

Press conference on annual results

Friday, 27 March 2026



KfW: Financial strength for Germany's future

Strong result as basis for KfW's promotional activities

Germany

Deutschlandfonds
GROW
WITH · GERMANY

Abroad

Financial Cooperation

KfW

Artificial intelligence

Residential & Housing

Export and project finance

Efficiency & Impact

KfW's impact in selected figures

Publication of KfW Impact Insights 2025
in Q2 2026



new

137,000 companies

promoted and financed



+50%

752,000 housing units

financed



stable

35,000 start-ups

promoted



+345%

11,000 megawatts

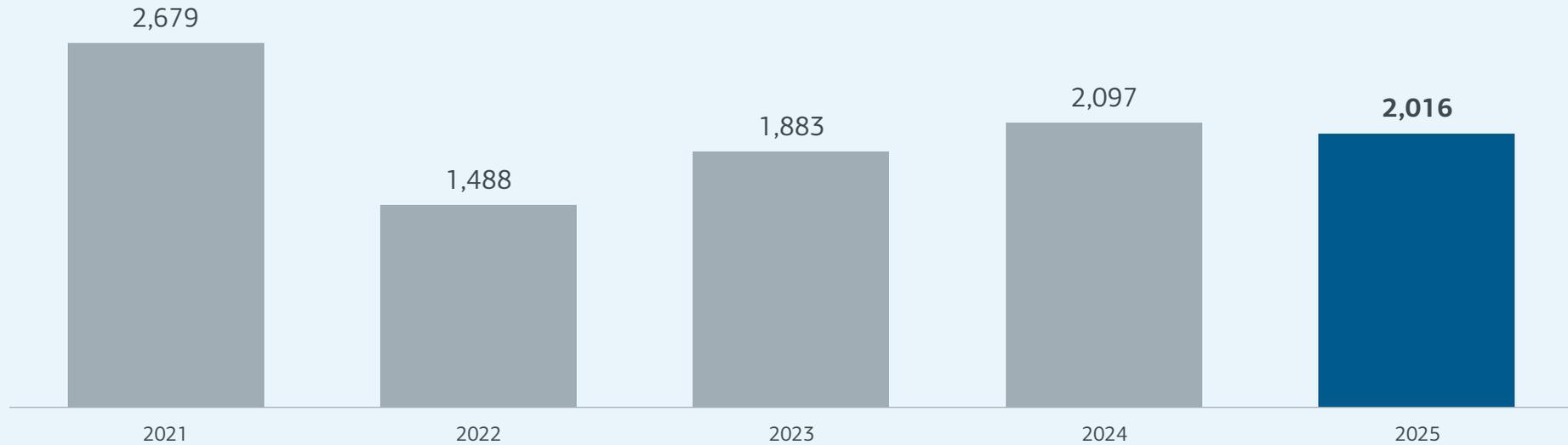
of renewable electricity generation capacity installed

Economic result

is reflecting KfW Group's performance

Development

(EUR in millions)



Stable economic result

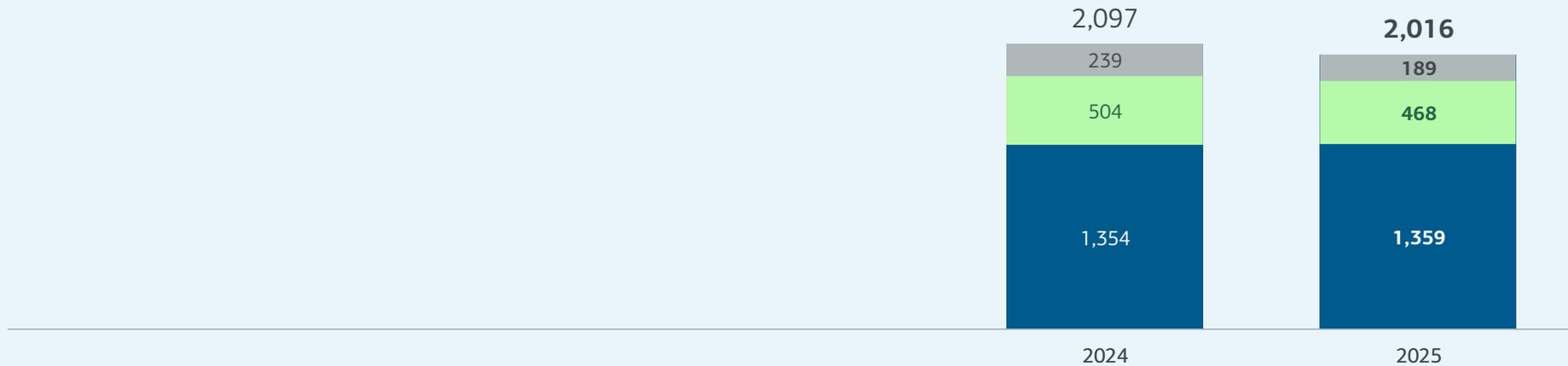
Economic result

is reflecting KfW Group's performance

Composition

(EUR in millions)

- Consolidated profit before IFRS effects
- Promotional expense
- Taxes on income



Economic result 2025 – operating plus valuation result –
enables once again high-level promotion

Consolidated profit 2025

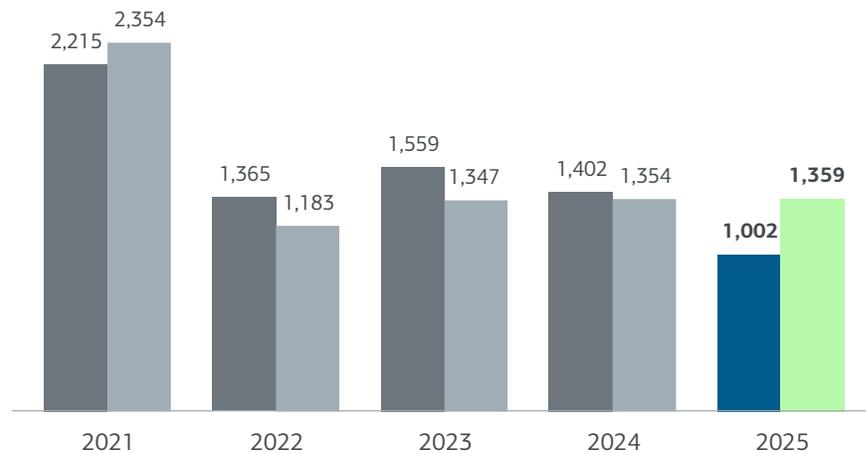
Stable consolidated earnings in a persistently challenging environment



EUR 1.0 bn

Consolidated profit

(EUR in millions)



Good consolidated earnings with strong operating income; negative IFRS effects weigh on consolidated profit

■ After IFRS effects

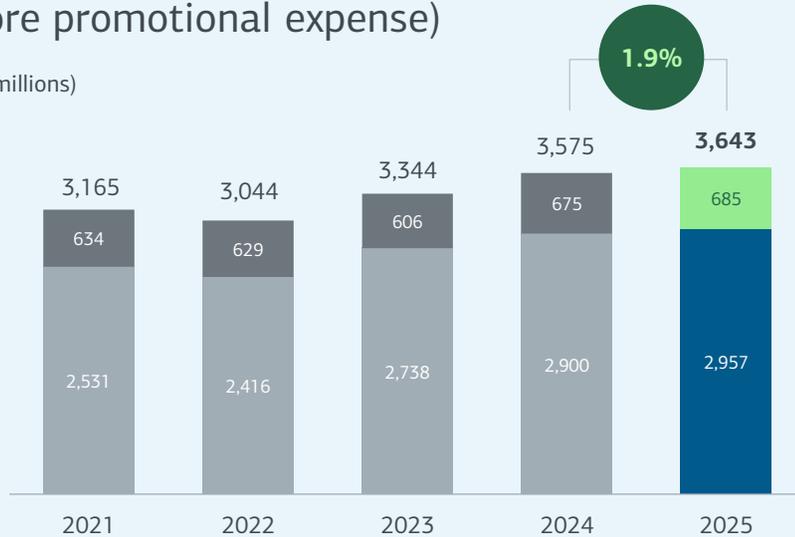
■ Before IFRS effects

Operating result

Strongest performance since 2012

Net interest and commission income (before promotional expense)

(EUR in millions)

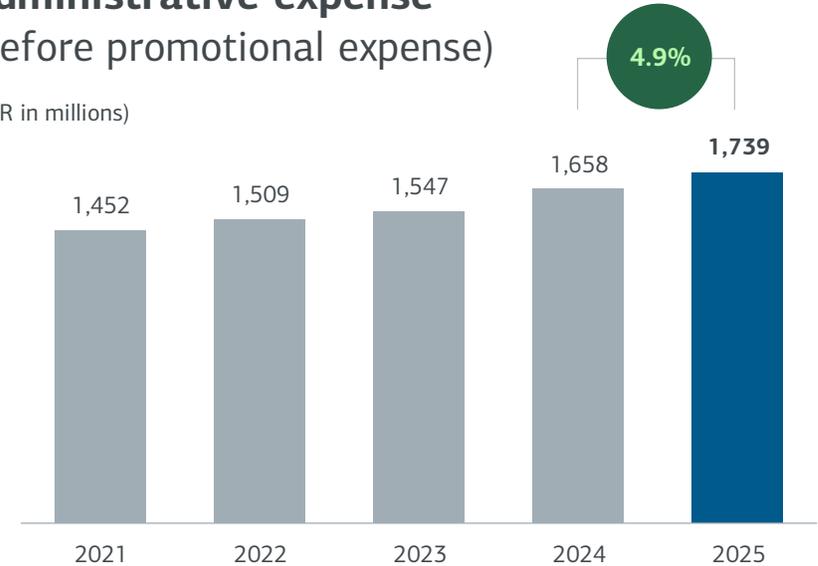


Net interest income benefits from higher interest margins and higher interest levels;
Net commission income stable at a high level

■ Net interest income ■ Net commission income

Administrative expense (before promotional expense)

(EUR in millions)



Higher **administrative expense** mainly due to one-off provision for leveraging efficiencies

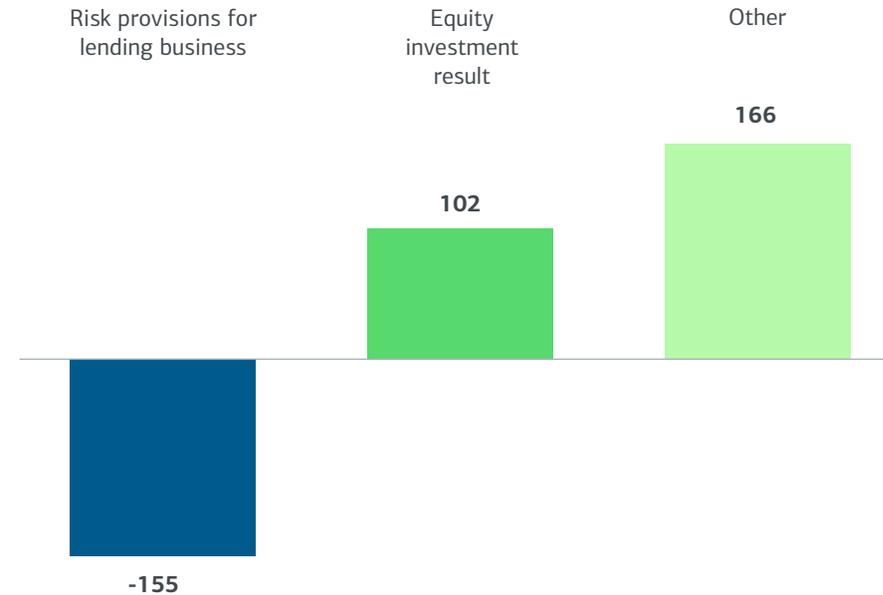
Valuation result

Stable performance in the equity investment portfolio



Results 2025

(EUR in millions)



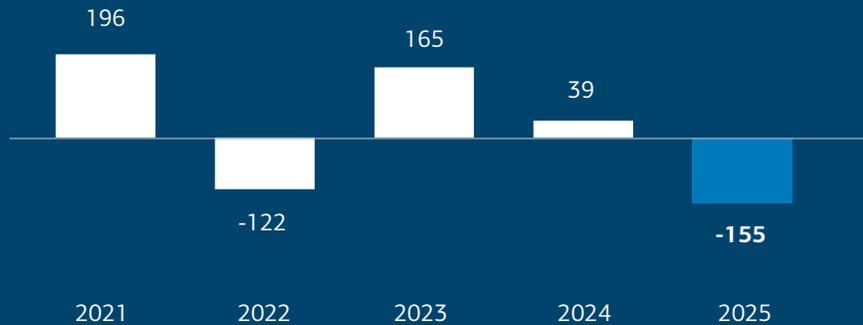
Burdens in the **loan portfolio** are offset by positive results in the **investment portfolio**.
FX losses from equity investments are mitigated by FX hedging transactions in **other valuation result**.

Positive valuation result

marked by opposing trends

Risk provisions for lending business

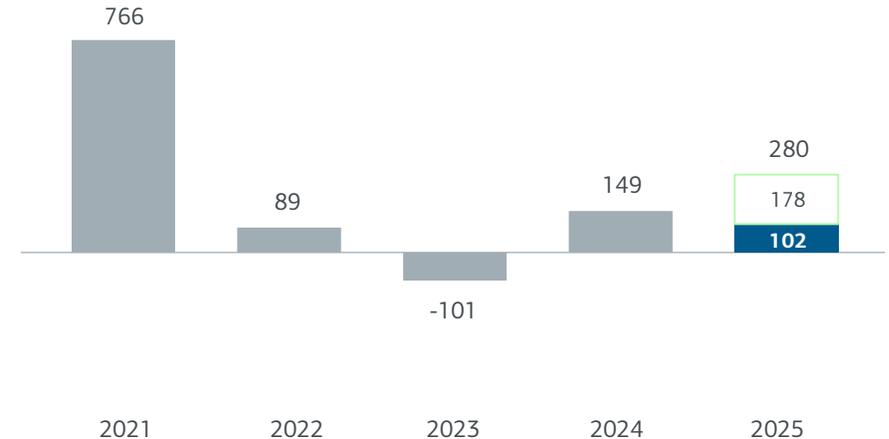
(EUR in millions)



Negative loan loss provisions result to around 50% due to general and to individual risk provisioning, but remains clearly below the planned amount.

Equity investment portfolio

(EUR in millions)

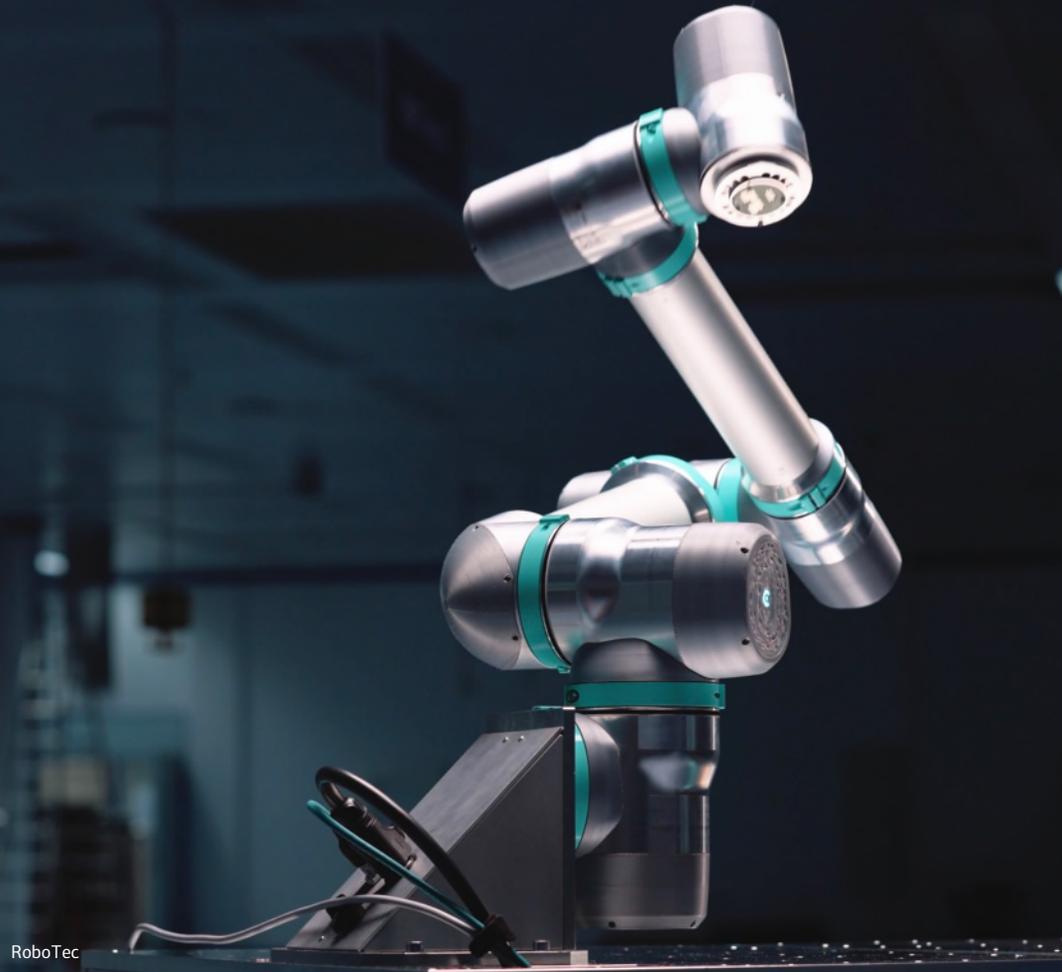


Equity investment result much more positive, taking into account FX hedging from other valuation result.

■ Equity investment portfolio □ FX hedging result

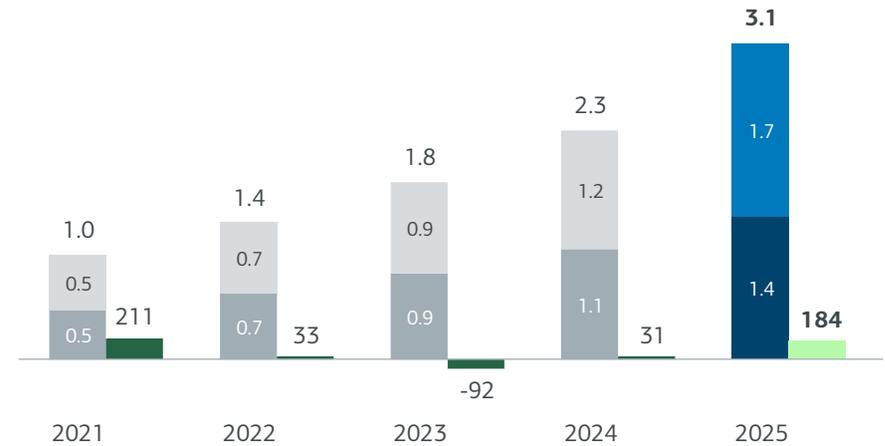
Focus: KfW Capital

Strengthening Germany as a business location through investments in start-ups and scale-ups



Investment volume and valuation result

(EUR in billions/ EUR in millions)



The **investment volume** which has **grown over time** is more sensitive to fluctuations in valuation; result for 2025 clearly positive.

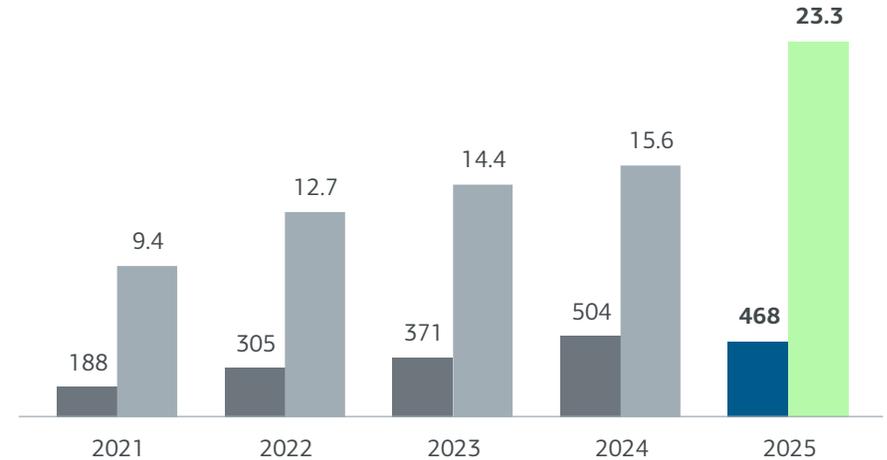
Promotional expense

remains at a high level



Promotional expense and interest reductions

(EUR in millions/ EUR in billions)

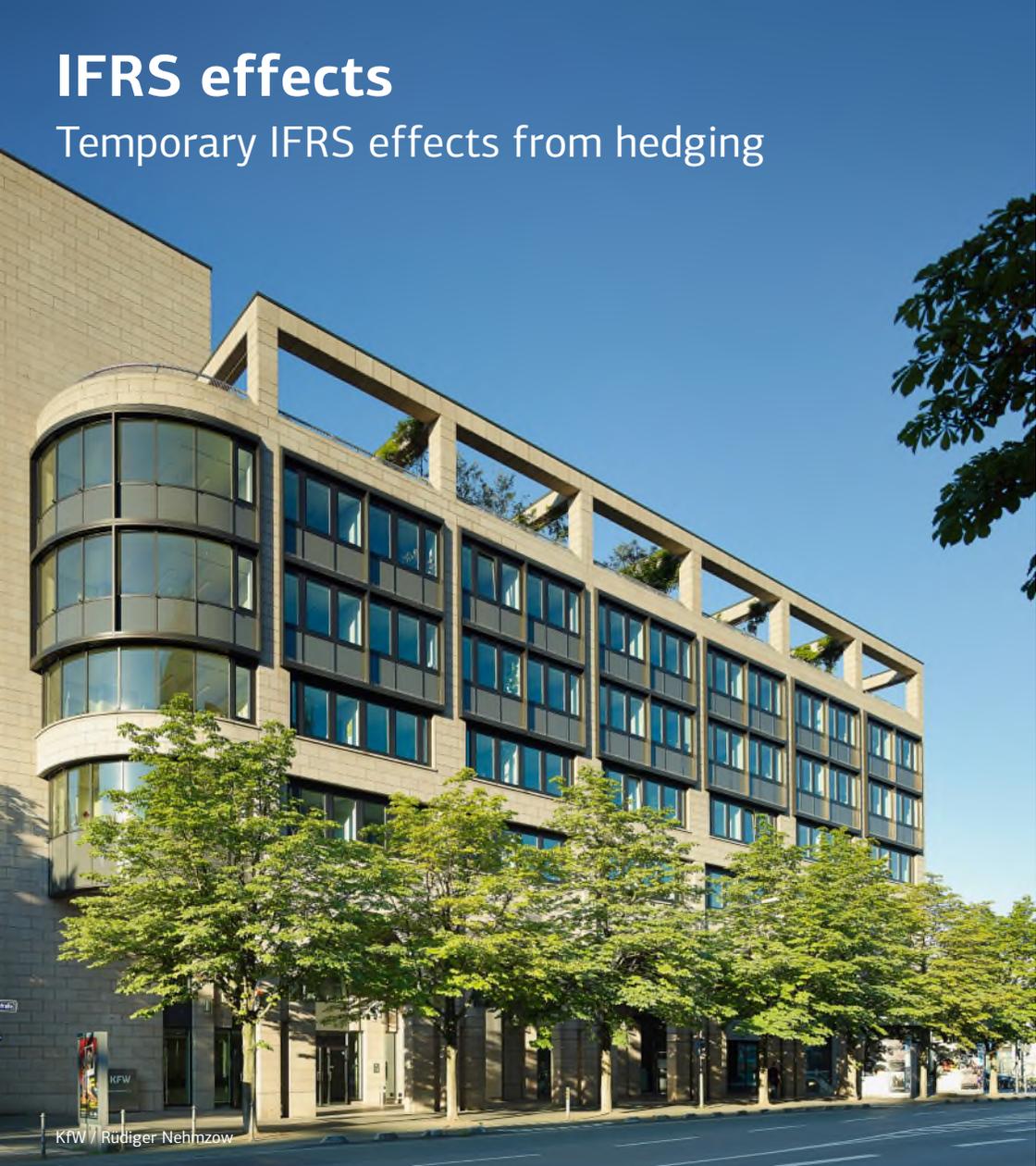


Significant increase of commitments with favourable interest due to increased interest reductions

■ Promotional expense ■ Volume of reduced-interest commitments

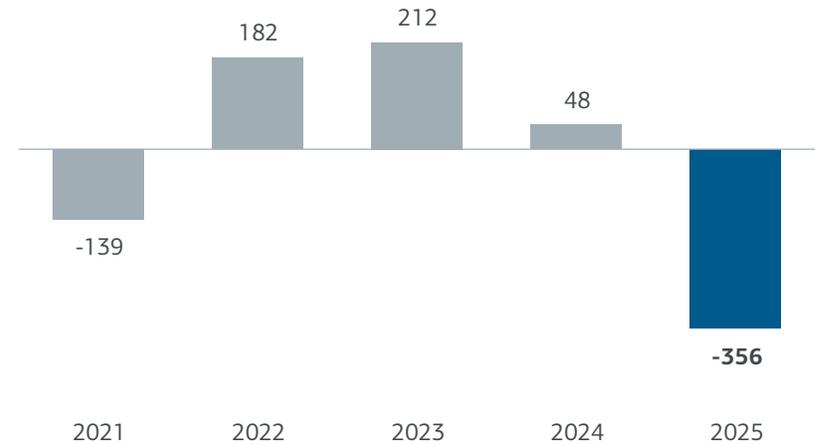
IFRS effects

Temporary IFRS effects from hedging



IFRS effects

(EUR in millions)



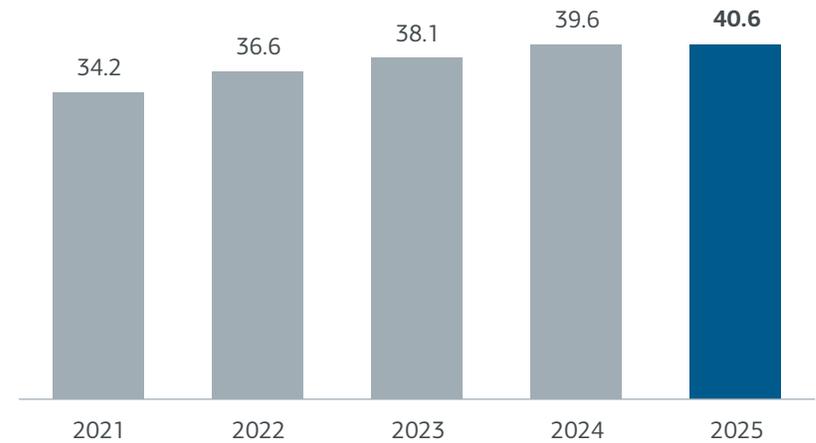
IFRS effects from hedging are reducing consolidated profit by EUR 0.4bn.

Continuous increase in equity



Equity

(EUR in billions)

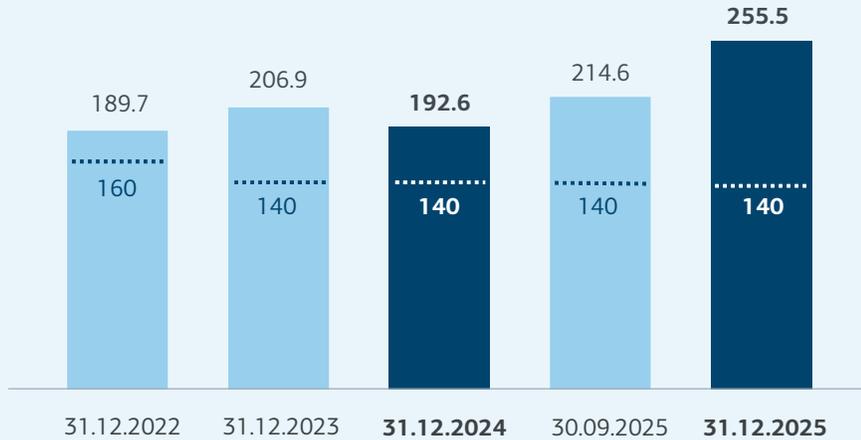


Consolidated profit for 2025 strengthens equity base and risk-bearing capacity.

Robust risk-bearing capacity

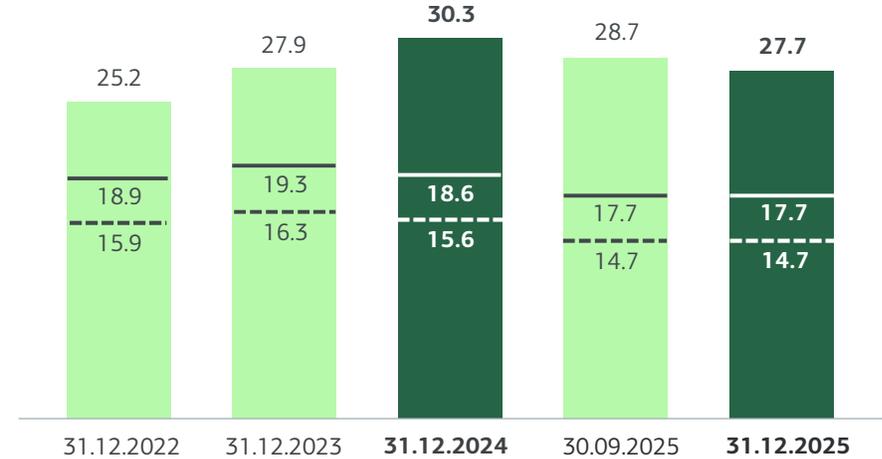
as of 31 December 2025

Economic risk-bearing capacity* (in %)



Strong increase due to marked decline in economic capital requirement for credit risks and to higher available financial resources, mainly driven by methodological refinements.

Normative risk-bearing capacity (in %)



Decline in 2025 due to higher total risk amount as a result of new business, as well as to implementation of CRR III in the first quarter of 2025, but still well above overall capital requirement incl. combined buffers.

Total assets

Expected decrease by EUR 4.6bn

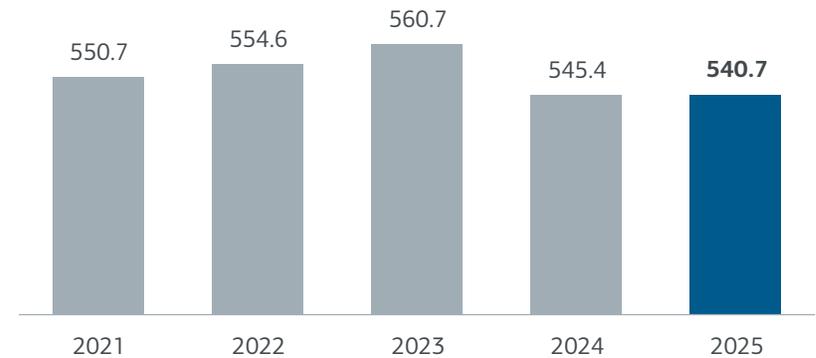


540.7

EUR bn

Total assets

(EUR in billions)



-10.0
Lending business

-7.0
Fair value derivatives
/hedge accounting

+11.8
Liquidity held

+0.6
Other

KfW Sustainability Report 2025

as part of KfW Group's financial report



Second Sustainability Report of KfW Group with **European Sustainability Reporting Standards (ESRS)** applied on a voluntary basis

KfW Group has exercised the option not to report on the green asset ratio (GAR) in accordance with the **EU Taxonomy Regulation** for the **financial year 2025**.

Selected quantitative ESRS information for the areas **Environment & Social**



Greenhouse gas footprint in CO₂e

122m tons

(2024: 145m tons)



Percentage of women in top management

32.4%

(2024: 29.7%)



Staff turnover rate

4.4%

(2024: 5.3%)



Employees with severe disabilities*

6.2%

(2024: 6.0%)

* refers only to KfW

Thank you very much.