

Quarterly Statement as at 31 March 2026 Wüstenrot & Württembergische AG

Performance of business operations

According to preliminary estimates by the Federal Statistical Office, the German economy recorded a 0.3% increase in real gross domestic product (GDP) in the first quarter of 2026. Private and public consumption expenditure were the main contributors to this growth. The geopolitical crisis in the Middle East is currently weighing on the German economy, particularly through significantly higher energy prices, leading to increased uncertainty regarding future economic developments.

Against this backdrop, the W&W Group got off to a good start in 2026. Whilst new business performance varied across the individual segments in the first three months of the financial year, the portfolio grew in all segments.

A closer look at the developments: The construction loan portfolio rose from €30.1 billion to €30.4 billion. Insurance revenue (underwriting income) in accordance with IFRS 17 also increased. In the personal insurance segment, it rose by 3.6% to €348 million (previous year: €336 million), whilst in the property/ casualty insurance segment it grew by 6.5% to €755 million (previous year: €709 million).

In the housing segment, new business volume was lower than in the previous year. Total premiums in life insurance rose by 6.6%. In the property/casualty insurance segment, new business remained at the previous year's level. The positive performance in the motor vehicle and retail customer segments is being overshadowed by measures to improve profitability in the corporate customer business.

Selected Group key figures

	1/1/2026 to 31/3/2026	1/1/2025 to 31/3/2025	Change
	in € millions	in € millions	in %
Building loan portfolio ¹	30,448	30,116	+1.1
New business volume housing (new lending business & new home loan savings business (gross))	3,910	4,395	-11.0
Insurance revenue life and health insurance segment	348	336	+3.6
Total premiums in new life insurance business	948	889	+6.6
Insurance revenue property/casualty insurance segment	755	709	+6.5
Annual portfolio premium (new and replacement business; property/casualty insurance)	186	189	-1.6

¹ Values as at 31 March 2026 and 31 December 2025.

The earnings performance at the start of the year underscores the objective of once again increasing both the consolidated profit under IFRS and the profit under the German Commercial Code (HGB) in W&W AG's annual financial statements for the current financial year.

As expected, the housing segment got off to a stronger start in 2026 thanks to an improved financial result. In personal insurance, the trend in operating profit remained stable. In property/casualty insurance, increases in premium income driven by portfolio growth, combined with a moderate claims trend, led to another good underwriting result, although it was somewhat weaker than in the exceptional previous year. Overall, the Group's earnings performance was therefore encouraging.

Capital ratios continued to perform well.

Outlook

With a view to 2026 as a whole, we are maintaining the earnings forecasts from the annual report. We are targeting a consolidated net income (IFRS) of between €120 million and €150 million. This forecast is subject to the proviso that there are no capital market disruptions, economic downturns or unforeseeable major loss events in the remainder of the year.