

HETA ASSET RESOLUTION AG i.A.

Publication of annual financial statement 2023 and financial plan 2024

Wien/Klagenfurt am Wörthersee, April 26th 2024

- The annual financial statement shows a positive result from ordinary activities (EBT) of EUR +0.7 million for 2023.
- In the published financial plan 2024, which reflects the wind-down period until 2027, further distributions (liquidation participation payments) are assumed; the overall recovery rate is expected to be 90.25% (no change to the financial plan 2023).
- As part of the first liquidation participation payment, approximately EUR 60 million will be distributed in the first half of May 2024 to the holders of the debt instrument "Liquidation Participation", i.e. the creditors of the eligible non-subordinated liabilities.

About the company

HETA ASSET RESOLUTION AG i.A. (HETA), which emerged from the former Hypo Alpe-Adria-Bank-International AG, has been in the status of liquidation under the Austrian Stock Corporation Act (AktG) since 1 January 2022.

Annual Financial Statement as of 31 December 2023

HETA's balance sheet was reduced to EUR 244.6 million in the 2023 financial year compared to the past year (EUR 675.3 million). This decrease was largely due to the liquidation participation payment (LBZ) in the amount of EUR 411 million in June 2023.

Cash and cash equivalents (balances with banks and investments with the Republic of Austria) decreased by EUR 414.3 million over the course of the year from EUR 638.9 million to EUR 224.6 million. Out of this EUR 411 million is based on the LBZ in 2023.

The liabilities side of the company mainly consists of provisions. The provisions decrease compared to the previous year (EUR 648.0 million) to EUR 231.3 million. The decrease is mainly explained by the LBZ in 2023. Of this, the provision for uncertain liabilities in connection with the resolution process amounts to EUR 83.3 million. The liquidation capital is shown as EUR 0.

The company reports earnings before taxes of EUR +0.7 million for 2023. The main earnings drivers result from the reversal of provisions, the assessment of risk positions and interest income through the investment of liquid assets.

Financial Plan 2024

In the 2024 financial plan approved by the Supervisory Board in March 2024, it is assumed that the winddown process will be completed by 2027. Until then, the remaining obstacles to liquidation – in particular pending legal proceedings, contractual obligations and remaining participations – are to be resolved or wound-down in a value-preserving manner and the company prepared for deletion from the company register. In the 2024 financial plan, a recovery rate of 90.25% is expected, which is unchanged to the financial plan 2023.

Liquidation Participation Payments

Based on the review of the conditions laid down in the liquidation participation, the liquidators of HETA came to the conclusion that a liquidation participation payment in 2024 totaling around EUR 60 million can be made. This results in a liquidation participation ratio of 0.5%. This payment was approved at the Annual General Assembly on 25 April 2024. The payout will be processed in the first half of May.

Publications

The annual financial statement 2023 and a summary presentation (incl. financial plan 2024) will be published on the homepage of HETA (www.heta-asset-resolution.com → investors → financial reports & presentations).

For further information:

HETA ASSET RESOLUTION AG i.A.

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