

Financial statement of LLB AG, Vaduz

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Management report

Liechtensteinische Landesbank AG was entered in the Commercial Register of the Principality of Liechtenstein on 3 August 1926 under the register number FL-0001.000.289-1.

The details of the management report of Liechtensteinische Landesbank AG, Vaduz, can largely be seen in the [consolidated management report of the LLB Group](#). The non-financial section of the report is contained in the management report.

On the balance sheet date, Liechtensteinische Landesbank AG, Vaduz, and its subsidiaries held a total of 208'055 own registered shares (previous year: 179'881 shares). This corresponds to a share capital stake of 0.7 per cent (previous year: 0.6 %). With respect to the volume of, and changes to, treasury shares of Liechtensteinische Landesbank AG, reference is made to [note 6](#).

The Board of Directors proposes to the General Meeting of Shareholders on 19 April 2024 that a dividend of CHF 2.70 per registered share be paid out.

Please refer to [section 1.3](#) of the accounting principles in the Group report for information on significant events after the balance sheet date. This did not result in any additional disclosures or a correction to the 2023 annual financial statements.

Balance sheet

in CHF thousands	Note	31.12.2023	31.12.2022	+ / - %
Assets				
Cash and balances with central banks		3'774'559	3'738'869	1.0
Due from banks		1'470'579	1'069'128	37.5
due on a daily basis		339'244	306'040	10.8
other claims		1'131'335	763'087	48.3
Loans	1a	8'259'145	7'549'756	9.4
of which mortgages	1a	7'010'619	6'300'473	11.3
Bonds and other fixed-interest securities	2b	2'092'912	2'423'924	- 13.7
Money market instruments		185'112	628'942	- 70.6
from public authority issuers		164'601	109'024	51.0
from other issuers		20'511	519'919	- 96.1
Bonds		1'907'799	1'794'982	6.3
from public authority issuers		362'073	376'815	- 3.9
from other issuers		1'545'727	1'418'167	9.0
Shares and other non-fixed-interest securities	2c	189'517	201'958	- 6.2
Participations	3/4	24	25	- 3.8
Shares in associated companies	3/4	653'495	649'495	0.6
Intangible assets	4	50'958	47'082	8.2
Fixed assets	4	87'703	78'449	11.8
Own shares or shares	6	13'087	10'037	30.4
Other assets	7	422'971	450'541	- 6.1
Accrued income and prepayments		130'546	105'362	23.9
Total assets		17'145'495	16'324'627	5.0

in CHF thousands	Note	31.12.2023	31.12.2022	+ / - %
Liabilities				
Due to banks		1'505'059	2'099'558	- 28.3
due on a daily basis		608'197	707'994	- 14.1
with agreed maturities or periods of notice		896'862	1'391'564	- 35.6
Due to customers		12'500'595	11'400'424	9.7
savings deposits		1'656'903	2'018'555	- 17.9
other liabilities		10'843'692	9'381'870	15.6
due on a daily basis		7'991'653	8'081'267	- 1.1
with agreed maturities or periods of notice		2'852'039	1'300'602	119.3
Certified liabilities		658'950	497'286	32.5
bonds issued, of which:		658'950	497'286	32.5
medium-term notes		108'950	97'286	12.0
Bonds issued	9	550'000	400'000	37.5
Other liabilities	7	503'291	449'478	12.0
Accrued expenses and deferred income		90'328	81'172	11.3
Provisions		17'735	5'432	226.5
tax provisions	10	13'683	372	
other provisions	10	4'053	5'060	- 19.9
Provisions for general banking risks	10	350'000	295'000	18.6
Share capital	11	154'000	154'000	0.0
Share premium		47'750	47'750	0.0
Retained earnings		1'215'080	1'215'080	0.0
legal reserves		390'550	390'550	0.0
reserves for own shares		13'087	10'037	30.4
other reserves		811'443	814'492	- 0.4
Balance brought forward		2'793	5'473	- 49.0
Profit for the year		99'913	73'974	35.1
Total liabilities		17'145'495	16'324'627	5.0

Off-balance sheet transactions

in CHF thousands	Note	31.12.2023	31.12.2022	+ / - %
Contingent liabilities	1/19	35'046	40'650	- 13.8
Liabilities resulting from guarantees and indemnity agreements as well as liability arising from the provision of collateral		35'046	40'650	- 13.8
Credit risks		401'072	359'787	11.5
irrevocable commitments	1	398'914	357'018	11.7
call liabilities	1	2'158	2'770	- 22.1
Derivative financial instruments	20	23'492'418	23'568'641	- 0.3
Fiduciary transactions	21	159'063	101'603	56.6

Income statement

in CHF thousands	Note	2023	2022	+ / - %
Interest income		294'041	101'659	189.2
of which from fixed-interest securities		30'876	18'920	63.2
of which from trading transactions		0	- 0	- 100.0
Interest expenses		- 236'562	- 21'361	
Net interest income		57'479	80'298	- 28.4
Shares and other non-fixed-interest securities		5'603	5'417	3.4
of which from trading transactions		5'603	5'417	3.4
Participations and associated companies		16'540	78'932	- 79.0
Income from securities		22'143	84'349	- 73.7
Credit-related commissions and fees		299	310	- 3.7
Commissions from securities and investment business		108'673	107'115	1.5
Other commission and fee income		18'428	18'407	0.1
Commission and fee expenses		- 46'264	- 45'189	2.4
Net commission and fee income		81'136	80'644	0.6
Income from financial transactions		186'997	- 49'957	
of which from trading business	22	132'072	92'296	43.1
Income from real estate holdings		1'275	864	47.6
Sundry ordinary income	25	36'035	32'515	10.8
Other ordinary income		37'311	33'379	11.8
Total operating income		385'066	228'713	68.4
Personnel expenses	23	- 136'071	- 120'738	12.7
Administrative expenses	24	- 68'797	- 61'101	12.6
Total operating expenses		- 204'869	- 181'839	12.7
Gross operating profit		180'197	46'874	284.4
Depreciation on intangible assets and fixed assets		- 19'102	- 18'842	1.4
Sundry ordinary expenses	26	- 556	- 2'175	- 74.5
Allowances on claims and allocations to provisions for contingent liabilities and lending risks	10	- 2'425	- 5'755	- 57.9
Earnings from the release of allowances on claims and of provisions for contingent liabilities and lending risks	10	6'146	4'833	27.2
Write-downs to participations, shares in associated companies and securities treated as long-term investments		- 1	- 0	108.6
Earnings from write-ups to participations, shares in associated companies and securities treated as long-term investments		4'000	34'000	- 88.2
Result from normal business operations		168'259	58'935	185.5
Income taxes		- 13'317	104	
Other taxes		- 29	- 65	- 55.4
Releases / (Additions) to provisions for general banking risks		- 55'000	15'000	
Profit for the year¹		99'913	73'974	35.1

¹ The return on capital (annual profit in relation to balance sheet total) amounted to 0.58 per cent as at 31 December 2023 and to 0.45 per cent as at 31 December 2022 (pursuant to the Banking Ordinance, Art. 24e, Para. 1, Point 6).

Distribution of balance sheet profit

The Board of Directors proposes to the General Meeting of Shareholders on 19 April 2024 that the balance sheet profit as at 31 December 2023 be distributed as follows:

in CHF thousands	2023	2022
Profit for the year	99'913	73'974
Balance brought forward	2'793	5'473
Balance sheet profit	102'707	79'447

Distribution of balance sheet profit		
Allocation to other reserves	10'000	0
Allocation to corporate capital (common stock) ¹	82'598	76'654
Balance carried forward¹	10'108	2'793

¹ Shares eligible for dividends are all shares outstanding except for own shares as of record date. The amounts presented are based on the numbers of shares eligible for dividends as at 31 December 2023.

If this proposal is accepted, a dividend of CHF 2.70 per registered share will be paid out on 25 April 2024.

Notes on business operations

Liechtensteinische Landesbank Aktiengesellschaft with its registered office in Vaduz and two domestic branch offices is active as a full-service (universal) bank. LLB AG is one of the three largest banks in Liechtenstein and has subsidiaries in Liechtenstein, Austria and Switzerland, as well as a branch in Dubai and representative offices in Zurich, Geneva and Abu Dhabi. Adjusted for full-time equivalents, 749 people were employed as at 31 December 2023 (previous year: 678). The average headcount in 2023 amounted to 722 persons (previous year: 641) on a full-time equivalent basis.

As a universal bank, LLB AG is engaged in the commission and fees business, credit and lending business, money market and interbank business, as well as securities trading business.

Commissions and fees business

The major proportion of revenues from commissions and fees business is attributable to commissions earned in connection with securities trading for customers. Other important income streams are provided by securities safe custody business, asset management (incl. investment funds) and brokering fiduciary investments.

Credit and lending business

The largest proportion of loans comprises mortgages, Lombard loans and advances to public institutions. Mortgages are granted to finance properties in Liechtenstein and in the neighbouring areas of Switzerland. Real estate financing for the rest of Switzerland and Lombard loans are granted within the scope of the integrated asset management business. A major proportion of loans and advances to public authorities relates to credit facilities extended to cantons and municipalities in Switzerland. As regards international syndicated loans, the bank is active to only a very limited extent in this line of business.

Money market and interbank business

Domestic and international funds deposited with the bank, which in as far as they are not invested in lending business or held as liquid funds, are placed with first-class banks, predominantly in Switzerland and Western Europe.

Securities trading business

The bank offers its clients a full range of services in connection with the execution and settlement of securities trading transactions. It trades for its own account only to a moderate extent. Transactions with derivative financial instruments for the bank's own account are largely employed for hedging purposes.

Accounting policies and valuation principles

Basic principles

The accounting and valuation policies are drawn up in accordance with the provisions of the Liechtenstein Person and Company Law (PGR), as well as the Liechtenstein Banking Law and the accompanying Banking Ordinance.

Recording of business

All completed business transactions are valued and recorded in the balance sheet and the profit and loss account according to the specified valuation principles. The transactions are booked on the transaction date. Up to their date of settlement or the value date, futures transactions are recorded at their replacement value under other assets or other liabilities.

Foreign currency translations

Assets and liabilities denominated in foreign currencies are translated at the foreign exchange middle rate prevailing on the balance sheet date. Bank note holdings for exchange business are translated at the bank note bid rate in effect on the balance sheet date. Exchange gains and losses arising from the valuation are booked to the profit and loss account. The following exchange rates were employed for foreign currency conversion:

Closing Rate	31.12.2023	31.12.2022
1 USD	0.8380	0.9232
1 EUR	0.9260	0.9847

Average rate	2023	2022
1 USD	0.8996	0.9517
1 EUR	0.9727	1.0041

Liquid funds, public authority debt instruments and bills approved for refinancing by central banks, balances due from banks and customers, liabilities

These items are shown in the balance sheet at nominal value minus any unearned discount on money market instruments.

Impaired due amounts, i.e. amounts due from debtors who probably will not repay them, are valued on an individual basis and their impairment is covered by specific allowances. Off-balance sheet transactions, such as commitments for loans, guarantees and derivative financial instruments, are also included in this valuation. Loans are regarded as overdue at the latest when interest and / or principal repayments are more than 90 days in arrears. Overdue and impaired interest payments are charged directly to allowances and provisions. Loans are put on a non-accrual basis if the interest due on them is deemed to be uncollectible and interest accrual is therefore no longer practical.

The impairment is measured on the basis of the difference between the book value of the claim and the probable recoverable amount taking into consideration counterparty risk and the net proceeds from the realisation of any collateral. If it is expected that the realisation process will take longer than one year, the estimated realisation proceeds are discounted on the balance sheet date. The specific allowances are deducted directly from the corresponding asset positions. A claim is reclassified as no longer endangered if the outstanding principal and interest are again repaid on time in accordance with the original contractual terms. To cover the risks in retail business, which are composed of numerous small claims, lump-sum individual allowances, calculated on the basis of empirical values,

are made for the unsecured loans and overdrawn limits for which individual allowances have not already been considered.

Debt instruments and other fixed-interest securities, equities and other non-fixed-interest securities as well as precious metals holdings

Trading portfolios of securities and precious metals are valued at the market value on the balance sheet date. LLB AG does not hold any precious metal positions in its trading portfolio, since the existing positions are used to cover obligations arising from precious metal accounts. Securities for which there is no regular, active market are carried at the lower of cost or market value. Holdings of securities and precious metals as current assets are valued at the lower of cost or market value. Interest earnings are credited to the item interest income, dividend income is carried under the item income from securities. Price gains are shown under the item income from financial transactions.

Fixed-interest securities that are intended to be held until final maturity are valued according to the accrual method. Accordingly, interest income, including amortisation of premiums and accretion of discounts, is recognised on an accrual basis until final maturity. Interest-related realised capital gains or losses arising from the premature sale or redemption of securities are recognised on an accrual basis over the remaining period to maturity, i.e. up to the original date of final maturity. Interest earnings are credited to the item interest income. Equities held as fixed assets are valued at the lower of cost or market value. Precious metals holdings as fixed assets are measured at fair value. Dividend income is carried under the item income from securities. Allowances are shown under the items write-downs to participations, shares in associated companies and securities treated as long-term investments and earnings from write-ups to participations, shares in associated companies and securities treated as long-term investments, respectively.

Participations

Participations comprises shares owned by LLB AG in companies which represent a minority participation and which are held as long-term investments. These items are valued at cost minus necessary allowances.

Shares in associated companies

LLB AG's existing majority participations are recorded as shares in associated companies. These items are valued at cost minus necessary allowances.

Intangible assets

Software development costs are capitalised when they meet certain criteria relating to identifiability, it is probable that economic benefits will flow to the company from them, and the costs can be measured reliably. Internally developed software meeting these criteria and purchased software are capitalised and subsequently amortised over three to ten years.

Low-cost acquisitions are charged directly to administrative expenses.

Tangible fixed assets

Real estate is valued at the acquisition cost plus any investment that increases the value of the property, less necessary depreciation. New buildings and refurbishments are depreciated over 33 years and building supplementary costs over 10 years. No depreciation is charged on undeveloped land unless an adjustment has to be made to allow for a reduction in its market value. Other physical assets include fixtures, furniture, machinery and IT equipment. They are capitalised and depreciated in full over their estimated economic life (3 to 6 years).

Low-cost acquisitions are charged directly to administrative expenses.

Treasury shares

Own shares (treasury shares) held by the Liechtensteinische Landesbank AG are recognised at market values up to the acquisition costs and are reported as treasury shares. The difference between the market value of treasury shares and the acquisition costs is reported in the income statement under income from financial transactions.

Allowances and provisions

In accordance with prudent accounting practice, specific allowances and provisions as well as general allowances are made for all risks existing on the balance sheet date. Allowances are offset directly with the corresponding asset position. Provisions are booked as such in the balance sheet.

Taxes

Accruals for taxes payable on the basis of the profits earned in the period under report are charged as expenses in the corresponding period. Provisions for deferred tax are formed in relation to allowances and provisions recognised only for tax purposes. The calculation is made on the basis of the estimated tax rates used for actual taxation.

Provisions for general banking risks

Provisions for general banking risks are precautionary reserves formed to hedge against latent risks in the bank's operating activities.

Derivative financial instruments

The gross replacement values of individual contracts in derivative financial instruments – positive and negative replacement values are not offset against each other – are stated in the balance sheet (under other assets or other liabilities) and in the notes to the financial statement. All replacement values for contracts concluded for the bank's own account are reported. In contrast, in the case of customer transactions only the replacement values for OTC contracts are reported, or for exchange-traded products if margin requirements are inadequate. The contract volumes are reported in the statement of off-balance sheet transactions and in the notes. Trading positions in financial derivatives are valued at market rates provided the contracts are listed on an exchange or a regular, active market exists. If this is not the case, the contracts are valued at the lower of cost or market value. If interest business positions are hedged with derivatives, the differential amount between the market value and the accrual method is recognised in the settlement account.

Off-balance sheet transactions

Off-balance sheet transactions are valued at nominal values. Provisions are made in the case of identifiable risks arising from contingent liabilities and other off-balance sheet transactions.

Statement of cash flows

On account of its obligation to prepare a consolidated financial statement, LLB AG is exempted from the necessity to provide a statement of cash flow. The consolidated statement of cash flow of the LLB Group is a part of the consolidated financial statement.

Notes to the balance sheet

1 Type of collateral a Types of cover

in CHF thousands	Type of collateral			Total
	Secured by mortgage	Other collateral	Unsecured	
Loans				
Loans (excluding mortgage loans)	33'320	521'227	693'979	1'248'526
Mortgage loans				
residential property	5'384'562	14'403	106'901	5'505'865
office and business property	931'694	3'825	15	935'534
commercial and industrial property	290'452	0	25'000	315'452
other	253'768	0	0	253'768
Total loans	31.12.2023	6'893'795	539'455	8'259'145
	31.12.2022	6'247'889	749'785	7'549'756
Off-balance sheet transactions				
Contingent liabilities	589	25'402	9'056	35'046
Irrevocable commitments	100'903	60'401	237'610	398'914
Call liabilities	0	0	2'158	2'158
Total off-balance sheet transactions	31.12.2023	101'492	85'802	436'118
	31.12.2022	121'713	98'351	400'438

b Claims at risk

in CHF thousands	Gross outstanding amount	Estimated proceeds from realisation of collateral	Net outstanding amount	Specific allowances
31.12.2023	70'667	37'396	37'396	33'271
31.12.2022	68'464	30'676	30'676	37'788

2 Securities and precious metals holdings a Securities and precious metals trading positions

in CHF thousands	Book value		Cost		Market value	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Equities	11	10	68	67	11	10
Total	11	10	68	67	11	10
of which eligible securities	0	0	0	0	0	0

b Securities and precious metals holdings as current assets (excluding trading positions)

in CHF thousands	Book value		Cost		Market value	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Debt securities	2'092'912	2'423'924	2'165'449	2'558'091	2'114'833	2'431'347
of which own bonds and medium-term notes	0	0	0	0	0	0
Equities	13'263	10'217	13'523	11'812	14'014	10'299
of which qualified participations (at least 10 % of the capital or votes)	0	0	0	0	0	0
Total	2'106'175	2'434'141	2'178'972	2'569'903	2'128'847	2'441'646
of which eligible securities	1'170'831	1'460'943	1'215'479	1'534'601	1'182'013	1'463'421

c Securities and precious metals as fixed assets

in CHF thousands	Book value		Cost		Market value	
	31.12.2023	31.12.2022	31.12.2023	31.12.2022	31.12.2023	31.12.2022
Equities	189'329	201'768	213'996	228'894	216'689	216'390
of which qualified participations (at least 10 % of the capital or votes)	10'530	16'609	15'167	23'028	13'819	19'333
Precious metals	68'331	35'247	68'331	35'247	68'331	35'247
Total	257'660	237'014	282'327	264'141	285'020	251'636
of which eligible securities	0	0	0	0	0	0

3 Participations and shares in associated companies

in CHF thousands	31.12.2023	31.12.2022
Participations		
Without market value	24	25
Total participations	24	25
Shares in associated companies		
Without market value	653'495	649'495
Total shares in associated companies	653'495	649'495

4 Statement of fixed assets

in CHF thousands	Cost	Accumulated depreciation	Book value 31.12.2022	Investments	Dis-investments	Reclassifications	Additions	Depreciation	Book value 31.12.2023
Total participations (non-controlling interests)	37	- 12	25	0	0	0	0	- 1	24
Total shares in associated companies	651'864	- 2'369	649'495	0	0	0	4'000	0	653'495
Total securities and precious metals as fixed assets	347'558	- 110'544	237'014	403'277	- 382'632	0	0	0	257'660
Total intangible assets¹	147'396	- 100'314	47'082	14'459	0	0	0	- 10'584	50'958
Real estate									
bank premises	153'874	- 106'132	47'742	10'653	0	0	0	- 3'112	55'283
other properties	17'128	- 2'128	15'000	0	0	0	0	0	15'000
Other fixed assets	62'130	- 46'423	15'707	7'118	0	0	0	- 5'406	17'419
Total fixed assets	233'131	- 154'682	78'449	17'771	0	0	0	- 8'518	87'703
Fire insurance value of real estate			174'845						182'683
Fire insurance value of other fixed assets			31'116						37'221
Liabilities: future leasing installments from operational leasing			67	71	0	0	0	- 34	104
Intended for resale									
Properties			1'920	700	0	0	0	0	2'620
Participations			0						0
(not included in the statement of fixed assets)									

¹ Solely licences and software

Depreciation is carried out according to prudent business criteria over the estimated service life. No undisclosed reserves exist.

5 Substantial participations and shares in associated companies

Company name and registered office	Business activity	Currency	Share capital	% share of votes	% share of capital
Participations					
Data Info Services AG, Vaduz	Service company	CHF	50'000	50.0	50.0
Shares in associated companies					
Liechtensteinische Landesbank (Österreich) AG, Vienna	Bank	EUR	5'000'000	100.0	100.0
LLB (Schweiz) AG, Uznach	Bank	CHF	16'108'060	100.0	100.0
LLB Asset Management AG, Vaduz	Asset management	CHF	1'000'000	100.0	100.0
LLB Fund Services AG, Vaduz	Fund management company	CHF	2'000'000	100.0	100.0
LLB Holding AG, Uznach	Holding company	CHF	95'328'000	100.0	100.0
LLB Swiss Investment AG, Zurich	Fund management company	CHF	8'000'000	100.0	100.0
Zukunftsstiftung der Liechtensteinischen Landesbank AG, Vaduz	Charitable foundation	CHF	30'000	100.0	100.0
Total amount from shares in associated banks and securities firms reported in shares in associated companies		CHF	32'108'060		

6 Own shares included in current assets (excluding trading positions)

Quantity / in CHF thousands	Quantity		Book value	
	2023	2022	2023	2022
As at 1 January	179'881	232'935	10'037	12'252
Bought	70'645	363'785	4'463	20'450
Sold	- 42'471	- 416'839	- 2'624	- 23'719
Additions / (Impairments)	0	0	1'210	1'054
As at 31 December	208'055	179'881	13'087	10'037

For information according to PGR Art. 1096 Para. 4 No. 4, please refer to [note 29 Treasury shares](#) in the LLB Group's consolidated financial statement.

7 Other assets and liabilities

in CHF thousands	31.12.2023	31.12.2022	+ / - %
Precious metals holdings	68'331	35'247	93.9
Tax prepayments / Withholding tax	4'466	2'288	95.2
Positive replacement values ¹	300'960	358'906	- 16.1
Settlement account	41'394	46'369	- 10.7
Clearing accounts	1'674	2'256	- 25.8
Taken-over real estate	2'620	1'920	36.5
Deferred tax claim	3'526	3'555	- 0.8
Total other assets	422'971	450'541	- 6.1
Charge accounts	4'427	4'707	- 6.0
Negative replacement values ¹	363'580	310'609	17.1
Accounts payable	34'267	20'099	70.5
Settlement account	72'727	104'505	- 30.4
Clearing accounts	28'290	9'558	196.0
Total other liabilities	503'291	449'478	12.0

¹ Replacement values are shown gross.

8 Due from and due to associated companies and related parties

a Due from and due to participations and associated companies

in CHF thousands	31.12.2023	31.12.2022	+ / - %
Due from participations	0	0	
Due to participations	0	0	
Due from associated companies	1'423'845	943'771	50.9
Due to associated companies	1'202'319	1'339'128	- 10.2

b Due from and due to qualified participations and companies associated with the Principality of Liechtenstein

in CHF thousands	31.12.2023	31.12.2022	+ / - %
Due from the Principality of Liechtenstein	3'820	3'923	- 2.6
Due to the Principality of Liechtenstein	388'976	351'845	10.6
Due from companies associated with the Principality of Liechtenstein ¹	99'335	70'828	40.2
Due to companies associated with the Principality of Liechtenstein ¹	175'867	222'945	- 21.1

¹ Associated companies: Liechtensteinische Kraftwerke, Liechtensteinische Gasversorgung, Telecom Liechtenstein AG, Liechtensteinische Post AG, Verkehrsbetrieb LIECHTENSTEINmobil and AHV-IV-FAK-Anstalt.

The stated due from and due to are included in the balance sheet in the items loans and due to customers.

c Loans to corporate bodies

in CHF thousands	31.12.2023	31.12.2022	+ / - %
Members of the Board of Directors	671	669	0.4
Members of the Board of Management	1'910	1'910	0.0

d Related party transactions

Transactions (e.g. securities transactions, payment transfers, lending facilities and interest on deposits) were made with related parties under the same terms and conditions as applicable to third parties. These exclude loans of up to CHF 1 million made to management, which are subject to the preferential interest rate for staff.

9 Bonds issued

Year issued	Name	Currency	Maturity	Nominal interest rate in %	in CHF thousands		
					Nominal value	2023	2022
2019	Liechtensteinische Landesbank AG 0.125 % Senior Preferred Anleihe 2019 – 2026	CHF	28.05.2026	0.125 %	150'000	150'000	150'000
2019	Liechtensteinische Landesbank AG 0.000 % Senior Preferred Anleihe 2019 – 2029	CHF	27.09.2029	0.000 %	100'000	100'000	100'000
2020	Liechtensteinische Landesbank AG 0.300 % Senior Preferred Anleihe 2020 – 2030	CHF	24.09.2030	0.300 %	150'000	150'000	150'000
2023	Liechtensteinische Landesbank AG 2.5 % Senior Non-Preferred Anleihe 2023 – 2030	CHF	22.11.2030	2.500 %	150'000	150'000	

10 Allowances and provisions / provisions for general banking risks

in CHF thousands	Total 31.12.2022	Specific allowances	Recoveries, overdue interest, currency differences	New provisions charged to income statement	Provisions re- leased to in- come state- ment	Total 31.12.2023
Allowances for loan default risks						
Specific allowances	37'788	- 606	- 171	1'678	- 5'417	33'271
Provisions for contingent liabilities and credit risks	20	0	- 0	747	- 729	38
Provisions for other business risks	2'690	- 1'082	0	2'407	0	4'015
Provisions for taxes and deferred taxes	372	- 0	0	13'311	0	13'683
Other provisions	2'350	- 2'276	0	0	- 74	0
Total allowances and provisions	43'220	- 3'964	- 171	18'143	- 6'220	51'007
Minus allowances	- 37'788					- 33'271
Total provisions according to balance sheet	5'432					17'735
Provisions for general banking risks	295'000			55'000		350'000

11 Share capital, significant shareholders and groups of shareholders linked by voting rights

in CHF thousands	31.12.2023			31.12.2022		
	Total nominal value	Quantity	Capital ranking for dividend	Total nominal value	Quantity	Capital ranking for dividend
Share capital	154'000	30'800'000	152'960	154'000	30'800'000	153'101
Total common stock	154'000	30'800'000	152'960	154'000	30'800'000	153'101

No conditional or authorised capital exists.

in CHF thousands	31.12.2023		31.12.2022	
	Nominal	Holding in %	Nominal	Holding in %
With voting right: Principality of Liechtenstein	86'681	56.3	86'681	56.3
With voting right: shareholder group Haselsteiner Familien-Privatstiftung and grosso Holding Gesellschaft mbH	9'025	5.9	9'025	5.9

12 Statement of shareholders' equity

in CHF thousands	2023
Share capital	154'000
Share premium	47'750
Legal reserves	390'550
Reserve for own shares	10'037
Other reserves	814'492
Provisions for general banking risks	295'000
Balance sheet profit	79'447
Total shareholders' equity as at 1 January (before profit distribution)	1'791'277
Dividend and other distributions from previous year's profit	- 76'654
Net profit for the year	99'913
Allocation to provisions for general banking risks	55'000
Total shareholders' equity as at 31 December (before profit distribution)	1'869'536
Of which:	
Share capital	154'000
Share premium	47'750
Legal reserves	390'550
Reserve for own shares	13'087
Other reserves	811'443
Provisions for general banking risks	350'000
Balance sheet profit	102'707

13 Liabilities due to own pension funds

in CHF thousands	31.12.2023	31.12.2022	+ / - %
Current account, call money and time deposits	4'396	9'688	- 54.6
Savings deposits	21	38	- 45.4
Total	4'416	9'726	- 54.6

14 Breakdown of assets and liabilities by location

in CHF thousands	31.12.2023		31.12.2022	
	FL/CH	Abroad	FL/CH	Abroad
Assets				
Cash and balances with central banks	3'774'559	0	3'738'869	0
Due from banks	1'293'945	176'634	951'598	117'530
Loans (excluding mortgages)	882'494	366'032	860'832	388'451
Mortgage loans	7'010'619	0	6'300'473	0
Bonds and other fixed-interest securities	300'633	1'792'278	865'390	1'558'534
Shares and other non-fixed-interest securities	183'356	6'160	196'383	5'575
Participations	24	0	25	0
Shares in associated companies	284'036	369'459	280'036	369'459
Intangible assets	50'958	0	47'082	0
Fixed assets	87'703	0	78'449	0
Own shares	13'087	0	10'037	0
Other assets	220'257	202'714	278'679	171'863
Accrued income and prepayments	94'553	35'993	72'403	32'959
Total assets	14'196'224	2'949'272	13'680'256	2'644'371
Liabilities				
Due to banks	378'727	1'126'332	515'540	1'584'017
Due to customers (excluding savings deposits)	7'321'828	3'521'864	6'481'762	2'900'108
Savings deposits	1'337'308	319'595	1'693'745	324'810
Certified liabilities	658'950	0	497'286	0
Other liabilities	334'011	169'280	337'386	112'092
Accrued expenses and deferred income	23'702	66'626	30'769	50'402
Provisions	17'735	0	5'432	0
Provisions for general banking risks	350'000	0	295'000	0
Share capital	154'000	0	154'000	0
Share premium	47'750	0	47'750	0
Legal reserves	390'550	0	390'550	0
Reserves for own shares	13'087	0	10'037	0
Other reserves	811'443	0	814'492	0
Profit carried forward	2'793	0	5'473	0
Profit for the year	99'913	0	73'974	0
Total liabilities	11'941'798	5'203'698	11'353'198	4'971'429

15 Geographical breakdown of assets by location

	31.12.2023		31.12.2022	
	Absolute value	% of total	Absolute value	% of total
Liechtenstein/Switzerland	14'196'224	82.8	13'680'256	83.8
Europe (excluding Liechtenstein/Switzerland)	2'007'987	11.7	1'745'886	10.7
North America	545'885	3.2	423'031	2.6
South America	8'540	0.0	14'578	0.1
Africa	13'352	0.1	7'175	0.0
Asia	234'106	1.4	293'454	1.8
Others	139'401	0.8	160'247	1.0
Total assets	17'145'495	100.0	16'324'627	100.0

16 Breakdown of assets and liabilities by currency

in CHF thousands	CHF	EUR	USD	Others	Total
Assets					
Cash and balances with central banks	3'758'992	15'165	289	112	3'774'559
Due from banks	1'143'931	114'865	84'049	127'735	1'470'579
Loans (excluding mortgages)	799'122	240'327	167'421	41'656	1'248'526
Mortgage loans	7'010'619	0	0	0	7'010'619
Bonds and other fixed-interest securities	567'355	677'115	848'441	0	2'092'912
Shares and other non-fixed-interest securities	180'842	2'319	6'355	0	189'517
Participations	24	0	0	0	24
Shares in associated companies	653'495	0	0	0	653'495
Intangible assets	50'958	0	0	0	50'958
Fixed assets	87'703	0	0	0	87'703
Own shares	13'087	0	0	0	13'087
Other assets	383'646	27'664	10'842	818	422'971
Accrued income and prepayments	81'105	17'472	25'267	6'703	130'546
Total on-balance sheet assets	14'730'878	1'094'928	1'142'665	177'024	17'145'495
Delivery claims from forex spot, forex futures and forex options transactions	4'706'505	7'666'454	6'772'523	1'859'099	21'004'581
Total assets	19'437'384	8'761'381	7'915'188	2'036'124	38'150'077
Liabilities					
Due to banks	464'558	327'310	616'858	96'333	1'505'059
Due to customers (excluding savings deposits)	5'320'078	3'207'714	1'670'292	645'608	10'843'692
Savings deposits	1'654'099	2'804	0	0	1'656'903
Certified liabilities	655'196	3'754	0	-0	658'950
Other liabilities	470'951	20'021	11'906	412	503'291
Accrued expenses and deferred income	35'998	15'519	28'174	10'637	90'328
Provisions	17'721	14	0	0	17'735
Provisions for general banking risks	350'000	0	0	0	350'000
Share capital	154'000	0	0	0	154'000
Share premium	47'750	0	0	0	47'750
Legal reserves	390'550	0	0	0	390'550
Reserves for own shares	13'087	0	0	0	13'087
Other reserves	811'443	0	0	0	811'443
Profit carried forward	2'793	0	0	0	2'793
Profit for the year	99'913	0	0	0	99'913
Total on-balance sheet liabilities	10'488'138	3'577'136	2'327'231	752'991	17'145'495
Delivery liabilities from forex spot, forex futures and forex options transactions	8'946'098	5'192'337	5'604'316	1'358'731	21'101'482
Total liabilities	19'434'236	8'769'473	7'931'547	2'111'721	38'246'977
Net position per currency	3'148	- 8'092	- 16'359	- 75'597	- 96'900

17 Pledged or assigned assets and assets subject to reservation of ownership

in CHF thousands	31.12.2023	31.12.2022
Excluding lending transactions and pension transactions with securities		
Book value of pledged and assigned (as collateral) assets	182'570	198'850
Actual commitments	0	0
Lending transactions and pension transactions with securities		
Self-owned securities lent or delivered as collateral within the scope of securities lending or borrowing transactions, or self-owned securities transferred in connection with repurchase agreements	1'799	3'113
of which capable of being resold or further pledged without restrictions	1'799	3'113
Securities received as collateral within the scope of securities lending or securities received in connection with reverse repurchase agreements, which are capable of being resold or further pledged without restrictions	0	100'645
of which resold or further pledged securities	0	0

18 Maturity structure of assets, liabilities and provisions

in CHF thousands	Sight deposits	Callable	Due within 3 months	Due between 3 months to 12 months	Due between 12 months to 5 years	Due after 5 years	Immo-bilised	Total	
Assets									
Cash and balances with central banks	3'774'559	0	0	0	0	0	0	3'774'559	
Due from banks	339'244	80'000	480'000		171'011	400'324	0	1'470'579	
Loans	5'968	330'619	4'535'921	526'849	1'964'029	895'758	0	8'259'145	
of which mortgage loans	3'312	2'763	3'813'885	372'379	1'935'117	883'164	0	7'010'619	
Securities and precious metals held for trading	11	0	0	0	0	0	0	11	
Securities and precious metals holdings as current assets (excluding trading positions)	2'106'175	0	0	0	0	0	0	2'106'175	
Securities and precious metals holdings as fixed assets	68'331	189'329	0	0	0	0	0	257'660	
Other assets	819'601	3	173'988	79'974	42'120	71'358	90'323	1'277'366	
Total assets	31.12.2023	7'113'889	599'951	5'189'909	606'823	2'177'160	1'367'440	90'323	17'145'495
	31.12.2022	7'315'714	552'995	4'429'194	559'531	1'970'796	1'416'028	80'369	16'324'627
Liabilities and provisions									
Due to banks	603'000	0	745'422	156'638	0	0	0	1'505'059	
Due to customers	4'181'869	1'654'415	5'923'859	678'830	56'983	4'639	0	12'500'595	
of which savings deposits	0	1'646'380	9'208	1'315	0	0	0	1'656'903	
of which other liabilities	4'181'869	8'035	5'914'651	677'515	56'983	4'639	0	10'843'692	
Certified liabilities	0	0	2'042	44'563	197'721	414'623	0	658'950	
of which medium-term notes	0	0	2'042	44'563	47'721	14'623	0	108'950	
of which bonds issued	0	0	0	0	150'000	400'000	0	550'000	
Provisions (excluding provisions for general banking risks)	0	0	0	0	17'735	0	0	17'735	
Other liabilities	130'725		270'068	81'624	41'990	69'213	0	593'619	
Total liabilities and provisions	31.12.2023	4'915'594	1'654'415	6'941'391	961'655	314'429	488'475	0	15'275'959
	31.12.2022	7'286'642	1'997'509	3'842'524	747'046	299'371	360'258	0	14'533'350

Bonds and other fixed-interest securities that are due in the following financial year

466'932

Notes to off-balance sheet transactions

19 Contingent liabilities

in CHF thousands	31.12.2023	31.12.2022	+ / - %
Credit guarantees and similar instruments	12'414	24'662	- 49.7
Performance guarantees and similar instruments	14'461	8'294	74.4
Other contingent liabilities	8'172	7'695	6.2
Total contingent liabilities	35'046	40'650	- 13.8

20 Open derivative contracts

in CHF thousands	Trading instruments			Hedging instruments			
	Positive replacement value	Negative replacement value	Contract volume	Positive replacement value	Negative replacement value	Contract volume	
Interest rate instruments							
Swaps	0	0	0	72'727	38'447	2'445'260	
Foreign exchange contracts							
Forward contracts	226'883	323'783	20'895'591	0	0	0	
Options (OTC)	1'052	1'052	96'811	0	0	0	
Precious metals							
Options (OTC)	269	269	12'180	0	0	0	
Equity / Index contracts							
Options (OTC)	28	28	42'577	0	0	0	
Total excluding netting agreements	31.12.2023	228'232	325'133	21'047'158	72'727	38'447	2'445'260
	31.12.2022	254'401	264'009	21'643'794	104'505	46'600	1'924'847

Liechtensteinische Landesbank AG has concluded no netting agreements.

21 Fiduciary transactions

in CHF thousands	31.12.2023	31.12.2022	+ / - %
Fiduciary deposits with other banks	156'512	98'663	58.6
Fiduciary loans and other fiduciary financial transactions	2'551	2'940	- 13.3
Total fiduciary transactions	159'063	101'603	56.6

Notes to the income statement

22 Income from trading operations

in CHF thousands	2023	2022	+ / - %
Foreign exchange trading	130'985	90'298	45.1
Foreign note trading	- 926	- 223	314.9
Precious metals trading	2'004	2'175	- 7.9
Securities trading	9	46	- 81.2
Total net trading income	132'072	92'296	43.1

23 Personnel expenses

in CHF thousands	2023	2022	+ / - %
Salaries and compensations	- 108'604	- 96'440	12.6
Social benefits and retirement benefit plans	- 23'321	- 20'258	15.1
of which retirement benefit plans	- 15'852	- 13'762	15.2
Other personnel expenses	- 4'147	- 4'040	2.6
Total	- 136'071	- 120'738	12.7

The compensation of the Board of Directors and the Board of Management are disclosed in the [consolidated financial statement](#).

24 Administrative expenses

in CHF thousands	2023	2022	+ / - %
Occupancy expenses	- 4'401	- 3'876	13.6
Expenses for IT, machinery, vehicles and other equipment	- 26'131	- 21'830	19.7
Other business expenses	- 38'265	- 35'395	8.1
Total	- 68'797	- 61'101	12.6

25 Sundry ordinary income

in CHF thousands	2023	2022	+ / - %
Non-period income	142	100	41.9
Realised gains from the sale of fixed assets	3	4	- 18.8
Income from other services	35'891	32'411	10.7
Total sundry ordinary income	36'035	32'515	10.8

26 Other ordinary expenses

in CHF thousands	2023	2022	+ / - %
Losses on receivables	- 67	- 88	- 24.0
Operational risk	0	- 1'569	- 100.0
Sundry other ordinary expenses	- 489	- 518	- 5.6
Total other ordinary expenses	- 556	- 2'175	- 74.5

Risk management

Overview

LLB AG's risk policy is governed, in legal and operative terms, by the Liechtenstein Banking Law, the corresponding Banking Ordinance and the principles of the Basel Committee for Banking Supervision as well as by the bank's own statutes and business regulations. The ultimate responsibility for basic risk policy and for continually monitoring the bank's risk exposure lies with the Board of Directors. In fulfilling this function, it is supported by the Risk Committee. The Board of Management has overall responsibility for risk management. It is supported by separate expert risk committees. An independent Group Credit & Risk Management monitors compliance with the issued regulations.

Market risks

On the basis of its business activity, LLB AG is exposed primarily to interest rate fluctuation, share price and currency risks. The Group Risk Management Committee is responsible for managing risks associated with trading activities, and the Asset & Liability Committee for controlling interest rate fluctuation risks. These bodies limit risk exposure using sensitivity and value-at-risk analyses. Aggregate risks are analysed and worst-case scenarios are simulated on a regular basis.

Credit default risks

Credit and lending facilities are extended primarily in interbank business, in private and corporate client business mainly on a secured basis, and in business transactions with public authorities. The Group Credit Risk Committee is responsible for credit risk management. The bank pursues a conservative collateral lending policy. Credits and loans are granted within the scope of strict credit approval procedures. An internal rating system is employed to determine risk-related terms and conditions. A limits system based on the creditworthiness of the individual country is used to control country risks.

In order to ensure responsible lending and to take account of the increasing regulatory requirements, each property must be valued and the loan-to-value ratio determined. The valuation is made in accordance with professionally recognised methods and techniques. The internal work manual "Real Estate Valuations" forms the basis for determining a market-conforming loan-to-value ratio for real estate in the Swiss and Liechtenstein markets of the LLB Group. The decisive factor for the valuation method and tool to be applied is always the predominant use or the predominant income measured by the rental value.

- ◆ Single-family houses and condominiums for own use are generally valued hedonically in Switzerland and by the tangible asset method in Liechtenstein.
- ◆ Rented single-family houses and condominiums that are held for yield purposes are generally valued hedonically in Switzerland. In Liechtenstein, the valuation is carried out using the tangible asset method.
- ◆ Income-producing and investment properties in Switzerland and in Liechtenstein, such as apartment buildings, residential and commercial buildings, commercial properties, etc., are, as a rule, valued using the capitalised earnings value method.
- ◆ In the case of commercially owner-occupied properties, the capitalised earnings value is decisive, which is determined and verified in advance on the basis of the space rent reported in the borrower's income statement.
- ◆ Agricultural properties in Switzerland are valued according to the Ordinance on rural land rights. In Liechtenstein, these are valued using the tangible asset method.
- ◆ Valuations of building land are based on current market conditions.

Operational and legal risks

Internal regulations and directives concerning organisation and controls are employed to limit exposure to operative and legal risks. In formulating these instructions, the Board of Management is supported by the Operational Risk Committee. Compliance with these regulations is regularly checked by the Group Compliance and Group Operational Risk / ICS departments and by Group Internal Audit. External legal experts are brought in on a case-by-case basis to control and manage legal risks.

Liquidity risks

Liquidity risks are monitored and managed in accordance with the provisions of banking law.

Business policy concerning the use of derivative financial instruments

Within the scope of balance sheet management, interest rate swaps are concluded to hedge interest rate fluctuation risks. Furthermore, derivative financial instruments are employed primarily within the context of transactions for clients. Both standardised and OTC derivatives are traded for the account of clients.



Liechtensteinische Landesbank Aktiengesellschaft, Vaduz

**Statutory Auditor's Report
on the Financial Statements
to the General Meeting
2023 Financial Statements**



Statutory Auditor's Report

To the General Meeting of Liechtensteinische Landesbank Aktiengesellschaft, Vaduz

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Liechtensteinische Landesbank Aktiengesellschaft (Company), which comprise the balance sheet as at 31 December 2023, the income statement for the year then ended, and the notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements (pages 243 to 263) give a true and fair view of the financial position of the Company as at 31 December 2023 and its financial performance for the year then ended in accordance with Liechtenstein law.

Basis for Opinion

We conducted our audit in accordance with Liechtenstein law and International Standards on Auditing (ISAs). Our responsibilities under those provisions and standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report.

We are independent of the Company in accordance with the provisions of Liechtenstein law and the requirements of the audit profession, as well as the International Code of Ethics for Professional Accountants (including International Independence Standards) of the International Ethics Standards Board for Accountants (IESBA Code) and we have fulfilled our other ethical 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 opinion.

Key Audit Matters



RECOVERABILITY OF LOANS

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.



RECOVERABILITY OF LOANS

Key Audit Matter

As at 31 December 2023, the Bank reports loans of CHF 8.2 billion, representing 48.2 % of total assets.

Loans are valued at amortized cost, taking into account any allowances. Allowances for credit risks are determined by applying judgement and assumptions. This applies particularly to the creation of individual allowances for loans at risk of default.

Due to the existence of considerable scope for judgement in the method of calculating and measuring any need for allowances and the high amount of the balance sheet position, we consider the recoverability of loans to be a key audit matter.

Our response

Our audit procedures included the verification of key controls relating to the approval, recording and monitoring of loans. In this regard, we performed effectiveness tests of key controls on a sample basis.

For a sample of loans with specific allowances, we assessed whether the allowances made by the bank were appropriate.

We also tested a sample of loans that were not identified by the bank as potentially impaired and assessed whether, taking into account respective collaterals, there was a need for allowance.

Finally, we verified the complete and correct disclosure of the information in the notes to the financial statements in connection with the loans.

For further information on loans, refer to the following pages in the notes to the financial statements:

- Pages 248 to 250: Accounting policies and valuation principles
- Page 251: Notes to the balance sheet: 1 Type of collateral
- Page 255: Notes to the balance sheet: 10 Allowances and provisions

Other Information

The Board of Directors is responsible for the other information in the annual report. The other information comprises that information included in the annual report, but does not include the consolidated financial statements, the stand-alone financial statements, the consolidated management report, the stand-alone management report and our auditor's reports thereon.

Our opinion on the financial statements does not cover the other information, and we do not express any form of assurance conclusion thereon.

In connection with our audit, we have the responsibility to read the other information and to consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, on the basis of our work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors for the Financial Statements

The Board of Directors is responsible for the preparation of the financial statements that give a true and fair view in accordance with Liechtenstein law, and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Liechtenstein law and ISAs will always detect a material misstatement when it exists. 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 financial statements.

As part of an audit in accordance with Liechtenstein law and ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements or, whether due to fraud design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one 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 in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made.
- Conclude on the appropriateness of the Board of 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 our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. 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 continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Board of Directors and the Group Audit Committee 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.

We also provide the Board of Directors and the Group Audit Committee with a statement that we have complied with relevant ethical requirements regarding independence, and communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

From the matters communicated with the Board of Directors and the Group Audit Committee, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report, unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.



Report on Other Legal and Regulatory Requirements

Further Information pursuant to Article 10 of Regulation (EU) No 537/2014

We were elected as statutory auditor by the General Meeting on 5 May 2023. We have been the statutory auditor of the Company without interruption since the financial year ending on 31 December 2021.

We declare that the audit opinions contained in this statutory auditor's report are consistent with the additional report to the Group Audit Committee pursuant to Article 11 of Regulation (EU) No 537/2014.

We have provided the following services, which were not disclosed in the financial statements or in the management report, in addition to the statutory audit for the audited company or for the companies controlled by it:

- Regulatory audit according to the applicable requirements
- Tax services in accordance with Article 46 WPG as well as regulatory and other consulting services

Further, we declare that no prohibited non-audit services pursuant to Article 5 para. 1 Regulation (EU) No. 537/2014 were provided.

Further Confirmations pursuant to Article 196 PGR

The management report (page 242) has been prepared in accordance with the applicable legal requirements, is consistent with the financial statements and, in our opinion, based on the knowledge obtained in the audit of the financial statements and our understanding of the Company and its environment does not contain any material misstatements.

We further confirm that the financial statements and the proposed appropriation of retained earnings comply with Liechtenstein law and the articles of incorporation. We recommend that the accompanying financial statements submitted to you be approved.

KPMG (Liechtenstein) AG

Moreno Halter
Chartered Accountant
Auditor in Charge

Philipp Rickert
Chartered Accountant (CH)

Vaduz, 23 February 2024