



Group interim report – First Half-Year

1 January - 30 June 2022



OVB profile

OVB stands for cross-thematic and above all client-oriented allfinanz advice with a long-term approach provided to private households. With approximately 4.2 million clients, well over 5,600 financial agents and activities in 15 national markets, OVB is one of the leading financial intermediary groups in Europe.

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Key figures for the OVB Group

Key operating figures

| | Unit | 01/01 - 30/06/2021 | 01/01 - 30/06/2022 | Change |
|----------------------------|--------------|-----------------------|-----------------------|--------|
| Clients (30/06) | Number | 4.05 m | 4.22 m | +4.1 % |
| Financial advisors (30/06) | Number | 5,465 | 5,630 | +3.0 % |
| Brokerage income | Euro million | 159.2 | 169.7 | +6.6 % |

Key financial figures

| | Unit | 01/01 - 30/06/2021 | 01/01 - 30/06/2022 | Change |
|--|--------------|-----------------------|-----------------------|------------|
| Earnings before interest and taxes (EBIT) | Euro million | 12.4 | 11.2 | -9.8 % |
| EBIT margin | % | 7.8 | 6.6 | -1.2 %-pts |
| Consolidated net income after non-controlling interests | Euro million | 9.6 | 6.2 | -34.8 % |
| Earnings per share (undiluted) | Euro | 0.67 | 0.44 | -34.8 % |

Key figures for the regions

Central and Eastern Europe

| | Unit | 01/01 - 30/06/2021 | 01/01 - 30/06/2022 | Change |
|---|--------------|-----------------------|-----------------------|------------|
| Clients (30/06) | Number | 2.76 m | 2.88 m | +4.4 % |
| Financial advisors (30/06) | Number | 3,188 | 3,312 | +3.9 % |
| Brokerage income | Euro million | 76.1 | 86.5 | +13.7 % |
| Earnings before interest and taxes (EBIT) | Euro million | 8.3 | 8.9 | +8.3 % |
| EBIT margin | % | 10.9 | 10.3 | -0.6 %-pts |

Germany

| | Unit | 01/01 - 30/06/2021 | 01/01 - 30/06/2022 | Change |
|---|--------------|-----------------------|-----------------------|------------|
| Clients (30/06) | Number | 608,544 | 614,407 | +1.0 % |
| Financial advisors (30/06) | Number | 1,216 | 1,211 | -0.4 % |
| Brokerage income | Euro million | 31.7 | 31.0 | -2.2 % |
| Earnings before interest and taxes (EBIT) | Euro million | 5.0 | 3.9 | -23.0 % |
| EBIT margin | % | 15.8 | 12.4 | -3.4 %-pts |

Southern and Western Europe

| | Unit | 01/01 - 30/06/2021 | 01/01 - 30/06/2022 | Change |
|---|--------------|-----------------------|-----------------------|------------|
| Clients (30/06) | Number | 680,572 | 722,135 | +6.1 % |
| Financial advisors (30/06) | Number | 1,061 | 1,107 | +4.3 % |
| Brokerage income | Euro million | 51.4 | 52.2 | +1.5 % |
| Earnings before interest and taxes (EBIT) | Euro million | 4.7 | 4.5 | -4.3 % |
| EBIT margin | % | 9.2 | 8.7 | -0.5 %-pts |



Frank Burow, CFO

- Born 1972
- More than 20 years of experience in finance, accounting and controlling
- With OVB since 2010

Mario Freis, CEO

- Born 1975
- More than 25 years of experience in the distribution of financial services
- With OVB since 1995

Dear shareholders, Ladies and gentlemen,

OVB managed to keep up its continuous successful business performance over the first half-year 2022. The number of OVB clients in 15 European countries kept growing by 4.1 per cent to 4.22 million, the number of financial agents gained 3.0 per cent to 5,630. OVB Group's brokerage income was up again considerably in the reporting period, by 6.6 per cent compared to the prior-year amount, coming to Euro 169.7 million. Despite a challenging environment impacted by war, a pandemic and inflation, the great commitment of our Europe-wide sales team made a significant increase in sales possible. We observe that the need for advice is growing among the people in Europe particularly in times like these, as verified by increasing numbers of clients in all three segments.

We are glad that first OVB in-person events and meetings were possible again in the first half-year 2022. Such gatherings are a key element of OVB's corporate culture and promote teamwork across the regions and national borders. Corresponding increased other operating expenses, apart from additional one-off effects, resulted in a temporary decrease in the operating result (EBIT) to Euro 11.2 million in the reporting period. On the whole, brokerage income as well as operating result for the half-year have exceeded our expectations.

This is among the reasons why we confirm, in view of all external risks, our forecast for financial year 2022 and expect brokerage income within a range of Euro 315 million to 330 million and an operating result between Euro 22 million and 25 million.

Kind regards



Mario Freis
CEO



Frank Burow
CFO

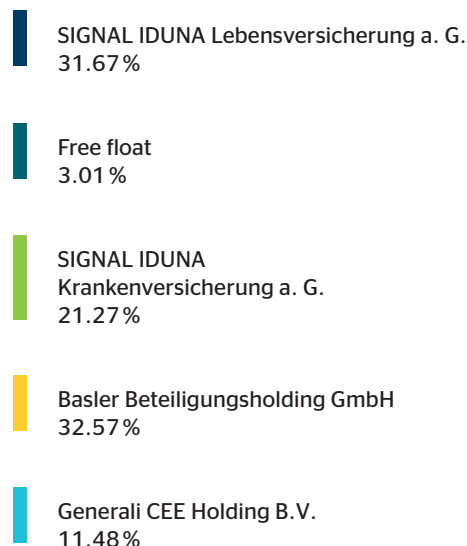
OVB on the capital market

The German stock market recorded an excellent performance of 15.8 per cent in the year 2021 and in the first days of the year 2022 the Dax reached a new all-time high of 16,272 points. From that level, however, stock prices dropped again in view of fast growing prices for commodities, rising inflation and expected increases in the central banks' policy rates. On 23 February - the day before the Russian invasion of Ukraine - the Dax was at 14,631 points, thus already showing a 7.9 per cent decline from its 2021 year-end level. As a consequence of Russia's war of aggression, the Dax went down to 12,832 points by early March. After having recovered in the meantime, the index dropped to 12,784 points again as of the end of June.

| | | |
|------------------------------------|-------------------------------|--------------|
| WKN/ISIN Code | 628656/DE0006286560 | |
| Stock symbol / Reuters / Bloomberg | O4B/O4BG.DE/O4B:GR | |
| Class of shares | No-par ordinary bearer shares | |
| Number of shares | 14,251,314 | |
| Share capital | Euro 14,251,314.00 | |
| Xetra price (closing prices) | | |
| Prior year-end | Euro 25.00 | (30/12/2021) |
| High | Euro 29.40 | (31/05/2022) |
| Low | Euro 21.60 | (04/04/2022) |
| Last | Euro 26.80 | (30/06/2022) |
| Market capitalisation | Euro 382 million | (30/06/2022) |

The share of OVB Holding AG closed the year 2021 with a price of Euro 25.00. During the first three months of 2022, the stock price ranged between Euro 23.00 and Euro 25.60. Starting in early April, the price of the OVB share went up successively to reach Euro 29.40 on 31 May. By the end of June, the OVB share was traded at Euro 26.80. Only 3.0 per cent of the shares of OVB Holding AG are free float so that the trading volume and thus the significance of the share price are closely limited.

The Annual General Meeting of OVB Holding AG for financial year 2021 was held on 15 June 2022 as an online meeting as in the year before; shareholder



Shareholder structure of OVB Holding AG as of 30/06/2022

presence amounted to roughly 97 per cent of the share capital. In his speech, CEO Mario Freis presented a positive summary of the successful financial year 2021 and an optimistic outlook despite the difficult general conditions. Shareholders almost unanimously adopted the distribution of a regular dividend increased to Euro 0.90. The total amount of dividends paid out comes to Euro 12.83 million.

Interim consolidated management report of OVB Holding AG for the period from 1 January to 30 June 2022

Course of business

As the management holding company, OVB Holding AG is at the top of OVB Group. OVB stands for cross-thematic financial advice based on a long-term approach. Private households in Europe are the key target group. The Company cooperates with more than 100 high-capacity product partners and fulfils its clients' individual needs with competitive products, starting at basic protection for financial security as well as asset and financial risk protection, followed by retirement provision, asset generation and wealth management.

OVB is currently active in 15 European countries as an intermediary for financial products. OVB's 5,630 full-time financial agents support 4.22 million clients. The Group's broad European positioning stabilizes its business performance and opens up growth potential. OVB's 15 national markets are different in terms of structure, development status and size. OVB has a leading market position in several of these countries. In the course of demographic transition, the number of senior citizens in Europe rises as the number of young people is going down. Public social security systems are increasingly being overburdened. Therefore, OVB continues to see considerable potential for the services it provides.

The cross-thematic advice of clients through all stages of their life is based on a comprehensive, tried and tested approach: The identification and analysis of each client's financial situation form the basis of counselling. The financial agents particularly ask for the client's wishes and goals and then create an individually tailored solution in consideration of personal financial resources, a solution with a long-term horizon that is both affordable and sufficiently flexible. OVB accompanies its clients over many years. Service meetings with clients are held on a regular basis in order to consistently adjust our clients' financial planning to their current situation in life. This effort results in protection and provision concepts suited to each client's demands and respective phase of life.

The ongoing COVID-19 pandemic and the corresponding restrictions for in-person client meetings have accelerated the process of developing the technical conditions required for digitally supported advisory service. All of OVB's operating subsidiaries have comprehensive solutions at their disposal for providing video advice and digitally concluding business transactions online thanks to targeted investments.

The professional training of the financial agents, the analysis of client demand and the resulting product recommendations are based on the general conditions prevailing in the respective market. The continuous advancement of these issues is given great emphasis. OVB is thus capable of adjusting quickly to any future regulatory or qualitative requirements.

Macroeconomic environment

OVB currently operates in 15 European countries divided into three regional segments: OVB's Central and Eastern Europe segment comprises the national markets Croatia, Czechia, Hungary, Poland, Romania, Slovakia and Ukraine; the Group generated roughly 49 per cent of its sales in this segment in the previous year. 20 per cent of OVB Group's sales were accounted for by the German market in the past financial year. The national markets Austria, Belgium, France, Greece, Italy, Spain and Switzerland constitute the Southern and Western Europe segment, contributing some 31 per cent to OVB Group's brokerage income in 2021. With the exception of Switzerland, these countries belong to the eurozone. OVB thus generates roughly four fifths of its brokerage income outside Germany. Against this backdrop it is important to consider the macroeconomic development in Europe for an assessment of the business performance. Among the relevant factors are economic growth, the development of the job market and changes in the income situation of private households.

After the economic output had gone down in 2020 as a consequence of the COVID-19 pandemic, the eurozone's gross domestic product gained 5.3 per cent over the past year. Then again, the omicron variant of the COVID-19 virus started to spread globally near the end of 2021, continuing to affect the economic development. China for example as an important global trading partner keeps adhering to a zero-COVID strategy, leading to a massive impact on worldwide supply chains.

On 24 February 2022, Russia started its war of aggression in Ukraine. Apart from the humanitarian crisis caused by this war, the conflict is putting a strain on the global economy. In its Economic Outlook (June 2022), the OECD expects the eurozone to drop half its economic growth, recording 2.6 per cent in the full year 2022. In Germany, the increase in gross domestic product can be expected to even go down to 1.9 per cent.

Growth loss is being accompanied by rising inflation. Particularly commodities, power and food are becoming significantly more expensive. Due to disrupted

international supply chains - caused by the pandemic and the war in Ukraine - even supply bottlenecks cannot be ruled out for the current year and the next years.

According to the OECD forecast, the inflation rate in the euro area will more than double from 2.6 per cent in 2021 to 7.0 per cent in 2022. Rising inflation increases the pressure on the central banks to tighten their so far very loose monetary policies which in turn might affect the economy additionally. The situation of the job market still appears relatively robust by contrast.

On the whole, the income situation of Europe's private households appears uncertain in many respects. This may reduce their available resources for private financial provision and protection. Contrary to that, dramatically escalated risks in the political and economic environment give rise to considerably increased willingness

among private households to invest in financial provision and protection. Investors focus on retirement provision based on real property and stocks in particular. In demand are direct investments in funds and unit-linked life or pension insurance. Especially worth highlighting is unit-linked pension insurance with guaranteed lifetime annuity. Investment risks linked to that are mitigated by modern risk management tools. Thus, investment opportunities remain that make it possible to generate attractive returns for investors at limited risk. Apart from that, OVB identifies considerable growth in many countries for products covering biometric risks such as death, invalidity, sickness and care dependency.

OVB is certain that the demand for cross-thematic, competent and comprehensive personal advice on all kinds of financial matters is increasing: The product offering for private households is almost inscrutable

Key macroeconomic indicators

| | Real GDP (change in %) | | | Consumer prices (change in %) | | | Unemployment rate in % [Unemployed / (Employed + Unemployed)] | | |
|------------------|---------------------------|------------|------------|----------------------------------|------------|------------|---|------------|------------|
| | 2021 | 2022f | 2023f | 2021 | 2022f | 2023f | 2021 | 2022f | 2023f |
| Czech Republic | 3.3 | 1.8 | 2.0 | 3.8 | 13.0 | 5.6 | 2.8 | 2.5 | 2.6 |
| Hungary | 7.1 | 4.0 | 2.5 | 5.1 | 10.3 | 7.0 | 4.0 | 3.8 | 3.7 |
| Poland | 5.9 | 4.4 | 1.8 | 5.1 | 11.1 | 6.5 | 3.4 | 2.9 | 2.9 |
| Romania | 5.9 | 3.1 | 2.6 | 5.0 | 11.9 | 8.5 | 5.6 | 5.8 | 5.7 |
| Slovakia* | 3.0 | 2.3 | 3.4 | 2.8 | 10.8 | 10.1 | 6.8 | 6.7 | 6.4 |
| Eurozone* | 5.3 | 2.6 | 1.6 | 2.6 | 7.0 | 4.6 | 7.7 | 7.1 | 7.4 |
| Germany* | 2.9 | 1.9 | 1.7 | 3.2 | 7.2 | 4.7 | 3.6 | 3.1 | 3.4 |
| Austria* | 4.6 | 3.6 | 1.4 | 2.8 | 6.7 | 4.7 | 6.2 | 5.2 | 5.0 |
| Belgium* | 6.2 | 2.4 | 1.0 | 3.2 | 9.0 | 4.8 | 6.3 | 6.0 | 6.4 |
| France* | 6.8 | 2.4 | 1.4 | 2.1 | 5.2 | 4.5 | 7.9 | 7.5 | 7.8 |
| Greece* | 8.3 | 2.8 | 2.5 | 0.6 | 8.8 | 3.4 | 14.7 | 12.4 | 12.6 |
| Italy* | 6.6 | 2.5 | 1.2 | 1.9 | 6.3 | 3.8 | 9.5 | 9.0 | 9.3 |
| Spain* | 5.1 | 4.1 | 2.2 | 3.0 | 8.1 | 4.8 | 14.8 | 13.6 | 13.9 |
| Switzerland | 3.7 | 2.5 | 1.3 | 0.6 | 2.5 | 1.8 | 5.1 | 4.7 | 4.6 |

f = forecast

* = Harmonised index of consumer prices

Source: OECD Economic Outlook; Volume 2022 Issue 1: Preliminary Version © OECD 2022

and state support plans are hard to comprehend. In addition to that, financial decisions once made must be routinely reviewed and adapted if necessary to changing needs and situations in life. From OVB's vantage, the market for private risk protection and provision therefore offers long-term potential and sound opportunities for growth despite the currently challenging environment.

Business performance

OVB Group's brokerage income amounted to Euro 169.7 million in the period from January through June 2022 altogether. This equals 6.6 per cent growth over the prior-year amount of Euro 159.2 million. This expansion of business activity was driven in particular by the segment Central and Eastern Europe.

By the end of June 2022, OVB supported 4.22 million clients in 15 countries of Europe (previous year: 4.05 million clients). The total number of financial agents working for OVB gained 3.0 per cent from 5,465 as of the prior-year reporting date to 5,630 financial agents as of 30 June 2022. The structure of the new business has changed only slightly compared to the prior-year period: The share of unit-linked provision products went down from 33.9 per cent in the prior-year period to 33.0 per cent, the share of other provision products came to 20.6 per cent of new business compared to 22.0 per cent in the first half-year 2021. While the respective shares of the product categories property, accident and legal expenses insurance, building society savings contracts / financing and investment funds went up, the shares of state-subsidized provision products and health insurance in the new business went down. The real property business remains unchanged at a low level.

Central and Eastern Europe

Brokerage income of the Central and Eastern Europe segment gained 13.7 per cent to Euro 86.5 million on account of sales increases in almost all the national markets of this target region. The number of financial agents working for OVB went up from 3,188 as of the prior-year reporting date by 3.9 per cent to 3,312 financial agents as of 30 June 2022. OVB's financial agents supported 2.88 million clients (previous year: 2.76 million clients). Unit-linked provision products kept the lion's share of new business at 32.9 per cent (previous year: 33.0 per cent), followed by other provision products at 28.0 per cent (previous year: 30.9 per cent) and property, accident and legal expenses insurance at 15.8 per cent (previous year: 13.8 per cent).

**Breakdown of new business
1-6/2022 (1-6/2021)**



- Unit-linked provision products
33.0% (33.9%)
- State-subsidised provision products
9.2% (10.1%)
- Building society savings contracts/financing
13.8% (12.2%)
- Property, accident and legal expenses insurance
15.0% (13.7%)
- Health insurance
1.9% (2.1%)
- Investment funds
6.4% (5.9%)
- Other provision products
20.6% (22.0%)
- Real property
0.1% (0.1%)

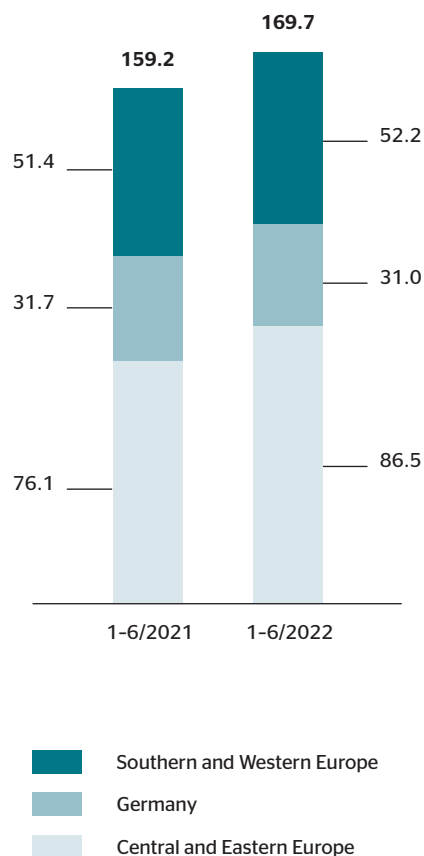
Germany

Brokerage income generated in the Germany segment dropped 2.2 per cent to Euro 31.0 million (previous year: Euro 31.7 million). With 1,211 financial agents, 0.4 per cent fewer advisors worked for OVB in Germany as of the reporting date 30 June 2022 than one year before (previous year: 1,216 advisors). The number of

actively supported clients as of 30 June 2022 was 614,407, compared to 608,544 clients one year before. Especially popular with clients was the product category building society savings contracts / financing, gaining on the prior-year period and coming to a share in new business of 24.4 per cent (previous year: 16.2 per cent), followed closely by unit-linked provision products with a share of 24.3 per cent (previous year: 27.4 per cent). Investment funds contributed 12.5 per cent to the new business (previous year: 9.0 per cent). Property, accident and legal expenses insurance products went down from 13.9 per cent to 12.0 per cent. Other provision products added altogether 11.0 per cent to new business (previous year: 14.6 per cent), state-subsidized provision products came to a share of 10.9 per cent (previous year: 13.1 per cent).

Brokerage income by region

Euro million, figures rounded



Southern and Western Europe

Brokerage income in the Southern and Western Europe segment grew 1.5 per cent to Euro 52.2 million. The performance was significantly positive particularly in the Spanish and Austrian markets. The number of financial agents rose from 1,061 by 4.3 per cent to 1,107 advisors who supported altogether 722,135 clients in the segment's seven countries, compared to 680,572 clients by 30 June 2021. The brokerage of unit-linked provision products was particularly successful in the first half-year 2022, amounting to a 37.4 per cent share of the new business (previous year: 39.0 per cent). State-subsidized provision products contributed 27.0 per cent to sales (previous year: 26.8 per cent), followed by property, accident and legal expenses insurance products with a share of 14.8 per cent (previous year: 13.4 per cent).

Profit / Loss

OVB Group generated brokerage income of Euro 169.7 million in the first half-year 2022, equivalent to a 6.6 per cent increase over the income of Euro 159.2 million of the prior-year period of comparison. Particularly the Central and Eastern Europe segment contributed to this expansion of business. Other operating income went up 27.0 per cent from Euro 4.6 million to Euro 5.9 million. Material factors of this positive performance were higher income from the reversal of provisions, increasing reimbursement of training costs paid by the sales force and higher income from the reversal of valuation allowances for receivables.

The increase in brokerage expenses was slightly disproportionate compared to brokerage income, gaining 4.4 per cent from Euro 107.1 million to Euro 111.7 million. Personnel expense for the Group's employees increased by 9.4 per cent, from Euro 20.6 million to Euro 22.6 million, due to the scheduled staff expansion and salary adjustments in line with the market. At Euro 4.2 million, depreciation and amortization were 15.1 per cent above the prior-year amount of Euro 3.7 million, due primarily to higher amortization of intangible assets. Other operating expenses went up 28.8 per cent from Euro 20.1 million to Euro 25.9 million. Following the restrictions caused by the COVID-19 pandemic, resumed sales events and the intensification of training efforts were the main reason for that.

OVB Group generated an operating result (EBIT) of Euro 11.2 million in the first six months of 2022, equivalent to a 9.8 per cent decrease compared to the prior-year result of Euro 12.4 million. The EBIT of the Central and Eastern Europe segment gained 8.3 per cent from

Euro 8.3 million to Euro 8.9 million. Material increases were achieved by the operating subsidiaries in Romania, Czechia and Croatia. Contrary to that, the operating result of the Germany segment dropped 23.0 per cent from Euro 5.0 million to Euro 3.9 million. The EBIT of the Southern and Western Europe segment came to Euro 4.5 million, thus almost keeping the prior-year level of Euro 4.7 million. The negative operating result of the Corporate Center including consolidation effects expanded from Euro -5.6 million to Euro -6.2 million year-on-year. Reasons are primarily higher depreciation and amortization and higher personnel expense. OVB Group's EBIT margin went down from 7.8 per cent in the previous year to 6.6 per cent in the reporting period.

The financial result, showing an insignificant positive balance of Euro 0.1 million in the previous year, came to Euro -1.6 million, accounted for higher finance expense caused by decreases in the fair values of securities and capital investments, caused in turn by price loss in the stock markets which have recently been under pressure. Taxes on income went up from Euro 2.9 million to Euro 3.2 million. After non-controlling interests, consolidated net income thus amounts to Euro 6.2 million. Compared to the prior-year amount of Euro 9.6 million, this result means a decrease by Euro 3.3 million or rather 34.8 per cent. Earnings per share went down accordingly, from Euro 0.67 for the prior-year period of comparison to Euro 0.44 for the first half-year 2022 - based respectively on 14,251,314 shares.

Financial position

The cash flow from operating activities in the first half-year 2022 was reduced from Euro 19.5 million in the prior-year period of comparison to Euro 10.1 million. This development is principally accounted for by three factors: a lower increase in provisions (Euro 0.5 million; previous year: Euro 4.8 million), a lower increase in trade payables and other liabilities (Euro 2.4 million; previous year: Euro 6.2 million) and the decrease in consolidated earnings before income tax from Euro 12.5 million to Euro 9.6 million.

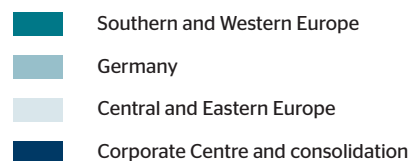
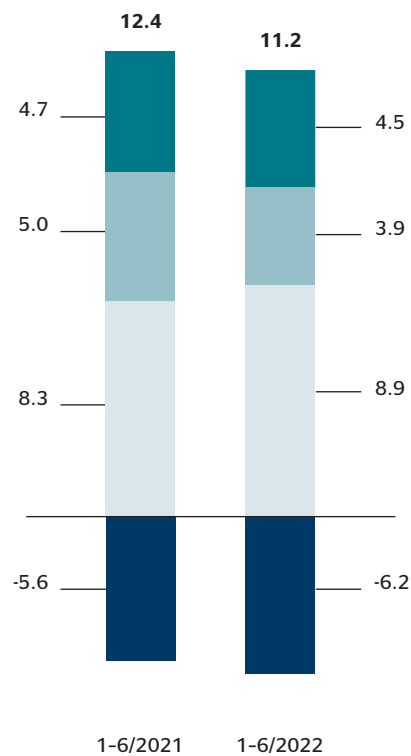
Cash inflow from investing activities was expanded year-on-year from Euro 0.8 million to Euro 12.0 million. The Company collected payments from the disposal of securities and other short-term capital investments in the amount of Euro 14.2 million in the first half-year 2022 (previous year: Euro 6.6 million). Contrary to that, hardly any more payments were made for expenditure on securities and other short-term capital investments (previous year: Euro 2.6 million). Pay-

ments for expenditure on non-current tangible assets came to Euro 0.6 million (previous year: Euro 1.5 million) and for expenditure on non-current intangible assets to Euro 2.2 million (previous year: Euro 2.3 million).

The cash flow from financing activities showed cash outflow of Euro 14.2 million in the reporting period and of Euro 15.7 million in the prior-year period of comparison, in both cases dominated by the payment of dividends (Euro 12.8 million; previous year: Euro 14.3 million).

Earnings before interest and taxes (EBIT) by segment

Euro million, figures rounded*



*adding values may result in rounding differences

The prior-year amount included the payment of an anniversary bonus of Euro 0.25 per share on the occasion of the Company's 50 years of existence. Apart from the dividends, payments on principal and interest components of lease liabilities from financing activities applied.

The Company's cash and cash equivalents in the total amount of Euro 82.0 million as of the reporting date are up Euro 4.9 million from the amount of Euro 77.1 million as of 30 June 2021.

Assets and liabilities

Total assets of OVB Holding AG amounted to Euro 252.3 million as of 30 June 2022 after Euro 257.8 million as of year-end 2021. Comparing both closing dates, non-current assets decreased from Euro 37.1 million to Euro 36.0 million, principally on account of a decrease in rights of use of leased objects over time.

Current assets went down slightly from Euro 220.7 million to Euro 216.3 million. Due to an adjustment of values and the partial sale of securities and other short-term capital investments, the corresponding financial statement item was reduced by Euro 16.1 million to Euro 38.2 million (31 December 2021: Euro 54.3 million). Contrary to that are respective increases in cash and cash equivalents by Euro 7.4 million to Euro 82.0 million (31 December 2021: Euro 74.6 million) and in receivables and other assets by Euro 5.3 million to Euro 54.5 million (31 December 2021: Euro 49.2 million).

The Company's equity went down from Euro 91.4 million as of 31 December 2021 by Euro 6.8 million to Euro 84.6 million. Among the reasons for that was the payment of the dividend for the 2021 financial year in June 2022 by which retained earnings decreased from Euro 24.0 million to Euro 17.4 million. The equity ratio comes to 33.5 per cent as compared to 35.4 per cent as of year-end 2021.

Non-current liabilities of Euro 12.2 million remained virtually unchanged (31 December 2021: Euro 12.8 million). There are still no liabilities to banks.

Comparing closing dates, there were hardly any changes in current liabilities as well - their total gained insignificantly from Euro 153.7 million to Euro 155.5 million. A decrease in provisions for taxes by Euro 1.1 million to Euro 0.6 million was countered by an increase in other liabilities by Euro 1.5 million to Euro 59.7 million.

Personnel

OVB Group had altogether 702 employees on average in the reporting period (previous year: 672 employees) in the holding company, the head offices of the operating subsidiaries and in the service companies, controlling and managing the Group. Employees support the self-employed financial agents who work for OVB by providing the service oriented execution of all core processes and the necessary technical infrastructure, conducting training courses, developing and implementing sales promoting measures, fulfilling administrative tasks and offering assistance for compliance with regulatory requirements, among other functions.

Executive Board

Effective 31 May 2022, the Supervisory Board has given its consent to the termination of the Executive Board employment contract of Thomas Hücker. Thomas Hücker had been a member of the Executive Board of OVB Holding AG as Chief Operating Officer (COO) since 2014. He has left the Company at his request for personal reasons. Since 1 June 2022, CEO Mario Freis has assumed Mr. Hücker's responsibilities on an interim basis.

On 30 June 2022, the Company announced that Heinrich Fritzlar will be appointed to the Executive Board of OVB Holding AG effective 1 October 2022. As the new COO, the 49-year-old Fritzlar will be responsible for Group IT, IT Security, Business Process Management and Human Resources. Mr. Fritzlar has more than 20 years of experience in the realms of insurance and IT consulting. Most recently he was responsible for digital transformation at Nürnberger Insurance Group as Vice President Application Development.

Subsequent events

Business transactions or events of relevance to an appraisal of OVB Group's profit/loss, financial position and assets and liabilities have not occurred since 30 June 2022.

Opportunities and risks

OVB is convinced of doing business in growth markets. Fundamental trends such as the demographic development in Europe require more private provision and risk

protection. This scenario continues to provide OVB with opportunities for growing sales and earnings in the future.

The current situation in Ukraine represents a risk for OVB. It cannot be estimated how the military conflict will develop, how long it will last and whether it might involve other countries eventually. The war directly affects clients, financial advisors, back-office staff and partners of OVB, which has been doing business in Ukraine since 2007. The immediate impact on OVB Group's profit/loss, financial position and assets and liabilities is very limited.

Indirectly, however, the effects of this war on the international economy, the income and employment situation of private households and the financial markets can have a negative impact on OVB's business in Europe as well. In particular, higher energy prices might severely diminish financial resources of private households with the consequence that financial products might be less demanded, or paid for.

The ongoing COVID-19 pandemic remains a risk for OVB. The emergence of new virus variants particularly in the fall of 2022 cannot be ruled out. OVB has indeed managed to compensate the temporary restrictions on conducting in-person meetings of financial agents and clients by using digital media since 2020. And the same holds true for the national and international exchange among executives. Yet a flare-up of the pandemic and corresponding restrictions on economy and social life caused by it might interfere with OVB's business through an impact on economy, employment and income of private households.

OVB's risk management system and the implemented reporting contribute considerably to the transparency of the Group's overall risk position and its control. The risk management and internal control system is updated on an ongoing basis in order to enhance transparency of the risks taken and to further improve available risk control options.

Opportunities and risks have not changed substantially since the preparation of the 2021 consolidated financial statements. They are described in detail in the 2021 Annual Report, particularly in its chapter "Report on opportunities and risks". From today's perspective, going concern risks arise neither from individual risks nor from OVB Group's overall risk position.

Outlook

The further development of the war in Ukraine and a possible flare-up of the COVID-19 pandemic in the fall of 2022 as well as the impact of these crises on economy and society bring high risk and uncertainty to forecasts of the future business development. OVB is nevertheless convinced that the long-term business potential in the market for private protection and provision remains unaffected.

OVB generally expects to keep generating growth in 2022. In order to allow for the uncertainty still applying to the macroeconomic development, OVB sees a range of between Euro 315 million to 330 million for the Group's brokerage income in the 2022 financial year. The operating result can be expected to increase to between Euro 22 million and 25 million.

Cologne, 3 August 2022



Mario Freis
CEO



Frank Burow
CFO

IFRS-Interim consolidated financial statements

Consolidated statement of financial position

of OVB Holding AG as of 30 June 2022 according to IFRS

Assets

| EUR'000 | 30/06/2022 | 31/12/2021 |
|--|----------------|----------------|
| A. Non-current assets | | |
| Intangible assets | 13,857 | 13,838 |
| Rights of use of leased assets | 10,076 | 10,961 |
| Tangible assets | 5,359 | 5,620 |
| Financial assets | 455 | 506 |
| Deferred tax assets | 6,257 | 6,162 |
| | 36,004 | 37,087 |
| B. Current assets | | |
| Trade receivables | 40,786 | 41,949 |
| Receivables and other assets | 54,504 | 49,184 |
| Income tax assets | 827 | 698 |
| Securities and other capital investments | 38,212 | 54,313 |
| Cash and cash equivalents | 81,986 | 74,594 |
| | 216,315 | 220,738 |
| Total assets | 252,319 | 257,825 |

Equity and liabilities

| EUR'000 | 30/06/2022 | 31/12/2021 |
|-------------------------------------|----------------|----------------|
| A. Equity | | |
| Subscribed capital | 14,251 | 14,251 |
| Capital reserve | 39,342 | 39,342 |
| Treasury shares | 0 | 0 |
| Revenue reserves | 13,708 | 13,708 |
| Other reserves | -562 | -221 |
| Non-controlling interests | 445 | 279 |
| Retained earnings | 17,423 | 24,012 |
| | 84,607 | 91,371 |
| B. Non-current liabilities | | |
| Provisions | 2,625 | 2,542 |
| Other liabilities | 8,496 | 9,245 |
| Deferred tax liabilities | 1,098 | 984 |
| | 12,219 | 12,771 |
| C. Current liabilities | | |
| Provisions for taxes | 589 | 1,686 |
| Other provisions | 70,847 | 70,468 |
| Income tax liabilities | 1,615 | 1,332 |
| Trade payables | 22,724 | 21,994 |
| Other liabilities | 59,718 | 58,203 |
| | 155,493 | 153,683 |
| Total equity and liabilities | 252,319 | 257,825 |

IFRS-Interim consolidated financial statements

Consolidated income statement

of OVB Holding AG for the period from 1 January to 30 June 2022 according to IFRS

| EUR'000 | 01/04 - 30/06/2022 | 01/04 - 30/06/2021 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|--|-----------------------|-----------------------|-----------------------|-----------------------|
| Brokerage income | 85,477 | 80,500 | 169,689 | 159,202 |
| Other operating income | 2,558 | 2,599 | 5,878 | 4,628 |
| Total income | 88,035 | 83,099 | 175,567 | 163,830 |
| Brokerage expenses | -56,070 | -54,352 | -111,720 | -107,058 |
| Personnel expenses | -11,182 | -10,296 | -22,575 | -20,630 |
| Depreciation and amortisation | -2,170 | -1,857 | -4,236 | -3,681 |
| Other operating expenses | -13,451 | -10,111 | -25,852 | -20,065 |
| Earnings before interest and taxes (EBIT) | 5,162 | 6,483 | 11,184 | 12,396 |
| Finance income | 282 | 242 | 523 | 402 |
| Finance expenses | -1,144 | -90 | -2,142 | -281 |
| Financial result | -862 | 152 | -1,619 | 121 |
| Consolidated income before income tax | 4,300 | 6,635 | 9,565 | 12,517 |
| Taxes on income | -1,404 | -1,661 | -3,162 | -2,852 |
| Consolidated net income | 2,896 | 4,974 | 6,403 | 9,665 |
| Thereof non-controlling interests | -98 | -72 | -166 | -101 |
| Consolidated net income after non-controlling interests | 2,798 | 4,902 | 6,237 | 9,564 |
| Basic earnings per share in Euro | 0.20 | 0.34 | 0.44 | 0.67 |

IFRS-Interim consolidated financial statements

Consolidated statement of comprehensive income

of OVB Holding AG for the period from 1 January to 30 June 2022 according to IFRS

| EUR'000 | 01/04 - 30/06/2022 | 01/04 - 30/06/2021 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| Consolidated net income | 2,896 | 4,974 | 6,403 | 9,665 |
| Change from revaluation of financial assets measured at fair value outside profit or loss | -78 | -9 | -178 | -16 |
| Change in currency translation reserve | -165 | 157 | -163 | 119 |
| Other comprehensive income to be reclassified to the income statement | -243 | 148 | -341 | 103 |
| Total comprehensive income before non-controlling interests | 2,653 | 5,122 | 6,062 | 9,768 |
| Total comprehensive income attributable to non-controlling interests | -98 | -72 | -166 | -101 |
| Total comprehensive income | 2,555 | 5,050 | 5,896 | 9,667 |

IFRS-Interim consolidated financial statements

Consolidated statement of cash flows

of OVB Holding AG for the period from 1 January to 30 June 2022 according to IFRS

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|---|-----------------------|-----------------------|
| Consolidated income before income tax | 9,565 | 12,517 |
| +/- Depreciation, amortisation and impairment/Appreciation in value and reversal of impairment loss of non-current assets | 4,236 | 3,681 |
| - Financial result | 1,619 | -121 |
| -/+ Unrealised currency gains/losses | 384 | -530 |
| +/- Allocation to/reversal of valuation allowances for receivables | -39 | 377 |
| +/- Other non-cash financial items | -268 | -213 |
| +/- Increase/decrease in provisions | 462 | 4,811 |
| +/- Result from the disposal of intangible and tangible assets | -42 | 9 |
| +/- Decrease/increase in trade receivables and other assets | -4,117 | -5,011 |
| +/- Increase/decrease in trade payables and other liabilities | 2,389 | 6,185 |
| - Interest paid | -27 | -40 |
| - Income tax paid | -4,087 | -2,187 |
| = Cash flow from operating activities | 10,075 | 19,478 |
| + Payments received from disposal of tangible assets and intangible assets | 77 | 239 |
| + Payments received from disposal of financial assets | 80 | 298 |
| + Payments received from disposal of securities and other short-term capital investments | 14,231 | 6,574 |
| - Payments for expenditure on tangible assets | -585 | -1,481 |
| - Payments for expenditure on intangible assets | -2,231 | -2,343 |
| - Payments for expenditure on financial assets | -30 | -137 |
| - Payments for expenditure on securities and other short-term capital investments | -21 | -2,579 |
| + Other finance income | 137 | 124 |
| + Interest received | 386 | 60 |
| = Cash flow from investing activities | 12,044 | 755 |
| - Dividends paid | -12,826 | -14,251 |
| - Payments on the principal of the lease liability from financing activities | -1,217 | -1,271 |
| - Payments on the interest of the lease liability from financing activities | -134 | -157 |
| = Cash flow from financing activities | -14,177 | -15,679 |
| Overview: | | |
| Cash flow from operating activities | 10,075 | 19,478 |
| Cash flow from investing activities | 12,044 | 755 |
| Cash flow from financing activities | -14,177 | -15,679 |
| = Net change in cash and cash equivalents | 7,942 | 4,554 |
| Exchange rate changes in cash and cash equivalents | -550 | 610 |
| + Cash and cash equivalents at end of the prior year | 74,594 | 71,927 |
| = Cash and cash equivalents at the end of the period | 81,986 | 77,091 |

IFRS-Interim consolidated financial statements

Consolidated statement of changes in equity

of OVB Holding AG as of 30 June 2022 according to IFRS

| EUR'000 | Subscribed capital | Capital reserve | Statutory reserve | Other revenue reserves | Revaluation reserve | Reserve from provisions for pensions |
|---|--------------------|-----------------|-------------------|------------------------|---------------------|--------------------------------------|
| 31/12/2021 | 14,251 | 39,342 | 2,576 | 11,132 | -2 | -665 |
| Consolidated profit | | | | | | |
| Treasury shares | | | | | | |
| Corporate actions | | | | | | |
| Dividends paid | | | | | | |
| Change in revaluation reserve | | | | | -178 | |
| Allocation to other reserves | | | | | | |
| Change in currency translation reserve | | | | | | |
| Revaluation effect from provisions for pensions | | | | | | |
| Consolidated net income | | | | | | |
| 30/06/2022 | 14,251 | 39,342 | 2,576 | 11,132 | -180 | -665 |

of OVB Holding AG as of 30 June 2021 according to IFRS

| EUR'000 | Subscribed capital | Capital reserve | Statutory reserve | Other revenue reserves | Revaluation reserve | Reserve from provisions for pensions |
|---|--------------------|-----------------|-------------------|------------------------|---------------------|--------------------------------------|
| 31/12/2020 | 14,251 | 39,342 | 2,576 | 11,132 | 47 | -837 |
| Consolidated profit | | | | | | |
| Treasury shares | | | | | | |
| Corporate actions | | | | | | |
| Dividends paid | | | | | | |
| Change in revaluation reserve | | | | | -16 | |
| Allocation to other reserves | | | | | | |
| Change in currency translation reserve | | | | | | |
| Revaluation effect from provisions for pensions | | | | | | |
| Consolidated net income | | | | | | |
| 30/06/2021 | 14,251 | 39,342 | 2,576 | 11,132 | 31 | -837 |

| Deferred tax on unrealised gains/losses | Currency translation reserve | Total income recognised directly in equity | Retained profits brought forward | Consolidated net income after non-controlling interests | Total comprehensive income | Equity of the shareholders of OVB Holding AG | Non-controlling interests | Total |
|---|------------------------------|--|----------------------------------|---|----------------------------|--|---------------------------|---------|
| 173 | 273 | | 8,297 | 15,715 | | 91,092 | 279 | 91,371 |
| | | | 15,715 | -15,715 | | | | |
| | | | -12,826 | | | -12,826 | | -12,826 |
| | | -178 | | | -178 | -178 | | -178 |
| | -163 | -163 | | | -163 | -163 | | -163 |
| | | | | 6,237 | 6,237 | 6,237 | 166 | 6,403 |
| 173 | 110 | -341 | 11,186 | 6,237 | 5,896 | 84,162 | 445 | 84,607 |

| Deferred tax on unrealised gains/losses | Currency translation reserve | Total income recognised directly in equity | Retained profits brought forward | Consolidated net income after non-controlling interests | Total comprehensive income | Equity of the shareholders of OVB Holding AG | Non-controlling interests | Total |
|---|------------------------------|--|----------------------------------|---|----------------------------|--|---------------------------|---------|
| 184 | 220 | | 12,063 | 10,485 | | 89,463 | 537 | 90,000 |
| | | | 10,485 | -10,485 | | | | |
| | | | -14,251 | | | -14,251 | | -14,251 |
| | | -16 | | | -16 | -16 | | -16 |
| | 119 | 119 | | | 119 | 119 | | 119 |
| | | | | 9,564 | 9,564 | 9,564 | 101 | 9,665 |
| 184 | 339 | 103 | 8,297 | 9,564 | 9,667 | 84,879 | 638 | 85,517 |

IFRS-Interim consolidated financial statements

Notes as of 30 June 2022

I. General information

1. General information on OVB Group

The condensed interim consolidated financial statements for the first half-year 2022 are released for publication pursuant to Executive Board resolution adopted today.

The parent company of OVB Group (hereinafter referred to as "OVB") is OVB Holding AG, Cologne, recorded in the Commercial Register at the Local Court (Amtsgericht) of Cologne, Reichenspergerplatz 1, 50670 Cologne, under registration number HRB 34649. OVB Holding AG has its registered office at Heumarkt 1, 50667 Cologne.

2. Accounting principles

Pursuant to IAS 34 "Interim Financial Reporting", the condensed interim consolidated financial statements for the first half-year 2022 have been prepared in accordance with the International Financial Reporting Standards (IFRS) and International Accounting Standards (IAS) as adopted by the European Union and released by the International Accounting Standards Board (IASB), and they are intended to be read in conjunction with the consolidated financial statements for the year ended 31 December 2021.

For the preparation of the condensed interim consolidated financial statements, the same accounting policies, measurement and consolidation methods and the same standards have been adopted as were applied for the preparation of the consolidated financial statements for the year ended 31 December 2021 and released in the Annual Report unless otherwise indicated.

The condensed interim consolidated financial statements are prepared in euros. Unless stated otherwise, all figures are rounded up or down to the nearest thousand euros (EUR'000) in accordance with commercial rounding principles. As the figures are presented in thousand euro increments, rounding discrepancies may arise in the individual case when single values are added up. The selected items in the notes are presented without sign with the exception of segment reporting, financial result and income tax.

In preparing the condensed interim consolidated financial statements pursuant to IAS 34, the Executive Board must make assessments and assumptions and apply estimates that have an effect on the application of accounting policies within the Group and on the disclosure of assets and liabilities as well as of income and expenses. Actual amounts may vary from respective estimates made.

Further information on discretionary decisions and estimate uncertainty can be found in chapter 4.4 "Discretionary decisions" in the notes to the consolidated financial statements as of 31 December 2021.

In the year under review 2022, the following new standards are subject to mandatory first-time adoption:

IAS 16 Property, Plant and Equipment (amendments)

The amendment addresses the previously permissible deduction of proceeds from the sale of items produced from the cost of the item before bringing it to the intended condition required for operation. Proceeds must be recognized in profit or loss upon the amendment's entry into force as of 1 January 2022. Application does not result in material effects on the consolidated financial statements.

IAS 37 Provisions, Contingent Liabilities and Contingent Assets (amendments)

The amendment to IAS 37 addresses the assignment and entry of the cost of fulfilling a contract, meant to help in the assessment whether there are onerous contracts deviating from the standard the entity has established. Amendments are effective as of 1 January 2022. Application does not result in material effects on the consolidated financial statements.

IFRS 3 Business Combinations (amendments)

The standard's references are aligned with the conceptual framework 2018 and amendments on the application of IAS 37 and IFRIC 21 as well as the non-recognition of contingent assets upon acquisition are added. Amendments are effective as of 1 January 2022. No material effects on the consolidated financial statements result from these amendments.

Improvements to IFRS

Within the framework of its project intended to introduce minor improvements to standards and interpretations (Annual Improvements Process), the IASB has released its most recent collection of "Annual Improvements to IFRSs 2018 - 2020 Cycle", resulting in minor amendments to four standards altogether. These amendments address IAS 41, IFRS 1, IFRS 9 and IFRS 16 and are effective as of 1 January 2022. No material effects on the consolidated financial statements result from these amendments.

The following new standards are subject to mandatory adoption in future reporting periods:

IAS 1 Presentation of Financial Statements & IFRS Practice Statement 2 (amendments)

The amendments to IAS 1 and IFRS Practice Statement 2 define the obligation to disclose material information on methods of accounting and measurement and specify the identification and presentation of such information. Amendments are effective as of 1 January 2023, application ahead of schedule is permitted. No material effects on the consolidated financial statements will result from these amendments.

IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors (amendments)

Amendments to IAS 8 concern the definition of accounting estimates as monetary amounts in financial statements subject to measurement uncertainty. Changes in accounting estimates based on new information or new developments including their effects are not deemed corrections of errors made in previous reporting periods. Amendments are effective as of 1 January 2023, application ahead of schedule is permitted. No material effects on the consolidated financial statements will result from these amendments.

IFRS 17 Insurance Contracts

The introduction of new standard IFRS 17 governs the basic principles for recognition, measurement, presentation and disclosure of insurance contracts and supersedes IFRS 4 upon its entry into force. It aims for a better presentation of insurance contracts in terms of comparability in the statement of financial position, enabling the reader of financial statements to evaluate the effects on the reporting entity's assets and liabilities, financial position and profit/loss as well as its cash flows. The new standard is effective as of 1 January 2023. It will have no material effects on the consolidated financial statements.

The following standards have been released by the IASB and will be adopted in future reporting periods subject to pending EU endorsement:

IAS 1 Presentation of Financial Statements (amendments)

The standard will clarify the classification of liabilities as current or non-current liabilities in its future version. The amendment is effective as of 1 January 2023. No material effects on the consolidated financial statements will result from this amendment.

IAS 12 Taxes on Income (amendments)

The IASB has released a clarification regarding deferred tax on transactions of e.g. leases and decommissioning obligations, principally introducing another exemption from the "initial recognition exemption". In the future, deferred tax assets and liabilities have to be recognized for transactions whose initial recognition results in equal amounts of deductible and taxable temporary differences. Amendments are effective as of 1 January 2023, application ahead of schedule is permitted. No material effects on the consolidated financial statements will result from these amendments.

IFRS 17 Insurance Contracts (amendments)

For a better presentation of comparative information upon the simultaneous introduction of IFRS 9 and IFRS 17, amendments to the transitional provisions of IFRS 17 were released. The definition of a right to choose is intended to avoid misleading information due to the different provisions of the two standards with respect to the presentation of the period of comparison. This enables insurance companies to present comparative information on financial assets as if the provisions of IFRS 9 had been adopted before already. Amendments are effective as of 1 January 2023. No material effects on the consolidated financial statements will result from these amendments.

2.1 Financial instruments

Financial assets and liabilities are recognized in the consolidated statement of financial position as of the date when an entity of OVB Group becomes a contracting party with respect to the contractual provisions of the respective financial instrument. Recognition thus takes place as of the trading day.

Classification according to measurement categories is based on the identification of the business model under which contractual cash flows are collected as well as on an assessment of the terms of the cash flows by way of the SPPI test (Solely Payments of Principal and Interest). OVB Group's financial instruments can be classified as follows:

Amortized cost (AC)

Financial instruments measured at amortized cost (business model: hold; cash flow conditions compliant) are recognized at fair value upon addition. Insofar as future impairment is anticipated, it is considered for measurement unless immaterial. No-interest or low-interest bearing financial instruments with terms of more than one year are measured at present value. Subsequent to first-time recognition, such financial instruments are measured at amortized cost. That is the amount at which a financial asset was valued upon first-time recognition less repayments, plus or less the cumulative amortization of any difference between the originally assigned value and the amount repayable upon final maturity based on the effective interest method, and less any valuation allowance for expected credit loss.

Fair Value through Profit or Loss (FVPL)

Financial instruments measured at fair value through profit or loss (business model: either not hold or cash flow conditions not compliant) are recognized at fair value upon addition. Gains or losses resulting from subsequent measurement are to be recognized through profit or loss in the income statement.

Fair Value through Other Comprehensive Income (FVOCI)

Debt instruments (business model: hold and sale; cash flow conditions compliant) and equity instruments (by designation) measured at fair value outside profit or loss are recognized at fair value upon addition. Gains or losses resulting from subsequent measurement are to be recognized in equity outside profit or loss. Upon the disposal of debt instruments, gains or losses included in revaluation reserve are to be recognized in the income statement. With respect to equity instruments there is no reclassification of the revaluation reserve through profit or loss but rather within equity outside profit or loss. Interest income, valuation allowances and exchange rate gains/losses of debt instruments are recognized in the income statement through profit or loss.

2.2 Impairment and reversal of impairment loss of financial assets

As of each reporting date, expected credit losses are considered for valuation allowances for financial assets/contract assets measured at amortized cost. Present values of classical default scenarios are multiplied by the corresponding probability of occurrence. The initial effective interest rate is applied for discounting.

Stage transfer

Upon first-time assessment of future credit loss, impairment equals expected credit losses within the next twelve months. If a significant increase in credit risk compared to the initial assessment materializes at a later reporting date, impairment equals expected credit losses over the entire remaining term of the asset.

Simplified approach

For trade receivables without a significant financing component, expected credit losses are determined collectively for a group of assets with the same credit risk characteristics and recognized as a risk provision item over the asset term pursuant to IFRS 9.5.5.15.

2.3 Recognition of sales

OVB generally recognizes sales at the time the agreed performances have been provided to the client (satisfaction of performance obligation). In case of uncertainty with respect to the recognition of sales, the date of the actual inflow of commission paid to OVB is taken into account. For risk coverage of commissions to be refunded to a product partner when contracts are cancelled or in the event of non-payment, provisions are made on the basis of historical figures (provisions for cancellation risk). Changes in provisions for cancellation risk are recognized on account of sales. Considering potential refunds of commissions already received in case of cancellation, sales represent variable consideration for the purpose of IFRS 15 due to the element of uncertainty in the amounts of revenue.

Sales from subsequent commission are recognized as contract asset under "Receivables and other assets". Subsequent commission is estimated on the basis of the most probable amount at which a significant cancellation of recorded sales is deemed highly improbable. Corresponding brokerage expenses to be handed on to the sales force are included in provisions from subsequent commission.

OVB recognizes new business commission, policy service commission and dynamic commission as sales.

OVB is paid new business commission for the successful brokerage of an insurance policy. Settlement follows either a discounted, partly discounted or pro-rata approach. With respect to partly discounted and pro-rata new business commission received in the categories unit-linked provision products, other provision products, property, legal expenses and accident insurance, investment funds and health insurance, sales are recognized at an earlier point in time for the sales portion attributable to the successful brokerage of the contract yet settled only in later reporting periods; in doing that, assumptions are made with respect to the probable term in consideration of future contract cancellations.

OVB is paid policy service commission for the policyholder's continuous support. The performance is thus rendered over a certain period of time so that sales are to be realized over that time period accordingly.

OVB is paid dynamic commission for premium raises over the contract term. Dynamic commission is recognized as of the point in time the policyholder's withdrawal period with respect to the premium raise has expired.

3. Changes to the scope of consolidation

A business combination is the result of OVB assuming control over one or more entities by transaction or another business event. For any case of business combinations, the acquisition method is to be applied. Acquisition cost of an acquired subsidiary is measured according to the fair value of the transferred consideration, i.e. the total of transferred assets, assumed liabilities, issued equity instruments and contingent consideration. Incidental transaction costs are generally recognized as expense. Recognizable assets and assumed liabilities as well as contingent liabilities are measured at fair value to the full amount regardless of the amount of OVB's investment. Applicable are the respective values as of the time control over the subsidiary was assumed. The measurement of any goodwill is determined by the positive difference between the acquisition's transaction cost less the fair value of the acquired net assets.

There were no changes to the scope of consolidation in the first half-year 2022.

II. Significant events in the interim reporting period

Due to uncertainty caused by the coronavirus crisis, precautionary measures taken by OVB as of 31 December 2021 have been continued but adapted to the current development of the coronavirus pandemic and reduced. For this reason, effects from the coronavirus pandemic on individual items in the statement of financial position remain for OVB as of the reporting date, particularly on the measurement of receivables from financial agents, the measurement of the contract asset according to IFRS 15, the assessment of the future cancellation patterns of policyholders and the corresponding evaluation of provisions for cancellation risk as well as the measurement of financial instruments. The ongoing development of the coronavirus pandemic had the following effects on the aforementioned statement of financial position items in the first half-year 2022.

Cancellation risk

In view of the recent development of the coronavirus pandemic, OVB has reduced additional precautionary measures based on the severity of the pandemic in the first half-year 2022. Additional precautionary measures have thus decreased from EUR 5.6 million to EUR 4.9 million.

Contract asset

The contract asset less provisions from subsequent commission (IFRS 15) has been reduced by additional precautionary measures in the net amount of EUR 0.8 million as of 30 June 2022 (31 December 2021: EUR 0.7 million).

Receivables from financial agents

The expected higher probability of default has an increasing effect on valuation allowances for receivables from financial agents in the amount of EUR 0.4 million as of the reporting date (31 December 2021: EUR 0.4 million).

Moreover, the war in Ukraine, the development in interest rates as well as the impending energy crisis and the corresponding negative macroeconomic effect have had an impact on the stock market. OVB's securities measured at fair value have performed accordingly and thus affected the financial result.

Further significant events reportable pursuant to IAS 34 (e.g. exceptional business transactions, launch of restructuring measures or discontinuation of operations) did not occur.

III. Notes to the statement of financial position and the statement of cash flows

1. Financial assets

| EUR'000 | | 30/06/2022 | 31/12/2021 |
|------------------|----|------------|------------|
| Financial assets | AC | 455 | 506 |

AC = Amortized Cost

Financial assets indicate loans granted to employees and self-employed sales agents with terms of more than one year, issued at customary interest rates.

2. Receivables and other assets

| EUR'000 | 30/06/2022 | 31/12/2021 |
|--------------------------|---------------|---------------|
| Receivables | 19,932 | 19,508 |
| Other assets | 6,450 | 4,102 |
| Contract asset (IFRS 15) | 28,122 | 25,574 |
| | 54,504 | 49,184 |

3. Securities and other capital investments

| EUR'000 | | 30/06/2022 | 31/12/2021 |
|---------------------------|-------|---------------|---------------|
| Securities | FVPL | 23,919 | 39,866 |
| Securities | FVOCI | 5,582 | 5,761 |
| Other capital investments | AC | 8,711 | 8,686 |
| | | 38,212 | 54,313 |

AC = Amortized Cost / FVPL = Fair Value through Profit or Loss / FVOCI = Fair Value through Other Comprehensive Income

4. Cash and cash equivalents

Cash and cash equivalents can be broken down for the consolidated statement of cash flows as follows:

| EUR'000 | | 30/06/2022 | 31/12/2021 |
|------------------|--|---------------|---------------|
| Cash | | 20 | 14 |
| Cash equivalents | | 81,966 | 74,580 |
| | | 81,986 | 74,594 |

Cash includes the group companies' cash in hand in domestic and foreign currencies translated into euros as of the quarter closing date.

Cash equivalents are assets that can be converted into cash immediately. Cash equivalents include bank balances in domestic and foreign currencies with maturities of three months or less, checks and stamps. Measurement is based on amortized cost; foreign currencies are measured in euros as of the closing date.

5. Share capital

Unchanged from 31 December 2021, the subscribed capital (share capital) of OVB Holding AG amounts to EUR 14,251,314.00. It is divided into 14,251,314 no-par ordinary bearer shares.

6. Dividend

Distributable amounts relate to the retained earnings of OVB Holding AG as determined in compliance with German commercial law.

The resolution on the appropriation of retained earnings of OVB Holding AG for financial year 2021 was adopted by the Annual General Meeting held on 15 June 2022.

The shareholders' dividend claim in the amount of EUR 12,826 thousand became due on 21 June 2022. The dividend equals EUR 0.90 per no-par share (previous year: EUR 0.75 + EUR 0.25 bonus per no-par share):

| EUR'000 | 2021 | 2020 |
|------------------------------|---------------|---------------|
| Distribution to shareholders | 12,826 | 14,251 |
| Profit carry-forward | 5,810 | 4,807 |
| Retained earnings | 18,637 | 19,058 |

7. Treasury shares

OVB Holding AG did not hold any treasury shares as of the reporting date. In the period between the quarter closing date and the preparation of the interim consolidated financial statements, no transactions involving the Company's ordinary shares or options to its ordinary shares took place.

At the Annual General Meeting of OVB Holding AG held on 10 June 2020, shareholders authorized the Executive Board, subject to the Supervisory Board's consent, to acquire up to 300,000 of the Company's bearer shares in the period between 11 June 2020 and 9 June 2025, in one or several transactions. Shares acquired on the basis of this resolution may also be retired.

8. Other provisions

| EUR'000 | 30/06/2022 | 31/12/2021 |
|--|---------------|---------------|
| 1. Cancellation risk | 22,707 | 24,457 |
| 2. Unbilled liabilities | 21,166 | 20,014 |
| 3. Litigation | 3,985 | 4,016 |
| 4. Provisions from subsequent commission (IFRS 15) | 18,378 | 16,740 |
| | 66,236 | 65,227 |
| 5. Miscellaneous | | |
| - Obligations to employees | 2,043 | 2,142 |
| - Costs for financial statements/ Audit cost | 496 | 765 |
| - Other obligations | 2,072 | 2,334 |
| | 4,611 | 5,241 |
| | 70,847 | 70,468 |

1. Cancellation risk

Cancellation risk primarily includes provisions for expected commission refunds claimed by product partners.

2. Unbilled liabilities

Unbilled liabilities primarily include commission not yet billed by financial agents.

3. Litigation

Provisions for litigation are made primarily due to legal disputes with clients and former financial agents. It is uncertain when such legal disputes will end and what exact amount the corresponding outflow of economic benefits will come to.

4. Provisions from subsequent commission

Provisions from subsequent commission are made for commission not yet passed on to the sales force.

5. Miscellaneous

Miscellaneous provisions encompass all provisions not to be categorized under any of the sub-items above.

9. Other non-current liabilities

| EUR'000 | 30/06/2022 | 31/12/2021 |
|-------------------------------|------------|------------|
| Non-current lease liabilities | 8,496 | 9,245 |

Non-current lease liabilities result from the application of IFRS 16.

10. Other current liabilities

| EUR'000 | 30/06/2022 | 31/12/2021 |
|------------------------------------|---------------|---------------|
| 1. Retained security | 51,727 | 49,917 |
| 2. Other tax liabilities | 1,769 | 1,476 |
| 3. Liabilities to employees | 2,873 | 2,590 |
| 4. Liabilities to product partners | 732 | 865 |
| 5. Current lease liabilities | 1,987 | 2,130 |
| 6. Miscellaneous liabilities | 630 | 1,225 |
| | 59,718 | 58,203 |

1. Retained security

Retained security includes provisions for cancellation risk set aside on account of financial advisors. Amounts are retained in order to cover anticipated commission refund claims.

2. Other tax liabilities

Tax liabilities only include other actual tax liabilities that can be exactly determined or that have already been assessed.

3. Liabilities to employees

Payments due to employees in the short term for work performed such as holiday pay, bonuses or premiums as well as benefits paid to employees due to the termination of employment are recognized at expected settlement amounts.

4. Liabilities to product partners

Liabilities to product partners that are not affiliates generally result from the reversal of commission entries and are paid by OVB as they arise over the course of business. These liabilities are measured at face value.

5. Current lease liabilities

Current lease liabilities result from the application of IFRS 16.

6. Miscellaneous liabilities

Miscellaneous liabilities comprise all liabilities that are not attributable to any of the above sub-items. This item essentially includes liabilities from social security contributions and deferred income as well as the final outstanding purchase price payment from the acquisition of the Belgian subsidiary in the amount of EUR 400 thousand as of 31 December 2021.

IV. Notes to the income statement

1. Brokerage income

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|------------------------------|-----------------------|-----------------------|
| 1. New business commission | 130,000 | 125,924 |
| 2. Policy service commission | 27,168 | 25,285 |
| 3. Dynamic commission | 3,128 | 2,869 |
| 4. Other brokerage income | 9,393 | 5,124 |
| | 169,689 | 159,202 |

1. *New business commission*

New business commission results from the successful brokerage of various financial products.

2. *Policy service commission*

Policy service commission results from the policyholder's continuous support and is collected after rendering respective services.

3. *Dynamic commission*

Dynamic commission results from increases to contributions under contract during the contract term.

4. *Other brokerage income*

Other brokerage income encompasses income from brokerage as a result of bonus payments and other sales related payments made by product partners as well as changes in cancellation risk provisions.

Brokerage income includes income from subsequent commission in the amount of EUR 2,729 thousand (30 June 2021: EUR 2,951 thousand) as a result of earlier capitalization of partly discounted and pro-rata new business commission.

2. Other operating income

Other operating income essentially includes refunds paid by financial advisors for workshop participation, reversals of provisions, reimbursements of costs paid by sales force and partner companies, income from statute-barred liabilities and all other operating income not to be recorded as brokerage income.

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|------------------------|-----------------------|-----------------------|
| Other operating income | 5,878 | 4,628 |

3. Brokerage expenses

Brokerage expenses include all direct payments to financial advisors. Current commission encompasses all directly performance-based commission, i.e. new business commission, policy service commission and dynamic commission. Other commission includes all other commission linked to a specific purpose, e.g. other incentive remuneration.

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|--------------------|-----------------------|-----------------------|
| Current commission | 100,739 | 97,029 |
| Other commission | 10,981 | 10,029 |
| | 111,720 | 107,058 |

4. Personnel expense

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|-----------------------|-----------------------|-----------------------|
| Wages and salaries | 18,520 | 16,994 |
| Social security | 3,670 | 3,420 |
| Pension plan expenses | 385 | 216 |
| | 22,575 | 20,630 |

5. Depreciation and amortization

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|---|-----------------------|-----------------------|
| Amortization of intangible assets | 2,186 | 1,690 |
| Depreciation of rights of use | 1,213 | 1,252 |
| Depreciation of property, plant and equipment | 837 | 739 |
| | 4,236 | 3,681 |

6. Other operating expenses

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|----------------------------------|-----------------------|-----------------------|
| Sales and marketing expenses | 9,396 | 6,629 |
| Administrative expenses | 13,133 | 11,299 |
| Non-income-based tax | 2,572 | 1,916 |
| Miscellaneous operating expenses | 751 | 221 |
| | 25,852 | 20,065 |

7. Financial result

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|--|-----------------------|-----------------------|
| Finance income | | |
| Interest income and similar income | 425 | 98 |
| Income from securities | 98 | 85 |
| Reversal of impairment loss on capital investments | 0 | 219 |
| | 523 | 402 |
| Finance expense | | |
| Interest expense and similar expenses | -161 | -197 |
| Expenses for capital investments | -1,981 | -84 |
| | -2,142 | -281 |
| Financial result | -1,619 | 121 |

8. Taxes on income

Actual and deferred tax are determined on the basis of the income tax rates applicable in the respective countries. Actual income taxes were recognized on the basis of the best estimate of the weighted average of the annual income tax rate expected for the full year. Deferred taxes were calculated on the basis of the expected applicable future tax rate.

The main components of income tax expense are the following items as reported in the consolidated income statement:

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|---------------------|-----------------------|-----------------------|
| Actual income tax | 3,175 | 3,122 |
| Deferred income tax | -13 | -270 |
| | 3,162 | 2,852 |

9. Earnings per share

The calculation of basic/diluted earnings per share is based on the following data:

| EUR'000 | 01/01 - 30/06/2022 | 01/01 - 30/06/2021 |
|---|-----------------------|-----------------------|
| Net income for the reporting period after non-controlling interests | | |
| Basis for basic/diluted earnings per share (net income for the reporting period attributable to owners of the parent) | 6,237 | 9,564 |
| Number of shares | | |
| Weighted average number of shares for the calculation of basic/diluted earnings per share | 14,251,314 | 14,251,314 |
| Basic/Diluted earnings per share in EUR | 0.44 | 0.67 |

V. Notes on segment reporting

The principal business activity of OVB's operating subsidiaries consists of advising clients in managing and structuring their finances and broking various financial products offered by insurance companies, banks, building societies and other enterprises in this context. It is not feasible to break down the services provided to clients by product type. Within the consolidated companies there are no identifiable and distinctive key sub-activities at group level. In particular, it is not possible to present assets and liabilities based on the brokered products. Therefore, the individual companies are each categorized as single-product companies. Consequently, segment reporting is based exclusively on geographic aspects as corporate governance and internal reporting to group management are also structured solely according to these criteria. In this regard, the operating subsidiaries represent operating segments for the purpose of IFRS 8, aggregated in three reportable segments. All entities not involved in brokerage service operations represent the "Corporate Centre" segment. For this categorization, the criteria for aggregation defined by IFRS 8.12 have been complied with. Internal reporting to the Company's management is a condensed presentation of the income statement, compliant with IFRS, presented more elaborately in segment reporting. The companies' earnings are monitored separately by the Company's management in order to measure and assess profitability. Segment assets and segment liabilities are not disclosed in the presentation of segment reporting compliant with IFRS 8.23 as such disclosure is not part of internal reporting.

The "Central and Eastern Europe" segment includes: OVB Vermögensberatung A.P.K. Kft., Budapest; OVB Allfinanz a.s., Prague; OVB Allfinanz Slovensko a.s., Bratislava; OVB Allfinanz Polska Spółka Finansowa Sp. z o.o., Warsaw; OVB Allfinanz Romania Broker de Asigurare S.R.L., Cluj; OVB Imofinanz S.R.L., Cluj; OVB Allfinanz Croatia d.o.o., Zagreb; OVB Allfinanz Zastupanje d.o.o., Zagreb; and TOB OVB Allfinanz Ukraine, Kiev. Material contributions to the brokerage income of the Central and Eastern Europe segment are generated by OVB Allfinanz Slovensko a.s., Bratislava, at EUR 25,093 thousand (30 June 2021: EUR 21,522 thousand) and OVB Allfinanz a.s., Prague, at EUR 24,042 thousand (30 June 2021: EUR 22,791 thousand).

The "Germany" segment comprises OVB Vermögensberatung AG, Cologne; Advesto GmbH, Cologne, and Eurenta Holding GmbH, Cologne. In this segment brokerage income is primarily generated by OVB Vermögensberatung AG, Cologne.

The "Southern and Western Europe" segment includes the following companies: OVB Allfinanzvermittlung GmbH, Wals near Salzburg; OVB Vermögensberatung (Schweiz) AG, Hünenberg; OVB-Consulenza Patrimoniale SRL, Verona; OVB Allfinanz España S.A., Madrid; OVB (Hellas) Allfinanz Vermittlungs GmbH & Co. KG, Bankprodukte, Athens; OVB Hellas Allfinanz Vermittlungs GmbH, Athens; OVB Conseils en patrimoine France Sàrl., Strasbourg; Eurenta Hellas Monoprosopi EPE Asfalistiki Praktores, Athens; Willemot Bijzonder Verzekeringsbestuur NV, Gent; and Verzekeringskantoor Louis Vanheule BVBA, Dendermonde. A material contribution to the brokerage income of the Southern and Western Europe segment is generated by OVB Allfinanz España S.A., Madrid, at EUR 18,207 thousand (30 June 2021: EUR 15,805 thousand).

The "Corporate Centre" segment includes OVB Holding AG, Cologne; Nord-Soft EDV-Unternehmensberatung GmbH, Horst; Nord-Soft Datenservice GmbH, Horst; and OVB Informatikai Kft., Budapest. The entities of the Corporate Centre segment are not involved in the brokerage of financial products but primarily concerned with providing services to OVB Group. The range of services particularly comprises management and consulting services, software and IT services as well as marketing services.

The separate segments are presented in segment reporting after the elimination of inter-segment interim results and consolidation of expense and income. Intra-group dividend distributions are not taken into account. Reconciliations of segment values to corresponding consolidated data are made directly in the consolidation column in segment reporting. Recognition, disclosure and measurement of the consolidated values in segment reporting correspond to the values presented in the consolidated income statement, the consolidated statement of comprehensive income, the consolidated statement of cash flows and the consolidated statement of changes in equity. For intra-group allocations, an overhead charge is levied on the individual cost items incurred.

IFRS-Interim consolidated financial statements

Segment reporting

of OVB Holding AG for the period from 1 January to 30 June 2022 according to IFRS

| EUR'000 | Central and Eastern Europe | Germany | Southern and Western Europe | Corporate Centre | Consolidation | Consolidated |
|---|----------------------------|----------------|-----------------------------|------------------|---------------|-----------------|
| Segment income | | | | | | |
| Income from business with third parties | | | | | | |
| - Brokerage income | 86,478 | 31,044 | 52,167 | 0 | 0 | 169,689 |
| - New business commission | 74,263 | 18,475 | 37,262 | 0 | 0 | 130,000 |
| - Policy service commission | 7,388 | 10,208 | 9,572 | 0 | 0 | 27,168 |
| - Dynamic commission | 570 | 1,466 | 1,092 | 0 | 0 | 3,128 |
| - Other brokerage income | 4,257 | 895 | 4,241 | 0 | 0 | 9,393 |
| Other operating income | 1,338 | 2,187 | 1,370 | 1,283 | -300 | 5,878 |
| Income from inter-segment transactions | 0 | 480 | 17 | 8,721 | -9,218 | 0 |
| Total segment income | 87,816 | 33,711 | 53,554 | 10,004 | -9,518 | 175,567 |
| Segment expenses | | | | | | |
| Brokerage expense | | | | | | |
| - Current commission for sales force | -53,893 | -18,194 | -28,652 | 0 | 0 | -100,739 |
| - Other commission for sales force | -5,243 | -1,957 | -3,781 | 0 | 0 | -10,981 |
| Personnel expenses | -5,747 | -3,725 | -6,500 | -6,603 | 0 | -22,575 |
| Depreciation/amortisation | -957 | -501 | -980 | -1,798 | 0 | -4,236 |
| Other operating expenses | -13,032 | -5,473 | -9,098 | -7,639 | 9,390 | -25,852 |
| Total segment expenses | -78,872 | -29,850 | -49,011 | -16,040 | 9,390 | -164,383 |
| Earnings before interest and taxes (EBIT) | | | | | | |
| | 8,944 | 3,861 | 4,543 | -6,036 | -128 | 11,184 |
| Interest income | 335 | 57 | 23 | 12 | -2 | 425 |
| Interest expenses | -47 | -69 | -46 | -1 | 2 | -161 |
| Other financial result | 0 | -675 | -190 | -1,018 | 0 | -1,883 |
| Earnings before taxes (EBT) | 9,232 | 3,174 | 4,330 | -7,043 | -128 | 9,565 |
| Taxes on income | -1,693 | -9 | -1,335 | -125 | 0 | -3,162 |
| Non-controlling interests | 0 | 0 | 0 | -166 | 0 | -166 |
| Segment result | 7,539 | 3,165 | 2,995 | -7,334 | -128 | 6,237 |
| Additional disclosures | | | | | | |
| Capital expenditures for intangible and tangible assets | 864 | 28 | 333 | 1,591 | 0 | 2,816 |
| Material non-cash expenses (-) and income (+) | 1,142 | 629 | 462 | 120 | 0 | 2,353 |
| Impairment expenses | -351 | -952 | -717 | -1,421 | 0 | -3,441 |
| Reversal of impairment loss | 202 | 696 | 93 | 0 | 0 | 991 |

IFRS-Interim consolidated financial statements

Segment reporting

of OVB Holding AG for the period from 1 January to 30 June 2021 according to IFRS

| EUR'000 | Central and Eastern Europe | Germany | Southern and Western Europe | Corporate Centre | Consolidation | Consolidated |
|---|----------------------------|----------------|-----------------------------|------------------|---------------|-----------------|
| Segment income | | | | | | |
| Income from business with third parties | | | | | | |
| - Brokerage income | 76,090 | 31,738 | 51,374 | 0 | 0 | 159,202 |
| - New business commission | 66,164 | 19,912 | 39,848 | 0 | 0 | 125,924 |
| - Policy service commission | 6,771 | 9,561 | 8,953 | 0 | 0 | 25,285 |
| - Dynamic commission | 489 | 1,477 | 903 | 0 | 0 | 2,869 |
| - Other brokerage income | 2,666 | 788 | 1,670 | 0 | 0 | 5,124 |
| Other operating income | 1,002 | 1,322 | 1,229 | 1,353 | -278 | 4,628 |
| Income from inter-segment transactions | 11 | 477 | 0 | 6,080 | -6,568 | 0 |
| Total segment income | 77,103 | 33,537 | 52,603 | 7,433 | -6,846 | 163,830 |
| Segment expenses | | | | | | |
| Brokerage expense | | | | | | |
| - Current commission for sales force | -48,501 | -18,305 | -30,223 | 0 | 0 | -97,029 |
| - Other commission for sales force | -4,865 | -1,753 | -3,411 | 0 | 0 | -10,029 |
| Personnel expenses | -5,027 | -3,570 | -5,858 | -6,175 | 0 | -20,630 |
| Depreciation/amortisation | -909 | -512 | -977 | -1,283 | 0 | -3,681 |
| Other operating expenses | -9,540 | -4,383 | -7,386 | -5,382 | 6,626 | -20,065 |
| Total segment expenses | -68,842 | -28,523 | -47,855 | -12,840 | 6,626 | -151,434 |
| Earnings before interest and taxes (EBIT) | | | | | | |
| | 8,261 | 5,014 | 4,748 | -5,407 | -220 | 12,396 |
| Interest income | 29 | 51 | 9 | 12 | -2 | 99 |
| Interest expenses | -56 | -84 | -50 | -9 | 2 | -197 |
| Other financial result | 0 | 81 | 16 | 122 | 0 | 219 |
| Earnings before taxes (EBT) | 8,234 | 5,062 | 4,723 | -5,282 | -220 | 12,517 |
| Taxes on income | -1,439 | -8 | -1,328 | -77 | 0 | -2,852 |
| Non-controlling interests | 0 | 0 | 0 | -101 | 0 | -101 |
| Segment result | 6,795 | 5,054 | 3,395 | -5,460 | -220 | 9,564 |
| Additional disclosures | | | | | | |
| Capital expenditures for intangible and tangible assets | 644 | 54 | 579 | 2,547 | 0 | 3,824 |
| Material non-cash expenses (-) and income (+) | -320 | 443 | -1,391 | 0 | 0 | -1,268 |
| Impairment expenses | -361 | -346 | -360 | -92 | 0 | -1,159 |
| Reversal of impairment loss | 271 | 404 | 85 | 112 | 0 | 872 |

VI. Other disclosures relating to the interim consolidated financial statements

1. Leases

Rights of use of leased objects amount to EUR 10,076 thousand as of 30 June 2022 (31 December 2021: EUR 10,961 thousand). Corresponding lease liabilities altogether amount to EUR 10,483 thousand and are classified in the statement of financial position depending on maturity as either non-current (EUR 8,496 thousand / 31 December 2021: EUR 9,245 thousand) or current liabilities (EUR 1,987 thousand / 31 December 2021: EUR 2,130 thousand), entered under the item "Other liabilities" respectively.

Lease agreements entered into by OVB essentially involve real property, vehicles and office equipment.

The development of rights of use divided into categories of underlying assets is as follows:

| EUR'000 | 01/01/2022 | Additions | Disposals | Depreciation | Exchange rate differences | 30/06/2022 |
|---|---------------|------------|------------|---------------|---------------------------|---------------|
| Tangible assets | | | | | | |
| - Land and buildings | 10,144 | 223 | 0 | -1,006 | 7 | 9,368 |
| - Machinery, equipment, furniture, vehicles, others | 748 | 107 | -10 | -197 | -1 | 647 |
| - IT equipment | 69 | 1 | 0 | -10 | 1 | 61 |
| | 10,961 | 331 | -10 | -1,213 | 7 | 10,076 |

| EUR'000 | 01/01/2021 | Additions | Disposals | Depreciation | Exchange rate differences | 31/12/2021 |
|---|---------------|------------|------------|---------------|---------------------------|---------------|
| Tangible assets | | | | | | |
| - Land and buildings | 11,993 | 115 | -25 | -2,038 | 99 | 10,144 |
| - Machinery, equipment, furniture, vehicles, others | 836 | 343 | -3 | -427 | -1 | 748 |
| - IT equipment | 41 | 61 | -5 | -26 | -2 | 69 |
| | 12,870 | 519 | -33 | -2,491 | 96 | 10,961 |

Interest expense from accrued interest on lease liabilities amounts to EUR 134 thousand (30 June 2021: EUR 157 thousand) and is disclosed under "Other finance expenses".

The expense for short-term leases with terms of less than twelve months comes to EUR 8 thousand (30 June 2021: EUR 3 thousand) and is disclosed under "Other operating expenses".

The expense for leases of low-value assets comes to EUR 12 thousand (30 June 2021: EUR 13 thousand) and is disclosed under "Other operating expenses".

Maturities of not discounted lease liabilities as of 30 June 2022 are as follows:

| EUR'000 | Less than 3 months | 3-6 months | 6-12 months | 1-3 years | 3-5 years | More than 5 years | Total |
|---------|--------------------|------------|-------------|-----------|-----------|-------------------|--------|
| | 583 | 533 | 1,032 | 3,103 | 2,541 | 3,506 | 11,289 |

Maturities of not discounted lease liabilities as of 31 December 2021 are as follows:

| EUR'000 | Less than 3 months | 3-6 months | 6-12 months | 1-3 years | 3-5 years | More than 5 years | Total |
|---------|--------------------|------------|-------------|-----------|-----------|-------------------|--------|
| | 631 | 624 | 1,095 | 3,434 | 2,549 | 4,087 | 12,420 |

Income in the amount of EUR 60 thousand (30 June 2021: EUR 23 thousand) was generated from sub-leases.

Maturities of expected lease payments from sub-leases are as follows:

| EUR'000 | 1 year | 2 years | 3 years | 4 years | 5 years | More than 5 years | Total |
|---------|--------|---------|---------|---------|---------|-------------------|-------|
| | 56 | 42 | 15 | 15 | 15 | 0 | 143 |

There are no contract renewal options as of 30 June 2022 from whose probable exercise cash outflow would result for future reporting periods.

2. Contingent liabilities

OVB Holding AG and some of its subsidiaries have given guarantees and assumed liabilities on behalf of financial agents in the ordinary course of business. The associated risks are recognized in "Other provisions" to the extent they give rise to obligations whose values can be reliably estimated. There have been no material changes in comparison with 31 December 2021.

Some group companies are currently involved in various legal disputes arising from the ordinary course of business, primarily in connection with the settlement of accounts for brokerage services provided by financial agents.

Management holds the view that adequate provisions have been made for contingent liabilities arising from such guarantees, the assumption of liabilities and legal disputes and that such contingencies will not have any material effect on the Group's financial position, assets and liabilities and profit/loss beyond that.

OVB's brokerage business carries the inherent risk that working together with self-employed financial agents might be interpreted by tax authorities or social security agencies as an employment relationship, resulting in OVB's obligation to pay taxes and make social security contributions. OVB has a constant focus on this risk but cannot rule out completely that subsequent claims against OVB might arise due to possible changes to national legal frameworks. Without OVB being engaged in any notable litigation at present in this respect, from today's viewpoint retrospective payments of taxes and social security contributions of up to EUR 6.2 million might result for one of the operating subsidiaries. Based on legal expert opinions at hand, management deems corresponding liabilities for OVB improbable.

3. Employees

OVB Group had a commercial staff of altogether 702 employees on average in the first half-year 2022 (31 December 2021: 679), 62 thereof in executive positions (31 December 2021: 56).

4. Related party disclosures

OVB has concluded agreements covering the brokerage of financial products with related parties belonging to SIGNAL IDUNA Group, Baloise Group and Generali Group.

Principal shareholders as of 30 June 2022 are entities of

- SIGNAL IDUNA Group,
- Baloise Group and
- Generali Group.

SIGNAL IDUNA Group is a horizontally organized group of companies ("Gleichordnungsvertragskonzern"). The group's parent companies are:

- SIGNAL IDUNA Krankenversicherung a. G., Dortmund
- SIGNAL IDUNA Lebensversicherung a. G., Hamburg
- SIGNAL IDUNA Unfallversicherung a. G., Dortmund

As of 30 June 2022, SIGNAL IDUNA Lebensversicherung a. G., Hamburg, held shares in OVB Holding AG carrying 31.67 per cent of the voting rights. As of 30 June 2022, SIGNAL IDUNA Krankenversicherung a. G., Dortmund, held shares in OVB Holding AG carrying 21.27 per cent of the voting rights. Based on agreements concluded with entities of SIGNAL IDUNA Group, sales in the amount of EUR 15,442 thousand (30 June 2021: EUR 13,733 thousand) were

generated in the first half-year 2022. Receivables exist in the amount of EUR 4,465 thousand (31 December 2021: EUR 3,692 thousand).

The item "Securities and other capital investments" includes securities issued by SIGNAL IDUNA Group in the amount of EUR 5,925 thousand (31 December 2021: EUR 7,486 thousand).

As of 30 June 2022, Basler Beteiligungsholding GmbH, Hamburg, held shares in OVB Holding AG carrying 32.57 per cent of the voting rights. This entity belongs to Baloise Group, whose parent company is Baloise Holding AG, Basel. Based on agreements concluded with Baloise Group, sales in the amount of EUR 10,918 thousand (30 June 2021: EUR 11,641 thousand) were generated in the first half-year 2022, primarily in the Germany segment. Receivables exist in the amount of EUR 4,419 thousand (31 December 2021: EUR 2,978 thousand).

The item "Securities and other capital investments" includes securities issued by Baloise Holding AG in the amount of EUR 719 thousand (31 December 2021: EUR 760 thousand).

As of 30 June 2022, Generali CEE Holding B.V., Amsterdam, The Netherlands, held shares in OVB Holding AG carrying 11.48 per cent of the voting rights. This entity is part of Generali Group, whose parent is Assicurazioni Generali S.p.A., Trieste, Italy. Based on agreements concluded with Generali Group, sales in the amount of EUR 9,882 thousand (30 June 2021: EUR 10,972 thousand) were generated in the first half-year 2022. Receivables exist in the amount of EUR 5,613 thousand (31 December 2021: EUR 6,227 thousand) and liabilities come to EUR 14 thousand (31 December 2021: EUR 69 thousand).

The terms and conditions of brokerage contracts concluded with related parties are comparable to the terms and conditions of contracts OVB has concluded with providers of financial products not regarded as related parties.

Items outstanding as of 30 June 2022 are not secured, do not bear interest and are settled by payment. There are no guarantees relating to receivables from or liabilities to related parties.

Mr. Hücker has left the Executive Board of OVB Holding AG effective 31 May 2022. Mr. Hücker has signed a non-competition agreement extending to 31 May 2023.

5. Subsequent events

Significant reportable events have not occurred since 30 June 2022, the closing date of these interim consolidated financial statements.

6. Executive Board and Supervisory Board

Members of the Executive Board of OVB Holding AG:

- Mario Freis, CEO
- Frank Burow, CFO
- Thomas Hücker, COO (until 31 May 2022)

Members of the Supervisory Board of OVB Holding AG:

- Michael Johnigk (Chairman of the Supervisory Board); Business Graduate, ret., former Member of the Executive Boards of SIGNAL IDUNA Group, Dortmund/Hamburg
- Dr. Thomas A. Lange (Deputy Chairman of the Supervisory Board); Chairman of the Executive Board of NATIONAL-BANK AG, Essen
- Markus Jost; Independent Certified Expert for Accounting and Management Accounting, former Member of the Executive Board of Basler Versicherungen, Bad Homburg/Hamburg
- Wilfried Kempchen; Businessman, ret., former Chairman of the Executive Board of OVB Holding AG, Düren
- Mag. Harald Steirer; Management Consultant (under exclusive contract with the branch office of Generali CEE Holding B.V., Prague), former Chief Operating Officer of Generali CEE Holding B.V., Prague
- Julia Wiens; Member of the Executive Boards of Basler Lebensversicherungs-AG, Hamburg; Basler Sachversicherungs-AG, Bad Homburg; Basler Sach Holding AG, Hamburg; Managing Director of Basler Saturn Management B.V. in its capacity as general partner of Basler Versicherung Beteiligungen B.V. & Co. KG, Hamburg

Responsibility statement

We confirm that to the best of our knowledge, and in accordance with the accounting principles applicable to interim financial reporting, the consolidated interim financial statements give a true and fair view of the assets and liabilities, financial position and profit/loss of the Group, and the consolidated interim management report includes a fair review of the development and performance of the business and the position of the Group, together with a description of the principal opportunities and risks associated with the expected development of the Group.

Cologne, 3 August 2022



Mario Freis
CEO



Frank Burow
CFO

Review report

To OVB Holding AG, Cologne

We have reviewed the condensed consolidated interim financial statements – comprising the condensed statement of financial position, condensed statement of comprehensive income, condensed statement of cash flows, condensed statement of changes in equity and selected explanatory notes – and the interim group management report of OVB Holding AG, Cologne, for the period from 1 January to 30 June 2022 which are part of the half-year financial report pursuant to § (Article) 115 WpHG (“Wertpapierhandelsgesetz”: German Securities Trading Act). The preparation of the condensed consolidated interim financial statements in accordance with the IFRS applicable to interim financial reporting as adopted by the EU and of the interim group management report in accordance with the provisions of the German Securities Trading Act applicable to interim group management reports is the responsibility of the parent Company’s Board of Managing Directors. Our responsibility is to issue a review report on the condensed consolidated interim financial statements and on the interim group management report based on our review.

We conducted our review of the condensed consolidated interim financial statements and the interim group management report in accordance with German generally accepted standards for the review of financial statements promulgated by the Institut der Wirtschaftsprüfer (Institute of Public Auditors in Germany) (IDW). Those standards require that we plan and perform the review so that we can preclude through critical evaluation, with moderate assurance, that the condensed consolidated interim financial statements have not been prepared, in all material respects, in accordance with the IFRS

applicable to interim financial reporting as adopted by the EU and that the interim group management report has not been prepared, in all material respects, in accordance with the provisions of the German Securities Trading Act applicable to interim group management reports. A review is limited primarily to inquiries of company personnel and analytical procedures and therefore does not provide the assurance attainable in a financial statement audit. Since, in accordance with our engagement, we have not performed a financial statement audit, we cannot express an audit opinion.

Based on our review, no matters have come to our attention that cause us to presume that the condensed consolidated interim financial statements have not been prepared, in all material respects, in accordance with the IFRS applicable to interim financial reporting as adopted by the EU nor that the interim group management report has not been prepared, in all material respects, in accordance with the provisions of the German Securities Trading Act applicable to interim group management reports.

Düsseldorf, 8 August 2022
PricewaterhouseCoopers GmbH
Wirtschaftsprüfungsgesellschaft

Ludger Koslowski
Wirtschaftsprüfer

Christian Sack
Wirtschaftsprüfer

Financial Calendar

10 August 2022

Results for the second quarter of 2022, Conference Call

9 November 2022

Results for the third quarter of 2022, Conference Call

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