

The family of success – making it happen.



INTERIM REPORT, 1ST QUARTER 2007

**Dear shareholders!
Ladies and gentlemen!**

The Vienna Insurance Group has enjoyed a buoyant start to 2007. We reached the EUR 2 billion mark in group premiums for the first time already after 3 months.

The continued expansion in CEE markets is bearing fruit: Group companies in CEE countries have increased premium income by some 37%. Group profit before taxes of more than EUR 100 million was up nearly 40% over the same period in 2006.



Günter Geyer,
General Manager

In the years to come, we are confident that we will continue to deliver significant earnings growth. Management has therefore set new and challenging goals for fiscal years 2007 to 2009, including an increase in the Group's profit before taxes by 2009 to more than half a billion Euro.

These figures were driven by continued business expansion in CEE countries through organic growth as well as acquisitions. The most recent examples are our plans announced in March 2007 to expand into two new markets, Turkey and Albania. These two markets alone offer great potential in view of their insurance market penetration level that is far below the other CEE-countries.

Through these measures, we plan to continue to offer our policyholders and shareholders an attractive outlook for the future, given that no other international listed insurance company can look forward to anything near the future potential we enjoy in neighboring countries.

Sincerely,

Günter Geyer

Vienna, May 2007

HIGHLIGHTS OF THE VIENNA INSURANCE GROUP BY NUMBERS

**The Vienna Insurance Group
in the 1st quarter of 2007:**

Profit before taxes boosted by 38%
to EUR 101 million

The EUR 2 billion mark in Group
premiums reached for the first time
already after 3 months

Sustained high level of premium growth
in CEE of approx. 37%

**The Vienna Insurance Group
2007 to 2009:**

Profit target for 2007 raised by 28%
compared to results of 2006

Profit target 2009 brought forward to
2008

Profit target for 2009 set at more
than half a billion Euro

VIENNA INSURANCE GROUP CONSOLIDATED FINANCIAL STATEMENTS FOR THE 1ST QUARTER 2007

The Consolidated Financial Statements for the 1st quarter of 2007 were prepared in accordance with "International Financial Reporting Standards (IFRS)". The present interim report is in compliance with IAS 34 ("Interim Reporting"). It covers the 1st quarter of 2007 (1 January 2007 through 31 March 2007) and compares it with the corresponding prior-year period. In the 1st quarter of 2007 UNION Versicherung was fully consolidated for the first time (before: quota consolidation). The companies of the Vienna Insurance Group in Belarus, Georgia, Russia and Ukraine and the recently announced acquisitions in Turkey and Albania have not yet been included in the Vienna Insurance Group's scope of consolidation.

With consolidated premiums written (without other insurance participations) of EUR 2.02 billion in the aggregate, the Vienna Insurance Group in the 1st quarter of 2007 achieved an increase of 15.2% as compared to the same period of the previous year.

The **Group's profit before taxes** rose by EUR 27.82 million, to a total of EUR 100.73 million. This translates to a significant increase of 38.2% as compared to the 1st quarter of 2006.



At 96.4%, the **combined ratio** of the Group after reinsurance (not considering investment income) is markedly improved from the 1st quarter of 2006, when it was 98.3%. This combined ratio considerably below 100% was reached despite claims caused by the winter storm Kyrill.

The **financial result** was EUR 205.32 million in the 1st quarter of the current year and was thus up by more than one fourth (+26.7 %) from the same period of the previous year.

The **expenses for claims incurred** rose by 12.9%, attaining EUR 1.18 billion. Thus, they show an under proportional development compared to the premium growth (despite Kyrill).

The total **investments** of the Vienna Insurance Group increased from EUR 19.60 billion as of 31 December 2006 to EUR 21.60 billion as of 31 March 2007. This translates to a 10.2% growth.

BUSINESS PERFORMANCE OF THE GROUP

The Vienna Insurance Group in the first three months of 2007 posted significant premium growth in all insurance lines, with the highest increases being generated in the life sector.

The Vienna Insurance Group made a dynamic and successful start in the 1st quarter of 2007

In total, the Group's income in terms of **premiums written** amounted to EUR 2.02 billion, and was thus up 15.2% from the same period of the previous year. In the CEE countries, premiums in the amount of EUR 751.53 million were generated, surpassing the previous year's value by an excellent 37.3%. In the non-CEE countries (Austria, Germany, Liechtenstein), the Group companies achieved a premium income of EUR 1.27 billion in the 1st quarter of the current financial year, which translates to a 5.1% growth. Austria accounted for a premium volume of EUR 1.20 billion (+5.2%).

Business performance by class (business segments)

Property and casualty insurance

In property and casualty insurance, the premiums written by the Vienna Insurance Group rose by a total of 15.5%, attaining EUR 1.19 billion, in the 1st quarter of 2007.

In the CEE-countries, the Group companies posted a premium volume in the amount of EUR 571.39 million and thus generated a 32.8% growth as compared to the corresponding quarter of the previous year.

In the non-CEE countries, premiums written in the amount of EUR 613.88 million were achieved in this segment, translating to an increase of 3.0% as compared to the 1st quarter 2006. Of this, EUR 595.68 million (+2.9%) were achieved in Austria, and EUR 18.20 million (+6.3%) in the Other markets (Germany, Liechtenstein).

Life insurance

In the life sector, the premium volume of the Group companies rose by a total of 16.2%, to attain EUR 753.17 million. This business line could thus post the highest increase.

A particularly satisfactory premium increase was achieved in the CEE markets: premium income in the amount of EUR 180.14 million meant that an excellent 54.1% premium expansion was achieved. In the non-CEE countries the premium income in the life insurance business amounted to EUR 573.03 million, thus surpassing the 1st quarter of 2006 by 7.9%. The Group companies in Austria expanded their premium volume by EUR 520.65 million, which translates to an 8.3% growth, while the Other markets (Germany, Liechtenstein) posted an increase by 3.8% to EUR 52.38 million.

Health insurance

In the health insurance line, the Vienna Insurance Group achieved a total of EUR 79.93 million in premiums written, which constitutes a 2.9% increase from the 1st quarter of 2006. The products from this business segment are only sold to a relevant extent by Wiener Städtische AG as one of the leading health insurers.

Business performance by regions

Austria

In the 1st quarter of 2007, premiums written in Austria were at a total of EUR 1.20 billion, thus being up 5.2% from the same



period of the previous year. As compared to the corresponding quarter of the previous year, the Group in the first three months of the current year posted an increase in profit before taxes in Austria in the amount of 14.1% to EUR 62.49 million.

Czech Republic

In the Czech Republic in the 1st quarter of 2007 a premium volume of EUR 312.59 million in the aggregate was achieved, and thus an 11.2% increase. Profit before taxes in the 1st quarter of 2007 was EUR 18.34 million, which amounts to an increase of 178.8%, as the considerable acts of God of the year 2006 did not repeat themselves.

Slovakia

The business volume was also vigorously expanded by the Group companies in Slovakia, which at a premium income in the amount of EUR 141.35 million posted an increase of 21.0% as compared to the same period of the previous year. Profit before taxes was increased by an excellent 58.1% to EUR 9.97 million in the 1st quarter.

Other CEE markets

The other Group companies of the Vienna Insurance Group in CEE expanded their business volume by an astounding 99.3%, posting premiums in the amount of EUR 297.59 million. Of this, a total of EUR 121.41 million (+149.1%) was achieved by the Vienna Insurance Group in Poland and a total of EUR 106.23 million (+75.3%) by the Vienna Insurance Group in Romania. In this segment, profit before taxes in the first quarter of the current

year was at EUR 6.65 million, thus more than quadrupling the result. The term Other CEE markets as used by the Vienna Insurance Group includes Bulgaria, Croatia, Poland, Romania, Serbia and Hungary.

Other markets

The Group companies in Germany and Liechtenstein posted premiums written in the amount of EUR 70.58 million (+4.4%) in the 1st quarter of 2007. Profit before taxes amounted to EUR 3.28 million.

FINANCIAL GOALS 2007 TO 2009

In view of the excellent business development of the Group in the first three months of the current year and the remarkable 38% boost in profits, the Management raises the target for the Group profit before taxes for the year 2007 to the new target figure of up to EUR 410 million. This means an increase of approx. 28%. Compared to the results of the year 2006.

For the financial year 2008, a Group profit before taxes in the amount of EUR 470 to 480 million is expected. This means that the Vienna Insurance Group intends to achieve the profit planned for 2009 one year earlier, i.e. in 2008.

For the year 2009 the target for the Group profit before taxes is increased to EUR 520 to 530 million, thus considerably surpassing the half a billion Euro mark. This corresponds to an average annual increase of the Group result from 2006 to 2009 of close to 20%.

**You can achieve more by working together:
more market share, more employees, more success.**



INTERIM REPORT, 1ST QUARTER 2007

CONSOLIDATED BALANCE SHEET AS OF 31 MARCH 2007

ASSETS	31/3/2007	31/12/2006
<i>in EUR '000</i>		
A. Intangible assets		
I. Goodwill	339,022	339,576
II. Purchased insurance portfolios	44,974	49,022
III. Other intangible assets	70,603	72,849
Total intangible assets	454,599	461,447
B. Investments		
I. Land and buildings	2,163,287	2,175,573
II. Shares in affiliated and associated companies	555,269	532,223
III. Financial investments	16,220,166	14,552,572
a) Loans and other capital investments	1,636,962	1,601,828
b) Other securities	14,583,204	12,950,744
Total investments	18,938,722	17,260,368
C. Capital assets of unit- and index-linked life insurance	2,657,138	2,340,578
D. Reinsurers' share of underwriting provisions	1,211,513	963,314
E. Receivables	1,291,797	983,703
F. Deferred tax assets	23,885	23,543
G. Other assets	249,326	224,058
H. Cash and cash equivalents	190,884	226,443
Total ASSETS	25,017,864	22,483,454

LIABILITIES AND SHAREHOLDERS' EQUITY	31/3/2007	31/12/2006
<i>in EUR '000</i>		
A. Shareholders' equity		
I. Share capital	109,009	109,009
II. Capital reserves	1,035,029	1,035,029
III. Retained earnings	849,385	775,701
IV. Other reserves	308,263	292,670
V. Minority interests	125,277	70,799
Total shareholders' equity	2,426,963	2,283,208
B. Subordinated liabilities	433,448	413,200
C. Underwriting provisions		
I. Unearned premiums	1,090,117	765,602
II. Mathematical reserve	11,839,637	10,477,880
III. Provisions for outstanding claims	2,759,242	2,644,255
IV. Provisions for profit-independent premium refunds	39,380	36,792
V. Provisions for profit-dependent premium refunds	818,491	687,725
VI. Other underwriting provisions	17,317	16,167
Total underwriting provisions	16,564,184	14,628,421
D. Underwriting provisions of unit- and index-linked life insurance	2,538,278	2,238,861
E. Non-underwriting provisions	786,409	835,634
F. Liabilities	2,052,295	1,856,439
G. Deferred tax liabilities	134,923	121,528
H. Other liabilities	81,364	106,163
Total LIABILITIES AND SHAREHOLDERS' EQUITY	25,017,864	22,483,454

INTERIM REPORT, 1ST QUARTER 2007

FROM 1 JANUARY 2007 TO 31 MARCH 2007

CONSOLIDATED INCOME STATEMENT

	1/1/07–31/3/07	1/1/06–31/3/06
in EUR '000		
Premiums written – Total	2,018,372	1,752,159
Net earned premiums	1,464,347	1,247,363
Net investment income, not incl. shares in affiliated and associated companies	204,382	160,755
Other income	8,871	15,818
Claims and insurance benefits	–1,184,745	–1,048,974
Operating expenses	–347,664	–263,409
Other expenses	–45,401	–39,899
Results from shares in affiliated and associated companies	939	1,256
Profit before taxes	100,729	72,910
Tax expense	–18,555	–12,465
Profit for the period	82,174	60,445
Attributable to Wiener Städtische AG shareholders	75,976	58,367
Minority interests in net income for the period	6,198	2,078
Earnings per share (basic = diluted earnings per share in EUR)	2.89	2.22

INCOME STATEMENT BY BUSINESS SEGMENT

	Property/ Casualty		Life		Health		Total	
	1/1/07–31/3/07	1/1/06–31/3/06	1/1/07–31/3/07	1/1/06–31/3/06	1/1/07–31/3/07	1/1/06–31/3/06	1/1/07–31/3/07	1/1/06–31/3/06
in EUR '000								
Premiums written – Total	1,185,276	1,026,350	753,167	648,115	79,929	77,694	2,018,372	1,752,159
Net earned premiums	667,347	548,571	720,584	624,548	76,416	74,244	1,464,347	1,247,363
Net investment income, incl affiliated and associated companies	33,077	23,664	168,087	133,895	4,157	4,452	205,321	162,011
Other income	4,453	6,273	4,418	9,545	0	0	8,871	15,818
Claims and insurance benefits	–422,638	–368,564	–699,033	–620,689	–63,074	–59,721	–1,184,745	–1,048,974
Operating expenses	–195,130	–149,223	–141,740	–103,655	–10,794	–10,531	–347,664	–263,409
Other expenses	–30,633	–27,334	–14,542	–12,315	–226	–250	–45,401	–39,899
Profit before taxes	56,476	33,387	37,774	31,329	6,479	8,194	100,729	72,910

SEGMENT REPORTING BY REGION

	Premiums written		Profit before taxes	
	31/3/07	31/3/06	31/3/07	31/3/06
in EUR '000				
Austria	1,196,259	1,137,406	62,489	54,777
Czech Republic	312,593	281,015	18,342	6,580
Slovakia	141,350	116,821	9,971	6,306
Other CEE markets	297,587	149,340	6,650	1,501
Other markets	70,583	67,577	3,277	3,746
Total	2,018,372	1,752,159	100,729	72,910

INTERIM REPORT, 1ST QUARTER 2007

CONSOLIDATED CASH FLOW STATEMENT

	31/3/07	31/3/06
<i>in EUR '000</i>		
Cash and cash equivalents as of 1 January	226,443	290,347
Cash flow from operating activities	414,239	507,047
Cash flow from investing activities	-458,328	-514,321
Cash flow from financing activities	1,343	-17,562
Cash and cash equivalents before change in consolidation scope and foreign exchange differences	183,697	265,511
Change in consolidation scope and foreign exchange differences	7,187	476
Cash and cash equivalents as of 31 March	190,884	265,987

CHANGE IN GROUP SHAREHOLDERS' EQUITY

	31/3/07	31/3/06
<i>in EUR '000</i>		
Equity as of 1 January	2,283,208	2,059,332
Exchange rate	-4,004	705
Change in scope of consolidation/ownership interests	37,987	96
Unrealised gains and losses on financial instruments available for sale	28,168	-7,059
Profit for the period	82,174	60,445
Dividend payment	-570	-560
Equity as of 31 March	2,426,963	2,112,959

CURRENT THEMES

Vienna Insurance Group – Introduction of Executive Board of the Group

At the beginning of the year the Vienna Insurance Group has formed an Executive Board of the Group structure at the highest level of the company in order to reflect the Group's increasing international importance. The new Executive Board of the Group consists of members of the Managing Board of WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP, as well as an additional group of people from Managing Board members or general managers of the Group's insurance companies. While Executive Board of the Group can consist of up to 13 people, it currently consists of the Managing Board and four additional subsidiary company board members.

Vienna Insurance Group – Embedded value increases to approximately EUR 4.2 billion

On April 25, 2007, the Vienna Insurance Group released Group post-tax European embedded value of EUR 4.19 billion for the year ended December 31, 2006; up a significant 14.3% over 2005. While in 2005, the share of CEE companies (Czech Republic – Kooperativa, Slovakian Republic – Kooperativa and Hungary – Union Biztosító) in the total was about 23%, in 2006 it rose to 29% bearing out the strong growth in the Group's business in this region.

Embedded value reflects the value of current insurance policies. It is calculated pursuant to international guidelines and consists of the net assets for the life, health, property and casualty insurance plus the present value of future revenues arising from existing life and health insurance policies. The well-known international consulting firm Deloitte & Touche LLP London has audited and fully certified the embedded value of the Vienna Insurance Group.

Vienna Insurance Group – The increase in the TBIH equity stake to 60% was completed

Vienna Insurance Group presently has a 60% direct interest in TBIH Financial Services Group N.V. (TBIH) and has therefore converted its former 40% stake in Kardan Financial Services B.V. (KFS). Once all conditions had been fulfilled, this transaction was completed on April 16, 2007. TBIH is a financial services group headquartered in Amsterdam that specializes in Central and Eastern Europe. In conjunction with the increased investment, TBIH was restructured and now focuses exclusively on insurance and pension funds. The 40% minority interest in TBIH is held by Kardan Financial Services B.V. TBIH continues to be managed by Vienna Insurance Group in close cooperation with the Kardan-Group.

1ST QUARTER 2007: HIGHLIGHTS

Vienna Insurance Group:

Introduction of Executive Board of the Group

Embedded value increased to approximately EUR 4.2 billion

Albania:

Plans to enter the Albanian insurance market via TBIH (Sigma Sh.a.)

Poland:

Acquisition of a controlling stake in TU Polski Związek Motorowy S.A. (TU PZM)

TBIH:

The increase in the TBIH equity stake to 60% was completed

Austria:

Announcement of merger between UNION Versicherung and BA/CA Versicherung

Turkey:

Signing of the contract to purchase Ray Sigorta A.S., Turkish insurance company

Ukraine: Our stake in Kniazha was increased from slightly over 50% to 80%

In particular, TBIH holds investments in the following insurance companies: the Bulgarian Bulstrad Group (Bulstrad 97.3%, Bulstrad Life 91.4%), the Croatian company Helios (100%) and the Romanian company Omniasig Leben (49.97%), part of Omniasig Group, in which Vienna Insurance Group holds a direct controlling interest. Additionally, there are investments in insurance companies in Georgia and the Ukraine as well as investments in pension funds in a number of countries in Central and Eastern Europe. Plans are underway for TBIH to purchase a controlling interest in the insurance companies Ray Sigorta A. S. (Turkey) and Sigma Sh.a. (Albania).

The Vienna Insurance Group consolidated financial statements include a 60% share of the Bulstrad companies and Helios as from April 2007 (formerly 40%). In fiscal 2006, these companies posted total premium income of around EUR 100 million.

Austria – Merger of UNION Versicherung and BA-CA Versicherung

As shareholders of UNION Versicherungs-AG and of Bank Austria Creditanstalt Versicherung AG, ERGO Versicherungsgruppe AG, WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP and Bank Austria Creditanstalt AG have reached mutual agreement to implement a merger of the two companies.

UNION Versicherung and BA-CA Versicherung are active almost exclusively in the life insurance business, although they also

offer casualty insurance to complement their product range. The Vienna Insurance Group will hold a majority interest in the new company emerging from the merger of UNION Versicherung and BA-CA Versicherung. The merged insurance company earned a premium volume of around EUR 540 million in 2006 and will become the fifth largest life insurance company in the Austrian market. Implementation of this agreement is conditional on receiving the necessary approvals.

Albania – Entry in the Albanian insurance market planned via TBIH (Sigma Sh.a.)

Vienna Insurance Group plans to enter the Albanian insurance market. TBIH Financial Services Group N.V. (TBIH), in which WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP holds a controlling interest, signed a memorandum of understanding to purchase an equity stake of at least 60% in Sigma Sh.a., which is based in Tirana.

Sigma Sh.a. is a non-life insurance company founded in 1998. The company has a subsidiary in Macedonia, a branch office in Kosovo, and currently has a total of approximately 160 employees. The 2006 total premium income earned by Sigma Sh.a. in all three countries was around EUR 15 million, largely comprising car insurance. In Albania, Sigma Sh.a. has an excellent market share of around 19%, the second largest market share in the country. Sigma Sh.a. enjoys a broad geographical sales coverage in the region backed by a total of 25 branch offices together with insurance agents in all three markets.



Poland – Acquisition of a controlling interest in TU Polski Związek Motorowy S.A. (TU PZM)

WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP has completed its acquisition of a controlling interest in TU Polski Związek Motorowy S.A. (TU PZM). WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP subscribed for the shares of this Polish non-life insurance company during a capital increase after receiving approval from the Polish authorities. Registration in the Polish companies register occurred in late March 2007. The Vienna Insurance Group holds a 75% interest in this insurance company. The remaining shares are held by the former majority shareholder, the Polish Automobile Association (PZM).

Vienna Insurance Group and TU PZM are active in the Polish market together with six other companies - Compensa Non-Life and Compensa Life, Cigna STU S.A., Benefia Non-Life and Benefia Life and Royal Polska.

Turkey – The contract to purchase the Turkish insurance company Ray Sigorta A.S. has been signed

Vienna Insurance Group is entering the Turkish insurance market. TBIH Financial Services Group N.V. (TBIH), in which WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP holds a controlling interest, has signed an agreement to purchase 58.2% of Ray Sigorta A.S. shares for approximately EUR 62 million from the existing majority shareholder, the Turkish company Dogan Sirketler Grubu Holding A.S. (Dogan). Following the transaction, Dogan, one of Turkey's largest industrial Groups, will still hold about 20% of Ray Sigorta A.S. The remaining shares are widely held.

Ray Sigorta A.S. is a listed Turkish insurance company. The company has its head office in Istanbul and has 220 employees. Founded in 1958, the non-life insurance company actively focuses on the car insurance sector. Based on preliminary figures, the company's 2006 premium income soared by approximately 30% over 2005 to around EUR 136 million. Backed by five national divisions and a network of around 530 insurance agents, Ray Sigorta has an extensive sales organization throughout the country. The vast majority of premium income was earned in the retail business, where high growth rates can be expected long term.

Ukraine – Shareholding in Kniazha has been increased

WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP increased its commitment in the Ukrainian insurance

market. The Group took advantage of a capital increase to raise its interest in Kniazha from just over 50% to a current level of 80%. Since 2005, WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP has been the majority shareholder of Kniazha, which has its head office in Kiev. Kniazha is the largest of the three Ukrainian insurance companies in the Vienna Insurance Group and is active in the non-life sector, primarily car insurance policies and casualty insurance.

Three Vienna Insurance Group companies are active in the Ukrainian insurance market: Kniazha (non-life), Jupiter (life) and Globus (non-life).

CAPITAL MARKETS

Capital market performance

Following the bull trend that has lasted since December 2006, there was a sharp correction in the international equities markets at the end of February 2007. There were two main factors involved. Following steps taken to slow down the Chinese economy, stocks plunged more than 9% in one day on the Shanghai exchange. Higher mortgage default rates in the U.S. also pointed to a weakening economy. Nevertheless, in the following weeks, the international markets managed to more than recover the ground lost during the first two months of the year, boosted primarily by takeover speculation and very strong corporate earnings.

At the end of the 1st quarter of 2007, the Japanese Nikkei 225 was up 0.4% over year-end 2006, the Euro Stoxx 50 up 1.5% and the Euro-denominated CECE-Index, which reflects the performance of the Central and Eastern European stock exchanges was up 2.4%. In the US, the Dow Jones Industrials Index did not recover all the losses incurred and was down 0.8% at the end of the first quarter of 2007 compared to year-end 2006.

Interest rate changes

On March 8, the European Central Bank (ECB) raised EURIBOR, its benchmark rate, for the 7th time in succession, by 25 basis points to 3.75%. Given that the Euro area inflation rate for 2007 and 2008 should stand at slightly under the ECB long-term rate of 2%, economists believe that after one more EURIBOR increase of 25 basis points in June this year, the interest rate hike phase will be over.

The benchmark rate in the U.S. remains unchanged since the most recent increase on June 29, 2006 at 5.25% and is still above the Euro area level of 3.75%.



INTERIM REPORT, 1ST QUARTER 2007

Vienna Stock Exchange

In the 1st quarter of 2007, the Vienna stock exchange outperformed the Euro Stoxx 50 and the CECE-Index. Compared to the international markets, the ATX posted an impressive increase of 4.1% during the 1st quarter of 2007. At the end of February, the Vienna Stock Exchange also suffered a sharp fall in stock prices. However, thanks to good economic data, strong corporate earnings releases and announcements of merger discussions, a new index high of 4,701.02 was reached in the final week of March.

When this interim report went to press on May 4, 2007, the ATX which had continued on its upward path, reached 4,726.88 points, up 5.9% since the beginning of the year.

INVESTOR RELATIONS

During the 1st quarter of 2007, Vienna Insurance Group accepted an invitation by the CA-IB to attend the Kitzbuehel Investor's Conference in January and in March it attended the Emerging Europe Conference in New York. There was a very high level of demand for meetings with management at both events. In February, Vienna Insurance Group was at a road show in London that had been jointly organized by the Vienna Stock Exchange and Erste Bank. In April, the ING EMEA Financial Conference in London enabled management to inform numerous interested investors in a series of individual meetings about current Vienna Insurance Group developments.

We were particularly encouraged by analysts' estimates of Wiener Städtische future stock price movements. From January to April, seven of nine investment banks publishing their analysis of WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP increased their 12-month goal for the share price. At present, the published share price targets range from EUR 57.00 to EUR 65.00, including 4 over EUR 61.00.

A list of analysts and the date of their currently available analyses, as well as the Banking Conference presentations may be found on our website

www.wienerstaedtische.com/ir

under 'Share' and 'Downloads'.

Wiener Städtische share performance

Although the first two months of 2007 brought a new all-time-high of EUR 57.00 (+7.1% since year-end 2006), the Wiener Städtische share did not escape the international market turbulence and fell to EUR 50.03 (a low for 2007) on March 14, 2007. The excellent 2006 results as well as the release of the 2006 European embedded value have bolstered confidence in the Group's profitability. From March 14, 2007 to when this interim report went to press on May 4, 2007, Wiener Städtische stock posted another excellent performance of +8.8%.

The financial calendar of the Vienna Insurance Group

2007 Annual General Meeting	25 May 2007
Ex-dividend date	4 June 2007
Dividend payment date	4 June 2007
Result for the 1st half of 2007*	21 August 2007
Result for the 1st to 3rd quarters 2007*	14 November 2007

* preliminary schedule

Information on Wiener Städtische shares

Initial quotation	17 October 1994
Share capital	EUR 109,009,251.26
Free Float	28.7%
Number of shares	105 million
ISIN	AT0000908504
Ticker symbol (Vienna Stock Exchange)	WST
Bloomberg	WST AV
Reuters	WISV.VI
Datastream	O:WNST
Stock exchange listing	Vienna
Wiener Städtische AG rating	Standard & Poor's: A+, stable

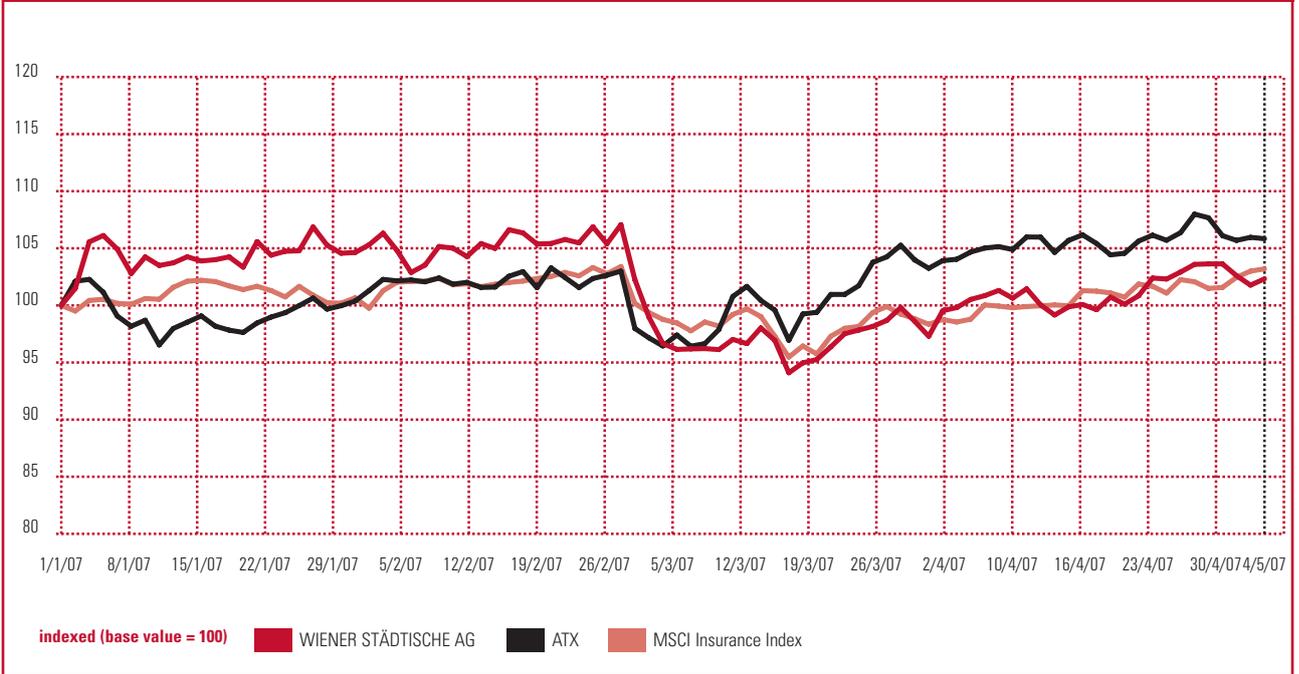
Key figures for the shares in the 1st quarter 2007

	1/1/07-31/3/07	1/1/06-31/3/06
Highest price in EUR	57.00	53.90
Lowest price in EUR	50.03	48.30
Price as of 31 March in EUR	53.10	51.00
Earnings per share in EUR	2.89	2.22
Market capitalisation (31 March) in billions of EUR	5.58	5.36



INTERIM REPORT, 1ST QUARTER 2007

WIENER STÄDTISCHE AG COMPARED TO THE ATX AND MSCI INSURANCE INDICES (IN EUR) 1 JANUARY 2007–4 MAY 2007



EDITOR AND MEDIA OWNER

WIENER STÄDTISCHE Versicherung AG VIENNA INSURANCE GROUP
Company register: 75687 f
Data Processing Register Code (DVR No.): 0016705

Editorial deadline: 4 May 2007

This interim report can be downloaded from our internet website as a German or English pdf file:
(www.wienerstaedtsche.com/ir > Downloads)
In cases of doubt, the German version is authoritative.

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