



## **V.I.G. – A Solid Ship in a Stormy Market**

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Morgan Stanley European Financials Conference – London,  
2 April 2009

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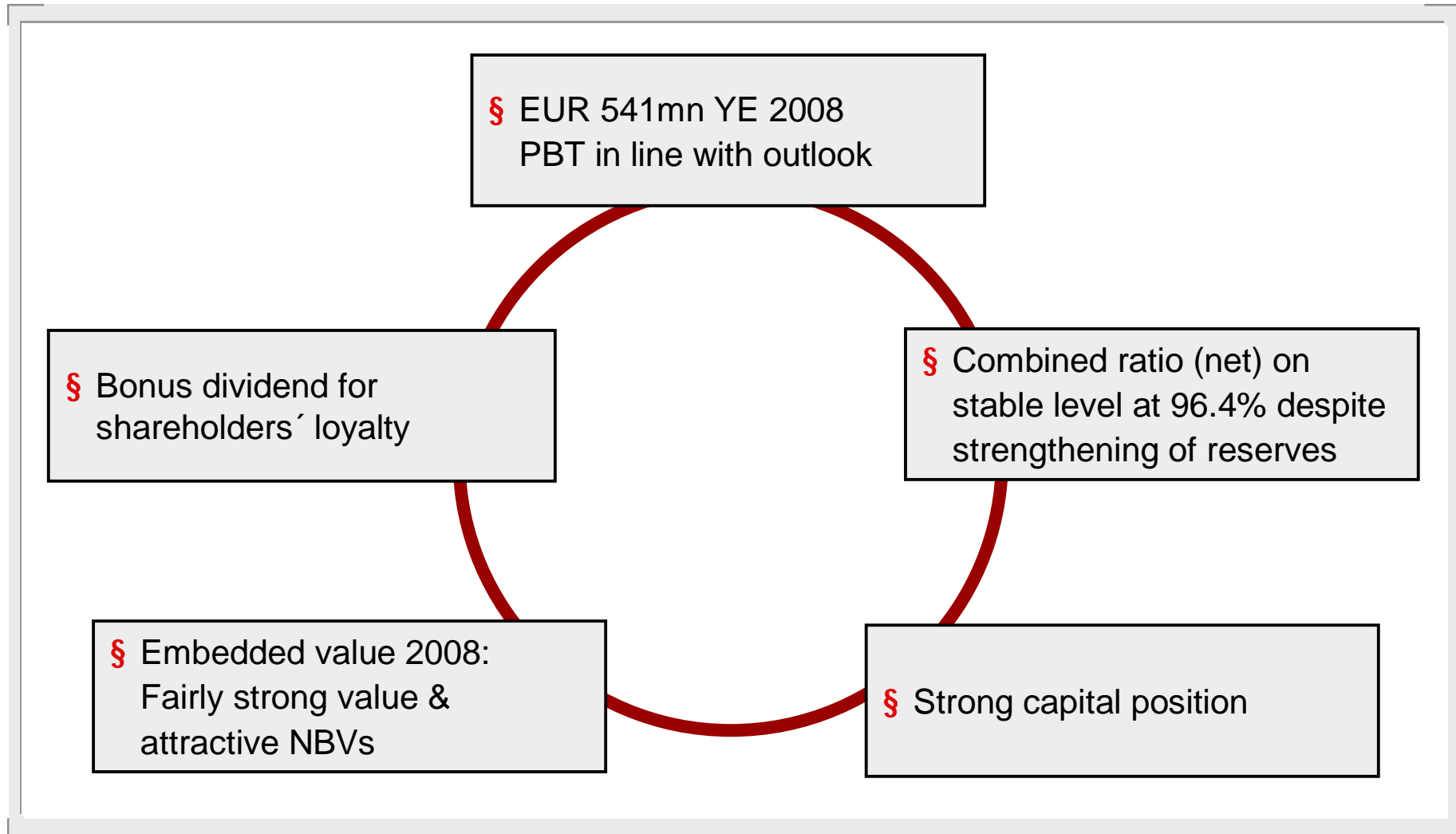
**Vienna Insurance Group - YE 2008 results**

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**Financial Highlights**

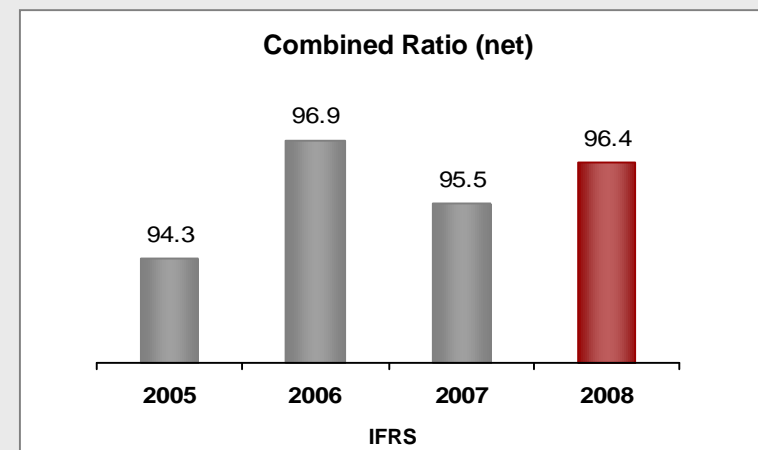
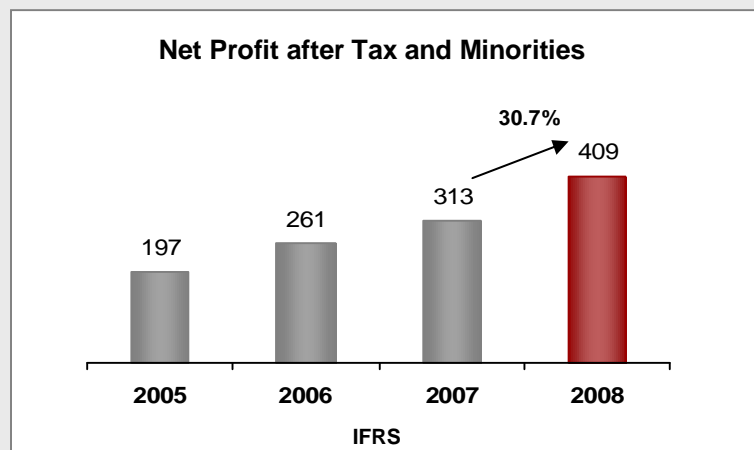
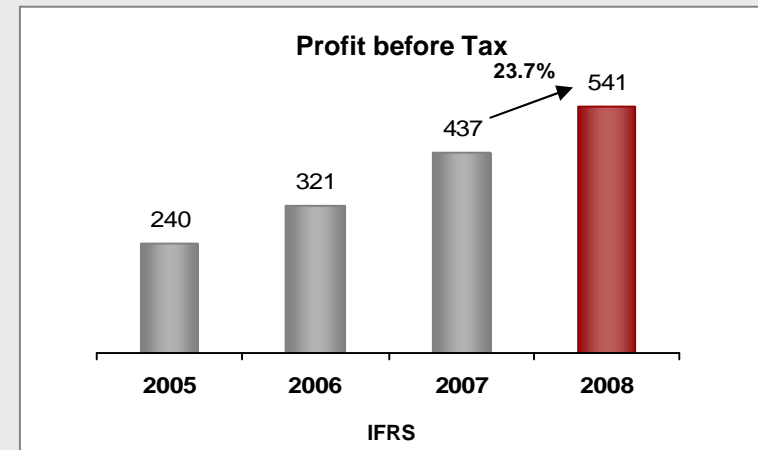
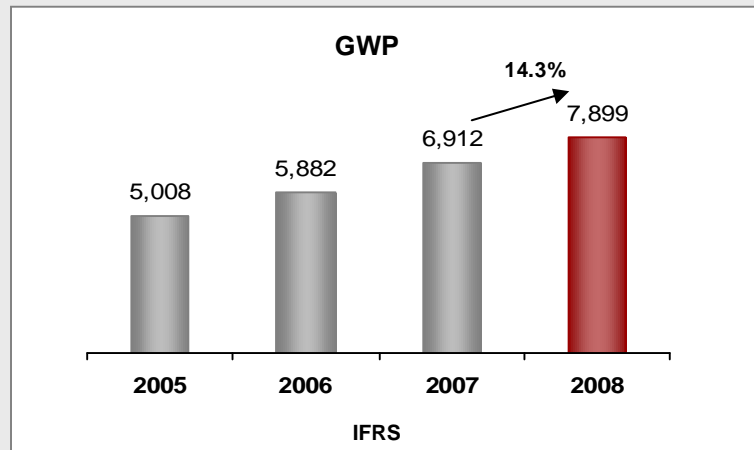
# YE 2008 Financial Highlights (I)

VIG keeps promises of financial strength

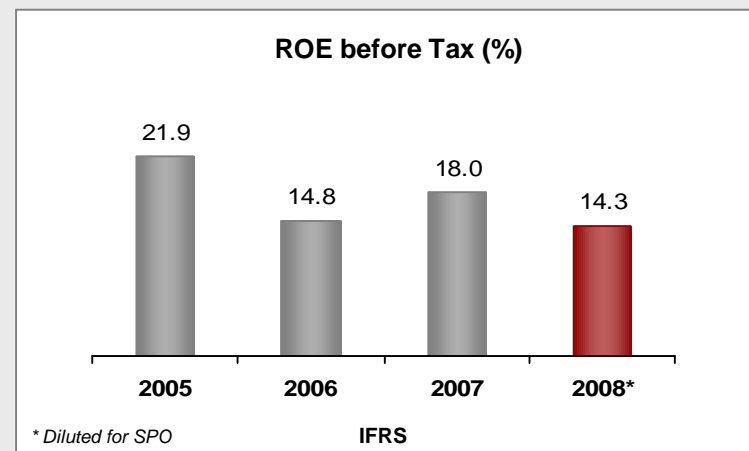
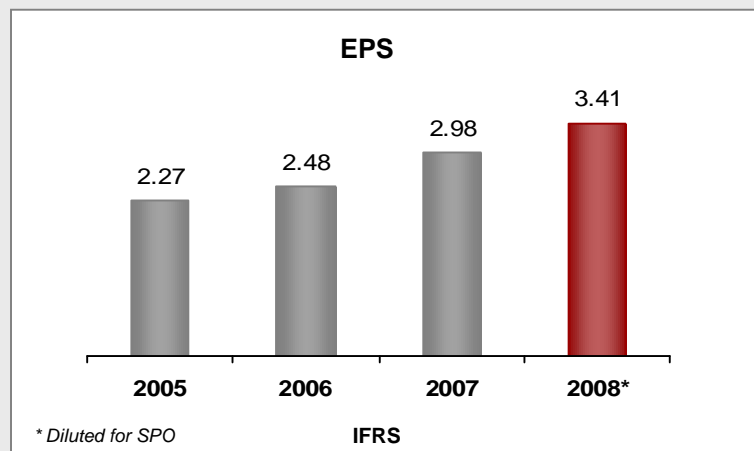


# YE 2008 Financial Highlights (II)

Excellent top and bottom line performance



# YE 2008 Financial Highlights (III)





**Vienna Insurance Group - YE 2008 results**

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**P&L and Balance Sheet Details**

# YE 2008 Income Statement

IFRS (€mn)

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	YE 2008	YE 2007	+/-%
1. Gross written premiums	7,898.9	6,911.9	14.3
2. Net earned premiums	6,961.6	5,941.7	17.2
3. Net investment income	918.1	1,002.6	-8.4
4. Other income	127.5	52.0	>100
<b>Total income</b>	<b>8,007.2</b>	<b>6,996.3</b>	<b>14.4</b>
6. Expenses for claims incurred	-5,607.4	-5,031.5	11.4
7. Operating expenses	-1,562.1	-1,345.1	16.1
8. Other expenses	-296.9	-182.4	62.8
<b>Total expenses</b>	<b>-7,466.4</b>	<b>-6,559.0</b>	<b>13.8</b>
<b>Profit before tax</b>	<b>540.8</b>	<b>437.3</b>	<b>23.7</b>
Taxes	-98.5	-88.4	11.3
<b>Net profit before minorities (Profit for the period)</b>	<b>442.3</b>	<b>348.9</b>	<b>26.8</b>
Minorities	-33.8	-36.3	-6.7
<b>Net profit after minorites</b>	<b>408.5</b>	<b>312.6</b>	<b>30.7</b>



# YE 2008 Balance Sheet

IFRS (€mn)

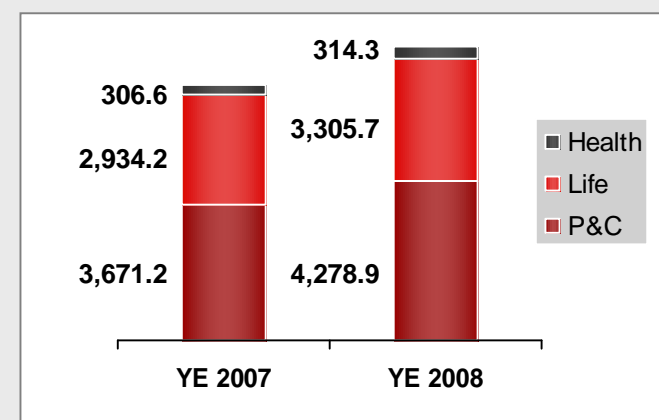
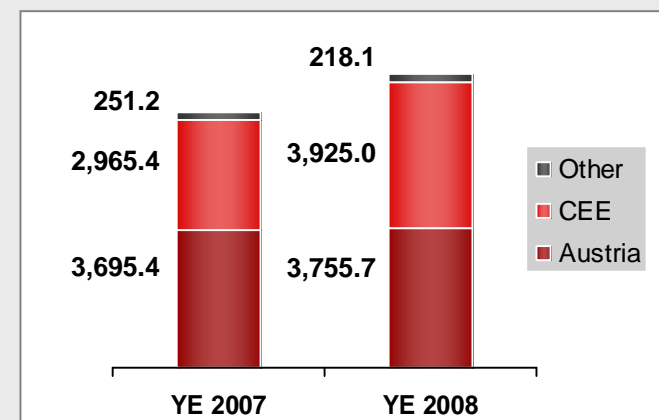
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	YE 2008	YE 2007	+/- %
Intangible assets	1,649	525	>100
Total investments	24,548	20,171	21.7
Unit- and index-linked investments	3,602	3,066	17.5
Reinsurers' share in technical provisions	1,222	1,187	3.0
Receivables	1,500	1,200	25.0
Deferred tax assets	131	34	>100
Other assets	393	285	38.2
Cash and cash equivalents	619	278	>100
<b>Total assets</b>	<b>33,665</b>	<b>26,745</b>	<b>25.9</b>
Shareholders' equity	4,139	2,616	58.2
<i>thereof minorities</i>	267	277	-3.8
Subordinated liabilities	501	443	13.2
Technical provisions	21,682	17,092	26.9
Unit- and index-linked technical provisions	3,347	2,949	13.5
Non-technical provisions	752	795	-5.4
Liabilities	2,843	2,689	5.7
Deferred tax liabilities	141	81	75.2
Other liabilities	260	82	>100
<b>Total liabilities and equity</b>	<b>33,665</b>	<b>26,745</b>	<b>25.9</b>

# YE 2008 P&L Major Items – Gross Written Premiums

Sustained strong premium growth in CEE (€mn)

	Non-Life		Life		Total	
	YE 2008	YE 2007	YE 2008	YE 2007	YE 2008	YE 2007
Austria	1,883.4	1,793.7	1,872.4	1,901.6	3,755.7	3,695.4
Czech Rep.	982.8	838.1	437.0	292.3	1,419.7	1,130.5
Slovakia	330.5	296.9	275.1	197.7	605.6	494.5
Poland	413.5	324.3	381.7	218.8	795.1	543.1
Romania	569.2	399.9	39.1	13.6	608.2	413.5
Other CEE	344.5	258.9	151.9	124.9	496.4	309.1
Other	69.4	66.0	148.7	185.2	218.1	251.2
<b>Total</b>	<b>4,593.1</b>	<b>3,977.8</b>	<b>3,305.7</b>	<b>2,934.2</b>	<b>7,898.9</b>	<b>6,911.9</b>



Note: the following companies were not included in HY 2007: Jupiter, Globus, Kniazha (Ukraine), Ray Sigorta (Turkey) and Asirom (Romania);

Pro rata consolidation of TBIH insurance companies (Bulstrad, Helios) increased from 40% to 60% as of Q1 2008

First time consolidation of s Versicherung Austria as of H2 2008, of s Versicherung CZ, SK, H, CRO as of Q4 2008; deconsolidation of BACAV (A) and Unita (RO) as of June 2008

# YE 2008 P&L Major Items – Expenses for Claims Incurred

Loss ratio stable despite one-off effects in RO, SK

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- § Group loss ratio (net) at 64.5% (from 64.2% in YE 2007 )
- § Austrian loss ratio lower by 0.5% pts at 66.2%, was affected by storms in early 2007
- § Czech Republic saw loss ratio improving by 3.4% pts to 62.8%, was also affected by storms in early 2007
- § In Slovakia loss ratio higher at 55.9% (YE 07: 53.3%) mainly due to increase of payments for claims from former state monopoly (legal requirement)
- § Poland improving by 2.3% pts to 57.6% due to effective claims and risk management and benign motor pricing
- § Romania saw increase of claims ratio to 73.9% influenced by motor business (in line with market trends) and one-off increase of claims reserve from Unita sales proceeds (~3% pts, € 15mn)
- § Other CEE recorded increase by 4.1% pts to reach normalised level of 63.0%

EUR mn	P&C	
	YE 2008	YE 2007
Net Earned Premiums:	3,375.4	2,746.8
Expenses for Claims Incurred:	2,175.7	1,764.4
<b>Ratio</b>	<b>64.5%</b>	<b>64.2%</b>

# YE 2008 P&L Major Items – Operating Expenses

Cost ratio slightly up due to higher share of CEE business

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- § Group cost ratio (net) increasing by 0.7% pts to reach 31.9% impacted by higher share of CEE business in total portfolio
- § Cost ratio in Austria up by 1.3% pts at 28.4% due to salary increases
- § Costs in the Czech Republic increased to 29.4% due to transitional IT roll-out expenses
- § Cost ratio in Slovakia down by 2.1% pts at 37.5% due to strict cost management and lower commissions
- § Poland showing higher cost ratio at 41.1% caused by Religa tax issue
- § Romania recording substantial decrease to 30.9% thanks to scale effects
- § Cost ratio in Other CEE slightly down at 42.7% also due to scale effects

EUR mn	P&C	
	YE 2008	YE 2007
Net Earned Premiums:	3,375.4	2,746.8
Operating Expenses: <sup>1</sup>	1,077.5	857.8
<b>Ratio</b>	<b>31.9%</b>	<b>31.2%</b>

<sup>1</sup> incl. Other technical result (Other underwriting income and expenses)

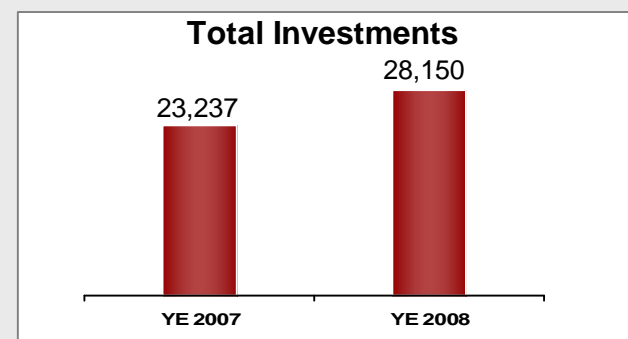
# YE 2008 P&L Major Items – Net Investment Income

One-off gains balanced by market downturn (€mn)

Detail - Income	P&C		Life		Health		Total	
in €'000	YE 2008	YE 2007	YE 2008	YE 2007	YE 2008	YE 2007	YE 2008	YE 2007
Current income	210,601	146,290	1,025,645	828,298	39,271	30,249	1,275,517	1,004,837
Income from write-ups	12,112	10,548	41,050	25,816	328	2,210	53,490	38,574
Income from the disposal of investments	249,361	84,991	606,584	308,451	7,693	9,996	863,638	403,438
<b>Total</b>	<b>472,074</b>	<b>241,829</b>	<b>1,673,279</b>	<b>1,162,565</b>	<b>47,292</b>	<b>42,455</b>	<b>2,192,645</b>	<b>1,446,849</b>

Detail - Expenses	P&C		Life		Health		Total	
in €'000	YE 2008	YE 2007	YE 2008	YE 2007	YE 2008	YE 2007	YE 2008	YE 2007
Depreciation of investments	23,851	43,010	199,487	71,096	14,747	10,990	238,085	125,096
Impairment of investments	55,076	0	307,846	30,952	724	0	363,646	30,952
Exchange rate	-11,159	-206	-760	1,502	-9	3	-11,928	1,299
Losses from the disposal of investments	38,099	8,441	382,321	58,053	9,814	4,580	430,234	71,074
Interest expenses	31,693	26,086	99,560	87,814	6,739	7,834	137,992	121,734
Other expenses	27,503	16,039	86,371	75,105	2,606	2,906	116,480	94,050
<b>Total</b>	<b>165,063</b>	<b>93,370</b>	<b>1,074,825</b>	<b>324,522</b>	<b>34,621</b>	<b>26,313</b>	<b>1,274,509</b>	<b>444,205</b>

- § Decrease in Group Net Investment Income by 8.4% to €918.1mn influenced mainly by
- adverse market conditions (interest rates, spreads, equities)
  - one-off gains from sale of BACAV and UNITA
- § Solid investment policy, e.g. no US- subprime, no monolines or CDOs





**Vienna Insurance Group - YE 2008 final results**

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**European Embedded Value 2008 (overview)**

# Group Embedded Value 2008

## Results (€mn)

	L&H		P&C		Total	
	2008	2007	2008	2007	2008	2007
<b>Austria/Germany</b>						
Free Surplus	403.6	525.3				
Required Capital	320.5	325.9				
ANAV	724.1	851.2	151.4	426.6	875.5	1,277.8
PVFP	1,233.9	1,568.5	n/a	n/a	1,233.9	1,568.5
- TVFOG	-172.3	-56.8	n/a	n/a	-172.3	-56.8
- CoC/FCRC	-43.5	-48.7	n/a	n/a	-43.5	-48.7
- CRNHR	-71.8	-54.2	n/a	n/a	-71.8	-54.2
VIF	946.3	1,408.8			946.3	1,408.8
Subtotal A/G	<b>1,670.4</b>	<b>2,260.0</b>	<b>151.4</b>	<b>426.6</b>	<b>1,821.8</b>	<b>2,686.6</b>
<b>CEE</b>						
Free Surplus	306.6	266.5				
Required Capital	135.4	113.5				
ANAV	442.0	380.0	1,371.6	1,340.7	1,813.6	1,720.7
PVFP	610.1	539.0	n/a	n/a	610.1	539.0
- TVFOG	-36.7	-29.6	n/a	n/a	-36.7	-29.6
- CoC/FCRC	-23.1	-20.5	n/a	n/a	-23.1	-20.5
- CRNHR	-23.3	-21.1	n/a	n/a	-23.3	-21.1
VIF	527.0	467.8			527.0	467.8
Subtotal CEE	<b>969.0</b>	<b>847.8</b>	<b>1,371.6</b>	<b>1,340.7</b>	<b>2,340.6</b>	<b>2,188.5</b>
<b>Total</b>	<b>2,639.4</b>	<b>3,107.8</b>	<b>1,523.0</b>	<b>1,767.3</b>	<b>4,162.4</b>	<b>4,875.1</b>

*The GEV 2007 is after restatement and opening adjustments*

### Change in scope:

Included for the first time are CPP in the Czech Republic, BENEFIA-LIFE and BENEFIA, INTERRISK and PZM in Poland, and the newly acquired insurance operations of ERSTE BANK in Austria, Czech Republic, Slovakia, Hungary, Romania and Croatia.

BACA-Versicherung in Austria and UNITA in Romania were sold during 2008.

## Comments

- § Group Embedded Value (GEV) calculated as Value of In-Force Business (ViF) and Adjusted Net Asset Value (ANAV) for Life & Health (L&H) plus ANAV for Property & Casualty (P&C)
- § All results based on local GAAP
- § EEV based on stochastic cashflow projections
- § TEV based on deterministic projections
- § EEV for L&H business in A/G
- § EEV and TEV for L&H business in CEE

# Group Embedded Value 2008

## Return on Adjusted Embedded Value (€mn)

	L&H		P&C		Total	
<b>Austria / Germany</b>						
EV Dec 31, 2008	1,670.3		151.4		1,821.7	
EV Dec 31, 2007 Reported	2,012.7		617.5		2,630.2	
EV Dec 31, 2007 Restated	2,037.4		570.7		2,608.1	
EV Dec 31, 2007 Restated and Adjusted	2,260.0		426.6		2,686.6	
+ Dividends	- 34.3		- 79.4		- 113.7	
+/- Closing Transfers	- 281.7		286.5		4.8	
Return on EV	- 871.4	-44.0%	11.3	1.6%	- 860.1	-32.0%
<b>CEE</b>						
EV Dec 31, 2008	969.1		1,371.6		2,340.7	
EV Dec 31, 2007 Reported	546.7		1,374.2		1,920.9	
EV Dec 31, 2007 Restated	569.4		1,197.1		1,766.5	
EV Dec 31, 2007 Restated and Adjusted	847.8		1,340.7		2,188.5	
+ Dividends	- 0.7		- 1.1		- 1.8	
+/- Closing Transfers	- 46.8		42.0		- 4.8	
Return on EV	74.5	9.3%	72.9	5.3%	147.4	6.8%
<b>Return on Total GEV</b>	<b>- 796.9</b>	<b>-25.6%</b>	<b>84.2</b>	<b>4.8%</b>	<b>- 712.7</b>	<b>-14.6%</b>

The total return on the GEV is mainly driven by an exceptional financial markets dislocation – a combination of low interest rates, negative equity returns, higher spreads on fixed income securities and high interest rate and equity volatility. A stable operating performance partly offsets these negative impacts and even leads to a positive return in CEE.

### Change in Methodology and Assumptions

- § Allowance for Cost for Residual Non-Hedgeable Risk
- § The reference interest rates used for the EEV calculations are based on the corresponding swap rates at December 31, 2008 and include a liquidity spread of 50 bp for all terms
- § Volatilities used to calibrate the economic scenario generator at December 31, 2008 are based on average volatilities over 2008
- § All results shown after minorities and tax
- § GEV allows for all consolidation effects



# Group Embedded Value 2008

## New Business Values (€mn)

	L&H		
	2008	2007	+ / - %
<b>Austria / Germany</b>			
NBV	61.6	76.2	- 19.2%
APE	259.1	262.2	
<i>APE-Ratio</i>	23.8%	29.1%	
PVNBP	2,479.2	2,398.6	
<i>PVNBP-Ratio</i>	2.5%	3.2%	
<b>CEE</b>			
NBV	92.2	68.8	+ 34.0%
APE	211.1	213.8	
<i>APE-Ratio</i>	43.7%	32.2%	
PVNBP	1311.5	1121.1	
<i>PVNBP-Ratio</i>	7.0%	6.1%	
<b>NBV-Total</b>	<b>153.8</b>	<b>145.0</b>	<b>+ 6.1%</b>
<b>APE-Total</b>	<b>470.2</b>	<b>476.0</b>	
<b><i>APE-Ratio Total</i></b>	<b>32.7%</b>	<b>30.5%</b>	
<b>PVNBP-Total</b>	<b>3,790.7</b>	<b>3,519.7</b>	
<b><i>PVNBP-Ratio Total</i></b>	<b>4.1%</b>	<b>4.1%</b>	

### Comments

- § The NBV represents the value generated by new business sold during the reporting period.
- § The NBV in A/G has decreased due to lower margins on the participating life insurance business as a result of the lower interest rates and higher volatility.
- § The total new business volumes in A/G have not changed relative to the previous year.
- § The total new business volumes in CEE as measured by PVNBP have increased.
- § The NBV in CEE has increased due to higher new business margins.

The increase of NBV in CEE more than offsets the reduction in A/G and leads to an increase of NBV for the group.



**Vienna Insurance Group - YE 2008 final results**

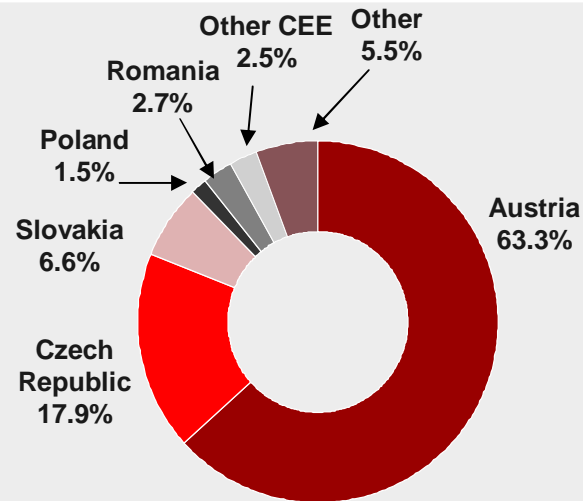
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**Diversification**

# Diversification (I)

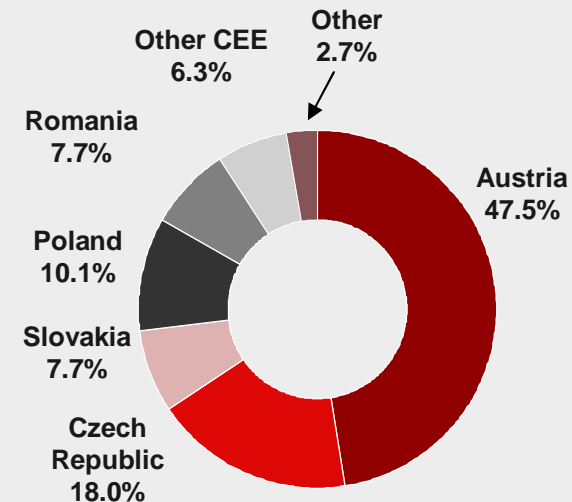
Basis of business origination substantially widened

## GWP by Geography YE 05



YE 2005 Total: €5.0bn

## GWP by Geography YE 08



YE 2008 Total: €7.9bn

- § V.I.G. has attained a much wider array of premium origination within a relatively short period
- § Austrian business reduced to less than 50%
- § Non-life business (60%) still dominates portfolio

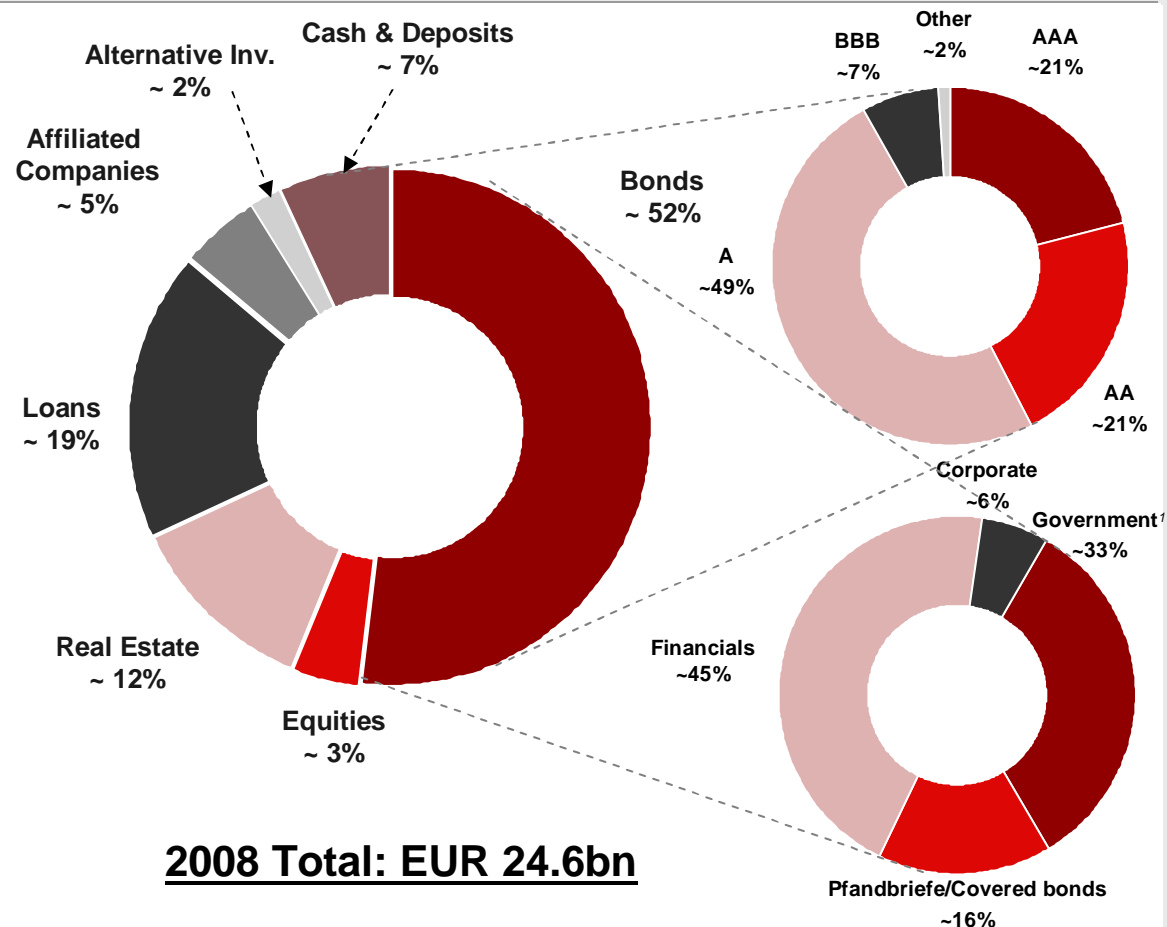
# Diversification (II)

YE 2008 investment split – V.I.G. follows a prudent risk policy

## Investment policy

- § More than 50% of real estate with regulated Austrian housing societies; remainder also largely in Austria and property used by VIG itself
- § Bond portfolio well diversified, mainly in Western Europe
- § Investments mainly denominated in EUR; CEE premiums invested in local currencies, thus natural hedge
- § Share of CEE investments is € 4.8bn, largely in CZ and SK
- § VIG has no US-subprime investments, monolines or CDOs
- § Tier 1 exposure of about 1.5% - 2% of total investments (no US risk)

## Portfolio Overview



1: Government and government guaranteed

# Reinforced Financial Performance

## Efficiency programme and capitalisation

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### Action Programme

**External and internal benchmarking analysis shows cost savings potential of at least €100mn**

- § Cost savings target of at least €100mn, to be exploited by the end of 2010
- § Accelerated efficiency programme in CEE
- § Includes companies in CEE (in particular PL, RO, SK) and Austria

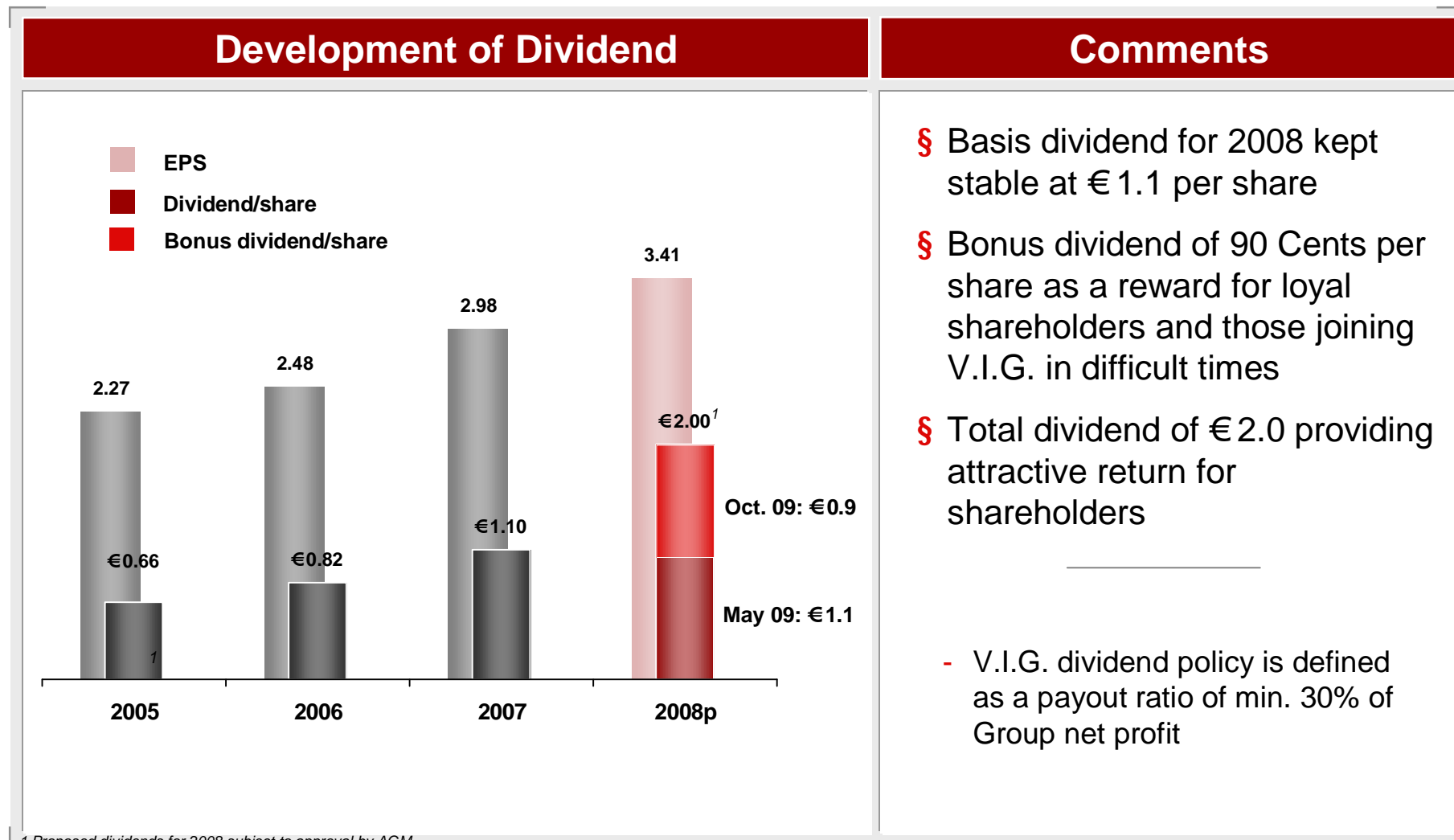
### Capital Position

- § Capital kept stable since SPO 2008
- § S&P rating of A+ recently confirmed
- § V.I.G. intends to issue<sup>1</sup>, within the scope of the existing hybrid bonds programme, the emission of a second tranche with a volume of up to €250mn

***1: Not for distribution in the United States, Canada, Japan and Australia***

# Dividend

Attractive bonus dividend almost doubles original plan



<sup>1</sup> Proposed dividends for 2008 subject to approval by AGM

## 2M 2009 Business Trend

Preliminary GWP for 2M 2009 (local FX, mn, unconsolidated, unaudited)

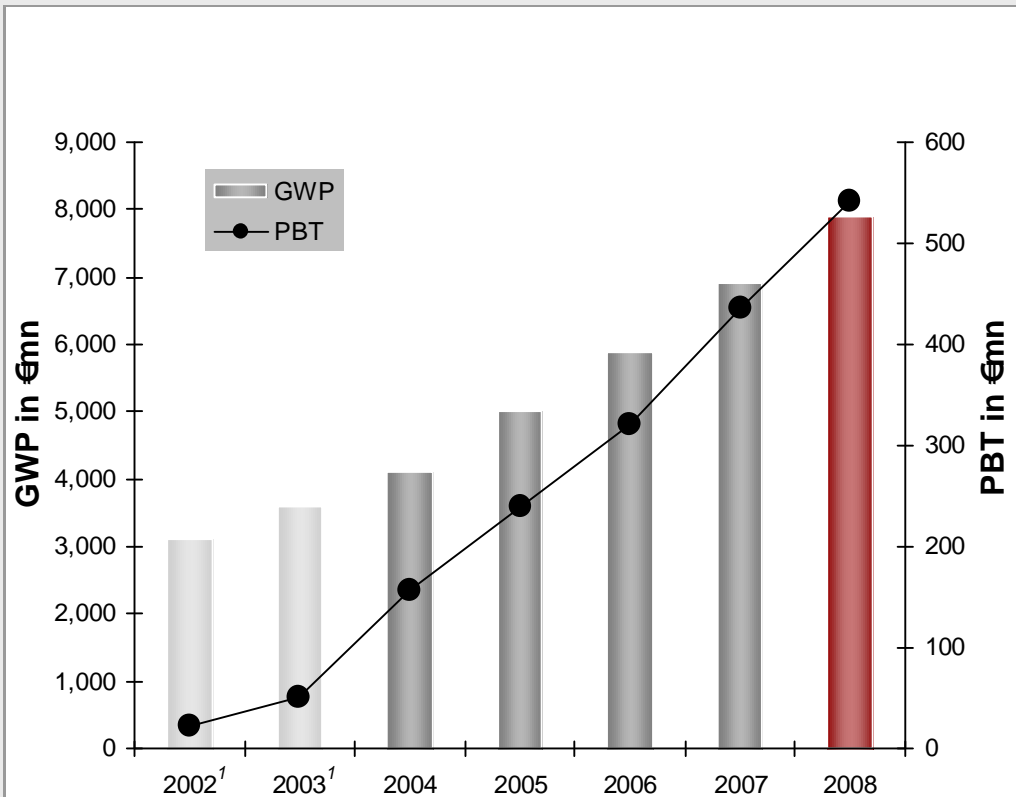
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	Non-life			Life			Total		
	2M 2009	2M 2008	+/-%	2M 2009	2M 2008	+/-%	2M 2009	2M 2008	+/-%
<b>Austria</b>	536.8	523.9	2.5%	340.7	262.0	30.0%	877.5	786.0	11.7%
<b>Czech Rep.</b>	6,397.1	6,010.0	6.4%	2,507.2	1,513.2	65.7%	8,904.3	7,523.2	18.4%
<b>Slovakia</b>	98.8	98.6	0.2%	46.5	40.9	13.5%	145.3	139.5	4.1%
<b>Poland</b>	292.7	260.8	12.2%	208.2	199.9	4.1%	500.9	460.7	8.7%
<b>Romania</b>	478.7	497.7	-3.8%	38.8	29.6	31.2%	517.5	527.4	-1.9%
<b>Other CEE</b>									
Hungary	4,429.1	2,943.1	50.5%	3,196.2	3,173.7	0.7%	7,625.3	6,116.8	24.7%
Croatia	72.3	71.6	1.0%	65.6	46.5	41.2%	137.9	118.1	16.8%
Serbia	322.1	385.7	-16.5%	204.6	195.3	4.8%	526.7	580.9	-9.3%
Bulgaria	67.5	41.3	63.5%	4.2	2.4	76.8%	71.6	43.6	64.3%
Ukraine	63.7	83.3	-23.5%	1.0	1.6	-37.0%	64.7	84.8	-23.8%
Turkey	19.2	23.0	-16.4%	-	-	-	19.2	23.0	-16.4%
<b>Other</b>									
Liechtenstein	-	-	-	7.3	48.1	-84.9%	7.3	48.1	-84.9%
Germany	14.4	13.9	3.4%	9.1	9.0	0.5%	23.4	22.9	2.3%

# Outlook

Current market volatility constrains forecasts

## V.I.G.'s Path of Profitability



1: Figures for 2002 and 2003 according to Austrian Commercial Code, thereafter IFRS

## Outlook

§ Persistently shaky situation of capital markets does not allow for firm establishment of targets for 2009 and medium term

§ V.I.G. still expects premium growth despite adverse currency effects

- It is company philosophy to keep the combined ratio well below 100% throughout the business cycle





**Vienna Insurance Group - YE 2008 results**

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**Appendix**

# YE 2008 P&L – Business Segments

Property & Casualty, IFRS (€mn)

26

	YE 2008	YE 2007	+/-%
1. Gross written premiums	4,278.9	3,671.2	16.6
2. Net earned premiums	3,375.4	2,746.8	22.9
3. Net investment income	307.0	148.5	>100
4. Other income	77.9	35.3	>100
<b>Total income</b>	<b>3,760.3</b>	<b>2,930.5</b>	<b>28.3</b>
6. Expenses for claims incurred	-2,175.7	-1,764.4	23.3
7. Operating expenses	-958.3	-775.0	23.7
8. Other expenses	-212.0	-126.0	68.2
<b>Total expenses</b>	<b>-3,346.1</b>	<b>-2,665.4</b>	<b>25.5</b>
<b>Profit before tax</b>	<b>414.2</b>	<b>265.1</b>	<b>56.3</b>

# YE 2008 P&L – Business Segments

Life, IFRS (€mn)

27

	YE 2008	YE 2007	+/-%
1. Gross written premiums	3,305.7	2,934.2	12.7
2. Net earned premiums	3,272.9	2,889.4	13.3
3. Net investment income	598.5	838.0	-28.6
4. Other income	49.6	16.7	>100
<b>Total income</b>	<b>3,920.9</b>	<b>3,744.1</b>	<b>4.7</b>
6. Life benefits	-3,171.9	-3,000.2	5.7
7. Operating expenses	-562.2	-531.4	5.8
8. Other expenses	-84.4	-55.3	52.6
<b>Total expenses</b>	<b>-3,818.5</b>	<b>-3,586.9</b>	<b>6.5</b>
<b>Profit before tax</b>	<b>102.4</b>	<b>157.2</b>	<b>-34.9</b>

# YE 2008 P&L – Business Segments

Health, IFRS (€mn)

28

	YE 2008	YE 2007	+/-%
1. Gross written premiums	314.3	306.6	2.5
2. Net earned premiums	313.3	305.5	2.6
3. Net investment income	12.7	16.1	-21.5
4. Other income	0.0	0.0	0.0
<b>Total income</b>	<b>326.0</b>	<b>321.7</b>	<b>1.4</b>
6. Expenses for claims incurred	-259.7	-266.9	-2.7
7. Operating expenses	-41.6	-38.7	7.5
8. Other expenses	-0.6	-1.0	-45.9
<b>Total expenses</b>	<b>-301.9</b>	<b>-306.7</b>	<b>-1.6</b>
<b>Profit before tax</b>	<b>24.2</b>	<b>15.0</b>	<b>60.9</b>

# YE 2008 P&L - Split by Regions (I)

Regional segments, IFRS (€mn)

	Austria			Czech Republic		
	YE 2008	YE 2007	+/-%	YE 2008	YE 2007	+/-%
1. Gross written premiums	3,755.7	3,695.4	1.6	1,419.7	1,130.5	25.6
2. Net earned premiums	3,409.3	3,304.5	3.2	1,189.5	919.0	29.4
3. Net investment income	732.7	848.4	-13.6	59.5	44.7	33.2
4. Other income	14.5	13.8	5.0	19.4	13.6	42.5
<b>Total income</b>	<b>4,156.5</b>	<b>4,166.6</b>	<b>-0.2</b>	<b>1,268.4</b>	<b>977.2</b>	<b>29.8</b>
6. Expenses for claims incurred	-3,165.9	-3,258.3	-2.8	-806.3	-631.4	27.7
7. Operating expenses	-599.3	-577.9	3.7	-281.6	-218.9	28.6
8. Other expenses	-47.0	-43.7	7.6	-73.1	-53.2	37.4
<b>Total expenses</b>	<b>-3,812.1</b>	<b>-3,879.8</b>	<b>-1.7</b>	<b>-1,161.0</b>	<b>-903.4</b>	<b>28.5</b>
<b>Profit before tax</b>	<b>344.3</b>	<b>286.8</b>	<b>20.1</b>	<b>107.5</b>	<b>73.8</b>	<b>45.6</b>
<b>Combined Ratio</b>	<b>94.6%</b>	<b>93.8%</b>		<b>92.2%</b>	<b>93.7%</b>	

## YE 2008 P&L - Split by Regions (II)

Regional segments, IFRS (€mn)

30

	Slovakia			Poland			Romania		
	YE 2008	YE 2007	+/-%	YE 2008	YE 2007	+/-%	YE 2008	YE 2007	+/-%
1. Gross written premiums	605.6	494.5	22.5	795.1	543.1	46.4	608.2	413.5	47.1
2. Net earned premiums	523.2	398.8	31.2	747.5	483.9	54.5	528.2	314.9	67.7
3. Net investment income	3.5	26.4	-86.9	5.1	22.1	-76.7	98.6	13.8	>100
4. Other income	6.8	2.1	>100	6.6	2.9	>100	45.1	9.8	>100
<b>Total income</b>	<b>533.5</b>	<b>427.3</b>	<b>24.8</b>	<b>759.3</b>	<b>508.9</b>	<b>49.2</b>	<b>671.9</b>	<b>338.4</b>	<b>98.5</b>
6. Expenses for claims incurred	-388.4	-279.6	38.9	-456.4	-269.6	69.3	-395.4	-208.5	89.6
7. Operating expenses	-96.7	-84.3	14.7	-255.4	-207.0	23.4	-171.6	-113.9	50.6
8. Other expenses	-43.4	-33.1	31.1	-21.4	-13.5	57.8	-47.5	-11.5	>100
<b>Total expenses</b>	<b>-528.5</b>	<b>-397.0</b>	<b>33.1</b>	<b>-733.1</b>	<b>-490.1</b>	<b>49.6</b>	<b>-614.5</b>	<b>-333.9</b>	<b>84.0</b>
<b>Profit before tax</b>	<b>5.0</b>	<b>30.3</b>	<b>-83.5</b>	<b>26.1</b>	<b>18.8</b>	<b>39.0</b>	<b>57.5</b>	<b>4.6</b>	<b>&gt;100</b>
<b>Combined Ratio</b>	<b>93.3%</b>	<b>92.9%</b>		<b>98.7%</b>	<b>99.2%</b>		<b>104.7%</b>	<b>100.9%</b>	

# YE 2008 P&L - Split by Regions (III)

Regional segments, IFRS (€mn)

31

	Other CEE			Other			TOTAL		
	YE 2008	YE 2007	+/-%	YE 2008	YE 2007	+/-%	YE 2008	YE 2007	+/-%
1. Gross written premiums	496.4	383.8	29.3	218.1	251.2	-13.2	7,898.9	6,911.9	14.3
2. Net earned premiums	378.8	300.3	26.1	185.0	220.3	-16.0	6,961.6	5,941.7	17.2
3. Net investment income	10.3	28.6	-64.2	8.5	18.7	-54.5	918.1	1,002.7	-8.4
4. Other income	7.1	5.7	23.7	28.0	4.1	>100	127.5	52.0	>100
<b>Total income</b>	<b>396.1</b>	<b>334.6</b>	<b>18.4</b>	<b>221.5</b>	<b>243.1</b>	<b>-8.9</b>	<b>8,007.2</b>	<b>6,996.3</b>	<b>14.4</b>
6. Expenses for claims incurred	-254.8	-199.8	27.6	-140.1	-184.4	-24.1	-5,607.4	-5,031.5	11.4
7. Operating expenses	-136.4	-114.2	19.5	-21.2	-28.8	-26.5	-1,562.1	-1,345.1	16.1
8. Other expenses	-19.2	-10.4	85.1	-45.4	-17.1	>100	-296.9	-182.4	62.8
<b>Total expenses</b>	<b>-410.5</b>	<b>-324.4</b>	<b>26.5</b>	<b>-206.7</b>	<b>-230.3</b>	<b>-10.3</b>	<b>-7,466.4</b>	<b>-6,559.0</b>	<b>13.8</b>
<b>Profit before tax</b>	<b>-14.4</b>	<b>10.2</b>	n.a.	<b>14.9</b>	<b>12.8</b>	16.2	<b>540.8</b>	<b>437.3</b>	23.7
<b>Combined Ratio</b>	<b>105.8%</b>	<b>102.8%</b>		<b>74.0%</b>	<b>88.4%</b>		<b>96.4%</b>	<b>95.5%</b>	

# YE 2008 Results by Country

IFRS (€mn)

	Non-Life		Life		Total		Profit before Tax		Combined Ratio	
	YE 2008	YE 2007	YE 2008	YE 2007	YE 2008	YE 2007	YE 2008	YE 2007	YE 2008	YE 2007
<b>Austria</b>	<b>1,883.4</b>	<b>1,793.7</b>	<b>1,872.4</b>	<b>1,901.6</b>	<b>3,755.7</b>	<b>3,695.4</b>	<b>344.3</b>	<b>286.8</b>	<b>94.6%</b>	<b>93.8%</b>
<b>Czech Rep.</b>	<b>982.8</b>	<b>838.1</b>	<b>437.0</b>	<b>292.3</b>	<b>1,419.7</b>	<b>1,130.5</b>	<b>107.5</b>	<b>73.8</b>	<b>92.2%</b>	<b>93.7%</b>
<b>Slovakia</b>	<b>330.5</b>	<b>296.9</b>	<b>275.1</b>	<b>197.7</b>	<b>605.6</b>	<b>494.5</b>	<b>5.0</b>	<b>30.3</b>	<b>93.3%</b>	<b>92.9%</b>
<b>Poland</b>	<b>413.5</b>	<b>324.3</b>	<b>381.7</b>	<b>218.8</b>	<b>795.1</b>	<b>543.1</b>	<b>26.1</b>	<b>18.8</b>	<b>98.7%</b>	<b>99.2%</b>
<b>Romania</b>	<b>569.2</b>	<b>399.9</b>	<b>39.1</b>	<b>13.6</b>	<b>608.2</b>	<b>413.5</b>	<b>57.5</b>	<b>4.6</b>	<b>104.7%</b>	<b>100.9%</b>
<b>Other CEE</b>	<b>344.5</b>	<b>258.9</b>	<b>151.9</b>	<b>124.9</b>	<b>496.4</b>	<b>383.8</b>	<b>-14.4</b>	<b>10.2</b>	<b>105.8%</b>	<b>102.8%</b>
Hungary	42.6	41.3	72.6	55.4	115.2	96.7	4.8	3.2	96.8%	100.1%
Croatia	50.0	42.9	47.0	40.8	97.0	83.7	-7.3	4.5	106.5%	106.2%
Serbia	32.5	26.6	21.1	18.6	53.6	45.3	0.1	0.0	109.9%	111.2%
Bulgaria	94.6	74.4	9.9	9.1	104.5	83.4	-4.9	0.8	103.7%	104.0%
Ukraine	40.9	24.9	1.3	1.1	42.2	26.0	-9.0	1.6	119.6%	95.0%
Turkey	83.8	48.7	-	-	83.8	48.7	1.9	0.1	103.0%	99.0%
<b>Other</b>	<b>69.4</b>	<b>66.0</b>	<b>148.7</b>	<b>185.2</b>	<b>218.1</b>	<b>251.2</b>	<b>14.8</b>	<b>12.8</b>	<b>74.0%</b>	<b>88.4%</b>
Liechtenstein	-	-	92.0	129.2	92.0	129.2	0.2	1.9	-	-
Germany	69.4	66.0	56.7	56.0	126.1	121.9	14.6	10.9	74.0%	88.4%
<b>Total</b>	<b>4,593.1</b>	<b>3,977.8</b>	<b>3,305.7</b>	<b>2,934.2</b>	<b>7,898.9</b>	<b>6,911.9</b>	<b>540.8</b>	<b>437.3</b>	<b>96.4%</b>	<b>95.5%</b>



# Change in Group Shareholders' Equity

IFRS

33

	1.1. - 31.12.2008	1.1. - 31.12.2007
Equity as of 1 January	2,615,563	2,283,208
Currency changes	-40,833	8,726
Changes to consolidation	31,628	259,295
Capital Increase	1,343,454	-
Unrealised gains and losses on financial instruments available for sale	-134,328	-182,682
Profit for the period	442,343	348,871
Dividend payment	-119,037	-101,855
<b>Equity as of 31 December</b>	<b>4,138,790</b>	<b>2,615,563</b>

# Life Insurance Premium Split

IFRS (€mn)

34

Premiums written - direct business	YE 2008	YE 2007	+/- %
Regular premiums	1,931.6	1,795.9	7.6%
Single premiums	1,363.1	1,135.1	20.1%
<b>Total premiums written - direct business</b>	<b>3,294.7</b>	<b>2,931.0</b>	<b>12.4%</b>
<b>thereof:</b>			
Policies with profit participation	1,851.7	1,724.7	7.4%
Policies without profit participation	347.7	393.9	-11.7%
unit- and index-linked life insurance	1,095.3	812.3	34.8%
<b>thereof:</b>			
Individual insurance	2,949.3	2,605.9	13.2%
Group insurance	345.4	325.1	6.2%

# Q4 2008 Income Statement

IFRS (€mn)

35

	Q4 2008	Q4 2007	+/-%
1. Gross written premiums	1,881.1	1,880.1	0.1
2. Net earned premiums	1,792.5	1,721.4	4.1
3. Net investment income	111.9	259.6	-56.9
4. Other income	84.8	20.2	>100
<b>Total income</b>	<b>1,989.2</b>	<b>2,001.1</b>	<b>-0.6</b>
6. Expenses for claims incurred	-1,356.0	-1,464.1	-7.4
7. Operating expenses	-370.7	-356.2	4.0
8. Other expenses	-128.5	-67.7	89.8
<b>Total expenses</b>	<b>-1,855.2</b>	<b>-1,888.0</b>	<b>-1.7</b>
<b>Profit before tax</b>	<b>134.0</b>	<b>113.1</b>	<b>18.5</b>
Taxes	-20.6	-26.9	-23.4
<b>Net profit before minorities (Profit for the year)</b>	<b>113.4</b>	<b>86.1</b>	<b>31.6</b>
Minorities	-5.9	-24.3	-75.9
<b>Net profit after minorites</b>	<b>107.5</b>	<b>61.8</b>	<b>74.0</b>

# YE 2008 Exchange Rates

National currency unit per EUR

36

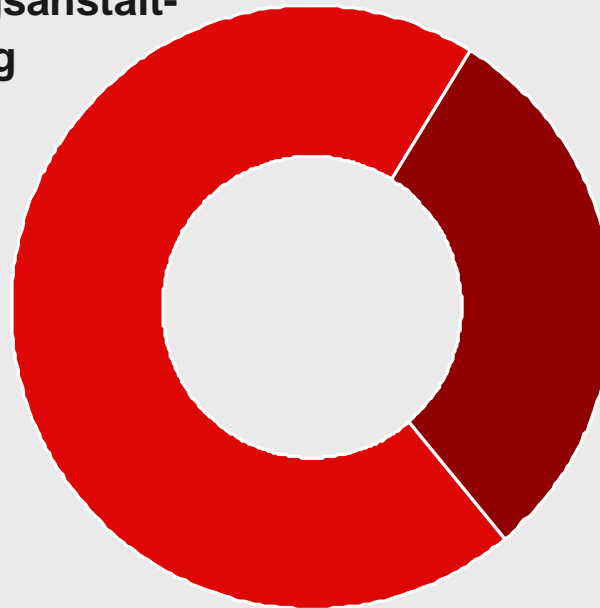
YE 2008				YE 2007	
Country	Curr.	Balance Sheet EUR	P & L EUR	Balance Sheet EUR	P & L EUR
Bulgaria	EUR/BGN	1.9558	1.9558	1.9558	1.9558
Croatia	EUR/HRK	7.3555	7.2239	7.3308	7.3376
Liechtenstein	EUR/CHF	1.4850	1.5874	1.6547	1.6427
Poland	EUR/PLN	4.1535	3.5121	3.5935	3.7837
Romania	EUR/RON	4.0225	3.6826	3.6077	3.3353
Serbia	EUR/CSD	88.6006	81.9095	79.2362	80.0858
Slovakia	EUR/SKK	30.1260	31.2616	33.5830	33.7746
Czech Republik	EUR/CZK	26.8750	24.9463	26.6280	27.7656
Hungary	EUR/HUF	266.7022	251.5091	253.7300	251.3520
Turkey	EUR/TRY	2.1488	1.9064	1.7170	1.7865
Ukraine	EUR/UAH	10.8555	7.9070	7.4195	6.9590

# Shareholder Structure (I)

Total number of shares 128,000,000

## Shareholder Structure

**~70 %  
Wiener Städtische  
Wechselseitige Versicherungsanstalt-  
Vermögensverwaltung**



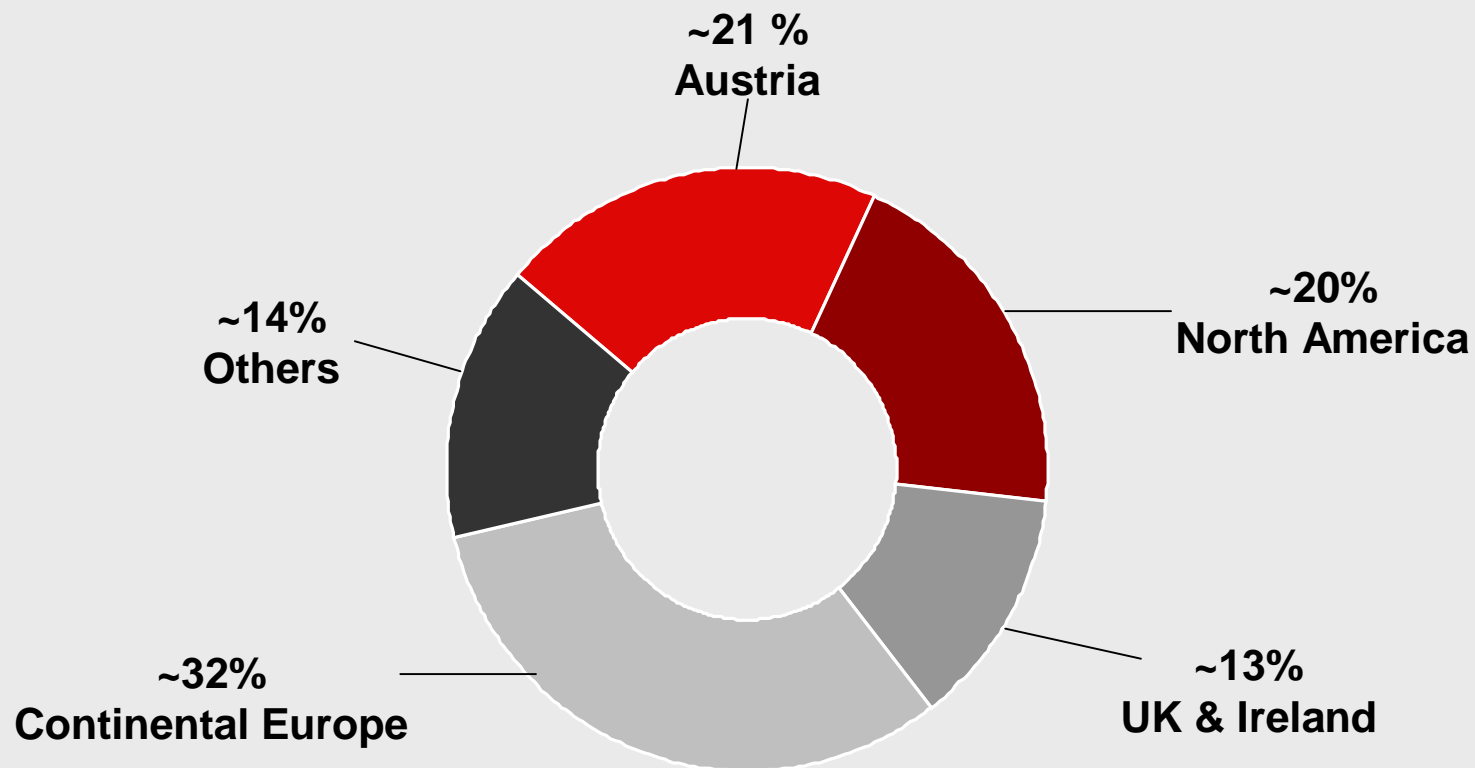
**~ 30 %  
Free Float**

## Shareholder Structure (II)

Total number of shares 128,000,000

38

### Free Float Geographical Split



# Contact Details

## Investor Relations

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### Vienna Insurance Group

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Stock exchange listing:	VIENNA / PRAGUE
Ticker symbol:	VIG / VIG
Reuters:	VIGR.VI / VIGR.PR
Bloomberg:	VIG AV / VIG CP

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