



## LETTER FROM THE CHAIRMAN OF THE MANAGING BOARD

**Dear Shareholders,  
Dear Madam/Sir!**

I am pleased to report that the Vienna Insurance Group has once again achieved an increase in premiums written, with a total for the first nine months of 2009 of EUR 6.1 billion. The profit before taxes of EUR 340.5 million showed a steady development following the first half of the year, which is itself a success in difficult economic times.



These difficult economic times bring major challenges, but also offer considerable opportunities, especially for companies like the Vienna Insurance Group that have the solid foundation needed to take advantage of them.

For that reason, we decided this year to implement a Group-wide efficiency improvement programme aimed at generating around EUR 100 million in savings by the end of 2010. This programme is made up of many individual measures, all essentially aimed at the same objective, namely centralisation and significant streamlining of processes in the Austrian and CEE companies in order to create a more effective organisational structure. To that end, we recently established a non-life service centre in Austria, with three further service centres to follow. These will free the sales offices of the need to perform administrative duties.

I would also like to mention a telling example of synergies being achieved in the CEE region. At the beginning of October, we merged two of our companies in Slovakia based on changes in our distribution structure, thereby enabling us to realise cost savings. This case also provides a model example of how the Vienna Insurance Group implements its multi-brand policy. Where a brand proves to be useful in selling, it is retained. But we also combine companies when an in-depth examination shows this to be economically warranted and this is more advantageous to our Group, that is, our customers, employees and shareholders.

These organisational changes are also accompanied by important changes in the top management of the Group. We have taken an important step toward a generational change in the Vienna Insurance Group in recent months by adding a number of younger employees to the Managing Board. At the same time, we have also taken into account the changing profile of our Group due to the rising significance of the CEE region. The new members of the Managing Board either come from the CEE region or have gained a large part of their professional experience there. Here as well, it is of great importance to avoid serious breaches with the past, which could lead to uncertainty. By moving forward step by step with determination, we can maintain continuity, while equipping ourselves in the best manner possible for current and future challenges.

Yours sincerely,

A handwritten signature in black ink, which appears to read 'G. Geyer'. The signature is fluid and cursive.

Günter Geyer

# MANAGEMENT REPORT

## BUSINESS DEVELOPMENT

Vienna Insurance Group registered premiums written of a total of EUR 6.11 billion in the first three quarters of the current year. This corresponds to an increase of 1.5% (on a euro basis) compared to the same period of the previous year. The net earned premiums of the Group rose by a remarkable 4.0% (based on euros).

On a local currency basis, the Group's premiums written showed a significant plus of 6.6%, and the net earned premiums climbed by no less than 9.2%.

With a Group profit before taxes (consolidated) of EUR 340.50 million, Vienna Insurance Group has achieved a very continuous development of the result in the current year, which is even better than the result for the same period in 2007. This comparison shows an increase in the result by more than EUR 16 million or 5%. Excluding special effects – in particular those resulting from the sale of BA-CAV and Unita – the result even surpassed that for the first three quarters of 2008.

The combined ratio of the Group after reinsurance (excluding income from investments) of 96.2% was significantly below the 100% threshold and remained on a stable level despite the storm damages. These damages entailed expenses – in particular in Austria – totalling about EUR 130 million. As a result, the loss ratio went up by 1.7 percentage points compared to the same period of the previous year. Thanks to the stringent implementation of the cost-cutting programme, the expense ratio of the Group was reduced by 1.5 percentage points in the same period, compensating for the increase in the loss ratio.

The current income from investments increased by 13.3%. The total financial result of the Group amounted to EUR 727.21 million (including at equity consolidated companies) in the first three quarters of the current year. Comparison to the prior-year level is possible only to a limited extent due to the one-off effects of the sale of BA-CAV and Unita.

As of 30 September 2009, the investments of the Group amounted to EUR 26.05 billion. Compared to 1 January 2009, this corresponds to an increase of 6.1%.

The shareholders' equity of the Group rose by 13.1% to EUR 4.68 billion.

## BUSINESS DEVELOPMENT BY BUSINESS SEGMENTS

### Property/Casualty insurance

In the property/casualty segment, Vienna Insurance Group reported premiums written of a total of EUR 3.34 billion (-1.1% on a euro basis). The Group succeeded in increasing the net earned premiums in local currencies by 10.5% in this segment.

In the CEE markets, Vienna Insurance Group reported a growth of premiums written of 8.6% based on local currencies. The Group posted premiums written of EUR 1.99 billion (-2.4%) on a euro basis in Central and Eastern Europe.

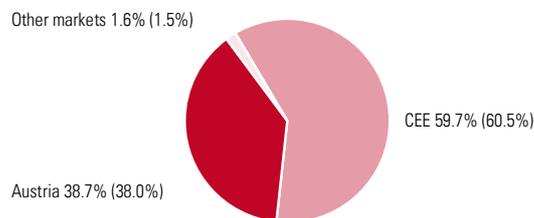
In the non-CEE markets, the premiums written in the property/casualty insurance segment amounted to EUR 1.35 billion (corresponding to a growth by 0.9% on a euro basis). The Austrian Group companies attained a growth rate of 0.8% and thus, premiums of EUR 1.29 billion. With premiums of EUR 53.80 million, a pleasing growth of 3.1% was achieved in Germany compared to the same period of the previous year.

**Group premiums of more than EUR 6 billion**

**Profit before taxes of about EUR 340 million**

**Continuing growth in the CEE core markets**

### PERCENTAGE OF PREMIUMS BY REGION IN PROPERTY/CASUALTY INSURANCE 1<sup>ST</sup>-3<sup>RD</sup> QUARTER 2009



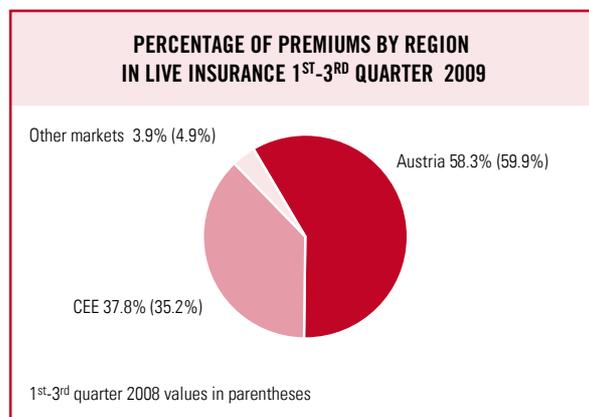
1<sup>st</sup>-3<sup>rd</sup> quarter 2008 values in parentheses

### Life insurance

In the life insurance segment, the Group's premium volume totaled EUR 2.52 billion, representing a plus of 5.0%. The companies of s Versicherung Group made a major contribution to this good result. Vienna Insurance Group achieved a significant plus of 8.5% in net earned premiums on a local currency basis.

In the CEE region, the growth rate in this segment climbed to a pleasing 12.9% – with premiums written of EUR 953.57 million. Particularly remarkable are the continuing double-digit growth rates in the Czech Republic, Slovakia, Romania, Croatia, Bulgaria as well as Hungary.

In the non-CEE countries, the premiums written climbed to EUR 1.57 billion, corresponding to an increase of 0.6% compared to the same period of the previous year.



### Health insurance

In the health insurance segment, Vienna Insurance Group attained a total of premiums written of EUR 241.71 million and an increase of 2.2%.

## BUSINESS DEVELOPMENT BY REGION

### Austria

In Austria, the premiums written of Vienna Insurance Group amounted to EUR 3.01 billion in the first nine months of this year. This corresponds to a solid plus of 1.6% compared to the same period of the previous year.

In the property/casualty segment, the Group companies reported premiums written of EUR 1.29 billion – this is an increase by 0.8%. In the life insurance segment, the premiums written amounted to EUR 1.47 billion (+2.1%).

Taking into account Group-related aspects, the profit before taxes totalled EUR 184.21 million (-23.7%) in the first nine months of the current year. Due to the sale of Unita and BA-CAV, prior-year comparison is possible only to a very limited extent. The combined ratio amounted to 96.3%.

### Czech Republic

The Group companies in the Czech Republic reported a total of premiums written of EUR 1.20 billion. They succeeded in continuing the double-digit premium growth with a plus of 19.1% from the level of the same period of the previous year. In the non-life insurance segment, a total of premiums written of EUR 782.82 million represented a 4.1% increase over the same period of the previous year. In the life insurance segment, the premiums surged by 63.2% to EUR 415.71 million.

On a local currency basis, the premiums written recorded an even stronger growth of 27.7%. In the non-life insurance segment, the volume of premiums went up by 11.6%, while a sharp increase of 75.0% was reported in the life insurance segment. Compared to the same period of the previous year, the total net earned premiums rose by 35.1%.

The Group was able to increase the profit before taxes by 39.6% to a total of EUR 98.39 million from the level of the same period in the previous year. With this excellent result, the Czech Group companies demonstrated once more their strong earning power, contributing almost one third to the Group profit. The combined ratio amounted to 88.0% in the first three quarters of 2009.

### Slovakia

The Slovak Group companies of Vienna Insurance Group have continued their very favourable trend during the current year. They reported a total of premiums written of EUR 469.37 million, corresponding to an increase of 11.0%. The net earned premiums grew by 15.0% compared to the same period of the previous year.

In the non-life insurance segment, the premiums written rose by 3.6% to EUR 256.24 million compared to the same period of the previous year. In the life insurance segment, premiums grew by 21.5% to EUR 213.13 million.

The profit before taxes for the first nine months of the current year totalled EUR 16.07 million, showing an increase by 42.6%. In Slovakia the combined ratio stood at 94.3%.

### Poland

The Polish Group companies of Vienna Insurance Group reported premiums written of EUR 405.75 million in the first three quarters of 2009.

Premiums written of EUR 277.39 million were recorded in the non-life insurance segment. On a local currency basis, this is an increase by 9.4%. Based on net earned premiums, a 9.9% growth was achieved in the non-life insurance segment. In the life insurance segment, premiums written amounted to EUR 128.36 million. On a local currency basis, this is a minus of 42.5%, which may be attributed exclusively to the downward

trend in the single premium business in the wake of the economic situation.

The profit before taxes rose by 8.7% to EUR 19.48 million compared to the same period of the previous year.

### Romania

The Romanian Group companies of Vienna Insurance Group reported premiums written of EUR 455.92 million. On a local currency basis, the premiums written grew by 7.1%. In Romania the Group recorded an increase in net earned premiums (on a local currency basis) of 13.9%.

In the non-life insurance segment, the Group recorded premiums written amounting to EUR 396.24 million. The ongoing portfolio restructuring in this segment led to a decrease by 1.2% on a local currency basis. After including the BCR Life Insurance Company, the Group achieved premiums written of EUR 59.68 million in the life insurance segment. This corresponds to a growth of 142.9% on a local currency basis.

The profit before taxes amounted to EUR 16.58 million. Due to the de-consolidation of Unita in 2008, a comparison with prior-year data is not meaningful.

### Other CEE markets

The result of Vienna Insurance Group in "Other CEE markets" for the first nine months of the current year includes the following countries: Albania, Bulgaria, Croatia, Macedonia, Serbia, Turkey, Ukraine as well as the three Baltic markets. Pleasing double-digit growth rates on a euro basis continue to be registered, notably in Bulgaria (+46.0%), Croatia (+17.3%) and Hungary (+28.2%).

In this segment, the Vienna Insurance Group companies reported premiums written of EUR 418.80 million, boasting a significant double-digit increase of 18.3% compared to the same period of the previous year. In the non-life insurance segment, a sizeable 11.3% plus was achieved, with premiums amounting to EUR 282.11 million. In the life insurance segment, premiums written of EUR 136.69 million were recorded, corresponding to a substantial increase of 36.1%.

In the segment "Other CEE markets" (excluding Croatia), the profit before taxes totalled EUR 4.31 million. In Croatia a regulatory reduction of the guaranteed interest on life insurance contracts led to the recognition of a one-off provision in the financial statements amounting to more than EUR 10 million, entailing a negative result.

### Other markets

In Germany and Liechtenstein, the Group companies reported premiums totaling EUR 152.01 million. The profit before taxes amounted to EUR 10.46 million.

### Segment reporting by region

	Gross premiums written		Profit before taxes	
	30.9.2009	30.9.2008	30.9.2009	30.9.2008
in million EUR				
Austria	3,005.62	2,959.43	184.21	241.41
Czech Republic	1,198.53	1,006.74	98.39	70.49
Slovakia	469.37	422.82	16.07	11.27
Poland	405.75	609.14	19.48	17.93
Romania	455.92	494.80	16.58	51.96
Other CEE markets	418.80	353.88	-4.69	1.14
Other markets	152.01	170.99	10.46	12.59
<b>Total</b>	<b>6,106.00</b>	<b>6,017.80</b>	<b>340.50</b>	<b>406.78</b>

## BUSINESS DEVELOPMENT OF THE GROUP IN THE 3<sup>RD</sup> QUARTER 2009

In the 3<sup>rd</sup> quarter of 2009, the Vienna Insurance Group wrote consolidated premiums written (not including other insurance participations) totalling EUR 1.85 billion, representing an increase of 2.9% compared to the same period in the previous year. The financial result (excluding at equity consolidated companies) for the 3<sup>rd</sup> quarter of 2009 was EUR 253.76 million.

Expenses for claims and insurance benefits were EUR 1,451.11 million in the 3<sup>rd</sup> quarter of 2009, representing an increase of 8.4%. Operating expenses rose by 4.0% to EUR 407.25 million. The Vienna Insurance Group recorded a profit before taxes of EUR 110.25 million in the 3<sup>rd</sup> quarter of 2009.

## OUTLOOK

In spite of the challenging economic environment, we expect solid earnings for 2009 as a whole. Owing to the volatile condition of the markets, however, it is impossible to make a concrete forecast at the present time.

The Vienna Insurance Group has a goal of maintaining the Group's combined ratio significantly below 100% in the future.

Some of the measures provided for in the Group-wide forward-looking action programme announced in March 2009 have already been introduced successfully, and are already contributing to the programme's target of EUR 100 million in savings by the end of 2010. We are continuing our intensive efforts to optimise and realise synergies in our Group companies in Austria and the CEE region in order to ensure that we achieve our target savings by the end of the specified period and are properly prepared for future challenges.

# CURRENT TOPICS

## V.I.G. GROUP MANAGEMENT

### General Manager Karl Fink retires from Managing Board Group management continues its internationalization

After about 35 years in the Vienna Insurance Group, General Manager Karl Fink stepped down effective 30 September 2009. With his extensive experience, Karl Fink will, however, continue to carry out various assignments on behalf of the Group.

Based on the proposal of Chief Executive Officer Günter Geyer, on 22 September 2009 the Supervisory Board of Vienna Insurance Group Wiener Städtische Versicherung AG passed the following resolutions regarding the ongoing internationalization of the Management of Vienna Insurance Group:

- Franz Fuchs, General Manager of Vienna Insurance Group Polska and Deputy Member of the Managing Board of Vienna Insurance Group, was appointed Member of the Managing Board of Vienna Insurance Group with effect 1 October 2009.
- As proposed by Günter Geyer, Peter Hagen was awarded the title "Deputy General Manager" with effect 1 October 2009. After the retirement of Karl Fink, whose main sphere of responsibility was international issues, Peter Hagen focuses on this area as a deputy for Günter Geyer.
- With effect 1 October 2009, Franz Kosyna, General Manager of Donau Versicherung, will be appointed Deputy Member of the Managing Board of Vienna Insurance Group.

## V.I.G. INTERNATIONAL

### Sales cooperation with Scania in Central and Eastern Europe

Vienna Insurance Group is further strengthening its cross-border sales activities in Central and Eastern Europe by signing a long-term cooperation agreement with Scania Financial Services for the brokerage and conclusion of motor insurance. The cooperation between the two companies will thus be reinforced.

The sales cooperation currently covers a total of eight countries, among them Vienna Insurance Group's six core markets Bulgaria, Croatia, Poland, Slovakia, Serbia, and the Czech Republic, as well as Italy and the Ukraine. Moreover there are discussions on expanding this cooperation to other Central and Eastern European countries.

Cross-border service levels play a particularly important role in the truck segment. As part of an insurance solution specially tailored to Scania, innovative product advantages and service agreements, such as rapid and efficient claims processing, have been clearly defined. This has set the stage for local agreements between the group companies of both partners, which also take into account the different conditions in the various countries. In this way, Scania customers can benefit from specialists working in their own country and are at the same time integrated into the international service network of Vienna Insurance Group's companies.

### The world's largest SAP project for insurance

In July 2009, Donau Versicherung AG Vienna Insurance Group started implementation of the SAP insurance solution in its life insurance segment. Hence, the go-ahead has been given for large groups to also use this standard solution for their actuarial core business. The end-to-end solution covers inventory management, management of insurance payments, payment transactions as well as commission payments; in addition, it supports managerial tools such as accounting and business intelligence.

Vienna Insurance Group and SAP work together on the world's largest project in the insurance industry. The most noteworthy fact is that in the future not only all the insurance companies of the Group, located in 23 countries, will use this SAP solution but that this application also supports all lines of the insurance business (life, property, liability, casualty, health and motor insurance). With the successful SAP go-live of Donau Versicherung AG Vienna Insurance Group, another milestone in the development partnership between the Vienna Insurance Group and SAP has been reached.

Some IT solutions for customer account management, issuing insurance policies, contract management, claims and payments management as well as collection/disbursement in the segments property, household and casualty insurance as well as motor and life insurance are already used by some Group companies of the Vienna Insurance Group.

Rollouts are being prepared on an ongoing basis by all Group companies of Vienna Insurance Group. The pillars of the speedy further development of the SAP solution are multilingualism, a product-driven approach, a flexible process design and an audit-proof system. Standardized and fully automatic processes supporting each individual clerk minimize the administrative burden and boost competitive advantage.

## V.I.G. AUSTRIA

### **Wiener Städtische apprentice training initiative: 75 apprentices hired, another 25 positions still to be filled**

As the leading insurance company in Austria, Wiener Städtische places great importance on the development of young employees. 75 young entry level employees have already been hired under a major apprentice training initiative currently underway, and another 25 positions are still to be filled.

A total of 250 young people from all over Austria have completed an apprenticeship with Wiener Städtische during the last five years, and approximately 50% of them are still with the company. More than one third received an evaluation of "excellent" or "good" when completing their training.

Around 150 apprentices are currently receiving vocational training as insurance advisors with Wiener Städtische. More than 50 young employees across Austria have completed their training this year and have begun a career in insurance sales. Wiener Städtische employs more than one third of all apprentices in the insurance industry, making it one of the largest Austrian trainers of apprentices in the industry.

## V.I.G. CZECH REPUBLIC

### **Awards for all three Group companies**

The three Group companies of Vienna Insurance Group in the Czech Republic achieved excellent results in all insurance-related categories of the "Bank of 2009" competition.

Kooperativa pojišťovna, a.s. Vienna Insurance Group was again chosen as "Insurance Company of the Year", for the second time in as many years. The decisive factor in the eyes of the jury was the company's broad and diversified product portfolio as well as its efficient country-wide sales network. The second largest insurance company in the Czech Republic was also successful in two other categories. It garnered a silver award for the category "Most Dynamic Insurance Company" of the year, and bronze for the category "Life Insurance Company of 2009".

Pojišťovna České spořitelny, a.s., Vienna Insurance Group (PČS) was again successful in the category "Life Insurance", taking first place.

Die Česká podnikatelská pojišťovna, a.s. Vienna Insurance Group (ČPP) was also awarded honours in the category "Most Dynamic Insurance Company", coming in at an excellent third place.

# CAPITAL MARKETS & INVESTOR RELATIONS

## CAPITAL MARKETS

### International overview

Capital markets worldwide recovered strongly after sentiment reached a low in March of the current year. After noticeably levelling off toward the end of the 1<sup>st</sup> half of the year, this upward movement once again gained momentum in the 3<sup>rd</sup> quarter 2009 due to increased economic optimism. This confidence was based on an expansionary monetary policy by central banks, as well as the fact that government spending programmes aimed at supporting economic growth were showing an effect. This was already seen in an improved business climate for the many European companies with a strong export orientation, in increases in industrial production, and in a stabilisation of real estate prices in the United States.

U.S. stock exchanges experienced a particularly strong revival due to surprisingly good corporate earnings, especially in the financial sector, leading to strong price gains. The U.S. Dow Jones Index rose by 15% in the 3<sup>rd</sup> quarter 2009, representing a year-to-date increase of around 11% as of September of the current year. The recovery also continued on European stock exchanges, which rose by 17.2% during the year, while the increase in the Japanese Nikkei 225 Index, at 14.4%, was somewhat weaker. Gains were particularly strong in CEE countries, with prices rising approximately 33% since the start of the year. This was due to expectations that the economic recovery would take place sooner and more strongly in these countries than in Western Europe.

### Vienna Stock Exchange

The upward movement of the leading index of the Vienna Stock Exchange, the ATX Index, during the 1<sup>st</sup> half of the year continued without pause in the 3<sup>rd</sup> quarter 2009. The ATX's gain of approximately 26% over the period from July to September 2009 was around 6% greater than the European benchmark Eurostoxx 50 Index.

Owing to negative news and unfavourable expectations for future growth in the CEE region, the ATX posted massive price losses at the beginning of the year 2009, falling to an interim low of 1,411.95 on 9 March of this year. More optimistic international conditions and a return of investor confidence based on surprisingly positive corporate earnings helped the Vienna Stock Exchange achieve an impressive rally. As a result, the ATX rose by around 95% from its low for the year, hitting an interim high, 2,752.39, on 20 October 2009. This was followed by a sideways movement tending slightly towards the downside.

## INVESTOR RELATIONS

The extensive Investor Relations programme for the 2<sup>nd</sup> half of the year 2009 began with a number of events in London. The Vienna Insurance Group took part in the Vienna Stock Exchange roadshow there, as well as the following banking conferences:

- UniCredit Annual Emerging Europe Conference, London
- KBW European Financial Services Conference, London
- Erste Group Investor Conference, Stegersbach

Management roadshows also took place in Paris, Frankfurt, Geneva, Brussels and Zurich. Two more roadshows are planned for the U.S. and one for London in coming months. The Vienna Insurance Group will also be represented at a number of banking conferences in Zurich, Prague and London.

Management is currently presenting the measures at a large number of meetings with investors designed to increase the competitiveness of the Vienna Insurance Group in the period following the crisis. The focus at this particular moment is on the macroeconomic situation and the resulting effects on insurance markets in Austria and Central and Eastern Europe.

The Vienna Insurance Group periodically performs shareholder identification surveys. Changes in shareholder structure are also particularly interesting during periods of capital market volatility. The last survey was performed in September 2009, and showed an increase in the share of investors from Continental Europe, and from Great Britain and Ireland. The increase in shareholders from Eastern Europe was exceptionally pleasing, since this is also the core region for the Vienna Insurance Group's business activities. In contrast, investments in VIG shares from the United States remained largely unchanged, which could indicate excellent potential for the future as compared to the period prior to the crisis. The intensive roadshow activities scheduled for coming weeks are aimed at explaining the current situation of the Vienna Insurance Group to investors, and strengthening market confidence in the Group's business model.

Detailed information on shareholder structure is available on the Internet under the menu item Share Information (link: <http://www.vig.com/en/group/ir/share-information/>).

# SHARE

## VIENNA INSURANCE GROUP SHARE INFORMATION

### Key share information for 1<sup>st</sup>-3<sup>rd</sup> quarter 2009

High	EUR	39.00
Low	EUR	16.10
Price as of 30 September 2009	EUR	39.00
Market capitalisation	EUR	4.99 billion
Dividend 2008	EUR	1.10
Bonus dividend 2008	EUR	0.90
Average daily stock exchange trading volume*	EUR	4.24 million

\* using single counting

### Overview of the VIG share

Initial listing (Vienna)	17 October 1994
Initial listing (Prague)	5 February 2008
Number of common shares	128 million
Free float	approx. 30%
ISIN	AT0000908504
Securities symbol	VIG
Bloomberg	VIG AV /VIG CP
Reuters	VIGR.VI / VIGR.PR
Rating – Standard&Poor's	A+, stable outlook

### VIG share performance

The stock exchange year has thus far gone quite well for the Vienna Insurance Group's shareholders. After a weak start to 2009, the price of VIG shares fell to a temporary low of EUR 16.10 on 9 March of the current year, mirroring developments in international markets. The share price rose very strongly since then, adding on more than 140% and closing out the 3<sup>rd</sup> quarter 2009 at EUR 39.00. The Vienna Insurance Group's strong capital base was the deciding factor in this extraordinary performance. Further support was provided by positive changes in the economic outlook for the CEE region as well as the distribution of a bonus dividend. VIG shares continued to record price gains in the 4<sup>th</sup> quarter 2009, reaching a provisional high for the year, EUR 44.00, on 15 October 2009.

### Financial Calendar of V.I.G.\*

Preliminary non-consolidated premiums of 2009	26 January 2010
Result for the year 2009	31 March 2010
Embedded Value	31 March 2010
Result for the 1 <sup>st</sup> quarter of 2010	20 May 2010
Annual General Meeting	29 June 2010
Ex-dividend day	5 July 2010
Dividend payment day	5 July 2010
Results for the 1 <sup>st</sup> half of 2010	19 August 2010
Results for the 1 <sup>st</sup> three quarters of 2010	9 November 2010

\* preliminary schedule

VIENNA INSURANCE GROUP (VIG) COMPARED TO THE ATX AND MSCI INSURANCE INDEX (IN EUR)  
1 January – 30 October 2009



# CONSOLIDATED INTERIM FINANCIAL STATEMENTS

## CONSOLIDATED BALANCE SHEET AS OF 30 SEPTEMBER 2009

<b>ASSETS</b>	<b>30.9.2009</b>	<b>31.12.2008</b>
<i>in EUR '000</i>		
<b>A. Intangible assets</b>		
I. Goodwill	1,775,947	1,416,089
II. Purchased insurance portfolio	73,754	67,569
III. Other intangible assets	157,203	165,283
<b>Total intangible assets</b>	<b>2,006,904</b>	<b>1,648,941</b>
<b>B. Investments</b>		
I. Land and buildings	3,194,786	3,090,411
II. Shares in at equity consolidated companies	120,066	119,651
III. Financial instruments	22,732,783	21,337,503
a) Loans and other investments	5,138,308	5,765,808
b) Other securities	17,594,475	15,571,695
Financial instruments held to maturity	2,901,344	2,347,061
Financial investments available for sale	13,364,690	11,707,295
Financial instruments recognised at fair value through profit and loss*	1,328,441	1,517,339
<b>Total investments</b>	<b>26,047,635</b>	<b>24,547,565</b>
<b>C. Investments of unit- and index-linked life insurance</b>	<b>4,393,223</b>	<b>3,602,404</b>
<b>D. Reinsurers' share in underwriting provisions</b>	<b>1,172,045</b>	<b>1,222,261</b>
<b>E. Receivables</b>	<b>1,710,261</b>	<b>1,500,067</b>
<b>F. Deferred tax assets</b>	<b>147,642</b>	<b>131,170</b>
<b>G. Other assets</b>	<b>493,137</b>	<b>393,385</b>
<b>H. Cash and cash equivalents</b>	<b>333,584</b>	<b>619,327</b>
<b>Total ASSETS</b>	<b>36,304,431</b>	<b>33,665,120</b>

\* including trading assets

## CONSOLIDATED BALANCE SHEET AS OF 30 SEPTEMBER 2009

<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>30.9.2009</b>	<b>31.12.2008</b>
<i>in EUR '000</i>		
<b>A. Shareholders' equity</b>		
I. Share capital	132,887	132,887
II. Other capital reserves	2,109,003	2,109,003
III. Capital reserves from hybrid capital	495,602	245,602
IV. Retained earnings	1,511,936	1,423,144
V. Other reserves	146,535	-38,763
VI. Minority interests	286,936	266,917
<b>Total shareholders' equity</b>	<b>4,682,899</b>	<b>4,138,790</b>
<b>B. Subordinated liabilities</b>	<b>545,859</b>	<b>501,242</b>
<b>C. Non-underwriting provisions</b>		
I. Unearned premiums	1,220,714	1,030,712
II. Mathematical reserve	17,293,910	16,861,965
III. Provisions for outstanding claims	3,521,562	3,370,508
IV. Provisions for premium refunds not dependent on profit	54,330	46,744
V. Provisions for profit dependent premium refunds	685,631	348,994
VI. Other underwriting provisions	24,452	23,444
<b>Total underwriting provisions</b>	<b>22,800,599</b>	<b>21,682,367</b>
<b>D. Underwriting provisions of unit- and index-linked life insurance</b>	<b>4,174,746</b>	<b>3,346,773</b>
<b>E. Non-underwriting provisions</b>		
I. Provisions for pensions and similar obligations	296,695	338,160
II. Tax provisions	112,249	152,853
III. Other provisions	248,862	261,009
<b>Total non-underwriting provisions</b>	<b>657,806</b>	<b>752,022</b>
<b>F. Liabilities</b>	<b>3,005,525</b>	<b>2,842,755</b>
<b>G. Deferred tax liabilities</b>	<b>198,322</b>	<b>141,483</b>
<b>H. Other liabilities</b>	<b>238,675</b>	<b>259,688</b>
<b>Total LIABILITIES AND SHAREHOLDERS' EQUITY</b>	<b>36,304,431</b>	<b>33,665,120</b>

## CONSOLIDATED SHAREHOLDERS' EQUITY

Change in consolidated shareholders' equity in fiscal years 2009 and 2008

	Share capital	Other capital reserves*	Capital reserves from hybrid capital*	Retained earnings	Unrealised gains and losses	Foreign currency exchange and other reserves	Shareholders' equity before minority interests	Minority interests	Shareholders' equity
in EUR '000									
<b>As of 1 January 2008</b>	<b>109,009</b>	<b>1,035,029</b>	<b>0</b>	<b>1,057,693</b>	<b>78,146</b>	<b>58,228</b>	<b>2,338,105</b>	<b>277,458</b>	<b>2,615,563</b>
Exchange rate changes	0	0	0	0	0	37,664	37,664	1,573	39,237
Changes in scope of consolidation/ownership interests	0	0	0	89,352	0	0	89,352	-46,542	42,810
Capital increase	23,878	1,073,612	245,588	0	0	0	1,343,078	0	1,343,078
Unrealised gains and losses from financial investments available for sale	0	0	0	0	-149,939	0	-149,939	394	-149,545
Profit for the period	0	0	0	301,002	0	0	301,002	27,951	328,953
Dividend payment	0	0	0	-115,500	0	0	-115,500	-3,550	-119,050
<b>As of 30 September 2008</b>	<b>132,887</b>	<b>2,108,641</b>	<b>245,588</b>	<b>1,332,547</b>	<b>-71,793</b>	<b>95,892</b>	<b>3,843,762</b>	<b>257,284</b>	<b>4,101,046</b>
<b>As of 1 January 2009</b>	<b>132,887</b>	<b>2,109,003</b>	<b>245,602</b>	<b>1,423,144</b>	<b>-57,102</b>	<b>18,339</b>	<b>3,871,873</b>	<b>266,917</b>	<b>4,138,790</b>
Exchange rate changes	0	0	0	0	0	18,787	18,787	1,933	20,720
Changes in scope of consolidation/ownership interests	0	0	0	-682	0	0	-682	-2,770	-3,452
Capital increase	0	0	250,000	0	0	0	250,000	0	250,000
Unrealised gains and losses from financial investments available for sale	0	0	0	0	166,511	0	166,511	4,056	170,567
Profit for the period	0	0	0	263,082	0	0	263,082	17,816	280,898
Dividend payment	0	0	0	-173,608	0	0	-173,608	-1,016	-174,624
<b>As of 30 September 2009</b>	<b>132,887</b>	<b>2,109,003</b>	<b>495,602</b>	<b>1,511,936</b>	<b>109,409</b>	<b>37,126</b>	<b>4,395,963</b>	<b>286,936</b>	<b>4,682,899</b>

\* The offsetting against the share premium of those expenses incurred as part of the capital adjustments that took place in 2008 was based on preliminary figures.

## CONSOLIDATED INCOME STATEMENT

for the period from 1 January 2009 to 30 September 2009 (including comparative period)	1.1.-30.9.2009	1.1.-30.9.2008
<i>in EUR '000</i>		
<b>Premiums</b>		
<b>Premiums written - Gross</b>	<b>6,106,001</b>	<b>6,017,802</b>
Premiums written - Reinsurers' share	-653,311	-724,591
<b>Premiums written - Retention</b>	<b>5,452,690</b>	<b>5,293,211</b>
Change in unearned premiums - Gross	-102,934	-183,776
Change in unearned premiums - Reinsurers' share	24,534	59,640
<b>Net earned premiums</b>	<b>5,374,290</b>	<b>5,169,075</b>
<b>Financial result excluding at equity consolidated companies</b>		
Income from investments	1,334,455	1,512,053
Expenses for investments and interest expenses	-613,851	-711,188
<b>Total financial result excluding at equity consolidated companies</b>	<b>720,604</b>	<b>800,865</b>
<b>Other income</b>	<b>85,551</b>	<b>42,698</b>
<b>Expenses for claims and insurance benefits</b>		
Expenses for claims and insurance benefits - Gross	-4,853,951	-4,652,480
Expenses for claims and insurance benefits - Reinsurers' share	439,942	401,127
<b>Total expenses for claims and insurance benefits</b>	<b>-4,414,009</b>	<b>-4,251,353</b>
<b>Operating expenses</b>		
Acquisition expenses	-1,038,831	-1,039,073
Other administrative expenses	-279,942	-292,233
Reinsurance commissions	87,895	139,838
<b>Total operating expenses</b>	<b>-1,230,878</b>	<b>-1,191,468</b>
<b>Other expenses</b>	<b>-201,658</b>	<b>-168,415</b>
<b>Result from shares in at equity consolidated companies</b>	<b>6,601</b>	<b>5,373</b>
<b>Profit before taxes</b>	<b>340,501</b>	<b>406,775</b>
Tax expense	-59,603	-77,822
<b>Profit for the period</b>	<b>280,898</b>	<b>328,953</b>
<i>thereof attributable to shareholders of Vienna Insurance Group</i>	<i>263,082</i>	<i>301,002</i>
<i>thereof minority interests in net profit for the period</i>	<i>17,816</i>	<i>27,951</i>
Earnings per share (annualized)	2.74	3.43
Undiluted = diluted earnings per share (in EUR)		

## CONSOLIDATED INCOME STATEMENT

for the period from 1 July 2009 to 30 September 2009  
(including comparative period)

1.7.-30.9.2009

1.7.-30.9.2008

in EUR '000

	1.7.-30.9.2009	1.7.-30.9.2008
<b>Premiums</b>		
<b>Premiums written - Gross</b>	<b>1,854,864</b>	<b>1,802,661</b>
Premiums written - Reinsurers' share	-188,589	-176,594
<b>Premiums written - Retention</b>	<b>1,666,275</b>	<b>1,626,067</b>
Change in unearned premiums - Gross	147,912	114,333
Change in unearned premiums - Reinsurers' share	-52,696	-42,621
<b>Net earned premiums</b>	<b>1,761,491</b>	<b>1,697,779</b>
<b>Financial result excluding at equity consolidated companies</b>		
Income from investments	407,520	483,286
Expenses for investments and interest expenses	-153,760	-298,303
<b>Total financial result excluding at equity consolidated companies</b>	<b>253,760</b>	<b>184,983</b>
<b>Other income</b>	<b>23,554</b>	<b>12,029</b>
<b>Expenses for claims and insurance benefits</b>		
Expenses for claims and insurance benefits - Gross	-1,697,411	-1,451,090
Expenses for claims and insurance benefits - Reinsurers' share	246,302	112,095
<b>Total expenses for claims and insurance benefits</b>	<b>-1,451,109</b>	<b>-1,338,995</b>
<b>Operating expenses</b>		
Acquisition expenses	-348,882	-338,650
Other administrative expenses	-87,057	-95,984
Reinsurance commissions	28,690	43,062
<b>Total operating expenses</b>	<b>-407,249</b>	<b>-391,572</b>
<b>Other expenses</b>	<b>-72,060</b>	<b>-48,357</b>
<b>Result from shares in at equity consolidated companies</b>	<b>1,861</b>	<b>2,566</b>
<b>Profit before taxes</b>	<b>110,248</b>	<b>118,433</b>
Tax expense	-19,382	-18,362
<b>Profit for the period</b>	<b>90,866</b>	<b>100,071</b>
<i>thereof attributable to shareholders of Vienna Insurance Group</i>	<i>83,249</i>	<i>93,262</i>
<i>thereof minority interests in net profit for the period</i>	<i>7,617</i>	<i>6,809</i>
Earnings per share (annualized)	2.60	2.91
Undiluted = diluted earnings per share (in EUR)		

## CONSOLIDATED CASH FLOW STATEMENT

for the period from 1 January 2009 to 30 September 2009 (including comparative period)	1.1.-30.9.2009	1.1.-30.9.2008
<i>in EUR '000</i>		
Profit for the period less minority interests	263,082	301,002
Minority interests	17,816	27,951
<b>Profit for the period before minority interest</b>	<b>280,898</b>	<b>328,953</b>
Change in underwriting provisions net	1,110,720	1,745,383
Change in underwriting receivables and liabilities	-183,471	-188,668
Change in deposit receivables and liabilities, as well as in reinsurance receivables and liabilities	-57,635	-52,448
Change in other receivables and liabilities	177,667	-143,769
Change in securities held for trading	177,766	382,304
Gain/loss from disposal of investments	-90,781	-393,688
Depreciation/appreciation of all other investments	220,472	219,360
Change in pension, severance and other personnel provisions	-41,466	-69,798
Change in deferred tax assets/liabilities excl. tax provisions	-12,765	10,705
Change in other balance sheet items	-275,105	-3,012
Change in goodwill and other intangible assets	18,050	7,930
Other cash neutral income and expenses, and adjustments to the result for the period	191,968	-403,125
<b>Cash flow from operating activities</b>	<b>1,516,318</b>	<b>1,440,127</b>
Cash inflow from the sale of fully and at equity consolidated companies	1,493	402,256
Payments for the acquisition of fully and at equity consolidated companies	-446,065	-409,052
Cash inflow from the sale of securities available for sale	2,928,807	3,850,584
Payments for the acquisition of available for sale securities	-4,171,920	-5,114,374
Cash inflow from the sale of securities held to maturity	201,299	38,049
Payments for the acquisition of securities held to maturity	-588,250	-147,642
Cash inflow from the sale of land and buildings	14,340	36,090
Payments for the acquisition of land and buildings	-160,529	-209,503
Change in unit- and index-linked life insurance items	-465,562	-444,390
Change in other investments	760,047	-500,265
<b>Cash flow from investing activities</b>	<b>-1,926,340</b>	<b>-2,498,247</b>
Capital increase incl. hybrid capital	250,000	1,343,078
Minority interest in capital increase	0	0
Decrease/increase in subordinated liabilities	39,368	675
Dividend payments	-174,624	-119,050
Cash in- and outflow from other financing activities	-3,988	310,854
<b>Cash flow from financing activities</b>	<b>110,756</b>	<b>1,535,557</b>
<b>Change in cash and cash equivalents</b>	<b>-299,266</b>	<b>477,437</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>619,327</b>	<b>277,700</b>
<b>Cash and cash equivalents at end of period</b>	<b>333,584</b>	<b>781,180</b>
<i>thereof non-profit housing societies</i>	<i>56,391</i>	<i>41,534</i>
<b>Change in scope of consolidation</b>	<b>18,134</b>	<b>26,907</b>
<b>Foreign currency exchange differences in cash and cash equivalents</b>	<b>-4,611</b>	<b>-864</b>
<b>Additional information</b>		
Received interest	515,073	436,626
Received dividends	123,646	125,131
Interest paid	75,447	48,650
Income taxes paid	159,772	119,050

## SEGMENT REPORTING

### CONSOLIDATED BALANCE SHEET BY LINES OF BUSINESS

ASSETS	Property/Casualty		Life		Health		Total	
	30.9.2009	31.12.2008	30.9.2009	31.12.2008	30.9.2009	31.12.2008	30.9.2009	31.12.2008
in EUR '000								
<b>A. Intangible assets</b>	1,065,353	801,894	933,763	839,088	7,788	7,959	2,006,904	1,648,941
<b>B. Investments</b>	4,261,685	3,751,376	20,929,159	19,965,446	856,791	830,743	26,047,635	24,547,565
<b>C. Investments of unit- and index-linked life insurance</b>	0	0	4,393,223	3,602,404	0	0	4,393,223	3,602,404
<b>D. Reinsurers' share in underwriting provisions</b>	1,028,215	1,097,749	142,534	122,302	1,296	2,210	1,172,045	1,222,261
<b>E. Receivables</b>	1,075,934	943,227	613,859	526,685	20,468	30,155	1,710,261	1,500,067
<b>G. Other assets</b>	370,887	206,079	116,233	181,944	6,017	5,362	493,137	393,385
<b>H. Cash and cash equivalents</b>	111,414	197,254	220,252	418,279	1,918	3,794	333,584	619,327
<b>Subtotal</b>	<b>7,913,488</b>	<b>6,997,579</b>	<b>27,349,023</b>	<b>25,656,148</b>	<b>894,278</b>	<b>880,223</b>	<b>36,156,789</b>	<b>33,533,950</b>
Consolidated deferred tax assets							147,642	131,170
<b>Total ASSETS</b>							<b>36,304,431</b>	<b>33,665,120</b>

LIABILITIES AND SHAREHOLDERS' EQUITY	Property/Casualty		Life		Health		Total	
	30.9.2009	31.12.2008	30.9.2009	31.12.2008	30.9.2009	31.12.2008	30.9.2009	31.12.2008
in EUR '000								
<b>B. Subordinated liabilities</b>	264,325	189,646	281,534	311,596	0	0	545,859	501,242
<b>C. Non-underwriting provisions</b>	4,434,279	4,101,240	17,527,161	16,776,290	839,159	804,837	22,800,599	21,682,367
<b>D. Underwriting provisions of unit- and index-linked life insurance</b>	0	0	4,174,746	3,346,773	0	0	4,174,746	3,346,773
<b>E. Non-underwriting provisions</b>	372,194	426,524	246,180	276,396	39,432	49,102	657,806	752,022
<b>F. Liabilities</b>	635,037	634,701	2,161,679	2,063,294	208,809	144,760	3,005,525	2,842,755
<b>H. Other liabilities</b>	219,521	248,839	19,070	10,806	84	43	238,675	259,688
<b>Subtotal</b>	<b>5,925,356</b>	<b>5,600,950</b>	<b>24,410,370</b>	<b>22,785,155</b>	<b>1,087,484</b>	<b>998,742</b>	<b>31,423,210</b>	<b>29,384,847</b>
Consolidated deferred tax liabilities							198,322	141,483
Consolidated shareholders' equity							4,682,899	4,138,790
<b>Total LIABILITIES AND SHAREHOLDERS' EQUITY</b>							<b>36,304,431</b>	<b>33,665,120</b>

The amounts indicated for each business segment have been adjusted for internal segment transactions. As a result, the asset and liability balances cannot be used to infer the shareholders' equity allocated to each area of operations.

## SEGMENT REPORTING

### CONSOLIDATED INCOME STATEMENT BY SEGMENT

BUSINESS-LINES	Property/Casualty		Life		Health		Total	
	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08
in EUR '000								
Premiums written - Gross	3,343,270	3,379,452	2,521,017	2,401,784	241,714	236,566	6,106,001	6,017,802
Net earned premiums	2,625,617	2,545,426	2,509,069	2,389,422	239,604	234,227	5,374,290	5,169,075
Financial result excluding at equity consolidated companies	163,767	230,825	552,254	561,478	4,583	8,562	720,604	800,865
Other income	53,624	28,089	31,862	14,569	65	40	85,551	42,698
Expenses for claims and insurance benefits	-1,729,217	-1,633,727	-2,485,495	-2,410,450	-199,297	-207,176	-4,414,009	-4,251,353
Operating expenses	-728,293	-725,280	-472,066	-435,187	-30,519	-31,001	-1,230,878	-1,191,468
Other expenses	-136,405	-126,490	-64,586	-41,227	-667	-698	-201,658	-168,415
Result from shares in at equity consolidated companies	3,488	3,145	3,120	2,767	-7	-539	6,601	5,373
<b>Profit before taxes</b>	<b>252,581</b>	<b>321,988</b>	<b>74,158</b>	<b>81,372</b>	<b>13,762</b>	<b>3,415</b>	<b>340,501</b>	<b>406,775</b>

REGIONS	Austria		Czech Republic		Slovakia		Poland	
	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08
in EUR '000								
Premiums written - Gross	3,005,616	2,959,434	1,198,532	1,006,744	469,372	422,820	405,750	609,135
Net earned premiums	2,652,089	2,582,454	1,026,690	815,064	411,805	358,136	368,707	564,678
Financial result excluding at equity consolidated companies	539,724	646,004	51,408	33,704	28,173	10,733	24,933	8,312
Other income	8,504	7,689	18,887	9,568	2,935	2,848	3,003	4,959
Expenses for claims and insurance benefits	-2,518,517	-2,472,832	-682,495	-547,818	-321,747	-262,239	-207,997	-358,661
Operating expenses	-469,364	-488,477	-258,076	-202,418	-68,550	-64,796	-159,144	-184,189
Other expenses	-32,171	-35,746	-60,685	-40,664	-36,546	-33,415	-10,023	-17,172
Result from shares in at equity consolidated companies	3,942	2,315	2,659	3,058	0	0	0	0
<b>Profit before taxes</b>	<b>184,207</b>	<b>241,407</b>	<b>98,388</b>	<b>70,494</b>	<b>16,070</b>	<b>11,267</b>	<b>19,479</b>	<b>17,927</b>

	Romania		Other CEE markets		Other markets		Total	
	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08
in EUR '000								
Premiums written - Gross	455,916	494,804	418,804	353,875	152,011	170,990	6,106,001	6,017,802
Net earned premiums	414,618	423,315	350,434	277,886	149,947	147,542	5,374,290	5,169,075
Financial result excluding at equity consolidated companies	33,452	83,493	29,063	7,484	13,851	11,135	720,604	800,865
Other income	26,708	11,146	6,265	4,224	19,249	2,264	85,551	42,698
Expenses for claims and insurance benefits	-320,782	-320,116	-247,779	-175,252	-114,692	-114,435	-4,414,009	-4,251,353
Operating expenses	-128,272	-132,914	-121,361	-101,474	-26,111	-17,200	-1,230,878	-1,191,468
Other expenses	-9,141	-12,968	-21,307	-11,731	-31,785	-16,719	-201,658	-168,415
Result from shares in at equity consolidated companies	0	0	0	0	0	0	6,601	5,373
<b>Profit before taxes</b>	<b>16,583</b>	<b>51,956</b>	<b>-4,685</b>	<b>1,137</b>	<b>10,459</b>	<b>12,587</b>	<b>340,501</b>	<b>406,775</b>

# NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

## NOTES TO THE INTERIM CONSOLIDATED FINANCIAL STATEMENTS FOR THE PERIOD ENDING 30 SEPTEMBER 2009

### Accounting Policies

These interim consolidated financial statements for the first three quarters of 2009 were prepared in accordance with International Financial Reporting Standards (IFRS), and are consistent with IAS 34 "Interim Financial Reporting".

### Information regarding seasonal and cyclical influences

Within the Vienna Insurance Group, seasonal fluctuations chiefly appear in the areas of premiums, claims and financial results. Based on the high number of policy inceptions in January, the 1<sup>st</sup> quarter is normally the year's strongest in terms of premiums. Claims in the 1<sup>st</sup> quarter (or the 1<sup>st</sup> half), as the case may be, are also normally marked by higher liabilities, especially due to adverse environmental influences (snow, melting snow, storms, floods). Financial results are affected by the fact that a large portion of dividends must be paid in the 2<sup>nd</sup> quarter, while many investment funds make distributions in the 4<sup>th</sup> quarter. The focus of the Group's investment strategy is on the ongoing financial market crisis and, consequently, the continued pursuit and refinement of the Vienna Insurance Group's conservative risk policy, also in 2009. In addition, and in response to the increased volatility of the foreign exchange market, group foreign exchange risks were protected in terms of earnings for the core regions.

### Estimates

Preparation of interim consolidated financial statements in accordance with IFRS requires that discretionary assessments and assumptions be made about the future development of the Company that could have a material effect on the recognition and value of assets and liabilities, as well as income and expenses, during the financial year. The estimates relate in particular to the underwriting provisions. No material changes were made to the system for determining these estimates during the reporting period under review.

### Related party transactions

These mainly concern intercompany reinsurance relationships on a minor scale and financing at market terms, chiefly in the real estate area, as well as intercompany charges. These transactions have no material effect on the performance of the Company. No loans or guarantees were granted to the members of the Managing Board or Supervisory Board during the reporting period.

### Information regarding changes to scope of consolidation

In the 3<sup>rd</sup> quarter of 2009 the CAME Holding GmbH, Vienna was fully consolidated for the first time. The companies Sigma Sh.a., Tirana, Sigma AD, Skopje, and "WIENER Re" akcionarsko društvo za reosiguranje were fully consolidated for the first time in the 2<sup>nd</sup> quarter of 2009. In addition, the companies BCR Asigurari de Viata S.A., BCR Asigurari S.A., and Compensa Life (formerly Seesam), which operates in the Baltic markets, were fully consolidated in the Vienna Insurance Group reporting entity for the first time in the 1<sup>st</sup> quarter of 2009. Bulstrad Insurance Joint-Stock Company, Bulstrad Life Insurance Joint-Stock Company and Helios Vienna Insurance Group d.d. were previously included in the consolidated financial statements by means of proportional consolidation, and were fully consolidated for the first time in the 1<sup>st</sup> quarter of 2009.

Compared with the first three quarters of 2008, Sparkassen Versicherung AG Vienna Insurance Group, Erste Vienna Insurance Group Biztosító Zrt., Erste osiguranje Vienna Insurance Group, Pojišťovna České spořitelny a.s. Vienna Insurance Group and Poist'ovňa Slovenskej sporitel'ne, a.s. Vienna Insurance Group are now fully consolidated. The companies HOTEL SRNÍ, a.s., ČPP servis, s.r.o., and Sparkassen Immobilien AG were included in the consolidated financial statements for the first time in 2008 using the equity method. In addition, VIG RE zajišťovna, a.s. was established in 2008 and fully consolidated in the annual financial statements.

PKB Privatkliniken Beteiligungs-GmbH and DVS Donau-Versicherung Vermittlungs- und Service GmbH were deconsolidated in the first three quarters of 2009. In addition, the Austrian insurance company BA-CA Versicherung AG, the Romanian Unita Vienna Insurance Group and Agras Vienna Insurance Group S.A., which is affiliated with Unita, were deconsolidated in 2008.

### Type and extent of business transactions unusual in terms of type, amount or frequency

The Vienna Insurance Group sold Erste Group a 95% stake in its investment fund company Ringturm KAG at the beginning of 2009.

### Changes in contingent liabilities and receivables

There were no changes in this area during the reporting period just ended relative to the first three quarters of 2008.

## INFORMATION RELATING TO THE CONSOLIDATED INCOME STATEMENT

### PREMIUMS WRITTEN

<b>Property/Casualty insurance</b>	<b>Gross 1.1.-30.9.2009</b>	<b>Gross 1.1.-30.9.2008</b>
<i>in EUR '000</i>		
Direct business		
Fire and fire business interruption insurance	433,707	391,289
Household insurance	167,963	161,806
Other non-life insurance	293,838	277,264
Motor liability insurance	893,817	957,470
Other motor vehicle insurance	758,293	829,283
Casualty insurance	226,092	207,214
Liability insurance	225,713	228,478
Legal expenses insurance	36,360	34,907
Marine, aviation, and transport insurance	49,062	49,959
Credit and guarantee insurance	14,675	33,879
Other insurance	138,219	157,325
<b>Subtotal</b>	<b>3,237,739</b>	<b>3,328,874</b>
Indirect business		
Marine, aviation, and transport insurance	192	461
Other insurance	105,339	50,117
<b>Subtotal</b>	<b>105,531</b>	<b>50,578</b>
<b>Total</b>	<b>3,343,270</b>	<b>3,379,452</b>

<b>Direct business life insurance</b>	<b>1.1.-30.9.2009</b>	<b>1.1.-30.9.2008</b>
<i>in EUR '000</i>		
Regular premiums	1,588,302	1,356,680
Single premium policies	921,180	1,037,704
<b>Total life direct gross premiums written</b>	<b>2,509,482</b>	<b>2,394,384</b>
<i>thereof:</i>	<i>2,509,482</i>	<i>2,394,384</i>
Policies with profit participation	1,383,104	1,347,102
Policies without profit participation	297,365	251,922
Unit- and index-linked policies	829,013	795,360
<i>thereof:</i>	<i>2,509,482</i>	<i>2,394,384</i>
Individual insurance	2,369,722	2,045,684
Group insurance	139,760	348,700

## FINANCIAL RESULT

Composition: Income	Property/Casualty		Life		Health		Total	
	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08
in EUR '000								
Current income	130,110	136,082	815,466	697,096	28,038	26,212	973,614	859,390
Income from appreciations	8,260	5,592	55,104	20,638	5,878	60	69,242	26,290
Income from the disposal of investments	136,542	207,398	138,940	412,610	16,117	6,365	291,599	626,373
<b>Total</b>	<b>274,912</b>	<b>349,072</b>	<b>1,009,510</b>	<b>1,130,344</b>	<b>50,033</b>	<b>32,637</b>	<b>1,334,455</b>	<b>1,512,053</b>

Composition: Expenses	Property/Casualty		Life		Health		Total	
	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08	1.1.-30.9.09	1.1.-30.9.08
in EUR '000								
Depreciation of investments	13,919	28,029	87,044	138,826	3,183	10,088	104,146	176,943
Impairment of investments	37,254	34,138	114,339	91,688	4,741	444	156,334	126,270
Exchange rate changes	-4,182	-185	-1,431	5,884	-10	3	-5,623	5,702
Loss from disposal of investments	31,038	10,745	143,217	220,533	30,270	8,320	204,525	239,598
Interest expenses	22,154	20,677	64,456	56,268	5,089	3,938	91,699	80,883
Other expenses	10,962	24,843	49,631	55,667	2,177	1,282	62,770	81,792
<b>Total</b>	<b>111,145</b>	<b>118,247</b>	<b>457,256</b>	<b>568,866</b>	<b>45,450</b>	<b>24,075</b>	<b>613,851</b>	<b>711,188</b>

## EARNINGS PER SHARE

	1.1.-30.9.2009		1.1.-30.9.2008	
Profit for the period	EUR '000	280,898	EUR '000	328,953
Net profit for the period after minority interest	EUR '000	263,082	EUR '000	301,002
Number of shares (2008 weighted)	Pcs.	128,000,000	Pcs.	117,131,868
Before capital increase				105,000,000
Capital increase				23,000,000
<b>Earnings per share (annualized)</b>	<b>EUR</b>	<b>2.74</b>	<b>EUR</b>	<b>3.43</b>

	1.7.-30.9.2009		1.7.-30.9.2008	
Profit for the period	EUR '000	90,866	EUR '000	100,071
Net profit for the period after minority interest	EUR '000	83,249	EUR '000	93,262
Number of shares	Pcs.	128,000,000	Pcs.	128,000,000
Before capital increase				105,000,000
Capital increase				23,000,000
<b>Earnings per share (annualized)</b>	<b>EUR</b>	<b>2.60</b>	<b>EUR</b>	<b>2.91</b>

## EXPENSES FOR CLAIMS AND INSURANCE BENEFITS

Composition	Gross		Reinsurers' share		Retention	
	1.1.-30.9.2009	1.1.-30.9.2008	1.1.-30.9.2009	1.1.-30.9.2008	1.1.-30.9.2009	1.1.-30.9.2008
in EUR '000						
<b>Property/Casualty insurance</b>						
<i>Expenses for claims and insurance benefits</i>						
Payments for claims and insurance benefits	1,904,142	1,746,098	-312,432	-351,898	1,591,710	1,394,200
Changes in provision for outstanding claims	212,016	231,203	-98,764	-14,764	113,252	216,439
<b>TOTAL</b>	<b>2,116,158</b>	<b>1,977,301</b>	<b>-411,196</b>	<b>-366,662</b>	<b>1,704,962</b>	<b>1,610,639</b>
Change in mathematical reserve	3	313	0	-152	3	161
Change in other underwriting provisions	1,267	1,548	-105	-410	1,162	1,138
Expenses for premium refunds not dependent on profit	25,240	22,086	-2,150	-297	23,090	21,789
<b>TOTAL EXPENSES</b>	<b>2,142,668</b>	<b>2,001,248</b>	<b>-413,451</b>	<b>-367,521</b>	<b>1,729,217</b>	<b>1,633,727</b>
<b>Life insurance</b>						
<i>Expenses for claims and insurance benefits</i>						
Payments for claims and insurance benefits	1,802,459	1,268,932	-18,640	-19,898	1,783,819	1,249,034
Changes in provision for outstanding claims	7,869	10,698	-1,355	250	6,514	10,948
<b>TOTAL</b>	<b>1,810,328</b>	<b>1,279,630</b>	<b>-19,995</b>	<b>-19,648</b>	<b>1,790,333</b>	<b>1,259,982</b>
Change in mathematical reserve	657,345	942,366	-6,212	-13,225	651,133	929,141
Change in other underwriting provisions	-826	363	0	0	-826	363
Expenses for premium refunds dependent on and not dependent on profit	44,855	220,964	0	0	44,855	220,964
<b>TOTAL EXPENSES</b>	<b>2,511,702</b>	<b>2,443,323</b>	<b>-26,207</b>	<b>-32,873</b>	<b>2,485,495</b>	<b>2,410,450</b>
<b>Health insurance</b>						
<i>Expenses for claims and insurance benefits</i>						
Payments for claims and insurance benefits	154,646	159,601	-210	-670	154,436	158,931
Changes in provision for outstanding claims	177	780	-13	-26	164	754
<b>TOTAL</b>	<b>154,823</b>	<b>160,381</b>	<b>-223</b>	<b>-696</b>	<b>154,600</b>	<b>159,685</b>
Change in mathematical reserve	33,812	36,008	-61	-37	33,751	35,971
Change in other underwriting provisions	0	0	0	0	0	0
Expenses for premium refunds not dependent on profit	10,946	11,520	0	0	10,946	11,520
<b>TOTAL EXPENSES</b>	<b>199,581</b>	<b>207,909</b>	<b>-284</b>	<b>-733</b>	<b>199,297</b>	<b>207,176</b>
<b>TOTAL</b>	<b>4,853,951</b>	<b>4,652,480</b>	<b>-439,942</b>	<b>-401,127</b>	<b>4,414,009</b>	<b>4,251,353</b>

## OPERATING EXPENSES

Composition	Property/Casualty	Life	Health	Total
	1.1.-30.9.2009	1.1.-30.9.2009	1.1.-30.9.2009	1.1.-30.9.2009
in EUR '000				
Acquisition expenses	635,957	383,687	19,187	1,038,831
Commission expenses	440,246	262,629	4,158	707,033
Pro rata personnel expenses	115,637	52,722	8,163	176,522
Pro rata material expenses	80,074	68,336	6,866	155,276
<b>SUBTOTAL</b>	<b>635,957</b>	<b>383,687</b>	<b>19,187</b>	<b>1,038,831</b>
Administrative expenses	175,633	92,744	11,565	279,942
Pro rata personnel expenses	85,136	39,290	5,833	130,259
Pro rata material expenses	90,497	53,454	5,732	149,683
<b>SUBTOTAL</b>	<b>175,633</b>	<b>92,744</b>	<b>11,565</b>	<b>279,942</b>
Received reinsurance commissions	-83,297	-4,365	-233	-87,895
<b>Total</b>	<b>728,293</b>	<b>472,066</b>	<b>30,519</b>	<b>1,230,878</b>

Composition	Property/Casualty	Life	Health	Total
	1.1.-30.9.2008	1.1.-30.9.2008	1.1.-30.9.2008	1.1.-30.9.2008
in EUR '000				
Acquisition expenses	663,720	355,338	20,015	1,039,073
Commission expenses	465,448	233,396	4,920	703,764
Pro rata personnel expenses	113,367	52,867	8,558	174,792
Pro rata material expenses	84,905	69,075	6,537	160,517
<b>SUBTOTAL</b>	<b>663,720</b>	<b>355,338</b>	<b>20,015</b>	<b>1,039,073</b>
Administrative expenses	192,657	88,500	11,076	292,233
Pro rata personnel expenses	97,124	37,602	5,523	140,249
Pro rata material expenses	95,533	50,898	5,553	151,984
<b>SUBTOTAL</b>	<b>192,657</b>	<b>88,500</b>	<b>11,076</b>	<b>292,233</b>
Received reinsurance commissions	-131,097	-8,651	-90	-139,838
<b>Total</b>	<b>725,280</b>	<b>435,187</b>	<b>31,001</b>	<b>1,191,468</b>

## OTHER INFORMATION

Employee statistics	30.9.2009	31.12.2008
Austria	6,360	6,341
Field staff	2,941	2,961
Office employees	3,419	3,380
Outside Austria	18,220	17,052
Field staff	10,086	8,821
Office employees	8,134	8,231
<b>Total</b>	<b>24,580</b>	<b>23,393</b>

## DECLARATION BY THE MANAGING BOARD

The Managing Board hereby declares that the interim report, prepared in accordance with the International Financial Reporting Standards (IFRSs) as adopted by the EU, gives a true and fair view of the net assets, financial position and results of operations of Vienna Insurance Group Wiener Städtische Versicherung AG and all companies included in the consolidation. The Board further declares that the interim management report

presents the course of business and the business results in such a way as to yield as true a presentation as possible of the assets, financial position and operating results of Vienna Insurance Group Wiener Städtische Versicherung AG as well as of the companies included in the scope of consolidation. The interim report was not audited or reviewed by an auditor.

Managing Board of the Group:



**Günter Geyer**



**Peter Hagen**



**Robert Lasshofer**



**Martin Simhandl**



**Martin Diviš**



**Christine Dornaus**



**Franz Fuchs**



**Judit Havasi**



**Peter Höfinger**



**Erich Leiß**

Vienna, 30 October 2009

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It goes without saying that all references in the text refer to men and women equally and without discrimination.

In case of doubt, the German version is authoritative.