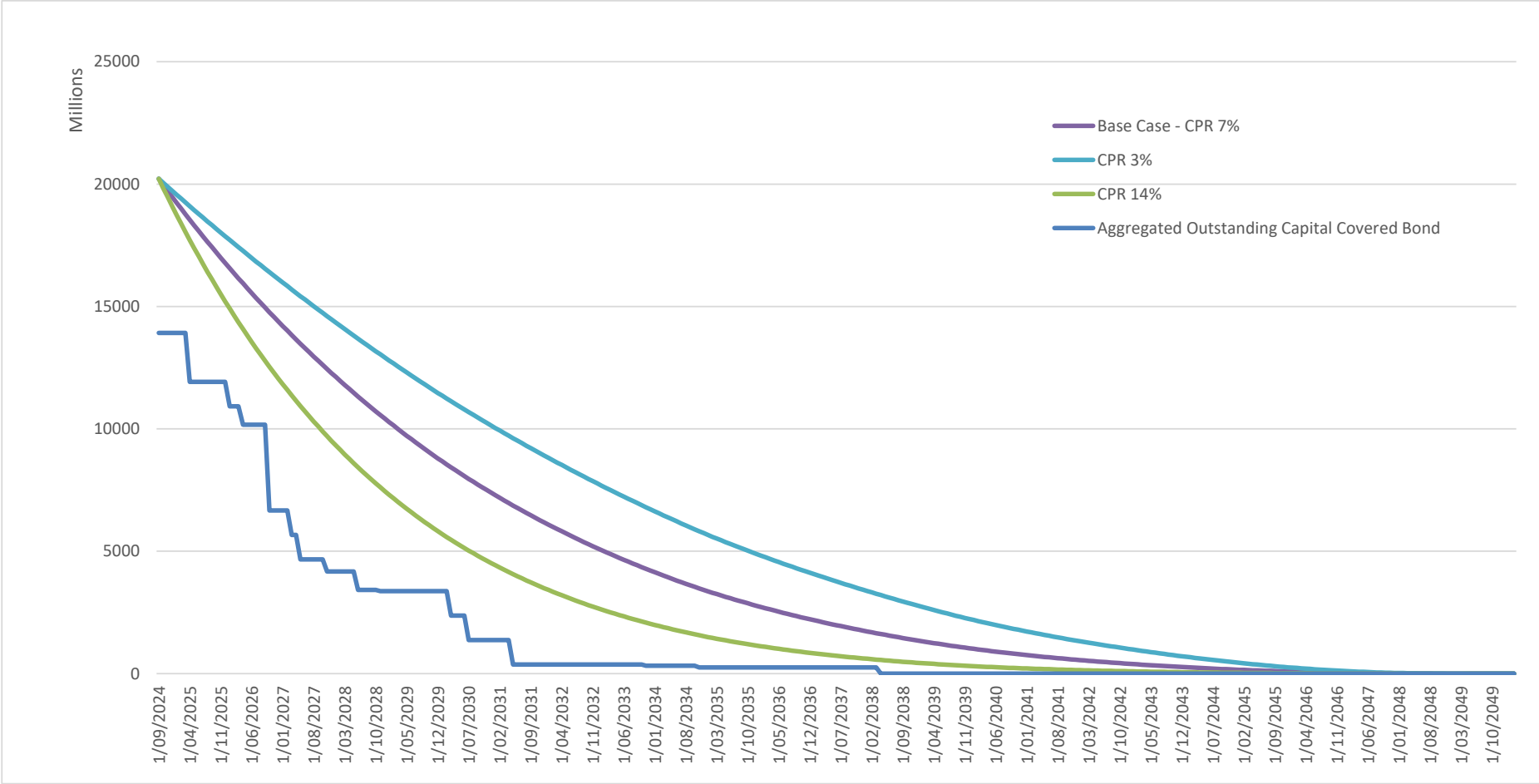
Balance detail	Outstanding balance	% Outstanding balance
0 - 25.000	767.656.000	3,79
25.000 - 50.000	1.329.196.019	6,55
50.000 - 75.000	1.674.113.795	8,26
75.000 - 100.000	1.809.585.870	8,92
100.000 - 125.000	1.761.349.021	8,69
125.000 - 150.000	1.798.720.479	8,87
150.000 - 175.000	1.802.405.624	8,89
175.000 - 200.000	1.632.688.705	8,05
200.000 - 300.000	4.747.221.372	23,41
300.000 - 400.000	1.993.944.961	9,83

400.000 - 500.000	603.659.941	2,98
500.000 - 600.000	218.071.564	1,08
600.000 - 800.000	112.975.155	0,56
800.000 - 1.000.000	27.352.772	0,13
Total	20.278.941.278	100,00

Table Current loan to value indexed

Current loan to value indexed	Outstanding balance	% Outstanding balance
CLTVi <= 10%	808.625.998	3,99
10% < CLTVi <= 20%	1.690.496.665	8,34
20% < CLTVi <= 30%	2.381.306.773	11,74
30% < CLTVi <= 40%	2.808.217.867	13,85
40% < CLTVi <= 50%	2.965.190.793	14,62
50% < CLTVi <= 60%	2.880.603.871	14,20
60% < CLTVi <= 70%	2.708.565.946	13,36
70% < CLTVi <= 80%	2.156.418.587	10,63
80% < CLTVi <= 90%	1.468.297.162	7,24
90% < CLTVi <= 100%	355.122.626	1,75
100% < CLTVi <= 110%	23.506.185	0,12
110% < CLTVi <= 120%	13.036.727	0,06
120% < CLTVi <= 130%	5.329.119	0,03
130% < CLTVi <= 140%	3.980.543	0,02
140% < CLTVi <= 150%	1.643.779	0,01
150% < CLTVi	8.598.637	0,04
Total	20.278.941.278	100,00

Amortisation Graph under different CPR scenario's



Definitions and Remarks

Amortisation Test

The interest and principal coverage test is done at the CPR/CDR and loss given default which is derived from a KBC proprietary risk model. Costs, Fees and Expenses Related to Covered Bonds are simulated based on the assumption of a fixed amount of EUR 5 million p.a. and 5 bp on the outstanding mortgage loan balance.

Liquidity Test

The Liquidity test is done at the CPR/CDR and loss given default which is derived from a KBC proprietary model. Costs, Fees and Expenses Related to Covered Bonds are simulated based on the assumption of a fixed amount of EUR 5 million p.a. and 5 bp on the outstanding mortgage loan balance.

Current Loan to Value

Current Loan to Current Value is defined as the ratio of the sum of the current balance of the residential mortgage loans divided by the sum of the non-indexed property values on which KBC was granted a first ranking mortgage inscription by the client.

Current Loan To Mortgage Inscription

Current Loan to Mortgage inscription is defined as the ratio of the sum of the current balance of the residential mortgage loans divided by the sum first ranking mortgage inscriptions excluding mandates by the client.

Interest Type

The interest type "Fixed" means that the interest rate of a loan is fixed during the entire life of the loan. The interest types "X/Y/Y" are interest types whereby the loan has a first fixed interest period of Y years followed by fixed interest periods of X years. A 10/5/5 is hence a loan that has an interest rate that is fixed during the first 10 years after which it will reset and have fixed interest periods of 5 year. The interest resets are legally defined in Belgium and are based on the OLO rates.

Prepayments

The monthly percentage is defined as: *Prepayments during the month / (Principal balance of Mortgage Loans at beginning of the calculation period)*

The annualised prepayment rate (CPR) is defined as: $1 - (1 - \text{monthly percentage})^{12}$

Disclaimer

The information in this investor report (the **Report**) has been prepared by KBC Bank NV (**KBC Bank**) in respect of the Belgian covered bonds issued by KBC Bank (the **KBC Covered Bonds**).

This Report is prepared for general information purposes only and none of the information herein constitute an offer or invitation to sell, or any solicitation of any offer to subscribe for or purchase any financial instruments. The information contained in this Report is published for the assistance of the recipient, but is not to be relied upon as authoritative or taken in substitution for the exercise of judgment by any recipient. This Report does not comprise investment advice and nothing contained herein shall form the basis of any contract or commitment whatsoever and this Report does not constitute a recommendation regarding the KBC Covered Bonds.

All opinions, estimates and projections contained in this report are those of KBC Bank as of the date hereof and are subject to change without notice. The information contained in this Report was obtained from a number of different sources. KBC Bank believes that (i) this Report is reliable and the information in this Report has been treated with all reasonable care and (ii) KBC Bank exercises the greatest care when choosing its sources of information and passing the information. Nevertheless errors or omissions cannot be excluded and no undertaking, representation, warranty or other assurance, express or implied, is given or made by or on behalf of KBC Bank as to the accuracy, fairness, completeness or sufficiency of the information, opinions, statements, projections, estimates or beliefs contained in this Report. Save in the case of fraud, no liability is accepted by KBC Bank for any loss, cost or damage suffered or incurred as a result of the use of or reliance upon any such information or opinion which is attributable to any errors, inaccuracies, omissions or misstatements (whether negligent or otherwise) contained in this document.

In the United Kingdom, this Report is intended only for Investment Professionals (as defined in The Financial Services and Markets Act 2000 (Financial Promotion) Order 2001) and is not intended to be distributed or passed on, directly or indirectly, to any other class of persons (in particular retail client) in the United Kingdom. Any person who is not Investment Professionals should not act or rely on this Report or any of its contents.

The information is not intended for persons who are resident in the United States or who are physically present in the United States and the Belgian Covered Bonds are not or will not be registered under the US Securities Act of 1933 as amended and the Belgian Covered Bonds may not be offered or sold within the United States or to, or for the account or benefit of US persons, except in certain circumstances exempt from the registration requirements of the Securities Act.

This Report and its contents are confidential and are being provided to you solely for your information and may not be retransmitted, further distributed to any other person or published, in whole or in part, by any medium or in any form for any purpose without the prior written consent of KBC Bank. The opinions presented herein are based on general information gathered at the time of writing and are subject to change without notice. KBC Bank relies on information obtained from sources believed to be reliable but does not guarantee its accuracy or completeness.

Forward-looking statements:

This Report contains non-IFRS information and “*forward-looking statements*” relating to KBC Bank including with respect to the strategy, earnings and capital trends of KBC Bank, that are subject to known and unknown risks and uncertainties, many of which are outside of KBC Bank’s control and are difficult to predict, that may cause actual results to differ materially from any future results expressed or implied from the forward-looking statements. In this Report, the words “*anticipates*,” “*believes*,” “*estimates*,” “*seeks*,” “*expects*,” “*plans*,” “*intends*” and similar expressions, as they relate to KBC Bank, are intended to identify forward-looking statements. Important factors that could cause actual results to differ materially from such expectations include, without limitation: the inability to obtain necessary regulatory approvals or to obtain them on acceptable terms; the economic environment of the industries in which KBC Bank operates; costs associated with research and development; changes in the prospects for products in the pipeline or under development by KBC Bank; dependence on the existing management of KBC Bank; changes or uncertainties in tax laws or the administration of such laws; changes or uncertainties in the laws or regulations applicable to the markets in which KBC Bank operates. All written and oral forward-looking statements attributable to KBC Bank or persons acting on its behalf are expressly qualified in their entirety by the cautionary statements above. KBC Bank does not intend, or undertake any obligation, to update these forward-looking statements.

Potential users of this Report and each investor is encouraged to contact its local regulatory authorities to determine whether any restrictions apply to their ability to purchase investments to which this report refers. This Report or any part of it may not be reproduced, distributed or published without the prior written consent of KBC Bank. All rights reserved.