



# KfW Financial Statements 2024

Enabling growth

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The figures in tables were calculated exactly and added up.  
Figures may not add to totals because of independent rounding.

Actual zero amounts and amounts rounded to zero are presented as EUR 0 million.

# Combined management report

The KfW management report is combined with KfW's group management report in accordance with Section 315 (5) in conjunction with Section 298 (2) of the German Commercial Code (*Handelsgesetzbuch – "HGB"*). The combined management report is included in the KfW Group financial report and is submitted to the German Company Register.

The KfW single-entity financial statements and the KfW Group financial report are also available online at [www.kfw.de](http://www.kfw.de).

# Annual financial statements

# Statement of financial position of KfW as of 31 December 2024

## Assets

	Notes	31 Dec. 2024				31 Dec. 2023
		EUR in millions	EUR in millions	EUR in millions	EUR in millions	EUR in millions
<b>Cash reserves</b>						
a) Cash				0	0	
b) Balances with central banks				11	614	
<i>of which: with Deutsche Bundesbank</i>		11			(614)	
				<b>11</b>	<b>614</b>	
<b>Loans and advances to banks</b>	(2)					
a) Due on demand				27,639	48,214	
b) Other receivables				353,456	352,653	
				<b>381,096</b>	<b>400,867</b>	
<b>Loans and advances to customers</b>	(3)			<b>113,601</b>	<b>120,400</b>	
<i>of which Municipal loans</i>		64,624			(72,718)	
<b>Bonds and other fixed-income securities</b>	(4), (10)					
a) Money market securities						
aa) of public sector issuers				0	0	
ab) of other issuers				4,405	3,826	
				4,405	3,826	
b) Bonds and notes						
ba) of public sector issuers				8,069	8,257	
<i>of which: eligible as collateral with Deutsche Bundesbank</i>		7,877			(8,077)	
bb) of other issuers				26,327	25,642	
<i>of which: eligible as collateral with Deutsche Bundesbank</i>		22,476			(21,213)	
				34,396	33,899	
c) KfW's own bond issues				3,987	3,831	
Nominal amount		4,602			(4,421)	
				<b>42,788</b>	<b>41,556</b>	
<b>Shares and other non-fixed income securities</b>	(5), (10)			<b>778</b>	<b>0</b>	
<b>Equity investments</b>	(6), (8), (10)			<b>186</b>	<b>929</b>	
<i>of which: in banks</i>		58			(58)	
<b>Shares in affiliated companies</b>	(7), (8), (10)			<b>4,419</b>	<b>4,179</b>	
<i>of which: in banks</i>		429			(429)	
<i>of which: in investment institutions</i>		1,117			(877)	
<b>Assets held in trust</b>	(9)			<b>21,977</b>	<b>20,505</b>	
<i>of which Loans held in trust</i>		10,821			(10,886)	
<b>Intangible assets</b>	(10)					
Concessions, industrial property and similar rights and assets and licenses to such rights and assets				23	22	
				<b>23</b>	<b>22</b>	
<b>Property, plant and equipment</b>	(10)			<b>818</b>	<b>821</b>	
<b>Other assets</b>	(11)			<b>6,932</b>	<b>679</b>	
<b>Prepaid expenses</b>	(12)			<b>4,461</b>	<b>4,691</b>	
<b>Special loss account consisting of provisions under Section 17 (4) of the D-Mark Balance Sheet Act</b>				<b>26</b>	<b>26</b>	
<b>Total assets</b>				<b>577,115</b>	<b>595,291</b>	

## Liabilities and equity

	Notes	31 Dec. 2024				31 Dec. 2023
		EUR in millions	EUR in millions	EUR in millions	EUR in millions	EUR in millions
<b>Liabilities to banks</b>	(13)					
a) Due on demand				415		7,386
b) With agreed terms or periods of notice				4,833		5,562
					<b>5,248</b>	<b>12,948</b>
<b>Liabilities to customers</b>	(14)					
Other liabilities						
a) Due on demand			466			254
b) With agreed terms or periods of notice			30,664			49,004
				31,130		49,258
					<b>31,130</b>	<b>49,258</b>
<b>Certificated liabilities</b>	(15)					
Bonds and notes issued				470,038		471,779
					<b>470,038</b>	<b>471,779</b>
<b>Liabilities held in trust</b>	(16)					
<i>of which Loans held in trust</i>		10,821				(10,886)
<b>Other liabilities</b>	(17)				<b>7,849</b>	<b>577</b>
<b>Deferred income</b>	(18)				<b>4,914</b>	<b>5,268</b>
<b>Provisions</b>	(19)					
a) Provisions for pensions and similar commitments				1,932		1,927
b) Other provisions				1,179		1,051
					3,111	2,978
<b>Equity</b>	(20)					
a) Called capital						
Subscribed capital			3,750			3,750
less uncalled outstanding contributions			-450			-450
				3,300		3,300
b) Capital reserve				8,447		8,447
c) Reserve from the ERP Special Fund				1,191		1,191
d) Retained earnings						
da) Statutory reserve under Article 10 (2) of the KfW Law			1,875			1,875
db) Special reserve under Article 10 (3) of the KfW Law			17,988			17,117
dc) Special reserve under Section 17 (4) of the D-Mark Balance Sheet Act			48			48
				19,911		19,040
					<b>32,849</b>	<b>31,977</b>
<b>Total liabilities and equity</b>					<b>577,115</b>	<b>595,291</b>
<b>Contingent liabilities</b>	(21)					
Liabilities from financial guarantees				799		615
					<b>799</b>	<b>615</b>
<b>Other commitments</b>	(22)					
Irrevocable loan commitments				127,207		127,014
					127,207	127,014

# Income statement of KfW

for the period from 1 January to 31 December 2024

	Notes	2024				2023
		EUR in millions	EUR in millions	EUR in millions	EUR in millions	EUR in millions
<b>Interest income from</b>						
a) Lending and money-market transactions	(23)	20,801			18,610	
less negative interest from lending and money-market transactions		-35			-44	
			20,765		18,566	
b) Fixed-income securities and bonds		1,624			1,386	
less negative interest from fixed-income securities		-14			-17	
			1,610		1,369	
				<b>22,375</b>	19,935	
<b>Interest expense</b>	(23)	21,033			18,453	
less positive interest from the banking business		-252			-304	
				<b>20,781</b>	18,150	
					<b>1,594</b>	
					1,785	
<b>Current income from</b>						
a) Shares and other non-fixed income securities				49	0	
b) Equity investments				6	42	
c) Shares in affiliated companies				39	42	
					<b>94</b>	
					84	
<b>Income from profit pooling, profit and loss transfer and partial profit transfer agreements</b>					<b>9</b>	
					6	
<b>Commission income</b>				<b>678</b>	591	
<b>Commission expense</b>				<b>164</b>	178	
					<b>514</b>	
					412	
<b>Other operating income</b>	(24)				<b>147</b>	
					172	
<b>General administrative expenses</b>						
a) Personnel expense						
aa) Wages and salaries			597		545	
ab) Social security contributions and expenses for pension provision and other employee benefits			167		127	
<i>of which: for pension provision</i>		77			44	
				764	673	
b) Other administrative expenses				560	532	
					<b>1,324</b>	
					1,205	

	Notes	2024				2023
		EUR in millions	EUR in millions	EUR in millions	EUR in millions	EUR in millions
<b>Depreciation, amortisation and impairments on property, plant and equipment and intangible assets</b>	(10)				52	52
<b>Other operating expenses</b>	(24)				78	114
<b>Impairment of receivables and certain securities and additions to provisions for loan losses</b>					32	0
<b>Income from the reversal of impairment losses on receivables and certain securities and the reversal of provisions for loan losses</b>					0	37
<b>Income from reversals of write-downs of equity investments, shares in affiliated companies and securities held as fixed assets</b>					1	12
<b>Reversal of the fund for general banking risks</b>	(19)				0	200
<b>Profit/loss from operating activities</b>					873	1,337
<b>Taxes on income</b>					0	0
<b>Other taxes</b>					1	1
<b>Profit for the year</b>					871	1,336
<b>Allocation to retained earnings</b>						
to the special reserve under Article 10 (3) of the KfW Law	(20)		-871			-1,336
				-871		-1,336
<b>Net retained earnings</b>					0	0

# Notes

KfW is a public law institution with registered office in Frankfurt am Main.

The financial statements of KfW have been prepared in accordance with the requirements of the German Commercial Code (*Handelsgesetzbuch – “HGB”*), the German Accounting Regulation for Banks, and Financial Services and Investment Institutions (*Verordnung über die Rechnungslegung der Kreditinstitute und Finanzdienstleistungsinstitute – “RechKredV”*) and the Law Concerning KfW (KfW Law). The special provisions of the D-Mark Balance Sheet Act (*D-Mark-Bilanz-Gesetz– “DMBilG”*) have also been observed.

The KfW statement of financial position and income statement presentation of items was adjusted as follows: Equity was expanded to include the Reserves from the ERP Special Fund and the three sub-items in Retained earnings: Statutory reserve under Article 10 (2) KfW Law and Special reserve under Article 10 (3) KfW Law and Special reserve under Section 17 (4) of the D-Mark Balance Sheet Act. Disclosures on items in the statement of financial position which may be provided in either the statement of financial position or the notes are provided in the notes.

## 1) Accounting policies

Cash reserves, Loans and advances to banks and customers and Other assets have been shown at cost, notional amount or lower fair value. Differences between notional amounts and lower paid out amounts of receivables, which are similar in nature to interest, have been included in Deferred income and recognised over the term through profit or loss in Interest income. The option under Section 253 (3) sentence 6 HGB is being exercised for the valuation of equity investments held in KfW's fixed assets at the lower of cost or market (*strenges Niederstwertprinzip*). Shares in affiliated companies are recognised at cost. In the case of permanent impairments, assets are written down to the lower value.

KfW had a change in recognition of cash collateral both from central counterparties (EUREX) and from OTC transactions during the reporting year. This was reported for the first time under Other liabilities or Other assets instead of under Liabilities to banks or Loans and advances to banks and customers. The related change in accounting methods results in breaching the general principle of consistency of recognition and measurement, which constitutes justifiable exceptional circumstances in accordance with Section 252 (2) HGB, as a truer and fairer view of the net assets, financial and earnings position is conveyed. No adjustment to prior-year figures was made.

As part of a uniform group approach, shares in fund assets were reclassified. Fund investments continue to be recognised as fixed assets and valued strictly at the lower of cost or market value in accordance with Section 340e (1) sentence 2 in conjunction with sentence 1 HGB in conjunction with Section 253 (3) sentence 5 HGB, exercising the option under Section 253 (3) sentence 6 HGB. However they are no longer recognised under Equity investments but under Shares and other non-fixed-income securities. Current income from shares in fund assets has changed accordingly. No adjustment to prior-year figures was made.

Interest rate reductions accounted for at present value are the key component of KfW's promotional expenses. KfW grants these reductions for certain domestic promotional loans for new business during the first fixed interest rate period in addition to passing on KfW's favourable refinancing conditions, obtained due to its triple-A rating. Interest rate reductions are recognised in the income statement as they arise, at their present value at the time the loan terms and conditions are determined. These transactions are measured applying the parameters of the general promotional loan market the first time they are recorded at fair value. Consequently, these transactions result in interest rates below the market rate, which has a negative impact on KfW's earnings position.

The difference that normally results upon loan commitment – the present value of the nominal scheduled interest rate reductions during the first fixed interest rate period – is recognised in profit or loss with a negative impact on interest expense and accounted for as an adjusting item in Loans and advances under the statement of financial position items Loans and advances to banks or Loans and advances to customers. The adjustment to the carrying amount is amortised in Net interest income using the effective interest rate method. In the event of unscheduled repayment in full, this is recognised in profit or loss under Interest income. Differences that relate to irrevocable loan commitments are reported in Provisions. Changes to the portfolio are offset via the adjustments to the carrying amounts of already disbursed promotional loans recognised on the assets side.

The securities held as a liquidity reserve are valued strictly at the lower of cost or market (*strenges Niederwertprinzip*), where they are not hedged. For securities held as fixed assets, the modified lower of cost or market principle (*gemildertes Niederwertprinzip*) has generally been applied. In some cases, hedge accounting is applied for securities and their interest hedges (primarily interest rate swaps) in accordance with Section 254 HGB. No securities have been allocated to the trading book. Reversals of impairment losses have been accounted for in accordance with the statutory requirements. Structured securities with embedded derivatives are accounted for as one unit and are valued strictly at the lower of cost or market value.

Property, plant and equipment and intangible assets are reported at cost, reduced by straight line depreciation/ amortisation over their normal useful life, which is also based on tax depreciation schedules. Impairment is recognised as required. Minor fixed assets are combined to form a collective item and are depreciated/ amortised over a period of five years using the straight-line method. The bank opted not to recognise internally generated intangible fixed assets.

Liabilities are recognised at their settlement value; differences between agreed higher repayment amount and issue amount are recognised in the item Prepaid expenses. Zero-coupon bonds issued are recognised at their current redemption amount.

Provisions for pensions and similar obligations are valued in accordance with actuarial principles on the basis of Heubeck AG's 2018 G actuarial tables. The projected unit credit method with the following parameters is applied to KfW's calculations for all active staff members and a general discount applied at the average market rate based on an assumed residual term of 15 years.

	<b>31 Dec. 2024</b>
Actuarial discount rate (10-year average interest rate)	1.90%
Rate of salary increases (depending on pay scale)	3.00%
Rate of pension increases (depending on pension scheme)	1.00% to 2.00%
Rate of staff turnover	3.00%

Other provisions are reported in the necessary settlement amount based on prudent business judgement, taking future price/cost increases into account. Provisions with a residual maturity of more than one year, if material, are discounted using the market interest rate published by the Deutsche Bundesbank.

Risks, primarily for lending business as a result of the structure of KfW's business, were sufficiently addressed through valuation allowances and provisions. To this end, KfW has exercised its option in accordance with BFA 7, also under HGB, of calculating risk provisions in accordance with the methodology specified in the IFRS 9 stage-based model. The results from risk provisions calculated for Stage 1 and Stage 2 are then relevant for determining the amount of general valuation allowances, while the result from risk provision calculated for Stage 3 is essential to determining the amount of (compounded) specific valuation allowances.

Financial instruments are assigned to Stage 1 at initial recognition and an impairment calculated that is equivalent to the 12-month expected credit loss ("ECL"). Subsequently, expected credit losses are calculated based on changes in a financial instrument's credit risk since initial recognition. If there has been a significant deterioration of the credit risk (Stage 2) or objective evidence of impairment is identified (Stage 3), expected credit losses are to be calculated over the remaining lifetime (lifetime ECLs).

Assignment to Stage 3 and thus classification as impaired is undertaken in line with the group-wide default definition, which reflects the definition of "default of an obligor" in accordance with Article 178 of the Capital Requirements Regulation ("CRR"). In calculating the impairment, KfW distinguishes between significant receivables (non-retail, volume from each individual borrower of EUR 1 million or more) and non-significant receivables (retail). The compounded specific valuation allowance for the retail business is calculated on the basis of risk parameters. The amount of the valuation allowance for the non-retail business is calculated as the difference between the carrying amount of the loan and the present value of discounted expected future cash flows from interest, redemption payments and collateral cash flows. For all loans with a net exposure of EUR 2.5 million or more, future cash flows are determined based on individual expert estimates, taking into account several possible scenarios and their probabilities of occurrence.

Additions and reversals are recognised net in the item Impairment of receivables and certain securities and additions to provisions for loan losses or Income from the reversals of impairment losses on receivables and certain securities and reversals of provisions for loan losses. The same also applies to unrealised and realised results from equity investments, shares in affiliated companies and securities held as fixed assets. The possibility of netting in the income statement in accordance with Section 340c (2) and Section 340f (3) HGB has been utilised. For non-performing loans, interest income is accrued based on the net carrying amount (gross carrying amount less risk provisions).

The assets and liabilities in foreign currencies and the spot transactions not completed on the reporting date have been converted into euros at the average spot exchange rate. The bank applies the principle of special cover in accordance with Section 340h HGB in conjunction with Section 256a HGB. Hedging transactions are concluded for each currency to ensure that no uncovered foreign currency positions are created or held.

The valuation of interest-related transactions in the banking book (Refinanzierungsverbund) follows the management of interest rate fluctuation risk at KfW. The principle of prudence is applied by recognising a provision for anticipated losses from onerous contracts in accordance with Section 340a in conjunction with Section 249 (1) sentence 1, 2nd alternative HGB for any excess obligations resulting from the valuation of the interest-related banking book. With regard to the requirements of the statement of the Banking Committee of the Institute of Public Auditors in Germany (*Institut der Wirtschaftsprüfer – "IDW"*) on accounting, specific loss-free valuations of the banking book (interest book) (IDW RS BFA 3, new version) are taken into account. To determine any excess obligation, KfW calculates the net value of all discounted future period results of the banking book for each period. In addition to net interest and relevant commission income, this includes the associated administrative costs and risk costs in the amount of expected losses. No provision for contingent losses was required during the reporting year.

Negative interest incurred is reported in a separate column under Interest income and Interest expense.

As a state-owned promotional bank, KfW is excluded from the scope of the Minimum Tax Act in accordance with Section 5 (1) in conjunction with Section 7 (30) of the Minimum Tax Act.

# Notes to the assets

## 2) Loans and advances to banks

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
This item includes:		
Loans and advances		
to affiliated companies	36,164	29,595
to companies in which KfW holds a stake	0	0
without underwriting borne by the on-lending bank	12,136	17,202
Subordinated loans	402	402
Due		
on demand	27,639	48,214
within 3 months	43,188	35,452
between 3 months and 1 year	37,238	41,090
between 1 and 5 years	111,273	115,823
in more than 5 years	158,333	157,064
Accrued interest	3,424	3,224
<b>Total</b>	<b>381,096</b>	<b>400,867</b>

An adjusting item in the amount of EUR 907 million (2023: EUR 762 million) is reported under Loans and advances to banks due to the interest rate being below the market rate for promotional loans disbursed with additional promotional support in the form of interest rate reductions impacting KfW's earnings.

There was a change in recognition of cash collateral both from central counterparties (EUREX) and from OTC transactions during the reporting year. Cash collateral issued was reclassified from Loans and advances to banks to Other assets.

## 3) Loans and advances to customers

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
This item includes:		
Loans and advances		
to affiliated companies	210	229
to companies in which KfW holds a stake	1	1
Subordinated loans	816	968
Due		
with no fixed maturity	12,395	13,796
within 3 months	11,211	10,211
between 3 months and 1 year	6,541	7,535
between 1 and 5 years	37,710	42,331
in more than 5 years	44,548	45,392
Accrued interest	1,195	1,136
<b>Total</b>	<b>113,601</b>	<b>120,400</b>

An adjusting item in the amount of EUR 33 million (2023: EUR 37 million) is reported under Loans and advances to customers due to the interest rate being below the market rate for promotional loans disbursed with additional promotional support in the form of interest rate reductions impacting KfW's earnings.

**4) Bonds and other fixed-income securities**

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
Due within the following year		
Money market securities, bonds and notes	9,883	9,373
Own bond issues	180	0
<b>Total</b>	<b>10,063</b>	<b>9,373</b>
Listed securities	36,840	36,606
Unlisted securities	5,948	4,950
<b>Marketable securities</b>	<b>42,788</b>	<b>41,556</b>
Subordinated assets	611	629
Repurchase agreements	281	269

**5) Shares and other non-fixed income securities**

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
Listed securities	0	0
Unlisted securities	10	0
<b>Marketable securities</b>	<b>10</b>	<b>0</b>

Marketable shares in fund assets were recognised under Equity investments in 2023 (EUR 9.5 million).

**6) Equity investments**

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
Listed securities	75	74
Unlisted securities <sup>1)</sup>	58	71
<b>Marketable securities</b>	<b>133</b>	<b>145</b>

<sup>1)</sup> Prior-year recognition: EUR 9.5 million shares in fund assets

**7) Shares in affiliated companies**

As in 2023, this item does not contain any marketable securities.

## 8) Disclosures on shareholdings

Name and domicile of company	Share held in %	Equity	Profit/loss for the year
		EUR in thousands	EUR in thousands
1 DEG – Deutsche Investitions- und Entwicklungsgesellschaft mbH, Cologne <sup>1)</sup>	100.0	2,579,013	62,141
2 KfW Beteiligungsholding GmbH, Frankfurt am Main <sup>1)</sup>	100.0	2,356,460	627,491
3 KfW Capital GmbH & Co. KG, Frankfurt am Main <sup>1)</sup>	100.0	877,101	0
4 tbg Technologie-Beteiligungsgesellschaft mbH, Bonn <sup>1)</sup>	100.0	78,351	5,674
5 Interkonnektor GmbH, Frankfurt am Main <sup>1)</sup>	100.0	54,442	-17,338
6 Finanzierungs- und Beratungsgesellschaft mbH, Berlin <sup>1)</sup>	100.0	5,784	120
7 Berliner Energieagentur GmbH <sup>1)</sup>	25.0	7,602	-473

Name and domicile of company where KfW holds at least 5% of voting rights	Share of voting rights in %
1 ProCredit Holding AG & Co. KGaA, Frankfurt am Main <sup>1)</sup>	13.2
2 Finca Microfinance Holding Company LLC, Wilmington, USA <sup>1)</sup>	11.9
3 AB Microfinance Bank Nigeria Ltd., Lagos, Nigeria <sup>1)</sup>	5.9

<sup>1)</sup> Most recent available financial statements as of 31 December 2023.

The exemptions of Section 286 (3) No. 1 HGB were applied. The list of shareholdings shows significant and direct equity investments with a capital share greater than 20%. The other equity investments are of minor importance. For more information on indirect shareholdings, see the information provided in the consolidated financial statements.

## 9) Assets held in trust

	31 Dec. 2024 EUR in millions	31 Dec. 2023 EUR in millions
Loans and advances to banks	764	709
Loans and advances to customers	10,053	9,938
Bonds and other fixed-income securities	639	200
Shares and other non-fixed income securities <sup>1)</sup>	2,873	0
Equity investments <sup>1)</sup>	7,649	9,657
<b>Total</b>	<b>21,977</b>	<b>20,505</b>

<sup>1)</sup> Change in recognition of shares in fund assets (2023: EUR 2,877 million)

## 10) Fixed assets

## Statement of changes in fixed assets as of 31 December 2024

EUR in millions		Bonds and other fixed-income securities <sup>1)</sup>	Shares and other non-fixed income securities <sup>1)</sup>	Equity investments <sup>1)</sup>	Shares in affiliated companies <sup>1)</sup>	Intangible assets	Property, plant and equipment <sup>4)</sup>	Total
Acquisition costs/ production costs as of 1 Jan. 2024 <sup>3)</sup>		-	-	-	-	237	1,341	-
Additions 2024	Changes <sup>2)</sup>	497	41	0	240	9	41	-
Disposals 2024		-	-	1,481	-	12	73	-
Transfers 2024		-	738	-738	-	0	0	-
Acquisition/ production costs as of 31 Dec. 2024		-	-	-	-	234	1,309	-
Accumulated depreciation/ amortisation/ impairment as of 1 Jan. 2024		-	-	-	-	214	520	-
Depreciation/ amortisation/ impairment 2024 <sup>5)</sup>		-	-	-	-	8	33	-
Reversals of impairments 2024		-	-	-	-	0	0	-
Depreciation/ amortisation/ impairment of additions 2024		-	-	-	-	1	10	-
Depreciation/ amortisation/ impairment of disposals 2024		-	-	-	-	12	73	-
Depreciation/ amortisation/ impairment of transfers 2024		-	-	-	-	0	0	-
Accumulated depreciation/ amortisation/ impairment as of 31 Dec. 2024		-	-	-	-	211	491	-
Net carrying amount as of 31 Dec. 2024		34,367	778	186	4,419	23	818	40,590
Net carrying amount as of 31 Dec. 2023		33,869	0	929	4,179	22	821	39,821

<sup>1)</sup> The bank exercised the option under Section 34 (3) RechKredV to consolidate Securities and investments.

<sup>2)</sup> Including price changes

<sup>3)</sup> The simplification under Section 31 (3) of the Introductory Act to the German Commercial Code (*Einführungsgesetz zum Handelsgesetzbuch – "EGHGB"*) has been applied.

<sup>4)</sup> Of which net carrying amount as of 31 December 2024:

- Total amount of land and buildings used for the bank's activities: EUR 756 million
- Total amount of office furniture and equipment: EUR 62 million

<sup>5)</sup> Depreciation/amortisation/impairment 2024 includes impairments of EUR 40 thousand in accordance with the provisions of the German Commercial Code (*Handelsgesetzbuch – "HGB"*).

Bonds and other fixed-income securities, as well as shares and other non-fixed income securities, intended for permanent use for business activities and therefore usually held until maturity, have been included with the securities held as fixed assets. They are presented separately from current assets and valued according to the modified lower of cost or market value principle.

Recognition of the shares in fund assets (EUR 778 million) was adjusted as of 31 December 2024 as part of a uniform group approach. The fund investments previously recognised under Equity investments (2023: EUR 738 million) are now shown under Shares and other non-fixed-income securities. Valuation continues to be strictly at the lower of cost or market value (exercise of the option under Section 253 (3) sentence 6 HGB).

The carrying amount of the marketable securities in fixed assets not valued strictly at the lower of cost or market value was EUR 34.3 billion as of 31 December 2024 (2023: EUR 33.9 billion). This includes securities with a carrying amount of EUR 2.5 billion (2023: EUR 1.6 billion), for which an impairment loss of EUR 7 million (2023: EUR 8 million) was not recognised as they will be held to maturity.

## 11) Other assets

	31 Dec. 2024 EUR in millions	31 Dec. 2023 EUR in millions
Main items:		
Adjusting item from the currency translation of derivatives	3,763	0
Cash collateral pledged in connection with the derivatives business	2,469	0
Amount receivable from the Federal Agency for Special Tasks associated with Unification	634	633

Under Other assets, KfW reported a currency adjustment item in the amount of EUR 3.8 billion (2023: EUR 465 million under Other liabilities). This resulted from the foreign currency valuation of swap transactions concluded to hedge foreign currency risks from receivables and liabilities. The foreign currency derivatives were used in the context of management of the foreign currency exposure.

There was a change in recognition of cash collateral from the derivatives business during the reporting year. Cash collateral issued was reported for the first time under Other assets instead of under Loans and advances to banks and customers.

The amount receivable from the Federal Agency for Special Tasks Associated with Unification is reported due to the transfer to KfW of the insurance business of the State Insurance Company of the German Democratic Republic in liquidation (*Staatliche Versicherung der DDR in Abwicklung – "SinA"*). Actuarial provisions have thus been set up in the same amount.

## 12) Prepaid expenses

The line item Prepaid expenses primarily includes upfront payments for derivative financial instruments in the amount of EUR 1.2 billion (2023: EUR 1.5 billion) which are amortised pro rata temporis and the differences between the repayment amount and the lower issuing amount in the context of borrowed funds (discounts and placing commissions) in the amount of EUR 3.2 billion (2023: EUR 3.1 billion).

# Notes to the liabilities and equity

## 13) Liabilities to banks

	31 Dec. 2024	31 Dec. 2023
	EUR in millions	EUR in millions
This item includes:		
Liabilities to		
affiliated companies	265	222
companies in which KfW holds a stake	0	0
Due		
on demand	415	7,386
within 3 months	1,345	2,571
between 3 months and 1 year	963	464
between 1 and 5 years	894	672
in more than 5 years	174	428
Accrued interest	1,458	1,427
<b>Total</b>	<b>5,248</b>	<b>12,948</b>

There was a change in recognition of cash collateral both from central counterparties (EUREX) and from OTC transactions during the reporting year. Cash collateral received was reported for the first time under Other liabilities instead of under Liabilities to banks.

## 14) Liabilities to customers

	31 Dec. 2024	31 Dec. 2023
	EUR in millions	EUR in millions
This item includes:		
Liabilities to		
affiliated companies	241	169
companies in which KfW holds a stake	0	0
Due		
on demand	466	254
within 3 months	5,835	10,523
between 3 months and 1 year	11,757	11,842
between 1 and 5 years	5,819	19,131
in more than 5 years	6,967	7,148
Accrued interest	287	360
<b>Total</b>	<b>31,130</b>	<b>49,258</b>

KfW raised funds via the Economic Stabilisation Fund (WSF), among other sources, to fund loans under the coronavirus special programmes. KfW also granted loans to ensure the liquidity of energy sector companies and the necessary infrastructure. The WSF also provided the necessary funding for this purpose. KfW's funds raised via the WSF by means of promissory note loans decreased by EUR 14.5 billion, to EUR 21.4 billion as of 31 December 2024 (2023: EUR 36.0 billion).

**15) Certificated liabilities**

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
<b>Total bonds and notes issued</b>	<b>470,038</b>	<b>471,779</b>
This item includes:		
Liabilities to		
affiliated companies	638	834
companies in which KfW holds a stake	0	0
Due within the following year	108,356	117,337

**16) Liabilities held in trust**

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
Liabilities to banks	83	82
Liabilities to customers	21,894	20,423
<b>Total</b>	<b>21,977</b>	<b>20,505</b>

**17) Other liabilities**

There was a change in recognition of cash collateral from the derivatives business during the reporting year. Cash collateral received (2024: EUR 7.8 billion) is now recognised for the first time under Other liabilities instead of under Liabilities to banks.

The adjusting item from the currency translation of derivatives was reported under Other assets on the assets side of the statement of financial position in 2024.

**18) Deferred income**

Deferred income includes in particular premiums from certificated liabilities and other capital raised totalling EUR 0.1 billion (2023: EUR 0.1 billion) and accrued upfront payments for derivative financial instruments of EUR 3.4 billion (2023: EUR 3.3 billion) deferred pro rata temporis.

**19) Provisions**

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
Main items:		
Provisions for pensions and similar obligations	1,932	1,927
Actuarial provisions in connection with the transfer to KfW of the insurance business of SinA	634	633
Provisions for promotional grants (ERP-Special Fund)	137	66
Irrevocable loan commitments below market rate	100	57
Provisions for variable remuneration components incl. social security payments	82	75
Retransfer obligation with respect to land	58	57
Provisions for credit risks	53	60

There was a negative difference of EUR 20 million between the discounting of provisions for pensions at the average market rate of the past ten years and the discounting of this item at the average market rate of the past seven years.

By concluding an agreement with the ERP Special Fund, KfW assumed the obligation to award grants under KfW's ERP promotional programmes. These provisions are shown as discounted. The discount amounts result from the relevant and published seven-year average interest rates of the Bundesbank with the corresponding residual term.

## 20) Equity

	31 Dec. 2023	Profit for the year	Other changes	31 Dec. 2024
	EUR in millions	EUR in millions	EUR in millions	EUR in millions
Subscribed capital	3,750	0	0	3,750
Uncalled contributions outstanding	-450	0	0	-450
Capital reserve	8,447	0	0	8,447
Reserve from the ERP Special Fund	1,191	0	0	1,191
<b>Retained earnings</b>				
a) Statutory reserve under Article 10 (2) of the KfW Law	1,875	0	0	1,875
b) Special reserve under Article 10 (3) of the KfW Law	17,117	871	0	17,988
c) Special reserve under Section 17 (4) of the D-Mark Balance Sheet Act	48	0	0	48
<b>Equity</b>	<b>31,977</b>	<b>871</b>	<b>0</b>	<b>32,849</b>

The entire profit for 2024 is to be allocated to retained earnings. As of year-end 2024 KfW's equity amounted to EUR 32.8 billion.

# Other required notes to the liabilities and equity

## 21) Contingent liabilities

	31 Dec. 2024	31 Dec. 2023
	EUR in millions	EUR in millions
This item includes:		
Guarantees for export financing	283	247
Ship and shipyard financing	269	47
Promotional loans for federal states	116	110
Municipal loans	75	120
SME programme	17	42
Guarantees for other financing	38	50
<b>Total</b>	<b>799</b>	<b>615</b>

The risk of guarantees is mitigated by possibilities of recourse to the principal and is largely based on that entity's credit rating and the value of any collateral. The bank regularly assesses the risk as part of credit risk monitoring. If there are reasons for a probable outflow of funds, the bank recognises individual provisions; general provisions are made for latent risks. Contingent liabilities are presented net of received cash collateral and provisions accounted for as liabilities.

## 22) Other commitments

<b>Irrevocable loan commitments</b>	31 Dec. 2024	31 Dec. 2023
	EUR in millions	EUR in millions
This item includes:		
Individualfinanzierung & Öffentliche Kunden ( <i>Customised Finance &amp; Public Clients</i> )	54,169	41,672
Mittelstandsbank & Private Kunden ( <i>SME Bank &amp; Private Clients</i> )	40,740	50,207
Loans for promotion of developing countries and emerging economies	14,701	16,854
Export and project finance	10,274	10,608
Guarantees	358	354
Other loan commitments	6,966	7,319
<b>Total</b>	<b>127,207</b>	<b>127,014</b>

Irrevocable loan commitments are subject to regular credit risk monitoring. If there are indications that a loss will be incurred from an expected outflow of funds, the bank recognises an individual provision; latent risks are covered through the recognition of portfolio provisions.

Provisions recognised for the interest rate reductions in irrevocable loan commitments granted by KfW in the promotional lending business and negatively impacting its earnings position are deducted.

KfW is supporting development of a national hydrogen core network on behalf of the Federal Government. A loan agreement in the amount of EUR 24 billion was signed as part of a transaction mandated by the Federal Government to finance the future technology.

# Notes to the income statement

## **23) Interest income and Interest expense**

The Interest income item comprises EUR 49 million (2023: EUR 61 million) in negative interest from lending and money-market transactions and from fixed-income securities. Of this amount, EUR 35 million is attributable to loans (2023: EUR 43 million). KfW reported negative interest from fixed-income securities in the amount of EUR 14 million (2023: EUR 17 million) under sub-item b) Interest income from fixed-income securities and bonds.

The Interest expense item comprises EUR 252 million (2023: EUR 304 million) in positive interest. This is largely made up of EUR 134 million (2023: EUR 179 million) in positive interest from certificated liabilities, and EUR 118 million (2023: EUR 125 million) from promissory note loans (*Schuldscheindarlehen*).

## **24) Other operating income and Other operating expense**

The positive result from Other operating income and Other operating expense amounts to EUR 69 million and is largely attributable to the fee paid under the agency agreement with KfW IPEX-Bank GmbH of EUR 103 million (2023: EUR 99 million), other operating income from valuation effects generated by discounting pension provisions (EUR 27 million; 2023: EUR 13 million). The financial year 2024 figure includes further expenses of EUR 71 million (2023: EUR 66 million) for the creation of provisions for future promotional grants under the European Recovery Programme Special Fund, to which KfW has committed itself by contract.

## **25) Auditor's fees**

KfW has exercised the option under Section 285 No. 17 HGB, and refers to the breakdown of auditor fees in KfW Group's consolidated financial statements.

## **26) Geographical markets**

As KfW does not have foreign branch offices, the total amounts reported under certain income line items in accordance with Section 34 (2) No. 1 RechKredV were not broken down by region.

# Other required notes

## 27) Assets and liabilities in foreign currencies

	<b>31 Dec. 2024</b>	<b>31 Dec. 2023</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>
Assets in foreign currencies	54,962	49,101
Liabilities in foreign currencies	177,254	183,782

## 28) Other financial commitments

As of 31 December 2024, KfW has remaining payment obligations of EUR 1.5 billion to an affiliated company, KfW Capital GmbH & Co. KG.

Moreover, there are remaining payment obligations totalling EUR 250 million in connection with equity finance operations.

In isolated cases, KfW staff or third parties appointed by KfW take on executive body functions at companies in which KfW holds equity investments or with which it has another relevant creditor relationship. The risks arising therefrom are covered by the directors' and officers' liability insurance policy of the respective company. Liability risks may arise for KfW in the event that no effective insurance coverage is in place.

## 29) Derivatives reporting

KfW uses the following forward transactions/derivative products, mainly to hedge interest and exchange rate risks, and other price and credit risks:

1. Interest rate forward transactions/derivative products
  - Interest swaps
  - Interest rate options, swap options
  - Caps and floors
2. Currency-related forward transactions/derivative products
  - Cross-currency swaps
  - FX swaps
  - Currency forwards
  - Spot FX deals

The following presentation of derivatives transactions is in accordance with the requirements of Section 285 No. 19 HGB and Section 36 RechKredV. It discloses the positive and negative fair values of the derivatives positions as of 31 December 2024.

All types of contracts are marked to market. In cases where market prices were not available for derivative instruments, fair values were established by means of market parameters based on generally accepted option price models and present value estimates.

Purchased and written options are presented as Other assets or Other liabilities at the amount paid as premiums.

## Volume

	Notional amount 31 Dec. 2024 EUR in millions	Notional amount 31 Dec. 2023 EUR in millions	Positive fair values 31 Dec. 2024 EUR in millions	Negative fair values 31 Dec. 2024 EUR in millions
<b>Contracts with interest risks</b>				
Interest swaps	686,064	670,530	19,061	18,444
Swap options				
<i>thereof: Purchases</i>	0	0	0	0
<i>thereof: Disposals</i>	0	0	0	0
Caps and floors <sup>1)</sup>	846	782	12	12
	<b>686,910</b>	<b>671,312</b>	<b>19,073</b>	<b>18,456</b>
<b>Contracts with currency risks</b>				
Cross-currency swaps	125,681	127,406	6,653	2,491
FX swaps	33,462	36,801	352	257
Currency forwards	33	100	0	0
Spot FX deals	12	12	0	0
	<b>159,188</b>	<b>164,319</b>	<b>7,006</b>	<b>2,748</b>
<b>Total</b>	<b>846,098</b>	<b>835,631</b>	<b>26,079</b>	<b>21,204</b>

<sup>1)</sup> Only caps and floors which are traded on a stand-alone basis

## Remaining terms

Notional amounts	Interest risks <sup>1)</sup>		Currency risks	
	31 Dec. 2024 EUR in millions	31 Dec. 2023 EUR in millions	31 Dec. 2024 EUR in millions	31 Dec. 2023 EUR in millions
<b>Due</b>				
within 3 months	25.873	21.044	35.690	35.670
between 3 months and 1 year	83.514	72.623	26.977	32.689
between 1 and 5 years	319.678	321.355	78.712	74.498
in more than 5 years	257.844	256.290	17.809	21.463
<b>Total</b>	<b>686.910</b>	<b>671.312</b>	<b>159.188</b>	<b>164.319</b>

<sup>1)</sup> Derivative financial instruments are shown without embedded derivatives.

## Counterparties

	Notional amount 31 Dec. 2024 EUR in millions	Notional amount 31 Dec. 2023 EUR in millions	Positive fair values 31 Dec. 2024 EUR in millions	Negative fair values 31 Dec. 2024 EUR in millions
OECD banks	823,986	818,845	25,670	20,646
Banks outside the OECD	176	142	5	5
Other counterparties	21,923	16,644	404	553
Public sector	13	0	0	0
<b>Total</b>	<b>846,098</b>	<b>835,631</b>	<b>26,079</b>	<b>21,204</b>

**30) Hedge accounting within the meaning of Section 254 HGB**

The following section describes hedge accounting within the meaning of Sections 254 and 285 No. 23 HGB.

The table below details the volume of securities held as fixed assets and as a liquidity reserve (current assets), which are hedged against interest risks as of the reporting date.

	<b>Carrying amount</b>	<b>Notional amount</b>	<b>Fair value</b>
	<b>EUR in millions</b>	<b>EUR in millions</b>	<b>EUR in millions</b>
Securities held as fixed assets			
Bonds and other fixed-income securities	29,995	29,714	29,170
Securities held as liquidity reserves			
Bonds and other fixed-income securities	3,987	4,602	3,442
<b>Total</b>	<b>33,982</b>	<b>34,315</b>	<b>32,612</b>

KfW uses derivatives to hedge open positions only. The option to apply hedge accounting for economic hedges is exercised with KfW's own holdings of securities as designated hedged items. The net hedge presentation method is applied to the effective portion of the hedge.

A portion of the securities held as fixed assets is hedged on a micro-basis against interest risks by designating primarily interest rate swaps as hedges of fixed-income securities. Thanks to identical terms of the hedged item and hedging instrument, the offsetting effect is demonstrated both prospectively and retrospectively using the critical terms match method. Through the use of the modified lower of cost or fair value principle for the fixed assets, only permanent impairment losses are recognised in the income statement.

The fixed-income securities held as a liquidity reserve are also hedged against interest risks using micro hedges (primarily interest rate swaps). Any expense related to the ineffective portion of the hedge is recognised in the income statement. In addition, hedging relationships are designated as part of the repurchase of own issues, with matching certificated liabilities as hedging instruments. Due to the negative correlation of fair value changes and the similar risks of the hedged item and the hedging instrument, changes in fair value and in cash flows of hedged items and hedging instruments largely offset one another as of the reporting date. Considering the long-term designation of the hedging relationships, the offsetting effects in relation to the hedged risk are expected to continue almost fully until the hedging relationships mature.

In addition to hedging relationships pursuant to Section 254 HGB, derivative financial instruments used to hedge interest risks in the banking book and the interest-bearing hedged items are included in asset liability management. KfW manages the interest margin or fair value of all interest-bearing transactions in the banking book as a whole. Hedging relationships are also included in the loss-free valuation of the banking book (IDW RS BFA 3, new version).

**31) Loans in the name of third parties and for third party account**

Loans in the name of third parties and for third party account totalled EUR 13.9 billion as of 31 December 2024 (2023: EUR 13.5 billion).

### 32) Personnel

The average number of employees can be broken down as follows:

	2024	2023
Female employees	3,180	3,033
Male employees	3,473	3,326
Gender not indicated	0	0
<i>Staff not covered by collective agreements</i>	4,374	4,205
<i>Staff covered by collective agreements</i>	1,942	1,822
<i>Staff in external offices</i>	337	333
<b>Total<sup>1)</sup></b>	<b>6,653</b>	<b>6,360</b>

<sup>1)</sup> Excluding interns

### 33) Transactions with related parties and affiliated companies

The conditions and prices between KfW and related parties and affiliated companies are concluded in customary business activities at market conditions.

### 34) Remuneration and loans to members of the Executive Board and the Board of Supervisory Directors

	Salary	Other remuneration <sup>1)</sup>	Total
	EUR in thousands	EUR in thousands	EUR in thousands
<b>Annual compensation 2024</b>			
Stefan Wintels (Chief Executive Officer)	838.7	18.7	857.4
Katharina Herrmann	568.4	5.1	573.5
Melanie Kehr	603.4	15.0	618.4
Christiane Laibach	568.4	12.3	580.7
Bernd Loewen	682.4	34.4	716.8
Dr Stefan Peiß	603.4	21.8	625.2
<b>Total</b>	<b>3,864.7</b>	<b>107.3</b>	<b>3,972.0</b>

<sup>1)</sup> Other remuneration mostly comprises the use of company cars and insurance premiums and the taxes on these amounts.

Compensation to members of the Board of Supervisory Directors totalled EUR 188.6 thousand. This amount breaks down as follows:

Remuneration for the members of the Board of Supervisory Directors is EUR 5 thousand p.a. and members of the Credit, Executive and Audit Committees receive EUR 0.6 thousand p.a., all paid on a pro-rata basis for memberships that commence during the year. Remuneration to members of the Federal Government who are members of the Board of Supervisory Directors pursuant to Article 7 (1) No. 2 KfW Law was set at EUR 0 for financial year 2024. Remuneration for the Chair of the Board of KfW Supervisory Directors and his deputies was also set at EUR 0.

Provisions in the amount of EUR 59,909 thousand were set up as of 31 December 2024 for obligations under pension agreements for former members of the Executive Board and their surviving dependents (2023: EUR 72,584 thousand). The regular remuneration totalled EUR 4,575 thousand.

There were no loans or advance payments to members of the Executive Board or Board of Supervisory Directors as of 31 December 2024.

### **35) Responsibilities of the Executive Board members**

#### **Stefan Wintels (Chief Executive Officer)**

General Secretariat, Group Development and Economics, Group Communications and Brand Management, Legal, Internal Auditing, Financial Markets and Sustainability

#### **Katharina Herrmann**

Individualfinanzierung & Öffentliche Kunden (*Customised Finance & Public Clients*), Digital Sales and Customer Services (until 30 May 2024 Domestic Marketing and Digital Channels), Mittelstandsbank & Privatkunden (*SME Bank & Private Clients*) and KfW Capital

#### **Melanie Kehr**

Information Technology 1 and 2, Transaction Management and Operations

#### **Christiane Laibach**

KfW Development Bank, DEG and Export and project finance (KfW IPEX-Bank)

#### **Bernd Loewen**

Finance (until 30 November 2024 Accounting), Organisation and Consulting, Human Resources and Central Services

#### **Dr Stefan Peiß**

Risk Controlling, Credit Risk Management and Compliance

### **36) Group affiliation**

As the parent company of KfW Group, KfW is responsible for preparation of the consolidated financial statements. The consolidated financial statements are prepared in accordance with the International Financial Reporting Standards (IFRS) and submitted in German to the German Company Register.

### **37) Events after the end of the financial year**

No further events of particular impact on KfW's net assets, financial and earnings position occurred after the end of the financial year.

### **38) Mandates held by executive directors or other employees in supervisory boards of large corporations in accordance with Section 267 (3) HGB**

#### **Mandates held by Executive Board members**

##### **Stefan Wintels (Chief Executive Officer)**

Deutsche Post AG, Bonn

Deutsche Telekom AG, Bonn

##### **Melanie Kehr**

DekaBank Deutsche Girozentrale, Frankfurt am Main

##### **Christiane Laibach**

DEG – Deutsche Investitions- und Entwicklungsgesellschaft mbH, Cologne

KfW IPEX-Bank GmbH, Frankfurt am Main

##### **Bernd Loewen**

DEG – Deutsche Investitions- und Entwicklungsgesellschaft mbH, Cologne

##### **Dr Stefan Peiß**

KfW IPEX-Bank GmbH, Frankfurt am Main

#### **Mandates held by other employees**

##### **Dr Lutz-Christian Funke**

Eurogrid GmbH, Berlin

50Hertz Transmission GmbH, Berlin

## 39) The bank's executive bodies

### Board of Supervisory Directors

#### **Dr Robert Habeck**

Federal Minister for Economic Affairs  
and Climate Action  
Chair  
(1 January – 31 December 2024)  
Deputy Chair  
(since 1 January 2025)

#### **Christian Lindner**

Federal Minister of Finance  
Deputy Chair  
(1 January – 7 November 2024)

#### **Dr Jörg Kukies**

Federal Minister of Finance  
Deputy Chair  
(7 November – 31 December 2024)  
Chair  
(since 1 January 2025)

#### **Annalena Baerbock**

Federal Foreign Minister

#### **Katharina Beck**

Member of the German Bundestag  
Member appointed by the German Bundestag

#### **Dr André Berghegger**

Former member of the German Bundestag  
Member appointed by the German Bundestag  
(until 20 February 2024)  
Managing Director of German Association  
of Towns and Municipalities  
Representative of municipalities  
(since 1 January 2025)

#### **Volker Bouffier**

Former Minister President of the State of Hesse  
Member appointed by the German Bundesrat

#### **Dr Andreas Dressel**

Senator for Finance of the Free  
and Hanseatic City of Hamburg  
Member appointed by the German Bundesrat  
(until 31 December 2024)

#### **Stefan Evers**

Mayor and Senator for Finance of the State of Berlin  
Member appointed by the German Bundesrat  
(since 1 January 2025)

#### **Yasmin Fahimi**

Chair of the German Trade Union Confederation (DGB)  
Representative of the trade unions

#### **Björn Fecker**

Mayor and Senator for Finance of the  
Free Hanseatic City of Bremen  
Member appointed by the German Bundesrat  
(until 31 December 2024)

#### **Robert Feiger**

Chair of the Federal Executive Committee of the  
IG Bauen-Agrar-Umwelt trade union (IG Bau)  
Representative of the trade unions

#### **Dr Heiko Geue**

Minister of Finance of the State  
of Mecklenburg-Western Pomerania  
Member appointed by the German Bundesrat  
(since 1 January 2025)

#### **Tanja Gönner**

Director General of the Federation  
of German Industries (BDI)  
Representative of industry

#### **Olav Gutting**

Member of the German Bundestag  
Member appointed by the German Bundestag  
(since 22 February 2024)

#### **Gerald Heere**

Minister of Finance of the State of Lower Saxony  
Member appointed by the German Bundesrat

#### **Prof. Dr Hans-Günter Henneke**

Managing Member of the Executive Committee  
of the Federation of German Districts  
Representative of municipalities  
(until 31 December 2024)

#### **Marion Höllinger**

Member of the Board of Directors  
of the Association of German Banks (BdB)  
Representative of the commercial banks

#### **Verena Hubertz**

Member of the German Bundestag  
Member appointed by the German Bundestag

#### **Harald Hübner**

Ministerial Director at the Bavarian State Ministry  
of Finance and Regional Identity  
Member appointed by the German Bundesrat

**Dr Dirk Jandura**

President of the Federation of German Wholesale,  
Foreign Trade and Services (BGA).  
Representative of trade

**Andrea Kocsis**

Deputy Chair of ver.di – United Services Trade Union  
Representative of the trade unions

**Stefan Körzell**

Member of the Executive Board of the  
German Trade Union Confederation (DGB)  
Representative of the trade unions

**Ulrich Lange**

Member of the German Bundestag  
Member appointed by the German Bundestag

**Steffi Lemke**

Federal Minister for the Environment,  
Nature Conservation, Nuclear Safety  
and Consumer Protection

**Dr Helena Melnikov**

Chief Executive of German Chamber  
of Commerce and Industry (DIHK)  
Representative of industry  
(since 1 January 2025)

**Rainer Neske**

Chair of the Board of Managing Directors at  
Landesbank Baden-Württemberg (LBBW)  
Representative of industrial credit

**Dr Marcus Optendrenk**

Minister of Finance of the State  
of North Rhine-Westphalia  
Member appointed by the German Bundesrat

**Dr Bettina Orlopp**

Chief Executive Officer of Commerzbank AG  
Representative of the mortgage banks

**Cem Özdemir**

Federal Minister of Food and Agriculture

**Christian Piwarz**

Saxon State Minister of Finance  
Member appointed by the German Bundesrat  
(since 1 January 2025)

**Achim Post**

Member of the German Bundestag  
Member appointed by the German Bundestag  
(until 22 March 2024)

**Daniel Quinten**

Member of the Board of Managing Directors  
of the National Association of German Cooperative  
Banks (BVR)  
Representative of the cooperative banks

**Prof. Dr Ulrich Reuter**

President of the German Savings Banks  
Association (DSGV)  
Representative of the savings banks

**Michael Richter**

Minister of Finance of the State of Saxony-Anhalt  
Member appointed by the German Bundesrat  
(until 31 December 2024)

**Dr Thorsten Rudolph**

Member of the German Bundestag  
Member appointed by the German Bundestag  
(since 11 April 2024)

**Joachim Rukwied**

President of the German Farmers' Association (DBV)  
Representative of agriculture

**Frank Schäffler**

Member of the German Bundestag  
Member appointed by the German Bundestag

**Jan Wenzel Schmidt**

Member of the German Bundestag  
Member appointed by the German Bundestag

**Svenja Schulze**

Federal Minister for Economic Cooperation  
and Development

**Holger Schwannecke**

Secretary General of the German Confederation  
of Skilled Crafts (ZDH)  
Representative of the skilled crafts

**Dr Martin Wansleben**

Chief Executive of the Association of German  
Chambers of Commerce and Industry (DIHK)  
Representative of industry  
(until 31 December 2024)

**Dr Kai H. Warnecke**

President  
Haus & Grund Germany  
Representative of the housing industry

**Dr Volker Wissing**

Federal Minister for Digital and Transport  
and Federal Minister of Justice

Frankfurt am Main/Germany, 4 March 2025

KfW  
The Executive Board



**Stefan Wintels**  
(Chief Executive Officer)



**Katharina Herrmann**



**Melanie Kehr**



**Christiane Laibach**



**Bernd Loewen**



**Dr Stefan Peiß**

# Responsibility statement

To the best of our knowledge, and in accordance with the applicable accounting principles, the annual financial statements give a true and fair view of the net assets, financial and earnings position of the company, and the combined management report includes a fair review of the development and performance of the business and the position of the company, together with a description of the principal risks and rewards associated with the expected developments of the company.

Frankfurt am Main/Germany, 4 March 2025

KfW  
The Executive Board



**Stefan Wintels**  
(Chief Executive Officer)



**Katharina Herrmann**



**Melanie Kehr**



**Christiane Laibach**



**Bernd Loewen**



**Dr. Stefan Peiß**

# Independent auditor's report

To Kreditanstalt für Wiederaufbau Anstalt des öffentlichen Rechts, Frankfurt am Main/Germany

## **REPORT ON THE AUDIT OF THE ANNUAL FINANCIAL STATEMENTS AND OF THE COMBINED MANAGEMENT REPORT**

### **Audit Opinions**

We have audited the annual financial statements of Kreditanstalt für Wiederaufbau Anstalt des öffentlichen Rechts, Frankfurt am Main/Germany, which comprise the statement of financial position as at 31 December 2024, and the income statement for the financial year from 1 January to 31 December 2024, and the notes to the financial statements, including the presentation of the recognition and measurement policies. In addition, we have audited the combined management report for the Company and the group of Kreditanstalt für Wiederaufbau Anstalt des öffentlichen Rechts, Frankfurt am Main/Germany, for the financial year from 1 January to 31 December 2024. In accordance with the German legal requirements, we have not audited the content of the separate combined non-financial report of KfW as the parent company and the group in accordance with Section 289b (3), Sections 315c in conjunction with 289b (3) German Commercial Code (HGB), which is referred to in the section "Non-financial statement" of the combined management report.

In our opinion, on the basis of the knowledge obtained in the audit,

- the accompanying annual financial statements comply, in all material respects, with the requirements of German commercial law and give a true and fair view of the assets, liabilities and financial position of the Company as at 31 December 2024 and of its financial performance for the financial year from 1 January to 31 December 2024 in compliance with German Legally Required Accounting Principles, and
- the accompanying combined management report as a whole provides an appropriate view of the Company's position. In all material respects, this combined management report is consistent with the annual financial statements, complies with German legal requirements and appropriately presents the opportunities and risks of future development. Our audit opinion on the combined management report does not cover the content of the above-mentioned combined non-financial report of KfW as the parent company and the group in accordance with Section 289b (3), Sections 315c in conjunction with 289b (3) HGB.

Pursuant to Section 322 (3) sentence 1 HGB, we declare that our audit has not led to any reservations relating to the legal compliance of the annual financial statements and of the combined management report.

### **Basis for the Audit Opinions**

We conducted our audit of the annual financial statements and of the combined management report in accordance with Section 317 HGB and in compliance with German Generally Accepted Standards for Financial Statement Audits promulgated by the Institut der Wirtschaftsprüfer (IDW). Our responsibilities under those requirements and principles are further described in the "Auditor's Responsibilities for the Audit of the Annual Financial Statements and of the Combined Management Report" section of our auditor's report. We are independent of the Company in accordance with the requirements of German commercial and professional law, and we have fulfilled our other German professional responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions on the annual financial statements and on the combined management report.

## Other Information

The executive directors are responsible for the other information. The other information comprises

- the separate combined non-financial report of KfW as the parent company and the group in accordance with Section 289b (3), Sections 315c in conjunction with 289b (3) HGB, which is referred to in the section “Non-financial statement” of the combined management report,
- the corporate governance report, which also includes the “Declaration of compliance”, which is referred to in the section “Declaration of compliance” of the combined management report and which is expected to be presented to us after the date of this auditor’s report, and
- the executive directors’ confirmation pursuant to Section 264 (2) sentence 3 and Section 289 (1) sentence 5 HGB regarding the annual financial statements and the combined management report,
- but not the annual financial statements, not the audited content of the disclosures in the combined management report and not our auditor’s report thereon.

The board of supervisory directors is responsible for the report of the board of supervisory directors. In accordance with Section 19 of the KfW Bylaws, the executive directors and the board of supervisory directors are required to annually declare that they recognise the Federal Public Corporate Governance Code as amended and to publish the declaration of compliance as part of the corporate governance report. Otherwise the executive directors are responsible for the other information.

Our audit opinions on the annual financial statements and on the combined management report do not cover the other information, and consequently we do not express an audit opinion or any other form of assurance conclusion thereon.

In connection with our audit, our responsibility is to read the other information identified above and, in doing so, to consider whether the other information

- is materially inconsistent with the annual financial statements, with the audited content of the disclosures in the combined management report or our knowledge obtained in the audit, or
- otherwise appears to be materially misstated.

## Responsibilities of the Executive Directors and the Board of Supervisory Directors for the Annual Financial Statements and the Combined Management Report

The executive directors are responsible for the preparation of the annual financial statements that comply, in all material respects, with the requirements of German commercial law, and that the annual financial statements give a true and fair view of the assets, liabilities, financial position and financial performance of the Company in compliance with German Legally Required Accounting Principles. In addition, the executive directors are responsible for such internal control as they, in accordance with German Legally Required Accounting Principles, have determined necessary to enable the preparation of annual financial statements that are free from material misstatement, whether due to fraud (i.e. fraudulent financial reporting and misappropriation of assets) or error.

In preparing the annual financial statements, the executive directors are responsible for assessing the Company’s ability to continue as a going concern. They also have the responsibility for disclosing, as applicable, matters related to going concern. In addition, they are responsible for financial reporting based on the going concern basis of accounting, provided no actual or legal circumstances conflict therewith.

Furthermore, the executive directors are responsible for the preparation of the combined management report that as a whole provides an appropriate view of the Company’s position and is, in all material respects, consistent with the annual financial statements, complies with German legal requirements, and appropriately presents the opportunities and risks of future development. In addition, the executive directors are responsible

for such arrangements and measures (systems) as they have considered necessary to enable the preparation of a combined management report that is in accordance with the applicable German legal requirements, and to be able to provide sufficient appropriate evidence for the assertions in the combined management report.

The board of supervisory directors is responsible for overseeing the Company's financial reporting process for the preparation of the annual financial statements and of the combined management report.

### **Auditor's Responsibilities for the Audit of the Annual Financial Statements and of the Combined Management Report**

Our objectives are to obtain reasonable assurance about whether the annual financial statements as a whole are free from material misstatement, whether due to fraud or error, and whether the combined management report as a whole provides an appropriate view of the Company's position and, in all material respects, is consistent with the annual financial statements and the knowledge obtained in the audit, complies with the German legal requirements and appropriately presents the opportunities and risks of future development, as well as to issue an auditor's report that includes our audit opinions on the annual financial statements and on the combined management report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Section 317 HGB and in compliance with German Generally Accepted Standards for Financial Statement Audits promulgated by the Institut der Wirtschaftsprüfer (IDW) will always detect a material misstatement. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial statements and this combined management report.

We exercise professional judgement and maintain professional scepticism throughout the audit. We also

- identify and assess the risks of material misstatement of the annual financial statements and of the combined management report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our audit opinions. The risk of not detecting a material misstatement resulting from fraud is higher than the risk of not detecting a material misstatement resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- obtain an understanding of internal control relevant to the audit of the annual financial statements and of arrangements and measures relevant to the audit of the combined management report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an audit opinion on the effectiveness of internal control or these arrangements and measures of the Company.
- evaluate the appropriateness of accounting policies used by the executive directors and the reasonableness of estimates made by the executive directors and related disclosures.
- conclude on the appropriateness of the executive directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditor's report to the related disclosures in the annual financial statements and in the combined management report or, if such disclosures are inadequate, to modify our respective audit opinions. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to be able to continue as a going concern.

- evaluate the overall presentation, structure and content of the annual financial statements, including the disclosures, and whether the annual financial statements present the underlying transactions and events in a manner that the annual financial statements give a true and fair view of the assets, liabilities, financial position and financial performance of the Company in compliance with German Legally Required Accounting Principles.
- evaluate the consistency of the combined management report with the annual financial statements, its conformity with German law, and the view of the Company's position it provides.
- perform audit procedures on the prospective information presented by the executive directors in the combined management report. On the basis of sufficient appropriate audit evidence we evaluate, in particular, the significant assumptions used by the executive directors as a basis for the prospective information, and evaluate the proper derivation of the prospective information from these assumptions. We do not express a separate audit opinion on the prospective information and on the assumptions used as a basis. There is a substantial unavoidable risk that future events will differ materially from the prospective information.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

## **OTHER LEGAL AND REGULATORY REQUIREMENTS**

### **Report on the Audit of the Electronic Reproductions of the Annual Financial Statements and of the Combined Management Report Prepared for Publication Pursuant to Section 317 (3a) HGB**

#### **Audit Opinion**

We have performed an audit in accordance with Section 317 (3a) HGB to obtain reasonable assurance whether the electronic reproductions of the annual financial statements and of the combined management report (hereinafter referred to as "ESEF documents") prepared for publication, contained in the file, which has the SHA-256 value 21115d6593cd624df7a739fbeb1c8e381bea7a4819a38afbcd64093f83042338, meet, in all material respects, the requirements for the electronic reporting format pursuant to Section 328 (1) HGB ("ESEF format"). In accordance with the German legal requirements, this audit only covers the conversion of the information contained in the annual financial statements and the combined management report into the ESEF format, and therefore covers neither the information contained in these electronic reproductions nor any other information contained in the file identified above.

In our opinion, the electronic reproductions of the annual financial statements and of the combined management report prepared for publication contained in the file identified above meet, in all material respects, the requirements for the electronic reporting format pursuant to Section 328 (1) HGB. Beyond this audit opinion and our audit opinions on the accompanying annual financial statements and on the accompanying combined management report for the financial year from 1 January to 31 December 2024 contained in the "Report on the Audit of the Annual Financial Statements and of the Combined Management Report" above, we do not express any assurance opinion on the information contained within these electronic reproductions or on any other information contained in the file identified above.

## **Basis for the Audit Opinion**

We conducted our audit of the electronic reproductions of the annual financial statements and of the combined management report contained in the file identified above in accordance with Section 317 (3a) HGB and on the basis of the IDW Auditing Standard: Audit of the Electronic Reproductions of Financial Statements and Management Reports Prepared for Publication Purposes Pursuant to Section 317 (3a) HGB (IDW AuS 410 (06.2022)). Our responsibilities in this context are further described in the "Auditor's Responsibilities for the Audit of the ESEF Documents" section. Our audit firm has applied the requirements of the IDW Quality Management Standards.

## **Responsibilities of the Executive Directors and the Board of Supervisory Directors for the ESEF Documents**

The executive directors of the Company are responsible for the preparation of the ESEF documents based on the electronic files of the annual financial statements and of the combined management report according to Section 328 (1) sentence 4 no. 1 HGB.

In addition, the executive directors of the Company are responsible for such internal controls that they have considered necessary to enable the preparation of ESEF documents that are free from material intentional or unintentional non-compliance with the requirements for the electronic reporting format pursuant to Section 328 (1) HGB.

The board of supervisory directors is responsible for overseeing the process for preparing the ESEF documents as part of the financial reporting process.

## **Auditor's Responsibilities for the Audit of the ESEF Documents**

Our objective is to obtain reasonable assurance about whether the ESEF documents are free from material intentional or unintentional non-compliance with the requirements of Section 328 (1) HGB. We exercise professional judgement and maintain professional scepticism throughout the audit. We also

- identify and assess the risks of material intentional or unintentional non-compliance with the requirements of Section 328 (1) HGB, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our audit opinion.
- obtain an understanding of internal control relevant to the audit on the ESEF documents in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an assurance opinion on the effectiveness of these controls.
- evaluate the technical validity of the ESEF documents, i.e. whether the file containing the ESEF documents meets the requirements of the Delegated Regulation (EU) 2019/815, in the version in force at the balance sheet date, on the technical specification for this electronic file.
- evaluate whether the ESEF documents enable an XHTML reproduction with content equivalent to the audited annual financial statements and to the audited combined management report.

## **OTHER MATTER – USE OF THE AUDITOR’S REPORT**

Our auditor’s report must always be read together with the audited annual financial statements and the audited combined management report as well as with the audited ESEF documents. The annual financial statements and the combined management report converted into the ESEF format – including the versions to be submitted for inclusion in the Company Register – are merely electronic reproductions of the audited annual financial statements and the audited combined management report and do not take their place. In particular, the ESEF report and our audit opinion contained therein are to be used solely together with the audited ESEF documents made available in electronic form.

Frankfurt am Main/Germany, 11 March 2025

### **Deloitte GmbH**

Wirtschaftsprüfungsgesellschaft

Signed:

Prof. Dr Carl-Friedrich Leuschner

Wirtschaftsprüfer

(German Public Auditor)

Signed:

Christian Schweitzer

Wirtschaftsprüfer

(German Public Auditor)

## **Imprint**

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