

VOLKSWAGEN BANK

G M B H

HALF-YEARLY FINANCIAL REPORT

JANUARY – JUNE

2025

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Key Figures

€ million	June 30, 2025	Dec. 31, 2024
Total assets	148,724	140,588
Loans to and receivables from customers attributable to		
Retail financing	29,933	29,021
Dealer financing	16,908	16,598
Leasing business	26,400	26,290
Lease assets ¹	40,017	36,548
Deposits received in the direct banking business ¹	63,603	56,044
Equity	21,761	21,347

1 As a consequence of the restructuring under company law and in contrast to last year's reporting, these key figures were included for the first time.

€ million	H1 2025	H1 2024
Operating result	971	421
Profit before tax	970	444
Profit after tax	654	261

Percent	June 30, 2025	Dec. 31, 2024
Equity ratio ¹	14.6	15.2

Percent	March 31, 2025 ²	Dec. 31, 2024
Common Equity Tier 1 capital ratio ¹	16.2	16.1
Tier 1 capital ratio ¹	16.2	16.1
Total capital ratio ¹	16.2	16.1

Headcount	June 30, 2025	Dec. 31, 2024
Employees	4,667	4,640

1 Regulatory ratios in accordance with Article 92(1) of the CRR.

2 The regulatory capital ratios as of March 31, 2025 are presented here. The capital ratios as of June 30, 2025 will be calculated within the required time frame stipulated by the banking regulator by no later than August 11, 2025.

RATING (AS OF JUNE 30)	STANDARD & POOR'S			MOODY'S INVESTORS SERVICE			FITCH RATINGS LIMITED		
	Short-term	Long-term	Outlook	Short-term	Long-term	Outlook	Short-term	Long-term	Outlook
Volkswagen Bank GmbH	A-2	BBB+	stable	P- 1	A1	negative	F1	A	negative

All figures shown in the report are rounded, so minor discrepancies may arise when amounts are added together. The comparative figures from the previous fiscal year are shown in parentheses directly after the figures for the current fiscal year.

Report on Economic Position

OVERALL ASSESSMENT OF THE COURSE OF BUSINESS

The Management Board of Volkswagen Bank GmbH considers the course of business in the year 2025 to date to have been satisfactory. In particular, the restructuring under company law in the previous year with the inclusion of Volkswagen Leasing GmbH in the Volkswagen Bank GmbH Group had an effect. While the leasing business, retail financing and dealer financing subportfolios recorded a slightly positive development in the first half of the year, intragroup credit approvals rose from €9.2 billion to €15.0 billion fueled by further growth in deposits. Compared with the same period of the prior year, profit before tax increased from €444 million to €970 million.

The credit risk exposure increased further compared with December 2024. The increase is mainly due to the retail portfolio and the strong demand for our products in Germany, Italy and France. The portfolio quality of the credit risk remained stable.

The residual value portfolio of Volkswagen Bank GmbH continued to grow compared to the end of the previous fiscal year. At the same time, residual value risks increased slightly, which is reflected in the risk provisioning and was mainly attributable to the normalization of the sales results and the lower residual values of first-generation electric vehicles. The individual developments continue to be closely monitored.

GENERAL ECONOMIC DEVELOPMENT

The global economy as a whole remained on a growth path in the first half of 2025, showing momentum on a par with the year before. In comparison, the group of emerging markets recorded a somewhat stronger increase in the growth rate, while growth in the advanced economies tapered off slightly overall. Geopolitical uncertainty, particularly precipitated by US trade policy, dampened sentiment among market participants and counteracted the effects of declining inflation rates in many countries and a loosening of monetary policy.

The economy in Western Europe exhibited positive growth overall in the first half of this year, at a higher level than the prior year. Development in Northern and Southern Europe was largely similar. In response to declining inflation rates, the European Central Bank continued its key interest rate cuts it had begun in June 2024 in several steps.

Germany recorded slightly positive economic growth in the reporting period with performance that was therefore somewhat better than in the prior-year comparative period. Compared with the same period of the prior year, the seasonally adjusted unemployment figures rose further on average. After reaching historically high levels in late 2022, monthly inflation rates have since fallen broadly in step with the eurozone average.

The economies in Central and Eastern Europe recorded an overall growth in the first six months of 2025 that was lower than in the prior-year period.

TRENDS IN THE MARKETS FOR FINANCIAL SERVICES

Demand for automotive financial services was at a high level in the first half of 2025.

The volume of the European passenger car market was down slightly year-on-year in the reporting period. Unit sales of financial services products exceeded the figure for the previous year. A positive trend was also recorded for unit sales of after-sales products such as servicing, maintenance and spare parts agreements.

New vehicle registrations in Germany were slightly lower than in the same period of the previous year in the period January to June 2025. However, the number of new contracts in the financial services business continued to expand. This trend is attributable to the leasing business with individual customers; the corresponding business with fleet customers and new vehicle financing remained on a level with the previous year. New vehicle penetration exceeded both the previous year's figure and expectations, while the used vehicle business also performed positively. The number of new contracts for services remained at the previous year's level in the reporting period. New insurance contracts declined as a result of non-recurring factors affecting individual products.

TRENDS IN THE MARKETS FOR PASSENGER CARS AND LIGHT COMMERCIAL VEHICLES

From January to June 2025, the volume of the global passenger car market was up slightly on the prior-year figure, with varying performance in the individual regions. While market volumes in Western Europe and Central and Eastern Europe fell, North America, South America, Asia-Pacific, Africa and the Middle East developed favorably. The market for all-electric vehicles (BEVs) increased strongly compared with the prior-year period, with its share of the underlying market volume rising to 14.6 (12.0) %.

The global volume of new registrations of light commercial vehicles between January and June 2025 was in the range of the previous year.

In Western Europe, the number of new passenger car registrations declined in the first half of 2025 and was in the same range as in the previous year. The performance of the large individual passenger car markets in this region was mixed. While the United Kingdom grew slightly and Spain significantly, the market volume in France declined noticeably and in Italy slightly.

The volume of new registrations for light commercial vehicles in Western Europe was significantly lower in the reporting period than for the same period of the previous year.

The number of new passenger car registrations in Germany from January to June 2025 was down slightly on the prior-year level, though demand for all-electric vehicles and plug-in hybrids rose. However, demand for vehicles with conventional drives was weaker. Production in Germany increased to 2.2 million vehicles (+ 4.1 %) in the first six months of 2025, with passenger car exports rising to 1.7 million units (+ 3.3 %).

The number of light commercial vehicles sold in Germany in the first two quarters of 2025 was significantly down on the figure for the same period in 2024.

In the Central and Eastern Europe region, there was a significant contraction in the volume of the passenger car market in the reporting period. Positive movement was recorded in the number of vehicles sold in Poland and the Czech Republic, the major markets of Central Europe.

From January to June 2025, the market volume of light commercial vehicles in Central and Eastern Europe was significantly below the prior-year level.

SIGNIFICANT CHANGES IN EQUITY INVESTMENTS

Effective February 3, 2025, Volkswagen Bank GmbH, with its registered office in Braunschweig, Germany, sold its entire equity investment in VOLKSWAGEN Finančné služby Slovensko s.r.o., with its registered office in Bratislava, Slovakia, to Porsche Bank AG and Porsche Versicherungs AG, based in Salzburg, Austria.

The objective of the project was a strategic realignment of the markets between Porsche Bank AG and Volkswagen Financial Services AG.

Effective February 25, 2025, the 1 % equity investment in OOO Volkswagen Bank RUS, Moscow, was sold to external investors.

There were no other significant changes in equity investments.

FINANCIAL PERFORMANCE

The companies in the Volkswagen Bank GmbH Group performed satisfactorily in the first half of 2025. A comparison with the same period of the prior year illustrates the impact of the restructuring under company law particularly clearly. Profit before tax amounted to €970 million and was higher than in the prior-year period (€444 million). At €1,651 million, interest income was on a level with the prior year because the expansion of the business volume, in particular in intragroup credit approvals, was offset by a general drop in interest rates. By contrast, interest expenses rose from €1,002 million to €1,567 million, notably due to the inclusion of Volkswagen Leasing GmbH in the Volkswagen Bank GmbH Group. This also had an impact on net income from leasing transactions, which rose by €1,439 million to €1,699 million, and the net additions to provisions for credit risks with a €168 million increase to €270 million.

General and administrative expenses rose from €409 million to €708 million. Net other operating income increased by €74 million to €93 million. Net income from service contracts rose by €152 million to €142 million.

Including the net fee and commission income of €–13 million, the net loss on financial instruments measured at fair value of €–5 million, the net loss on hedges of €–50 million and the other components of profit or loss, the Volkswagen Bank GmbH Group generated profit after tax of €654 million (previous year: €261 million).

NET ASSETS AND FINANCIAL POSITION

The following disclosures on net assets and financial position relate to the changes compared with the balance sheet date of December 31, 2024.

Lending business

The lending business of the Volkswagen Bank GmbH Group mainly consists of leasing business and vehicle-related loans granted to retail customers, business customers and dealers. These portfolios amounted to a total of €113.3 billion (previous year: €108.5 billion) and accounted for approximately 76.2 % of the Group's total assets.

The leasing business, which in the case of finance leases is reported in the “Loans to and receivables from customers” balance sheet item and, in the case of operating leases, in the “Lease assets” item, rose from €62.8 billion to €66.4 billion. At €29.9 billion (previous year: €29.0 billion), the volume of retail financing was up on the prior-year level. By contrast, in dealer finance, which comprises financing for inventory vehicles, working capital and investment loans, the volume of loans and receivables remained almost constant at €16.9 billion (previous year: €16.6 billion).

The total assets of the Volkswagen Bank GmbH Group increased from €140.6 billion to €148.7 billion compared to the position at the end of the previous year. The rise is due especially to the increase in intragroup credit approvals to €15.0 billion (previous year: €9.2 billion).

KEY FIGURES BY SEGMENT AS OF JUNE 30, 2025

in thousands ¹	VW Bank Group	of which: Germany	of which: Italy	of which: France	of which: Spain	of which: Other branches/ subsidiaries
Current contracts ²	8,379	5,393	1,263	1,232	323	168
Automotive retail financing	1,871	935	377	134	310	116
Consumer retail financing	117	104	–	–	8	4
Leasing business	2,534	1,933	145	432	4	19
Service/insurance	3,857	2,422	741	666	–	28
New contracts ²	1,573	963	257	253	51	50
Automotive retail financing	334	146	73	31	46	38
Consumer retail financing	4	3	–	–	–	1
Leasing business	526	399	38	77	4	7
Service/insurance	710	416	145	144	–	4
€ million						
Loans to and receivables from customers attributable to						
Retail financing	29,933	16,596	6,498	798	4,774	1,267
Direct banking	418	384	–	–	2	32
Dealer financing	16,908	7,674	1,430	2,436	984	4,385
Leasing business	26,400	22,168	88	3,857	13.0	274
Lease assets	40,017	31,092	3,478	5,328	119	–
Percent						
Penetration rates ³	47.3	69.0	60.3	60.1	27.8	10.0

1 All figures shown are rounded; minor discrepancies may arise from addition of these amounts.

2 Current contracts and new contracts in each case in relation to the markets shown for the Volkswagen Bank GmbH Group

3 Ratio of new contracts for new Group vehicles to deliveries of Group vehicles in each case in relation to the markets shown for the Volkswagen Bank GmbH Group

Deposit business and borrowings

The most significant liability item was liabilities to customers, which rose by €7.7 billion to €91.1 billion compared with the previous year. It included direct banking deposits, in particular, with a volume of €63.6 billion (previous year: €56.0 billion). In addition to the security provided by statutory deposit guarantees, Volkswagen Bank GmbH was also covered by its membership in the Deposit Protection Fund of the Association of German Banks (Bundesverband deutscher Banken e.V.) as of the reporting date.

At €30.7 billion, notes and commercial paper issued overall accounted for a large share of Volkswagen Bank GmbH Group's funding.

Equity

Volkswagen Bank GmbH Group's subscribed capital remained unchanged at €318 million. Equity in accordance with IFRSs after taking into account reserves was €21.8 billion as of the reporting date (previous year: 21.3 billion).

This resulted in an equity ratio of 14.6 % based on total assets of €148.7 billion.

The regulatory capital ratios were determined in accordance with the Credit Risk Standardized Approach (CRSA) and the standardized approach for operational risk.

Report on Opportunities and Risks

REPORT ON OPPORTUNITIES

Macroeconomic opportunities

In a challenging market environment, the Management Board of Volkswagen Bank GmbH anticipates that the number of deliveries to customers by the Volkswagen Group in 2025 will be on a level with the previous year. Volkswagen Bank GmbH supports sales of vehicles by supplying financial services products.

The macroeconomic environment could also create opportunities for the Volkswagen Bank GmbH Group if inflation takes a more positive path than anticipated, for example, or if geopolitical tensions ease and economic growth proves stronger as a result.

Strategic opportunities

The Volkswagen Bank GmbH Group is continuing to pursue a strategy that focuses on the digitalization and optimization of all processes, systems and products. The aim is to make all key products also available online.

Moreover, the Company wants to leverage the opportunities for growth more and more in the areas of used vehicle financing and leasing. The Volkswagen Bank GmbH Group sees further opportunities in the development of innovative products that are geared to the changing mobility requirements of customers. Growth areas such as mobility products and service offerings are being systematically developed and expanded within the integrated Volkswagen Leasing GmbH.

By pooling its activities in a European financial services provider and through the spin-off of Volkswagen Leasing GmbH to Volkswagen Bank GmbH, Volkswagen Bank GmbH can use its funding strength to expand the leasing business in Germany and Europe.

With customers increasingly preferring to lease vehicles rather than seek finance for their purchase, and with business expected to grow, the new Group structure will extend not only to the placement of bonds and ABS transactions, but also in particular to the use of funding opportunities of Volkswagen Bank GmbH, such as the planned significant increase in customer deposits to fund the planned business growth at Volkswagen Leasing GmbH and for the companies of the European financial holding company, Volkswagen Financial Services AG.

The restrictions in the form of large exposure limits no longer apply following the reorganization; consequently the funds from funding options of Volkswagen Bank GmbH can be used in full to fund Volkswagen Leasing GmbH as well.

RISK REPORT

There were no material changes in the reporting period compared with the information provided in the report on opportunities and risks in the 2024 Annual Report.

Report on Expected Developments

Our planning is based on the assumption that global economic output will grow overall in 2025 at a slightly slower pace than in 2024. Declining inflation in major economic regions and the resulting easing of monetary policy are expected to boost consumer demand. We continue to believe that risks will arise from increasing fragmentation of the global economy and protectionist tendencies, turbulence in the financial markets and structural deficits in individual countries. In addition, continuing geopolitical tensions and conflicts are weighing on growth prospects; risks are associated in particular with the Russia-Ukraine conflict, the confrontations in the Middle East, as well as the uncertainties regarding the political orientation of the USA and the corresponding measures that the new US administration is planning or has already implemented. We assume that both the advanced economies and the emerging markets will record somewhat weaker momentum on average than that of the previous reporting year.

The trend in the automotive industry closely follows global economic developments. We assume that competition in the international automotive markets will intensify further. Crisis-related disruption to the global supply chain and the resulting impact on vehicle availability may weigh on the volume of new registrations. Moreover, sudden new or intensified geopolitical tension and conflicts could lead in particular to rising prices for materials and declining availability of energy.

We predict that trends in the markets for passenger cars in the individual regions will be mixed but predominantly positive in 2025. Overall, the global volume of new car sales is expected to be on a level with that recorded in the prior year. For 2025, we also anticipate that the volume of new passenger car registrations in Western Europe will be on a level with the previous year. In the German passenger car market, we expect the volume of new registrations in 2025 to be similar to the prior-year level. Sales of passenger cars in 2025 are expected to significantly exceed the prior-year figures overall in markets in Central and Eastern Europe – subject to the further development of the Russia-Ukraine conflict. The sales volume in the markets for passenger cars and light commercial vehicles (up to 6.35 tonnes) in North America overall and in the United States in 2025 is forecast to be noticeably lower than in the previous year. We anticipate a noticeable increase overall in new registrations in the South American markets in 2025 compared with the previous year. The passenger car markets in the Asia-Pacific region in 2025 are expected to be up slightly on the prior-year level.

Trends in the markets for light commercial vehicles in the individual regions will be mixed; on the whole, we expect the sales volume for 2025 to be similar to the previous year's figure.

We assume that automotive financial services will prove highly important to global vehicle sales in 2025, in combination with the development of the vehicle markets.

Current contracts and business volume in 2025 are expected to be significantly above the levels in fiscal year 2024. The volume of deposits is anticipated to be also significantly higher than in the prior year due to sales measures initiated to help cover the increased funding requirements associated with the integration of Volkswagen Leasing GmbH in a cost-optimized manner.

The figures for new contracts and penetration are likely to increase very strongly compared to the prior year, in particular because the leasing business in Germany and Italy were not integrated until the second half of 2024. New contracts are expected to be significantly above the prior year and penetration at the level of 2024 in relation to indicative new contracts.

The presentation of the key financial performance indicators for 2024 was adjusted to allow a statement to be made about the full-year performance, in order to ensure comparability and adequate management. For this purpose, the Management Board was provided with indicative actual and target figures for the expected full year under the new structure, based on simulated implementation effective January 1, 2024.

Against the backdrop of the aforementioned effects, an operating result very strongly above the prior year is projected for fiscal year 2025. A result that is also very strongly above the prior year is expected in relation to an indicative full-year result.

The projected earnings trend shows a return on equity very strongly above the prior-year level in 2025. A return on equity strongly above the prior year is expected in relation to an indicative full-year result.

For the overhead ratio we project a figure very strongly above the prior year. The overhead ratio is expected to be at the prior-year level in relation to an indicative full-year result.

This report contains forward-looking statements on the future business development of the Volkswagen Bank GmbH Group. These statements are based on assumptions relating to changes in the economic, political and legal environment in individual countries, economic regions and markets, in particular for financial services and the automotive industry; these assumptions have been made on the basis of the information available and the Volkswagen Bank GmbH Group currently considers them to be realistic. The estimates given entail a degree of risk, and actual developments may differ from those forecast. If material parameters relating to the most important sales markets vary from the assumptions, or material changes arise from the exchange rates, commodity and energy prices or supply of parts relevant to the Volkswagen Group, the performance of the business will be affected accordingly. In addition, expected business performance may vary if the key performance indicators and risks and opportunities presented in the 2024 Annual Report turn out to be different from current expectations, or additional risks and opportunities or other factors emerge that affect the development of the business. No obligation is assumed to update any forward-looking statements made in this report, except as required by law.

Income Statement

of the Volkswagen Bank GmbH Group

€ million	Note	Jan. 1 – June 30, 2025	Jan. 1 – June 30, 2024 restated ¹	Change in percent ²
Interest income from lending transactions and marketable securities		1,651	1,634	1.0
Income from leasing transactions		10,364	908	X
Depreciation, impairment losses and other expenses from leasing transactions		–8,666	–648	X
Net income from leasing transactions	1	1,699	260	X
Interest expense		–1,567	–1,002	56.3
Income from service contracts		1,167	50	X
Expenses from service contracts		–1,026	–61	X
Net income from service contracts	2	142	–10	X
Provision for credit risks		–270	–101	X
Fee and commission income		77	70	11.0
Fee and commission expenses		–90	–32	X
Net fee and commission income		–13	38	X
Net gain or loss on hedges		–50	–18	X
Net gain/loss on financial instruments measured at fair value		–5	11	X
General and administrative expenses	3	–708	–404	75.1
Other operating income		388	43	X
Other operating expenses		–296	–28	X
Net other operating income/expenses		93	14	X
Operating result		971	421	X
Share of profits and losses of equity-accounted investments		–	17	X
Net gain/loss on miscellaneous financial assets		0	7	–99.4
Other financial gains or losses		–2	–1	X
Profit before tax		970	445	X
Income tax expense		–316	–184	72.1
Profit after tax		654	261	X
Profit after tax attributable to Volkswagen Financial Services AG (previous year: Volkswagen AG)		654	261	X
German GAAP profit attributable to Volkswagen Financial Services AG (previous year: Volkswagen AG) in the event of profit transfer		310	283	9.2

1 Change to the comparative prior-year's income statement items "General and administrative expenses", "Other financial gains or losses" and "Income tax expenses" according to the disclosures on the corrected accounting for provisions for Time Assets in the "Change to comparative prior-year figures" section

2 Material changes result, among other things, from income and expenses, which must be taken into account within the Volkswagen Bank GmbH Group with the inclusion of Volkswagen Leasing GmbH in the basis of consolidation as of July 1, 2024.

Statement of Comprehensive Income

of the Volkswagen Bank GmbH Group

€ million	Jan. 1 – June 30, 2025	Jan. 1 – June 30, 2024 restated ¹
Profit after tax	654	261
Pension plan remeasurements recognized in other comprehensive income		
Pension plan remeasurements recognized in other comprehensive income, before tax	63	12
Deferred taxes relating to pension plan remeasurements recognized in other comprehensive income	-19	-4
Pension plan remeasurements recognized in other comprehensive income, net of tax	44	8
Fair value valuation of equity instruments that will not be reclassified to profit or loss, net of tax	0	0
Share of other comprehensive income of equity-accounted investments that will not be reclassified to profit or loss, net of tax	-	-
Items that will not be reclassified to profit or loss	44	9
Exchange differences on translating foreign operations		
Gains/losses on currency translation recognized in other comprehensive income	-7	8
Transferred to profit or loss	-	-
Exchange differences on translating foreign operations, before tax	-7	8
Deferred taxes relating to exchange differences on translating foreign operations	-	-
Exchange differences on translating foreign operations, net of tax	-7	8
Hedging transactions		
Fair value changes recognized in other comprehensive income (OCI I)	74	-1
Transferred to profit or loss (OCI I)	-78	23
Cash flow hedges (OCI I), before tax	-4	22
Deferred taxes relating to cash flow hedges (OCI I)	1	-7
Cash flow hedges (OCI I), net of tax	-3	15
Fair value changes recognized in other comprehensive income (OCI II)	-	-
Transferred to profit or loss (OCI II)	-	-
Cash flow hedges (OCI II), before tax	-	-
Deferred taxes relating to cash flow hedges (OCI II)	-	-
Cash flow hedges (OCI II), net of tax	-	-
Fair value valuation of debt instruments that may be reclassified to profit or loss		
Fair value changes recognized in other comprehensive income	56	-2
Transferred to profit or loss	-5	-2
Fair value valuation of debt instruments that may be reclassified to profit or loss, before tax	51	-4
Deferred taxes relating to fair value valuation of debt instruments that may be reclassified to profit or loss	-15	4

€ million	Jan. 1 – June 30, 2025	Jan. 1 – June 30, 2024 restated ¹
Fair value valuation of debt instruments that may be reclassified to profit or loss, net of tax	36	0
Share of other comprehensive income of equity accounted investments that may be reclassified to profit or loss, net of tax	–	–
Items that may be reclassified to profit or loss	26	23
Other comprehensive income, before tax	102	38
Deferred taxes relating to other comprehensive income	–33	–6
Other comprehensive income, net of tax	69	32
Total comprehensive income	723	293
Total comprehensive income attributable to Volkswagen Financial Services AG (previous year: Volkswagen AG)	723	293

1 Change to comparative prior-year figures according to the disclosures on the corrected accounting for provisions for Time Assets in the “Change to comparative prior-year figures” section

Material changes result, among other things, from the inclusion of Volkswagen Leasing GmbH in the basis of consolidation of Volkswagen Bank GmbH as of July 1, 2024.

Balance Sheet

of the Volkswagen Bank GmbH Group

€ million	Note	June 30, 2025	Dec. 31, 2024	Change in percent
Assets				
Cash reserve		9,919	12,444	-20.3
Loans to and receivables from banks		532	594	-10.4
Loans to and receivables from customers attributable to				
Retail financing		29,933	29,021	3.1
Dealer financing		16,908	16,598	1.9
Leasing business		26,400	26,290	0.4
Other loans and receivables		16,995	11,403	49.0
Total loans to and receivables from customers		90,236	83,311	8.3
Value adjustment on portfolio fair value hedges		43	83	-48.6
Derivative financial instruments		313	205	52.6
Marketable securities		3,938	3,743	5.2
Miscellaneous financial assets		0	0	0
Intangible assets	4	2	3	-10.2
Property and equipment	4	17	17	1.2
Lease assets	4	40,017	36,548	9.5
Investment property		16	17	-2.9
Deferred tax assets		741	726	2.0
Current tax assets		69	33	X
Other assets		2,880	2,840	1.4
Assets held for sale (IFRS 5)		-	25	X
Total		148,724	140,588	5.8

€ million	Note	June 30, 2025	Dec. 31, 2024	Change in percent
Equity and Liabilities				
Liabilities to banks		420	313	34.4
Liabilities to customers		91,057	83,367	9.2
Notes, commercial paper issued		30,717	30,335	1.3
Derivative financial instruments		390	427	-8.7
Provisions for pensions and other post-employment benefits		118	156	-23.9
Other provisions		163	173	-5.8
Deferred tax liabilities		1,931	1,827	5.7
Current tax liabilities		269	589	-54.3
Other liabilities		1,768	1,874	-5.7
Subordinated capital		129	180	-28.2
Equity		21,761	21,347	1.9
Subscribed capital		318	318	-
Capital reserves		12,272	12,272	-
Retained earnings		9,253	8,865	4.4
Other reserves		-83	-108	-23.3
Total		148,724	140,588	5.8

Statement of Changes in Equity

of the Volkswagen Bank GmbH Group

€ million	OTHER RESERVES							Total equity
	Subscribed capital	Capital reserves	Retained earnings	Currency translation	Hedging transactions		Equity and debt instruments	
					Cash flow hedges (OCI I)	Deferred hedging costs (OCI II)		
Balance as of Jan. 1, 2024	318	8,881	2,042	-56	-1	-	-141	11,043
Changes due to the corrected accounting for provisions for Time Assets ¹	-	-	-10	-	-	-	-	-10
Balance as of Jan. 1, 2024 adjusted	318	8,881	2,032	-56	-1	-	-141	11,033
Profit after tax ¹	-	-	261	-	-	-	-	261
Other comprehensive income, net of tax	-	-	8	8	15	-	0	32
Total comprehensive income ¹	-	-	269	8	15	-	0	293
Capital increases	-	-	-	-	-	-	-	-
Other changes ²	-	-	-283	-	-	-	-	-283
Balance as of June 30, 2024 ¹	318	8,881	2,018	-48	14	-	-141	11,042
Balance as of Jan. 1, 2025	318	12,272	8,865	-41	15	-	-82	21,347
Profit after tax	-	-	654	-	-	-	-	654
Other comprehensive income, net of tax	-	-	44	-7	-3	-	35	69
Total comprehensive income	-	-	698	-7	-3	-	35	723
Capital increases	-	-	-	-	-	-	-	-
Other changes ²	-	-	-310	0	-	-	0	-310
Balance as of June 30, 2025	318	12,272	9,253	-48	12	-	-47	21,761

1 Change to comparative prior-year figures according to the disclosures on the corrected accounting for provisions for Time Assets in the "Change to comparative prior-year figures" section

2 The figures show the share of HGB profit attributable to Volkswagen Financial Services AG (previous year: Volkswagen AG).

Cash Flow Statement

of the Volkswagen Bank GmbH Group

€ million	Jan. 1 – June 30, 2025	Jan. 1 – June 30, 2024 restated ¹
Profit before tax	970	445
Depreciation, amortization, impairment losses and reversals of impairment losses	2,873	333
Change in provisions	-47	-21
Change in other noncash items	-7	-31
Loss on disposal of financial assets and items of property and equipment	0	-
Net interest expense and dividend income	-772	-719
Other adjustments	0	54
Change in loans to and receivables from banks	0	-2
Change in loans to and receivables from customers	-7,144	-1,725
Change in lease assets	-6,178	-745
Change in other assets related to operating activities	-22	-195
Change in liabilities to banks	107	276
Change in liabilities to customers	7,932	16,988
Change in notes, commercial paper issued	414	-1,366
Change in other liabilities related to operating activities	-106	85
Interest received	2,339	1,722
Dividends received	0	0
Interest paid	-1,567	-1,002
Income taxes paid	-616	-193
Cash flows from operating activities	-1,824	13,902
Proceeds from disposal of investment property	0	-
Acquisition of investment property	-	-
Proceeds from disposal of subsidiaries and joint ventures	25	-
Acquisition of subsidiaries and joint ventures	-	-
Proceeds from disposal of other assets	0	-54
Acquisition of other assets	-2	-1
Change in investments in marketable securities	-149	395
Cash flows from investing activities	-126	341
Proceeds from changes in capital	-	-
Distribution/profit transfer to Volkswagen Financial Services AG (previous year: Volkswagen AG)	-582	-621
Loss assumed by Volkswagen Financial Services AG (previous year: Volkswagen AG)	-	-2
Change in cash funds attributable to subordinated capital	-51	-10
Repayment of liabilities arising from leases	-3	-2
Cash flows from financing activities	-636	-635

€ million	Jan. 1 – June 30, 2025	Jan. 1 – June 30, 2024 restated ¹
Cash and cash equivalents at end of prior period	13,036	12,218
Cash flows from operating activities	–1,824	13,902
Cash flows from investing activities	–126	341
Cash flows from financing activities	–636	–635
Effect of exchange rate changes	0	1
Cash and cash equivalents at end of period	10,451	25,827

1 Change to comparative prior-year figures according to the disclosures on the corrected accounting for provisions for Time Assets in the “Change to comparative prior-year figures” section and due to the changed definition of Cash and cash equivalents according to the disclosures in note (70) Cash flow statement in the notes to the consolidated financial statements as of December 31, 2024

Material changes result, among other things, from the inclusion of Volkswagen Leasing GmbH in the basis of consolidation of Volkswagen Bank GmbH as of July 1, 2024.

See note (8) for disclosures on the cash flow statement.

Notes to the Interim Consolidated Financial Statements

of the Volkswagen Bank GmbH Group as of June 30, 2025

General information

Volkswagen Bank GmbH is a limited liability company (*Gesellschaft mit beschränkter Haftung*, GmbH) under German law. It has its registered office at Gifhorner Strasse, Braunschweig, and is registered in the Braunschweig commercial register (HRB 1819).

Volkswagen Financial Services AG, Braunschweig, is the sole shareholder of Volkswagen Bank GmbH. Volkswagen AG, Wolfsburg, is the parent company of Volkswagen Financial Services AG and the ultimate parent company of Volkswagen Bank GmbH.

Volkswagen Financial Services AG and Volkswagen Bank GmbH have entered into a control agreement and a profit-and-loss transfer agreement.

The previous profit-and-loss transfer agreement between Volkswagen AG and Volkswagen Bank GmbH was in place until December 31, 2024 and was terminated effective the end of December 31, 2024. A new profit-and-loss transfer agreement was signed between Volkswagen Financial Services AG and Volkswagen Bank GmbH effective January 1, 2025.

Basis of presentation

Volkswagen Bank GmbH prepared its consolidated financial statements for the year ended December 31, 2024 in accordance with the IFRS Accounting Standards (IFRSs), as adopted by the European Union (EU), and the interpretations issued by the International Financial Reporting Standards Interpretations Committee (IFRS IC) and also in accordance with the additional disclosures required by German commercial law under section 315a(1) of the *Handelsgesetzbuch* (HGB – German Commercial Code). These interim consolidated financial statements for the period ended June 30, 2025 have therefore also been prepared in accordance with IAS 34 and represent a condensed version compared with the full consolidated financial statements. These interim financial statements have not been reviewed by an auditor.

Unless otherwise stated, amounts are shown in millions of euros (€ million). All amounts shown are rounded, so minor discrepancies may arise when amounts are added together.

Change to comparative prior-year figures

In the previous year it was established that obligations related to the granting of fringe benefits had not been taken into account in full when calculating provisions for Time Assets. The error was corrected in the 2024 Consolidated Financial Statements in accordance with IAS 8 by adjusting the relevant items accordingly in the consolidated financial statements for the previous years. The retrospective correction resulted in a change in equity as of December 31, 2023 / January 1, 2024 and as of January 1, 2023. This is

attributable to the increase in other provisions and the recognition of deferred tax assets. The impact on the comparative prior-year periods of the income statement and cash flow statement is shown below.

The income statement for the comparative prior-year period was changed as follows due to the corrected accounting for provisions for Time Assets:

€ million	Jan. 1 – Jun. 30, 2024 before restatement	Changes due to the corrected accounting for provisions for Time Assets	Jan. 1 – Jun. 30, 2024 restated
General and administrative expenses	–405	0	–404
Operating result	421	0	421
Other financial gains or losses	0	0	–1
Profit before tax	444	0	445
Income tax expense	–183	0	–184
Profit after tax	261	0	261
Profit after tax attributable to Volkswagen AG	261	0	261

The cash flow statement for the comparative prior-year period was changed as follows due to the corrected accounting for provisions for Time Assets when deriving cash flows from operating activities:

€ million	Jan. 1 – Jun. 30, 2024 before restatement	Changes due to the corrected accounting for provisions for Time Assets	Jan. 1 – Jun. 30, 2024 restated
Profit before tax	444	0	445
Change in provisions	–21	0	–21
Cash flows from operating activities	–13,731	–	–13,731

Accounting Policies

Volkswagen Bank GmbH has applied all financial reporting standards adopted by the EU which are subject to mandatory application starting January 1, 2025.

The discount rate applied to German pension provisions reported in these interim consolidated financial statements was 4.0 % (December 31, 2024: 3.4 %). The increase in the discount rate led to a decrease of the pension provisions, the associated deferred taxes and the actuarial losses on pension provisions recognized in equity under retained earnings.

Otherwise, the same consolidation methods and accounting policies as those applied in the 2024 Consolidated Financial Statements have generally been used in the preparation of the interim consolidated financial statements and the calculation of the prior-year comparative figures. A detailed

description of these methods and policies was published in the notes to the consolidated financial statements in the 2024 Annual Report.

In addition, the effects of new standards were described in detail under “New and Revised IFRS Not Applied”. The 2024 Consolidated Financial Statements can also be accessed online at www.vwfs.com/arvwbank24.

Basis of consolidation

In addition to Volkswagen Bank GmbH, the consolidated financial statements cover all significant German and non-German subsidiaries, including structured entities, controlled directly or indirectly by Volkswagen Bank GmbH. This is the case if Volkswagen Bank GmbH has power over potential subsidiaries directly or indirectly from voting rights or similar rights, is exposed, or has rights to, positive or negative variable returns from its involvement with the potential subsidiaries, and has the ability to use its power to influence those returns.

There were the following changes to the basis of consolidation for the Volkswagen Bank GmbH Group in the first half of 2025. The interest in the joint venture VOLKSWAGEN Finančné služby Slovensko s.r.o., Bratislava, which was classified as assets held for sale in accordance with IFRS 5 in the previous year, was sold to Porsche Bank AG, Salzburg, and Porsche Versicherungs AG, Salzburg, on February 3, 2025. The 58 % interest in VOLKSWAGEN Finančné služby Slovensko s.r.o. was sold at its carrying amount of €25.0 million, meaning that no disposal gain or loss was recognized.

Effective February 25, 2025, the 1 % equity investment in OOO Volkswagen Bank RUS, Moscow, was sold to external investors.

These changes in the composition of the Volkswagen Bank GmbH Group did not have any material impact on the net assets, financial position or financial performance of the Group.

Disclosures on the Interim Consolidated Financial Statements

Material changes to the items in the income statement detailed below result, among other things, from the inclusion of Volkswagen Leasing GmbH in the basis of consolidation of Volkswagen Bank GmbH as of July 1, 2024. Detailed information on the restructuring is published in the notes to the consolidated financial statements in the 2024 Annual Report.

1. Net income from leasing transactions

The breakdown of net income from leasing transactions is as follows:

€ million	Jan. 1 – June 30, 2025	Jan. 1 – June 30, 2024
Leasing income from operating leases	3,643	369
Interest income from finance leases	689	88
Gains from the disposal of used ex-lease vehicles	5,621	350
Net interest income/expense from finance lease hedging derivatives	–1	–
Miscellaneous income from leasing transactions	413	101
Income from leasing transactions	10,364	908
Lease assets depreciation and impairment losses	–2,735	–271
Expenses from the disposal of used ex-lease vehicles	–5,566	–335
Miscellaneous expenses from leasing transactions	–365	–43
Depreciation, impairment losses and other expenses from leasing transactions	–8,666	–648
Total	1,699	260

2. Net income from service contracts

Of the total income from service contracts, €898 million was recognized for service contracts for which revenue must be recognized at a specific point in time in the first half of the year (comparative prior-year period: €50 million).

Income of €269 million (prior-year comparative period: €0 million) was taken into account for service contracts for which revenue must be recognized over a period of time.

3. General and administrative expenses

The breakdown of general and administrative expenses is shown in the following table:

€ million	Jan. 1 – June 30, 2025	Jan. 1 – June 30, 2024 restated ¹
Personnel expenses in general and administration expenses	–262	–120
Non-staff operating expenses	–432	–272
Advertising, public relations and sales promotion expenses	–8	–6
Depreciation of and impairment losses on property and equipment, amortization of and impairment losses on intangible assets	–3	–4
Other taxes	–9	–5
Income from the reversal of provisions and accrued liabilities	6	3
Total	–708	–404

¹ Change to comparative prior-year figures according to the disclosures on the corrected accounting for provisions for Time Assets in the “Change to comparative prior-year figures” section

4. Changes in selected assets

€ million	Net carrying amount as of January 1, 2025	Basis of consolidation additions/changes	Disposals/ other changes ¹	Depr./amort./ impairment	Net carrying amount as of June 30, 2025
Intangible assets	3	0	0	1	2
Property and equipment	17	4	1	3	17
Lease assets	36,548	11,961	5,758	2,735	40,017

¹ The other changes include reversals of impairment losses on assets leased out in the amount of €25 million.

5. Classes of financial instruments

Financial instruments are divided into the following classes in the Volkswagen Bank GmbH Group:

- > Measured at fair value
- > Measured at amortized cost
- > Derivative financial instruments designated as hedges
- > Not allocated to any measurement category
- > Credit commitments and financial guarantees (off-balance-sheet)

The following table shows a reconciliation of the relevant balance sheet items to the classes of financial instruments:

€ million	CLASSES OF FINANCIAL INSTRUMENTS											
	BALANCE SHEET ITEM		MEASURED AT AMORTIZED COST		MEASURED AT FAIR VALUE		DERIVATIVE FINANCIAL INSTRUMENTS DESIGNATED AS HEDGES		NOT ALLOCATED TO ANY MEASUREMENT CATEGORY		NOT ALLOCATED TO ANY CLASS OF FINANCIAL INSTRUMENTS	
	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024
Assets												
Cash reserve	9,919	12,444	9,919	12,444	–	–	–	–	–	–	–	–
Loans to and receivables from banks	532	594	532	594	–	–	–	–	–	–	–	–
Loans to and receivables from customers	90,236	83,311	63,836	57,022	–	–	–	–	26,400	26,290	0	–
Value adjustment on portfolio fair value hedges	43	83	–2	15	–	–	–	–	44	67	–	–
Derivative financial instruments	313	205	–	–	132	114	181	92	–	–	–	–
Marketable securities	3,938	3,743	–	–	3,938	3,743	–	–	–	–	–	–
Miscellaneous financial assets	0	0	–	–	0	0	–	–	–	–	–	0
Current tax assets	69	33	1	1	–	–	–	–	–	–	69	32
Other assets	2,880	2,840	870	871	–	–	–	–	–	–	2,010	1,969
Held for sale (IFRS 5)	–	25	–	–	–	–	–	–	–	–	–	25
Total	107,931	103,278	75,157	70,947	4,070	3,856	181	92	26,444	26,357	2,079	2,026
Equity and liabilities												
Liabilities to banks	420	313	420	313	–	–	–	–	–	–	–	–
Liabilities to customers	91,057	83,367	89,100	81,585	–	–	–	–	17	19	1,939	1,763
Notes, commercial paper issued	30,717	30,335	30,717	30,335	–	–	–	–	–	–	–	–
Derivative financial instruments	390	427	–	–	105	80	285	347	–	–	–	–
Current tax liabilities	269	589	224	547	–	–	–	–	–	–	45	43
Other liabilities	1,768	1,874	140	160	–	–	–	–	–	–	1,627	1,715
Subordinated capital	129	180	129	180	–	–	–	–	–	–	–	–
Total	124,750	117,085	120,731	113,119	105	80	285	347	17	19	3,612	3,520

The “(Off-balance-sheet) Credit commitments and financial guarantees” class contains obligations under irrevocable credit commitments and financial guarantees amounting to €10,207 million (December 31, 2024: €10,336 million).

6. Fair value disclosures

The principles and methods of fair value measurement have generally remained unchanged compared with those applied in the previous year. Detailed disclosures on the measurement principles and methods can be found in the 2024 Annual Report.

For the purposes of fair value measurement and the associated disclosures, fair values are classified using a three-level measurement hierarchy. Classification to the individual levels is dictated by the extent to which the main inputs used in determining the fair value are or are not observable in the market.

Level 1 is used to report the fair value of financial instruments such as marketable securities for which a quoted price is directly observable in an active market.

Level 2 fair values are measured on the basis of inputs observable in the markets, such as exchange rates or yield curves, using market-based valuation techniques. Fair values measured in this way include those for derivatives.

Level 3 fair values are measured using valuation techniques incorporating at least one input that is not directly observable in an active market.

Securities from ABS transactions of unconsolidated structured entities are allocated to Level 3. Equity investments measured at fair value through other comprehensive income and using inputs that are not observable in the market are also reported under Level 3. The main inputs used to measure these equity investments are strategic planning and cost of equity rates.

There was no need to reclassify instruments to different hierarchy levels in the interim reporting period and in the prior-year comparative period.

The following table shows the allocation of financial instruments measured at fair value and derivative financial instruments designated as hedges to the three-level fair value hierarchy by class:

€ million	LEVEL 1		LEVEL 2		LEVEL 3	
	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024
Assets						
Measured at fair value						
Loans to and receivables from banks	–	–	–	–	–	–
Loans to and receivables from customers	–	–	–	–	–	–
Derivative financial instruments	–	–	132	114	–	–
Marketable securities	3,397	3,183	–	–	541	560
Miscellaneous financial assets	–	–	–	–	0	0
Derivative financial instruments designated as hedges	–	–	181	92	–	–
Total	3,397	3,183	313	205	541	560
Equity and liabilities						
Measured at fair value						
Derivative financial instruments	–	–	105	80	–	–
Derivative financial instruments designated as hedges	–	–	285	347	–	–
Total	–	–	390	427	–	–

The following table shows the changes in marketable securities and miscellaneous financial assets measured at fair value and allocated to Level 3:

€ million	2025	2024
Balance as of Jan. 1	560	513
Foreign exchange differences	–17	14
Changes in basis of consolidation	–	–
Portfolio changes	0	0
Measured at fair value through profit or loss	–2	–1
Measured at fair value through other comprehensive income	–	–
Balance as of June 30	541	525

The remeasurements recognized in profit or loss amounting to €–2 million (previous year: €–1 million) are reported under net gain or loss on financial instruments measured at fair value.

The risk variables relevant to the fair value of marketable securities are risk-adjusted interest rates. A sensitivity analysis is used to quantify the impact from changes in risk-adjusted interest rates on profit or loss after tax. If risk-adjusted interest rates as of June 30, 2025 had been 100 basis points higher, profit after tax would have been €5 million (previous year: €7 million) lower. If risk-adjusted interest rates as of

June 30, 2025 had been 100 basis points lower, profit after tax would have been €5 million (previous year: €8 million) higher.

The risk variables relevant to the fair value of equity investments are the growth rate within strategic planning and the cost of equity. If a 10 % change were applied to the financial performance (which takes into account the relevant risk variables) of equity investments measured at fair value through other comprehensive income, there would be no material change to equity.

The table below shows the fair values of the financial instruments:

€ million	FAIR VALUE		CARRYING AMOUNT		DIFFERENCE	
	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024
Assets						
Measured at fair value						
Loans to and receivables from banks	–	–	–	–	–	–
Loans to and receivables from customers	–	–	–	–	–	–
Derivative financial instruments	132	114	132	114	–	–
Marketable securities	3,938	3,743	3,938	3,743	–	–
Miscellaneous financial assets	0	0	0	0	–	–
Measured at amortized cost						
Cash reserve	9,919	12,444	9,919	12,444	–	–
Loans to and receivables from banks	532	594	532	594	–	–
Loans to and receivables from customers	64,530	57,753	63,836	57,022	694	731
Value adjustment on portfolio fair value hedges	–	–	–2	15	2	–15
Current tax assets	1	1	1	1	–	–
Other assets	870	871	870	871	–	–
Derivative financial instruments designated as hedges	181	92	181	92	–	–
Not allocated to any measurement category						
Loans to and receivables from customers	26,616	26,478	26,400	26,290	217	189
Value adjustment on portfolio fair value hedges	–	–	44	67	–44	–67
Equity and liabilities						
Measured at fair value						
Derivative financial instruments	105	80	105	80	–	–
Measured at amortized cost						
Liabilities to banks	445	332	420	313	24	19
Liabilities to customers	89,316	81,712	89,100	81,585	215	126
Notes, commercial paper issued	31,047	30,716	30,717	30,335	330	381
Current tax liabilities	224	547	224	547	–	–
Other liabilities	140	160	140	160	0	0
Subordinated capital	131	182	129	180	2	3
Derivative financial instruments designated as hedges	285	347	285	347	–	–

The fair value of credit commitments is affected by changes in the credit quality of the borrower and in the market conditions for the relevant credit product between the commitment date and the measurement date. Because of the short period between commitment and drawdown, and the variable interest rate tied to the market interest rate, market conditions only have a very minor impact. The fair value of credit commitments was therefore largely determined by the change in the credit quality of the borrower, which was established as part of the process for calculating expected credit losses from credit commitments and reported in the balance sheet as a liability in the amount of €44 million (previous year: €49 million) under other liabilities. The fair value of financial guarantees also largely reflects the amount of expected credit losses and was reported in the balance sheet as a liability in the amount of €3 million (previous year: €3 million) under other liabilities.

Segment Reporting

7. Breakdown by geographic market

The presentation of the reportable segments in accordance with IFRS 8 is based on the internal control and reporting structure of the Volkswagen Bank GmbH Group and is broken down according to the geographic markets in which the Volkswagen Bank GmbH Group operates.

Accordingly, the reportable segments are as follows: Germany, Italy, France and Other; the branches in Spain, the Netherlands, Greece, the United Kingdom, Portugal and Poland are reported on in the “Other” segment. As the primary key performance indicator, the operating result is reported to the chief operating decision-makers.

The information made available to management for management purposes is based on the same accounting policies as those used for external financial reporting.

All business transactions between the segments – where such transactions take place – are conducted on an arm’s-length basis.

In accordance with IFRS 8, non-current assets are reported exclusive of financial instruments, deferred tax assets and post-employment benefits.

BREAKDOWN BY GEOGRAPHICAL MARKET FOR THE FIRST HALF OF 2025:

€ million	JAN. 1 – JUNE 30, 2025					Group
	Germany	Italy	France	Other	Consolidation	
Interest income from lending transactions and marketable securities in respect of third parties	948	242	81	379	–	1,651
Intersegment interest income from lending transactions and marketable securities	501	2	2	0	–505	–
Income from leasing transactions with third parties	8,555	697	1,101	12	–	10,364
of which impairment reversals in accordance with IAS 36	9	16	–	–	–	25
Depreciation, impairment losses and other expenses from leasing transactions	–7,121	–654	–888	–3	–	–8,666
of which impairment losses in accordance with IAS 36	–133	–42	–97	–	–	–272
Net income from leasing transactions	1,434	43	213	8	–	1,699
Interest expense	–1,506	–161	–184	–221	505	–1,567
Income from service contracts with third parties	789	314	64	–	–	1,167
of which period-related income	60	209	–	–	–	269
of which income related to a point in time	729	105	64	–	–	898
Expenses from service contracts	–642	–314	–70	–	–	–1,026
Net income from service contracts	147	0	–6	–	–	142
Provision for credit risks	–160	–22	–71	–17	0	–270
Fee and commission income from third parties	17	3	21	36	–	77
Fee and commission expenses	–52	–12	–12	–14	–	–90
Net fee and commission income	–35	–9	9	22	–	–13
Net gain or loss on hedges	–50	–	–	–	–	–50
Net gain or loss on financial instruments measured at fair value	–5	3	–	–2	–1	–5
General and administrative expenses	–510	–50	–71	–77	0	–708
Other operating income	341	8	18	22	0	388
Other operating expenses	–283	–1	–2	–10	–	–296
Net other operating income/expenses	58	7	16	12	0	93
Operating result	823	56	–11	104	–1	971

BREAKDOWN BY GEOGRAPHICAL MARKET FOR THE FIRST HALF OF 2024:

€ million	JAN. 1 – JUNE 30, 2024					Group restated ¹
	Germany restated ¹	Italy	France	Other	Consolidation	
Interest income from lending transactions and marketable securities in respect of third parties	1,004	203	92	335	–	1,634
Intersegment interest income from lending transactions and marketable securities	414	2	1	0	–417	–
Income from leasing transactions with third parties	–	–	901	8	–	908
of which impairment reversals in accordance with IAS 36	–	–	20	–	–	20
Depreciation, impairment losses and other expenses from leasing transactions	–	–	–648	–1	–	–648
of which impairment losses in accordance with IAS 36	–	–	–	–	–	–
Net income from leasing transactions	–	–	253	7	–	260
Interest expense	–986	–89	–153	–192	417	–1,002
Income from service contracts with third parties	–	–	50	–	–	50
of which period-related income	–	–	–	–	–	–
of which income related to a point in time	–	–	50	–	–	50
Expenses from service contracts	–	–	–61	–	–	–61
Net income from service contracts	–	–	–10	–	–	–10
Provision for credit risks	–47	3	–45	–14	1	–101
Fee and commission income from third parties	16	2	17	34	–	70
Fee and commission expenses	–7	–2	–13	–10	–	–32
Net fee and commission income	9	0	4	25	–	38
Net gain or loss on hedges	–18	–	–	–	–	–18
Net gain or loss on financial instruments measured at fair value	127	–1	–	–1	–113	11
General and administrative expenses	–239	–21	–74	–71	0	–404
Other operating income	16	2	5	19	0	43
Other operating expenses	–9	–1	–3	–16	–	–28
Net other operating income/expenses	7	2	2	4	0	14
Operating result	271	100	70	92	–112	421

1 Change to comparative prior-year figures in the “General and administrative expenses” income statement item according to the disclosures on the corrected accounting for provisions for Time Assets in the “Change to comparative prior-year figures” section

The impairment losses and reversals of impairment losses reported in accordance with IAS 36 related to lease assets.

Information on the main products (lending and leasing business) can be taken directly from the income statement.

The breakdown of non-current assets in accordance with IFRS 8 and of the additions to non-current lease assets by geographical market is shown in the following tables:

€ million	JAN. 1 – JUNE 30, 2025					TOTAL
	Germany	Italy	France	Other	Consolidation	
Noncurrent Assets	28,192	3,653	5,333	9	–	37,187
Additions to noncurrent lease assets	6,969	838	1,462	–	–	9,269

€ million	JAN. 1 – JUNE 30, 2024					TOTAL
	Germany	Italy	France	Other	Consolidation	
Noncurrent Assets	90	3	3,926	9	–	4,028
Additions to noncurrent lease assets	–	–	1,129	–	–	1,129

Investment recognized under other assets was of minor significance.

The following table shows the reconciliation to consolidated income, operating result of the Group and consolidated profit before tax:

Mio. €	Jan. 1 – June 30, 2025	Jan. 1 – June 30, 2024 restated ¹
Segment income	13,765	3,079
Consolidation	–505	–417
Consolidated income	13,260	2,662
Segment profit or loss (operating result)	972	533
Consolidation	–1	–112
Operating result	971	421
Net gain or loss of equity -accounted shares	–	17
Net gain or loss on miscellaneous financial assets	0	7
Other financial gains or losses	–2	–1
Profit before tax	970	445

¹ Change to comparative prior-year figures according to the disclosures on the corrected accounting for provisions for Time Assets in the "Change to comparative prior-year figures" section

The designations “Segment revenue” and “Group revenue” in the reconciliation were changed to “Segment income” and “Consolidated income”, respectively. The change to the designation “income” commonly used by banks for gross income from ordinary activities is intended to enhance clarity and consistency of the terms used in the financial statements. Consolidated income still includes the following income items: income from lending transactions and marketable securities, income from leasing transactions, income from service contracts, and fee and commission income.

Other Disclosures

8. Cash flow statement

The Volkswagen Bank GmbH Group's cash flow statement documents changes in cash and cash equivalents attributable to cash flows from operating, investing and financing activities. Cash and cash equivalents comprise both the entire "Cash reserve" balance sheet item, which essentially includes bank balances with the Deutsche Bundesbank, and cash and cash equivalents in the "Loans to and receivables from banks" balance sheet item. The changes in the balance sheet items used to determine the changes in the cash flow statement cannot be derived directly from the balance sheet because effects from the changes in the basis of consolidation have no impact on cash and are eliminated.

9. Off-balance-sheet liabilities

CONTINGENT LIABILITIES

As a legal entity involved in the spin-off of the business shares of Volkswagen Leasing GmbH, Volkswagen Bank GmbH was liable as joint and several debtor pursuant to section 133(1) sentence 1 of the *Umwandlungsgesetz* (UmwG – German Transformation Act) for the liabilities incurred by the transferring legal entity, Volkswagen Financial Overseas AG (at this time operating as Volkswagen Financial Services AG), until July 1, 2024, when the spin-off came into effect. Pursuant to section 133(3) sentence 2 of the UmwG, the joint and several liability of Volkswagen Bank GmbH is limited to the fair value of the net assets allocated to Volkswagen Bank GmbH with the spin-off of the business shares in Volkswagen Leasing GmbH as the upper liability limit. This results in contingent liabilities for the Volkswagen Bank GmbH Group of €8,986 million (December 31, 2024: €8,986 million). In the unlikely event of claims arising from joint and several liability, potential claims for reimbursement might be made against Volkswagen Financial Services Overseas AG and Volkswagen Financial Services AG.

OTHER FINANCIAL OBLIGATIONS

	DUE	DUE	DUE	TOTAL
€ million	by June 30, 2026	July 1 2026 – June 30, 2030	from July 1, 2030	June 30, 2025
Purchase commitments in respect of				
Property and equipment	–	–	–	–
Intangible assets	–	–	–	–
Investment property	–	–	–	–
Obligations from				
Irrevocable credit commitments to customers	10,046	–	–	10,046
Long-term leasing and rental contracts	3	3	–	6
Miscellaneous financial obligations	122	43	–	165

	DUE	DUE	DUE	TOTAL
€ million	2025	2026–2029	from 2030	Dec. 31, 2024
Purchase commitments in respect of				
Property and equipment	–	–	–	–
Intangible assets	–	–	–	–
Investment property	–	–	–	–
Obligations from				
Irrevocable credit commitments to customers	10,237	–	–	10,237
Long-term leasing and rental contracts	3	1	–	5
Miscellaneous financial obligations	86	53	–	140

In the case of irrevocable credit commitments, the Company expects the customers to draw down the facilities concerned.

10. Related party disclosures

Related parties as defined by IAS 24 are natural persons and entities over which Volkswagen Bank GmbH can exercise significant influence, or which can exercise significant influence over Volkswagen Bank GmbH, or that are under the influence of another related party of Volkswagen Bank GmbH.

Volkswagen Financial Services AG, Braunschweig, is the sole shareholder of Volkswagen Bank GmbH. Volkswagen AG, Wolfsburg, is the parent company of Volkswagen Financial Services AG and the ultimate parent company of Volkswagen Bank GmbH.

Porsche Automobil Holding SE, Stuttgart, held the majority of the voting rights in Volkswagen AG as of the reporting date. The extraordinary General Meeting of Volkswagen AG held on December 3, 2009 approved the creation of rights of appointment for the State of Lower Saxony. As a result, Porsche SE cannot elect all of the shareholder representatives to the Supervisory Board of Volkswagen AG via the annual general meeting for as long as the State of Lower Saxony holds at least 15 % of

Volkswagen AG's ordinary shares. However, Porsche SE has the power to participate in the operating policy decisions of the Volkswagen Group and is therefore deemed to be a related party as defined by IAS 24. According to a notification dated January 2, 2025, the State of Lower Saxony and Hannoversche Beteiligungsgesellschaft Niedersachsen mbH, Hanover, held 20.00 % of the voting rights of Volkswagen AG on December 31, 2024 and thus exercise an indirect significant influence over the Volkswagen Bank GmbH Group. As mentioned above, the General Meeting of Volkswagen AG on December 3, 2009 also resolved that the State of Lower Saxony may appoint two members of the Supervisory Board (right of appointment).

The sole shareholder Volkswagen Financial Services AG and Volkswagen Bank GmbH have entered into a control agreement and a profit-and-loss transfer agreement. The previous profit-and-loss transfer agreement between Volkswagen AG and Volkswagen Bank GmbH was in place until December 31, 2024 and was terminated effective the end of December 31, 2024. A new profit-and-loss transfer agreement was signed between Volkswagen Financial Services AG and Volkswagen Bank GmbH effective January 1, 2025.

Volkswagen AG and other related parties in Volkswagen AG's group of consolidated entities provide the entities in the Volkswagen Bank GmbH Group with funding on an arm's-length basis. Volkswagen AG and its subsidiaries have also furnished collateral for our benefit within the scope of the operating business.

The production companies and importers in the Volkswagen Group provide the entities in the Volkswagen Bank GmbH Group with financial subsidies to support sales promotion campaigns.

Business transactions with unconsolidated subsidiaries, joint ventures, associates and other related parties in Volkswagen AG's group of consolidated entities are settled at arm's length.

The two tables below show the transactions with related parties. In these tables, the exchange rates used are the closing rate for asset and liability items, and the weighted average rates for the year for income statement items:

€ million	INTEREST INCOME H1		INTEREST EXPENSES H1		GOODS AND SERVICES PROVIDED H1		GOODS AND SERVICES RECEIVED H1	
	2025	2024	2025	2024	2025	2024	2025	2024
Supervisory Board	0	0	0	0	–	–	–	–
Management Board	0	0	0	0	–	–	–	–
Volkswagen AG	12	18	–54	–51	709	13	6,668	0
Volkswagen Financial Services AG	–	–	–130	–	18	–	185	–
Porsche SE	–	–	–	–	0	–	–	–
Other related parties in the consolidated entities	278	58	–105	–72	5,585	265	2,873	144
Non-consolidated subsidiaries	–	–	–	–	–	–	–	–
Joint ventures	4	43	0	–2	–	1	–	101
Associates	–	–	–	–	–	–	–	0

€ million	VALUATION							
	LOANS TO AND		ALLOWANCES ON		OF WHICH ADDITIONS		LIABILITIES TO	
	RECEIVABLES FROM		IMPAIRED LOANS AND		IN CURRENT YEAR			
	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024	June 30, 2025	Dec. 31, 2024
Supervisory Board	0	0	–	–	–	–	2	2
Management Board	0	0	–	–	–	–	4	3
Volkswagen AG	322	404	–	–	–	–	4,001	5,214
Volkswagen Financial Services AG	1	10	–	–	–	–	14,842	11,602
Porsche SE	0	0	–	–	–	–	–	–
Other related parties in the consolidated entities	18,019	12,144	–	0	–	–	5,783	8,314
Non-consolidated subsidiaries	–	–	–	–	–	–	–	–
Joint ventures	–	522	–	–	–	–	–	10
Associates	–	–	–	–	–	–	–	–

The “Other related parties in the group of consolidated entities” line includes, in addition to sister entities, joint ventures and associates that are related parties in Volkswagen AG’s group of consolidated entities but do not directly belong to Volkswagen Bank GmbH. The relationships shown with the Supervisory Board and the Management Board comprise relationships with the relevant groups of people at Volkswagen Bank GmbH and its parent company Volkswagen Financial Services AG. The Management Board and Supervisory Board of the previous parent company, Volkswagen AG, were taken into account for the period-related key figures within the Management Board and within the Supervisory Board in the comparative prior-year period. As in the prior year, relationships with pension plans and the State of Lower Saxony were of lesser significance.

Goods and services received related mainly to IT and other services in connection with financing transactions. “Goods and services provided” largely arose in connection with income from finance cost subsidies received from the provision of services and from income from leasing transactions. Volkswagen Bank GmbH did not receive any capital contributions from Volkswagen Financial Services AG or Volkswagen AG in the first half of 2025 or in the first half of 2024. Furthermore, the Volkswagen Bank GmbH Group made no capital contributions to related parties in the first half of the reporting year or in the first half of the previous year.

Some members of the Management Board and Supervisory Board/Audit Committee of Volkswagen Bank GmbH are members of supervisory boards of other entities in the Volkswagen Group with which transactions are sometimes conducted in the normal course of business. All transactions with these related parties are conducted on an arm’s-length basis.

11. Governing bodies of the Volkswagen Bank GmbH Group

The members of the Management Board are as follows:

DR. VOLKER STADLER

Chair of the Management Board

Corporate Management & Operations, Volkswagen Bank GmbH

OLIVER ROES

Finance, Volkswagen Bank GmbH

CHRISTIAN LÖBKE

Risk Management, Volkswagen Bank GmbH

The members of the Supervisory Board are as follows:

FRANK FIEDLER

Chair

Member of the Board of Management of Volkswagen Financial Services AG

Risk, Tax and Legal

BJÖRN BÄTGE

Deputy Chair

Group Treasury – Head of Global Markets at Volkswagen AG

SILVIA STELZNER

Deputy Chair

Managing Director of the Joint Works Council of Volkswagen Financial Services AG, Volkswagen Financial Services Overseas AG, Volkswagen Bank GmbH, Volkswagen Leasing GmbH, Vehicle Trading International GmbH, Volkswagen Insurance Brokers GmbH and Volkswagen Versicherung AG

MARKUS BIEBER

Managing Director of the General Works Council of Volkswagen AG

PROF. DR. SUSANNE HOMÖLLE

Chair of ABWL: Banking and Finance, University of Rostock

DR. ALENA KRETZBERG

Member of the Board of Management of Volkswagen Financial Services AG

IT and Digitalization

MARKUS KONRADT

Member of the Management Board of the Management Association of Volkswagen Financial Services AG and Volkswagen Bank GmbH

KATRIN ROHMANN

Public auditor

BJÖRN SCHÖNE

Member of the Joint Works Council of Volkswagen Financial Services AG, Volkswagen Financial Services Overseas AG, Volkswagen Bank GmbH, Volkswagen Leasing GmbH, Vehicle Trading International GmbH, Volkswagen Insurance Brokers GmbH and Volkswagen Versicherung AG

ALINA ROß

IG Metall District Management Lower Saxony and Saxony-Anhalt
Collective agreements secretary and In-house counsel

The composition of the committees of the Supervisory Board of Volkswagen Bank GmbH is as follows:

MEMBERS OF THE AUDIT COMMITTEE

Katrin Rohmann (Chair)
Prof. Dr. Susanne Homölle (Deputy Chair)
Dr. Alena Kretzberg
Silvia Stelzner

MEMBERS OF THE RISK COMMITTEE

Prof. Dr. Susanne Homölle (Chair)
Björn Bätge (Deputy Chair)
Frank Fiedler
Björn Schöne

MEMBERS OF THE NOMINATION COMMITTEE

Frank Fiedler (Chair)
Silvia Stelzner (Deputy Chair)
Katrin Rohmann

MEMBERS OF THE REMUNERATION COMMITTEE

Frank Fiedler (Chair)
Silvia Stelzner (Deputy Chair)
Björn Bätge
Prof. Dr. Susanne Homölle

12. Events after the balance sheet date

Volkswagen Financial Services S.p.A., Milan, a wholly owned subsidiary of Volkswagen Financial Services AG, was merged with Volkswagen Bank GmbH and entered in the commercial register on July 1, 2025.

The merger will be reported in the consolidated financial statements for the year ended December 31, 2025 as a transaction carried out under common control by Volkswagen Financial Services AG and will thus be recognized at the consolidated carrying amounts.

On July 11, 2025, the Federal Council approved a gradual reduction in the current rate of corporate income tax from 15 % to 10 %, starting in fiscal year 2028. This is expected to result in income from the impairment of deferred tax liabilities.

Up to July 21, 2025, there were no other events of particular importance that would have required a significantly different presentation of the assets, liabilities, financial position and profit or loss.

Braunschweig, July 21, 2025

Volkswagen Bank GmbH
The Management Board

Responsibility Statement

To the best of our knowledge, and in accordance with the applicable reporting principles for interim reporting, the condensed interim consolidated financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Group, and the interim management report of the Group includes a fair review of the development and performance of the business and the position of the Group, together with a description of the material opportunities and risks associated with the expected development of the Group.

Braunschweig, July 21, 2025

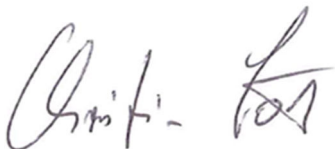
Volkswagen Bank GmbH
The Management Board



Dr. Volker Stadler



Oliver Roes



Christian Løbke

Human Resources Report

Volkswagen Bank GmbH employed 1,388 people in Germany as of June 30, 2025 (December 31, 2024: 1,369).

A total of 1,260 people (December 31, 2024: 1,258) were employed at the international branches of Volkswagen Bank GmbH.

Volkswagen Leasing GmbH in Germany had 1,922 employees as of June 30, 2025. The Italian Volkswagen Leasing branches reported 97 employees as of June 30, 2025.

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This Half-Yearly Financial Report is also available in German at <https://www.vwfs.com/hjfbbank25>.