



KBC Group Analysts' presentation 2Q 2026

The webinar link is available on www.kbc.com

More information: www.kbc.com

KBC Group - Investor Relations Office: IR4U@kbc.be



Highlights

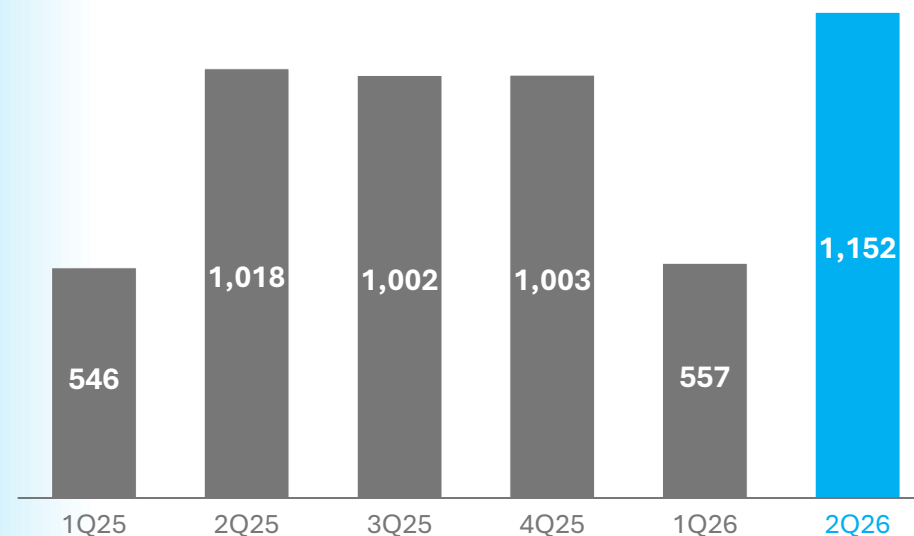


- KBC Group is **well-positioned** being an integrated bank-insurer with tailored AM business that has a highly diversified income
- In this quarter, again, all commercial bank-insurance franchises performed **excellently**
- **Customer loans** and **customer deposits** increased q-o-q in all our core countries (on a comparable basis). **Core customer money inflow of 6.0bn EUR** in 2Q26
- Excellent **net interest income**, leading to increased FY26 NII guidance (from initial ‘at least 6,725m EUR’ to ‘approximately 7.05bn EUR’)
- Higher **net fee and commission income**. Good **net inflows in direct client money** (1.4bn EUR)
- Q-o-q higher **net result from financial instruments at fair value & IFIE**, **net other income** in line with the normal run rate
- Higher sales of **non-life insurance** y-o-y, sales of **life insurance** down q-o-q and up y-o-y
- **FY26 total income guidance increased to approximately +11.0% y-o-y** (from initial guidance of at least +9.9% y-o-y)
- Costs down q-o-q due entirely to lower bank & insurance taxes and the one-off profit bonus in 1Q26. **YTD cost evolution is in line with FY26 guidance**
- Lower **net loan loss impairment charges**. Excellent **credit cost ratio**. Higher **impairments on ‘other’**
- Solid **solvency and liquidity position**
- **Interim dividend of 1 EUR per share in November 2026**
- **We will extend the usual conference call regarding the 4Q26/FY26 results with a topical event on Thursday 11 February 2027, providing more insights into the digital transformation of KBC Group leading to new financial and non-financial guidance**

Net result of 1,152m EUR over 2Q26

NET RESULT

in m EUR



YTD ratios

Return on tangible equity **18%***
 Cost-income ratio excluding bank & insurance taxes **40%**
 Combined ratio **85%** (vs below 91% guided)
 Credit cost ratio **0.11%**** (vs well below TTC of 25-30bps guided)
 CET1 ratio **14.4%***** (B4, DC, unfloored fully loaded)
 Leverage ratio **5.6%** (fully loaded)
 NSFR **133%** & LCR **158%**

* When bank & insurance taxes are evenly spread throughout the year and excluding one-offs. Return on equity = 16%

** Like-for-like (excluding 365.bank) without ECL & management overlay for geopolitical & macroeconomic uncertainties

*** Unfloored fully loaded CET1 ratio = fully loaded Basel 4 CET1 ratio excluding output floor impact

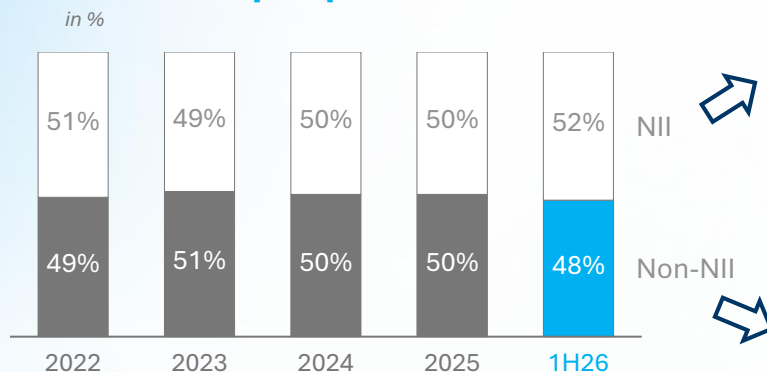
Well-diversified, both geographically and from a business point of view

- **geographically ...**
 - Mature markets (BE, CZ) combined with growth markets (SK, HU, BG)
 - Robust market position in all key markets & strong trends in loan and deposit growth
 - Wealth levels are and will continue to gradually converge towards Western European standards
- **... and from a business point of view**
 - Unique integrated, digital-first, data-driven and AI-led bank-insurer with a strongly developed & tailored AM business
 - Unique selling proposition: in-depth knowledge of local markets and profound relationships with clients
 - Our fully integrated distribution model and increasingly straight-through processes allow for sustainable efficiency gains in tandem with a full range of products and services that go beyond banking and insurance through ecospheres
 - Global recognition for our digital-first approach through Kate, fueled by the number 1 banking app worldwide in 2025



Successful digital-first approach through KATE

KBC Group topline diversification: roughly 50% NII and 50% non-NII



- CAGR25-28 NII of at least +8.6%
 - Longer average duration of the replication portfolio will generate a further NII increase, even when (policy) rates are stabilising
 - The negative impact from the State Note in Belgium has disappeared
 - Shifts from TD to CASA will continue to happen, albeit at a slower pace
- Implicit CAGR25-28 non-NII of roughly +7%
 - Insurance revenues (before reinsurance) CAGR25-28 of at least +7.5%
 - Sustained fee income growth, propelled by strong net sales year after year thanks to success of Regular Investment Plans and the gradual convergence of wealth levels in Central Europe towards Western European standards
 - Negative impact from SRT coupon costs following our securitisation program

Unique integrated bank-insurance model

- We offer an **integrated response** to our clients' banking and insurance needs. Our **organisation** is similarly integrated, operating as a single business and a **digital-first, data-driven and AI-led bank-insurer**.
- Our integrated model offers our clients the **benefit of a comprehensive, one-stop, relevant and personalised financial service** that allows them to choose from a wider, complementary and optimised range of products and services, which go beyond pure bank-insurance.
- For ourselves, it offers benefits in terms of income and risk diversification, additional sales potential through intensive co-operation between the bank and insurance distribution channels, significant cost-savings and synergies, and heightened interaction opportunities with and a **more complete understanding of our clients**.



Insurance Activities

* Difference between the net result of KBC Group and the sum of the banking and insurance contributions is accounted for by the holding-company/group items

Banking activities

Successful digital-first approach through KATE



- Our **digital interaction with clients** forms the basis of our business model in our strategy, not only in terms of sales and advice, but also in E2E digital process and product development.
- **Artificial intelligence** and data analysis play an important part in digital sales and advice. Kate, our AI-powered personal digital assistant, features prominently in this regard.
- Kate has recently been **further upgraded** in Belgium and the Czech Republic to enable even **more natural and intuitive conversations** (Kate 2.0 using LLM), which **further boosts autonomy and customer usage**
- The independent international consulting firm Sia Partners again ranked KBC Mobile the N°1 mobile banking app worldwide in 2025: a clear recognition of a decade of innovation, development and listening closely to our clients.



Firmly embedded sustainability strategy

- As a company that aims to support the transition to a more sustainable and climate-proof society, **we have made sustainability integral to our overall business strategy** and integrated it into our day-to-day business operations and the products and services we provide.
- Our sustainability strategy consists of three cornerstones: **encouraging responsible behaviour on the part of all our employees, increasing our positive impact on society and limiting any adverse impact we might have**

see slides 51-54

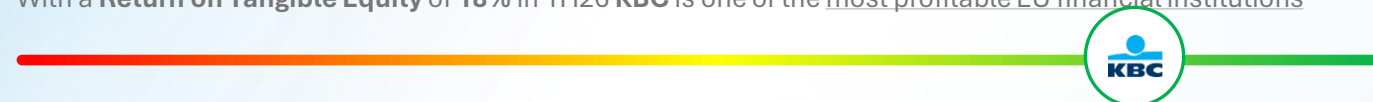
Strategic focus | The reference

At KBC it is our
ambition to
be the reference
for bank-insurance
in all our core markets



Profitability

With a **Return on Tangible Equity** of **18%** in 1H26 KBC is one of the most profitable EU financial institutions



Solvency

With an **unfloored fully loaded CET1 ratio** of **14.4%** at end 1H26 KBC is amongst the better capitalised EU banks



Sustainability

Sustainalytics ranks KBC in the **3rd percentile of 214 diversified banks assessed**
(last full update September 23, 2025)



Digitalisation

Sia Partners ranks KBC Mobile as **N°1 banking app worldwide**



“KBC Mobile is a **high-performance** and **efficient banking app** for everyday needs and one of the **most innovative** with some interesting extras. The app surprises clients with its wide range of functionalities and the **virtual assistance by Kate.**”

Main exceptional items

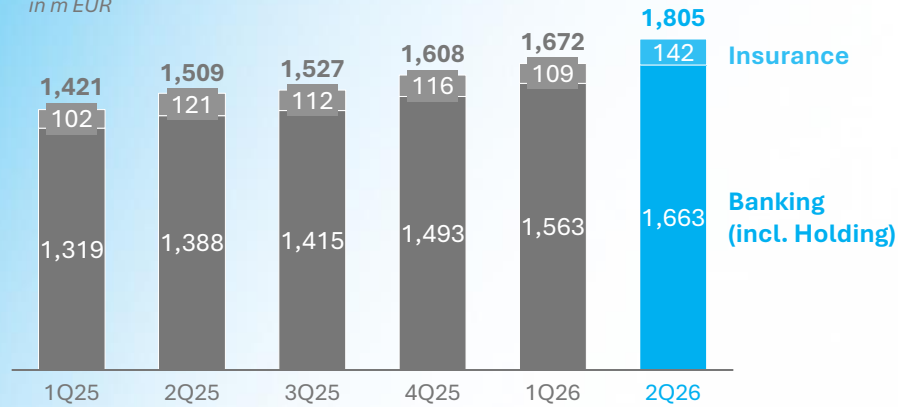
		2Q26	1Q26	2Q25
BE BU	Opex – Exceptional profit bonus for employees		-7m EUR	
	Total Exceptional items BU Belgium		-7m EUR	
CZ BU	Opex – Exceptional profit bonus for employees		-6m EUR	
	Total Exceptional items BU Czech Republic		-6m EUR	
IM BU	Opex – Exceptional profit bonus for employees		-6m EUR	
	SK – Opex – Integration costs 365.bank and Business Lease	-3m EUR	-2m EUR	
	HU – NII – Loan interest subsidy correction	+4m EUR	-10m EUR	
	HU – NII – Legal case		+4m EUR	
	HU – NOI – Legal case		+29m EUR	
	HU – BK & INS TAX – Temporary extra (windfall/DGS) bank and insurance tax		-134m EUR	+7m EUR
	HU – Impairments – Modification losses	-42m EUR*		-4m EUR
	BG – Opex – Integration costs Raiffeisenbank Bulgaria			-2m EUR
	Total Exceptional items BU International Markets	-41m EUR	-119m EUR	+1m EUR
GC BU	Opex – Exceptional profit bonus for employees		-4m EUR	
	Opex – Integration costs 365.bank and Business Lease	-2m EUR	-2m EUR	
	Total Exceptional items BU Group Centre	-2m EUR	-6m EUR	
	Total Exceptional items	-43m EUR	-138m EUR	+1m EUR
	Total Exceptional items (post-tax)	-38m EUR	-122m EUR	+1m EUR

* -42m EUR modification losses, related to the current uncertainty regarding the lifetime extension of the interest cap regulation in Hungary (of which part might be recovered in the coming quarters)

Excellent net interest income, leading to increased FY26 guidance (see slide 19)

NET INTEREST INCOME

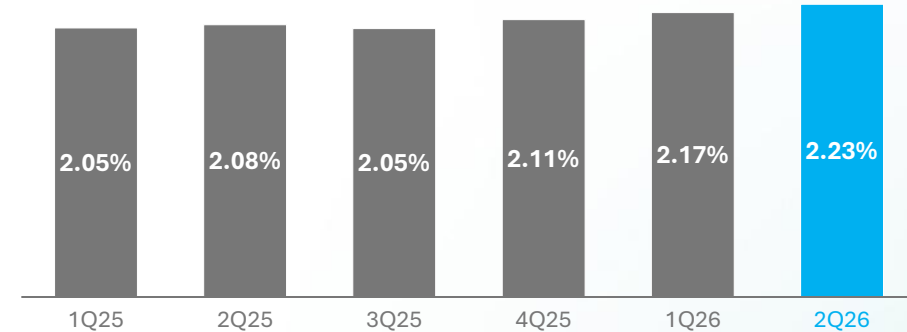
in m EUR



- NII increased by 8% q-o-q and by 20% y-o-y (+17% y-o-y excluding the acquisitions of 365.bank and Business Lease)
- +8% q-o-q was driven primarily by:
 - Higher commercial transformation result (due to continued increasing reinvestment yields and higher benchmarked deposit volumes)
 - Higher lending income, as organic loan volume growth and a 4m positive one-off in Hungary (partial reversal of loan interest subsidy correction of -10m EUR in 1Q26) was largely offset by lower loan margins in most core markets
 - Sharply higher NII on inflation-linked bonds (+57m EUR q-o-q, from -12m EUR in 1Q26 to +45m EUR in 2Q26)
 - Higher number of days (+9m EUR q-o-q)
 partly offset by:
 - Higher wholesale funding costs
- +20% y-o-y was driven primarily by significantly higher commercial transformation result, higher lending income, higher NII on inflation-linked bonds, higher dealing room NII and NII from short-term cash management, lower costs on the minimum required reserves held with the central banks and higher NII on term deposits

NET INTEREST MARGIN*

in %, calculated excluding dealing room, ALM FX swaps & repos



- Rose by 6 bps q-o-q and by 15 bps y-o-y (+13 bps y-o-y excluding 365.bank and Business Lease) for the reasons mentioned on net interest income and an increase in the interest-bearing assets (denominator), both q-o-q and y-o-y

ORGANIC VOLUME TREND

	Total loans**	o/w retail mortgages	Customer deposits***
Volume	222bn	89bn	251bn
Growth q-o-q*	+3%	+2%	+1%
Growth y-o-y	+7%	+6%	+4%

* Non-annualised ** Loans to customers, excluding reverse repos

*** Customer deposits, excluding debt certificates and repos, but including customer savings certificates.

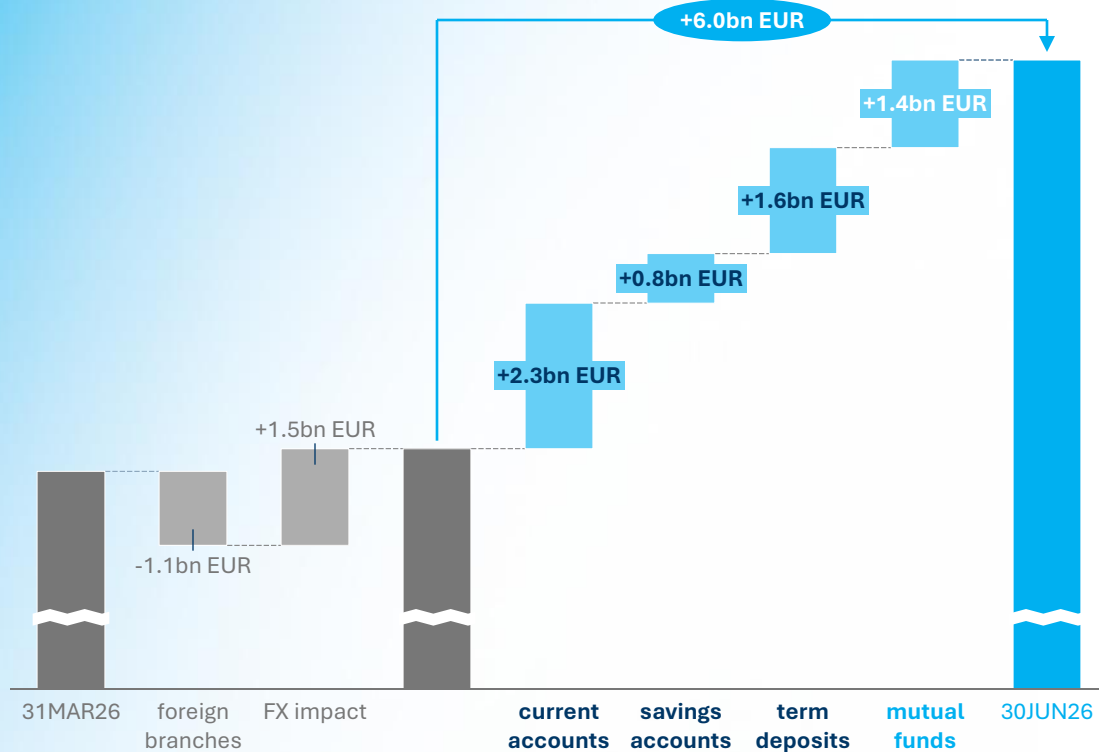
Excluding the volatility in the foreign branches of KBC Bank (included in BE BU), core customer deposits rose by 2% q-o-q and by 4% y-o-y

Growth figures are excluding FX, consolidation adjustments and reclassifications.

Inflow of core customer money

CUSTOMER MONEY DYNAMIC OVER 2Q26

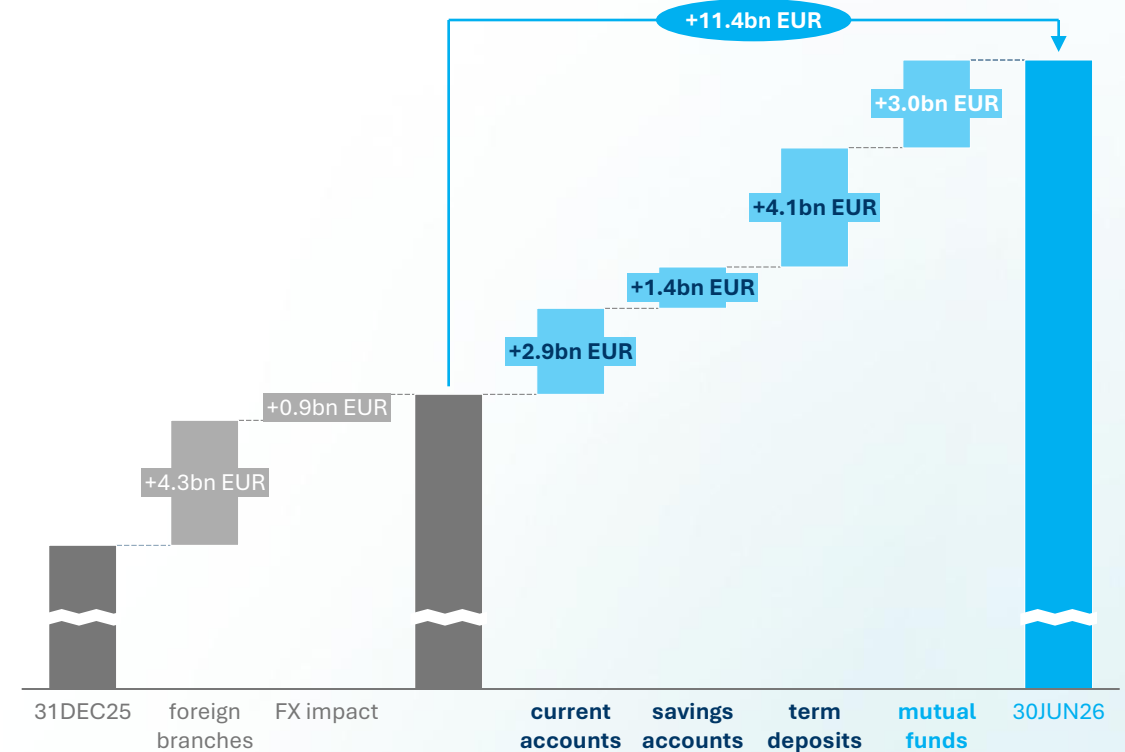
in bn EUR



- 2Q26 saw an inflow of core customer money of **+6.0bn EUR** (+7.5bn EUR incl. FX impact)

CUSTOMER MONEY DYNAMIC OVER 1H26

in bn EUR



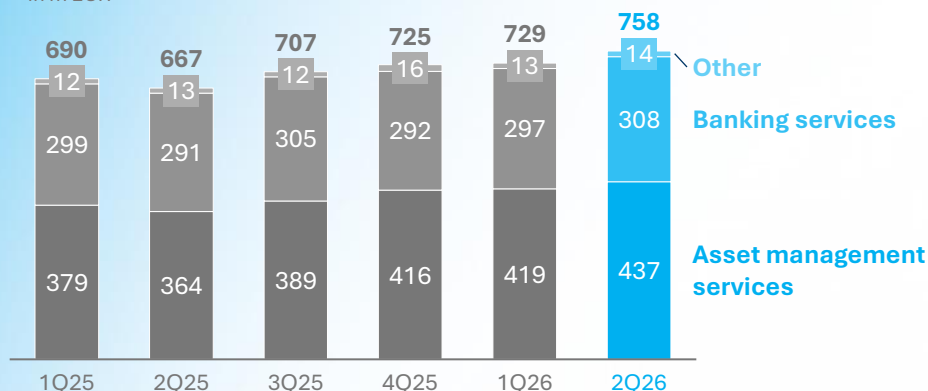
- 1H26 saw an inflow of core customer money of **+11.4bn EUR** (+12.3bn EUR incl. FX impact)

Higher net fee and commission income

Good net inflows in direct client money

NET FEE & COMMISSION INCOME

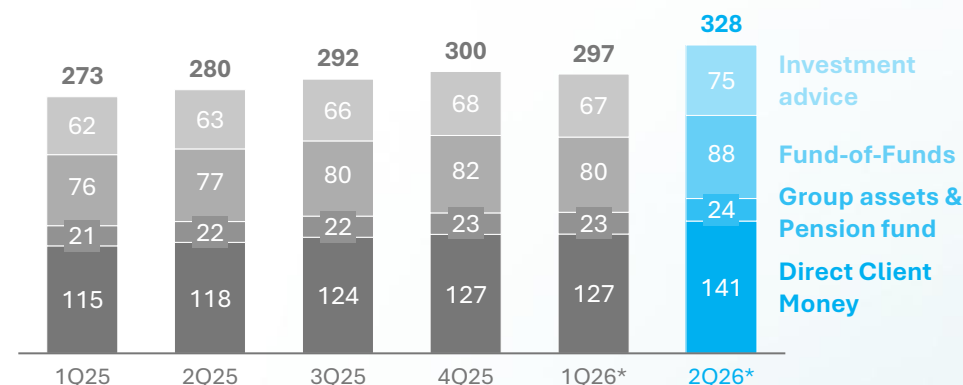
in m EUR



- **Up by 4% q-o-q and by 14% y-o-y (+11% y-o-y excluding the acquisitions of 365.bank and Business Lease)**
- +4% q-o-q was driven primarily by:
 - Net F&C income from Asset Management Services increased by 4% q-o-q due mainly to higher management & entry fees and higher distribution fees received linked to mutual funds
 - Net F&C income from banking services rose by 4% q-o-q due chiefly to higher fees from payment services, higher network income, higher fees from credit files & bank guarantees and higher securities-related fees
 - Higher distribution fees linked to insurance
- +14% y-o-y was mainly the result of:
 - Net F&C income from Asset Management Services rose by 20% y-o-y due mainly to higher management & entry fees
 - Net F&C income from banking services increased by 6% y-o-y due mainly to higher fees from payment services, higher securities-related fees, higher network income and higher fees from credit files & bank guarantees, partly offset by the SRT coupon cost and higher distribution commissions paid for banking products
 - Higher distribution fees linked to insurance

ASSETS UNDER MANAGEMENT

in bn EUR



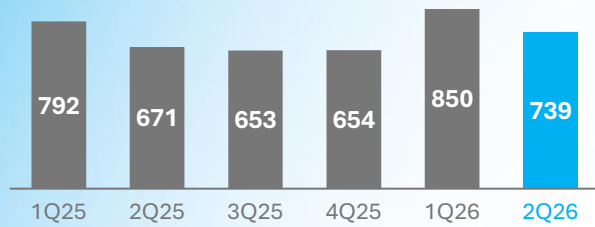
* As of 1Q26, AuM of 365.bank are included

- **Increased by 10% q-o-q** due to net inflows (+1%) and positive market performance (+10%)
- **Increased by 17% y-o-y** due to net inflows (+4%) and positive market performance (+13%)
- The mutual fund business has seen good net inflows this quarter, both in higher-margin direct client money (**1.4bn EUR in 2Q26** versus 1.6bn EUR in 1Q26 and 1.5bn in 2Q25) as well as in lower-margin assets

Non-life sales up y-o-y, life sales down q-o-q and up y-o-y

NON-LIFE SALES

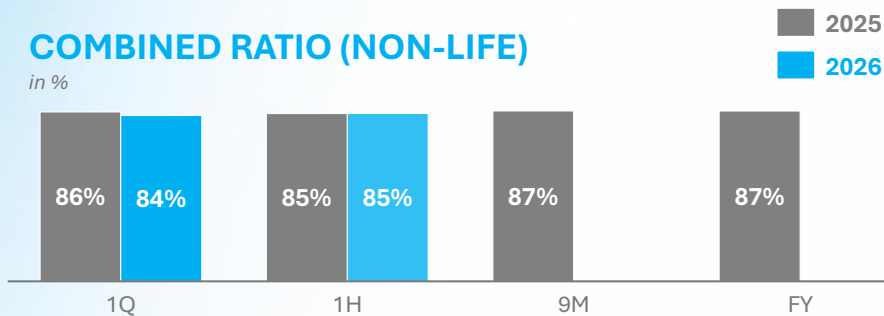
in m EUR



- **Up by 10% y-o-y**, with growth in all countries and all main classes, due to a combination of volume and tariff increases

COMBINED RATIO (NON-LIFE)

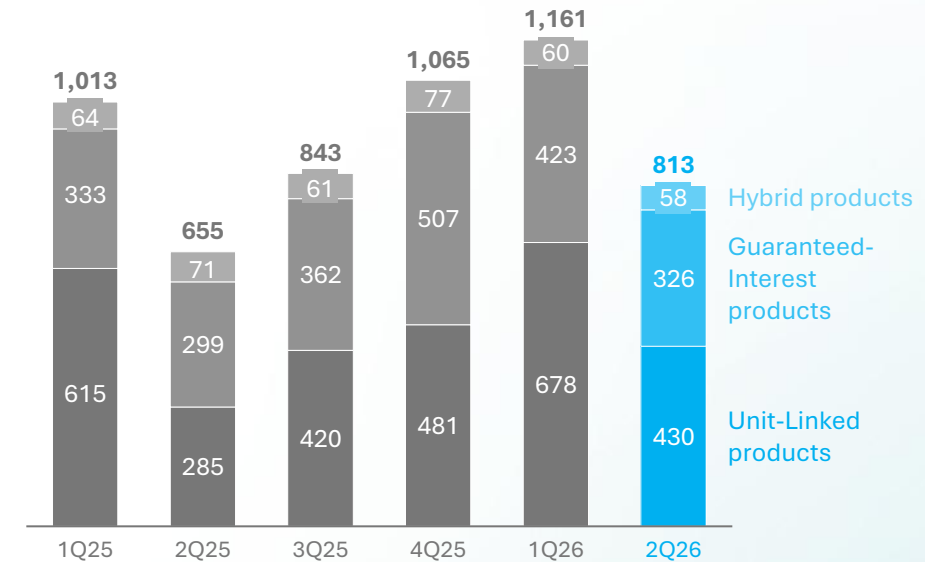
in %



- **Non-life combined ratio for 1H26 amounted to an excellent 85%** (85% in 1H25). This is mainly the result of:
 - 9% y-o-y higher insurance revenues before reinsurance
 - 8% y-o-y higher insurance service expenses before reinsurance, impacted mainly by some hailstorms in Belgium and some industrial fires (mainly in the Czech Republic and Belgium)
 - Lower net result from reinsurance contracts held (down by 18m EUR y-o-y)

LIFE SALES

in m EUR



- Decreased by 30% q-o-q due to lower sales of unit-linked products (after a very strong 1Q26 as the result of a successful launch of structured emissions and commercial actions in Belgium and a single-premium campaign in Bulgaria, partly offset by an increase in Hungary in 2Q26 due mainly to a single-premium campaign), lower sales of guaranteed-interest products (due chiefly to traditionally higher volumes in tax-incentivized pension savings products in Belgium during 1Q and 4Q) as well as lower sales of hybrid products
- Increased by 24% y-o-y due to higher sales of unit-linked products and guaranteed-interest products, partly offset by lower sales of hybrid products
- Sales of guaranteed-interest products and unit-linked products accounted for 40% and 53% of total life insurance sales in 2Q26 respectively, with hybrid products (mainly in Belgium and the Czech Republic) accounting for the remainder
- Life sales in 1H26 rose by 18% y-o-y

FIFV & IFIE result up q-o-q and net other income in line with the normal run rate

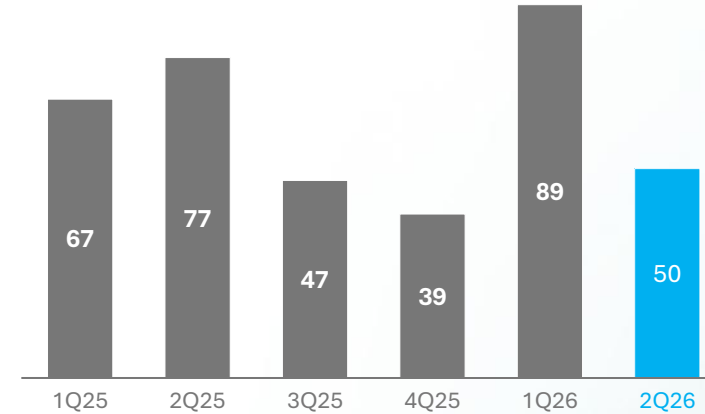
FIFV & IFIE

in m EUR

	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26
Dealing room	77	60	53	56	30	22
MVA/CVA/FVA	-1	0	5	-6	-1	-8
IFIE – mainly interest accretion	-67	-67	-69	-72	-76	-77
M2M ALM derivatives and other	-55	-27	-51	1	-71	-29
FIFV & IFIE	-45	-34	-62	-22	-118	-92

NET OTHER INCOME

in m EUR



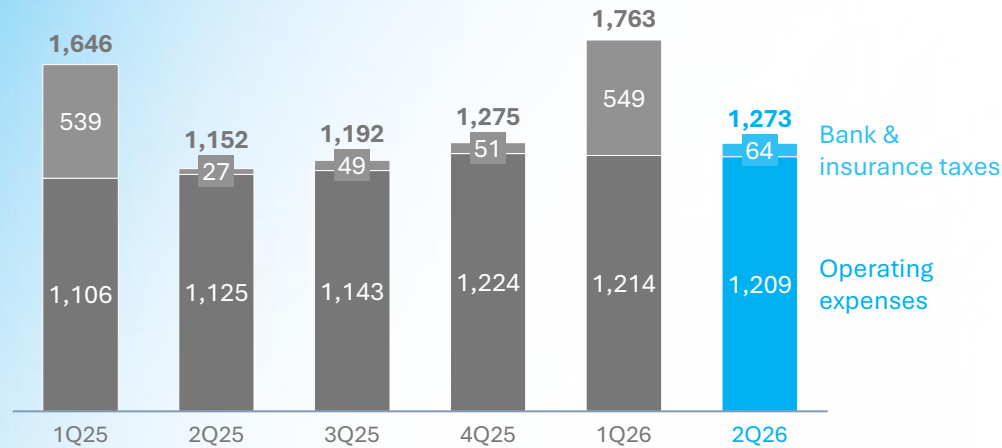
- **FIFV & IFIE result up q-o-q**, attributable mainly to:
 - Positive change in ‘ALM derivatives and other’ due mainly to hedge accounting ineffectiveness
 partly offset by:
 - Lower dealing room result
 - More negative credit, funding and market value adjustments, mainly the result of decreased long-term interest rates (EUR, CZK and HUF) and decreased KBC funding spreads, partly offset by decreased counterparty credit spreads
 - Slightly more negative IFIE due to strong growth in insurance

- **Net other income**: in line with the normal run rate of 50m EUR per quarter

Costs excluding bank & insurance taxes slightly down q-o-q

OPERATING EXPENSES (INCLUDING COSTS DIRECTLY ATTRIBUTABLE TO INSURANCE)

in m EUR



- **Operating expenses excluding bank & insurance taxes:**
 - Slightly down q-o-q (-1% q-o-q excl. FX effect) and +7% y-o-y (+6% y-o-y excl. FX effect and +5% y-o-y excl. acquisitions of 365.bank and Business Lease)
 - The q-o-q decrease was due mainly to the 23m EUR one-off profit bonus in 1Q26, largely offset by higher staff costs (mainly the impact of wage inflation), seasonally higher marketing & professional fee expenses, higher ICT costs, higher facility expenses and higher depreciations
 - The y-o-y increase was due to, amongst others, higher staff costs (mainly the impact of wage inflation and acquisitions), higher ICT costs, higher marketing costs, higher professional fee expenses and higher depreciations
- **Excluding FX, the one-off profit bonus and the acquisitions of 365.bank and Business Lease, the like-for-like operating expenses excluding bank & insurance taxes rose by 3.4% y-o-y in 1H26, exactly in line with the guidance**
- **1H26 cost/income ratio**
 - 43% when excluding certain non-operating items* (46% in FY25)
 - 40% excluding all bank & insurance taxes (41% in FY25)

BANK AND INSURANCE TAX SPREAD 2026 (preliminary)

in m EUR

	Total	Upfront		Spread out over the year			
	2Q26	1Q26	2Q26	1Q26	2Q26	3Q26e	4Q26e
BE BU	3	289	3	0	0	0	0
CZ BU	0	22	0	1	0	1	1
Hungary	54	171	0	45	54	54	54
Slovakia	5	2	0	5	5	4	4
Bulgaria	1	15	1	0	0	0	0
Group Centre	0	0	0	0	0	0	0
Total	64	499	4	50	59	58	58

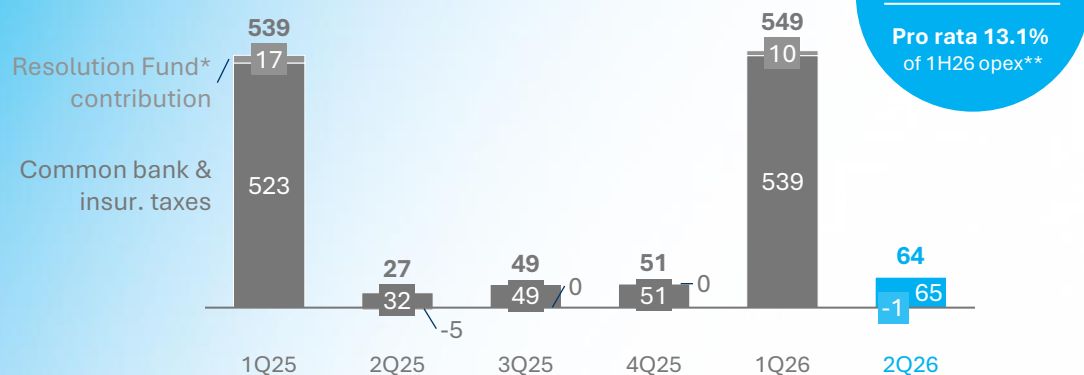
- **Regarding bank & insurance taxes in 2Q26:**
 - +53m EUR additional national bank taxes in Hungary
 - +5m EUR additional national bank taxes in Slovakia
 - +6m EUR additional contribution to the Deposit Guarantee Scheme (+3m EUR in Belgium, +1m in Hungary and +1m EUR in Bulgaria)
- Total **bank & insurance taxes** are expected to increase by 10% y-o-y to 730m EUR in 2026 (666m EUR in 2025)

* See glossary for the exact definition

Overview of bank & insurance taxes*

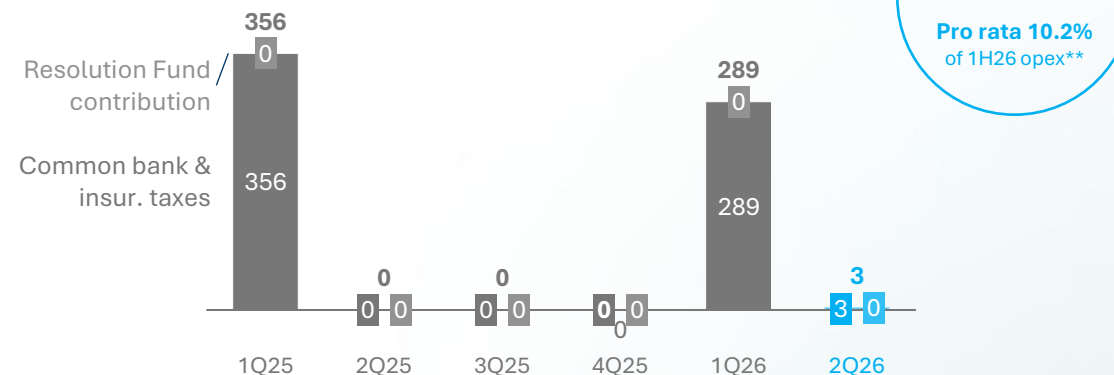
KBC GROUP

in m EUR



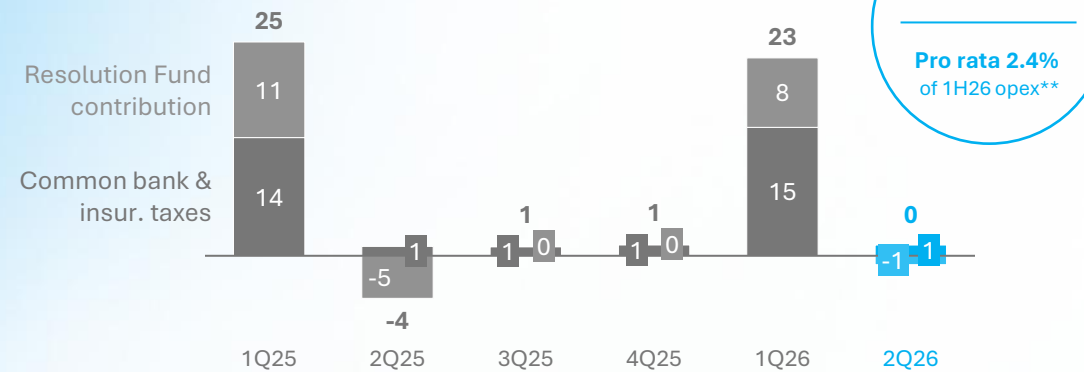
BELGIUM BU

in m EUR



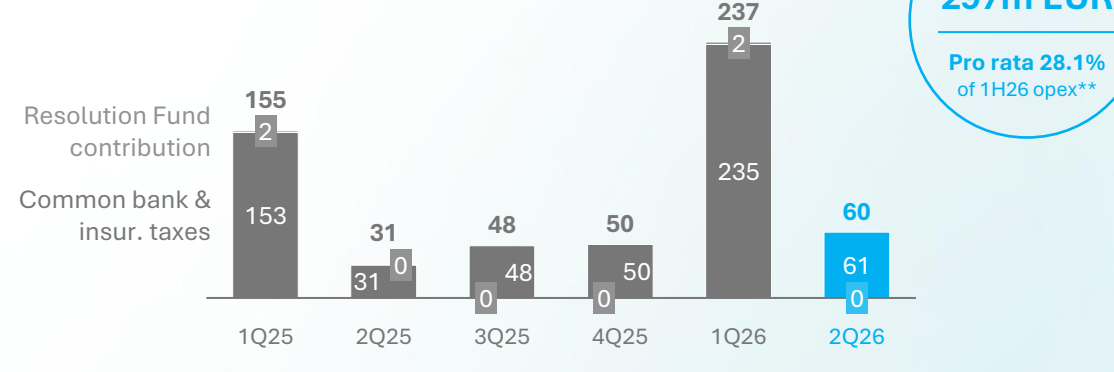
CZECH REPUBLIC BU

in m EUR



INTERNATIONAL MARKETS BU

in m EUR



* This refers solely to the bank & insurance taxes recognised in opex, and as such it does not take account of income tax expenses, non-recoverable VAT, etc.

** Including directly attributable costs to insurance

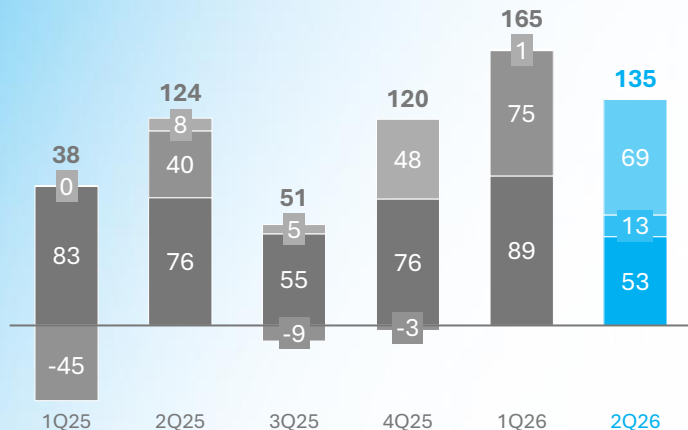
Lower net loan loss impairment charges & excellent credit cost ratio

Higher impairments on 'other'

ASSET IMPAIRMENT

in m EUR; negative sign is a release

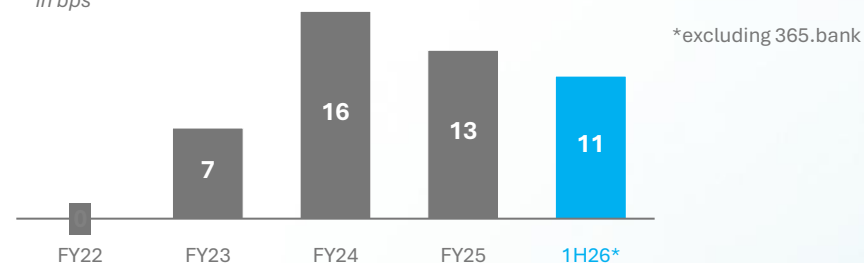
Other impairments
ECL & mgmt. overlay for geopolitical and ME uncertainties
Impairments on financial assets at AC and FVOCI



- **Net loan loss impairment charges of 66m EUR in 2Q26** (compared with 164m EUR in 1Q26) due to:
 - 53m EUR net loan loss impairment charges (compared with 89m EUR in 1Q26), of which 9m EUR from the acquisition of 365.bank (compared with 11m EUR in 1Q26)
 - An increase of 13m EUR solely ECL buffer (versus an increase of 75m EUR in 1Q26, solely management overlay), driven mainly by micro- and macroeconomic indicators
 - Total outstanding ECL & management overlay for geopolitical & macroeconomic uncertainties now stands at 188m EUR
- **69m EUR impairment on 'other'**, of which:
 - 42m EUR modification losses, related to the current uncertainty regarding the lifetime extension of the interest cap regulation in Hungary (of which part might be recovered in the coming quarters)
 - 28m EUR impairment on software (27m EUR in Belgium and 1m EUR in Bulgaria)

CREDIT COST RATIO EXCL. ECL & MANAGEMENT OVERLAY FOR GEOPOLITICAL AND MACROECONOMIC UNCERTAINTIES

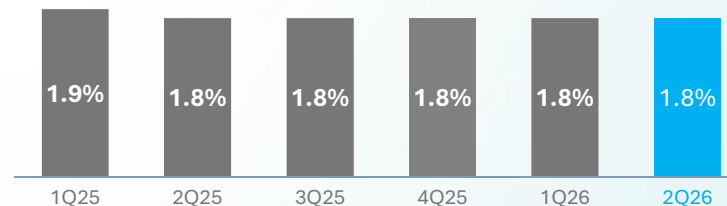
in bps



- The **credit cost ratio** in 1H26 amounted to:
 - 11 bps like-for-like (excluding 365.bank) without ECL & management overlay for geopolitical & macroeconomic uncertainties (13 bps in FY25)
 - 17 bps with ECL & management overlay for geopolitical & macroeconomic uncertainties and including 365.bank

IMPAIRED LOANS RATIO

in %



- The **impaired loans ratio** amounted to **1.8%** (1.0% of which over 90 days past due)

KBC has only limited direct exposure to current geopolitical and financial turmoil

KBC's direct exposure to...

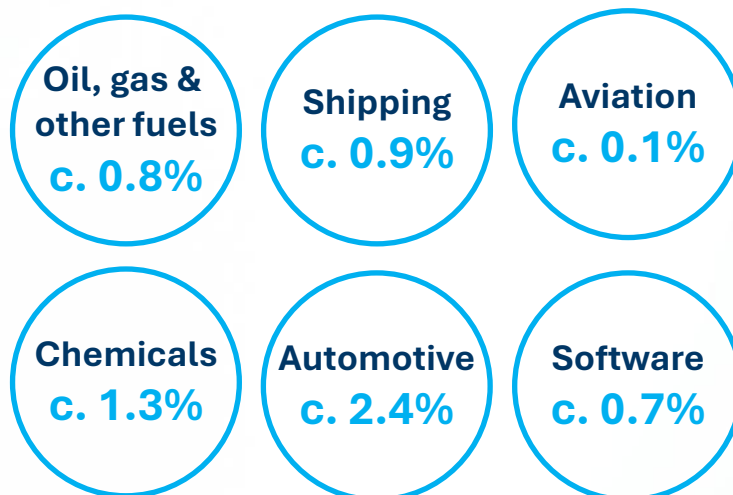
... the Middle East



Direct loan exposure to the Middle East (disregarding Turkey and Egypt) amounted to **0.2% of our total outstanding loan book** per end 1H26

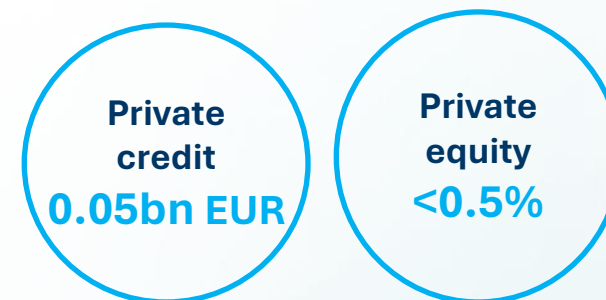
It is mostly related to **short term commercial trade finance**.

... vulnerable sectors



KBC's outstanding loan book is very well **diversified**, with limited exposure to the most vulnerable sectors

... Private credit and Private equity



Direct exposure to Private credit* was only 42m EUR per end 1H26, while Private equity** entailed less than 0.5% of outstanding loan exposure.

Moreover, **KBC's exposure to US regional banks and hedge funds is virtually 0**

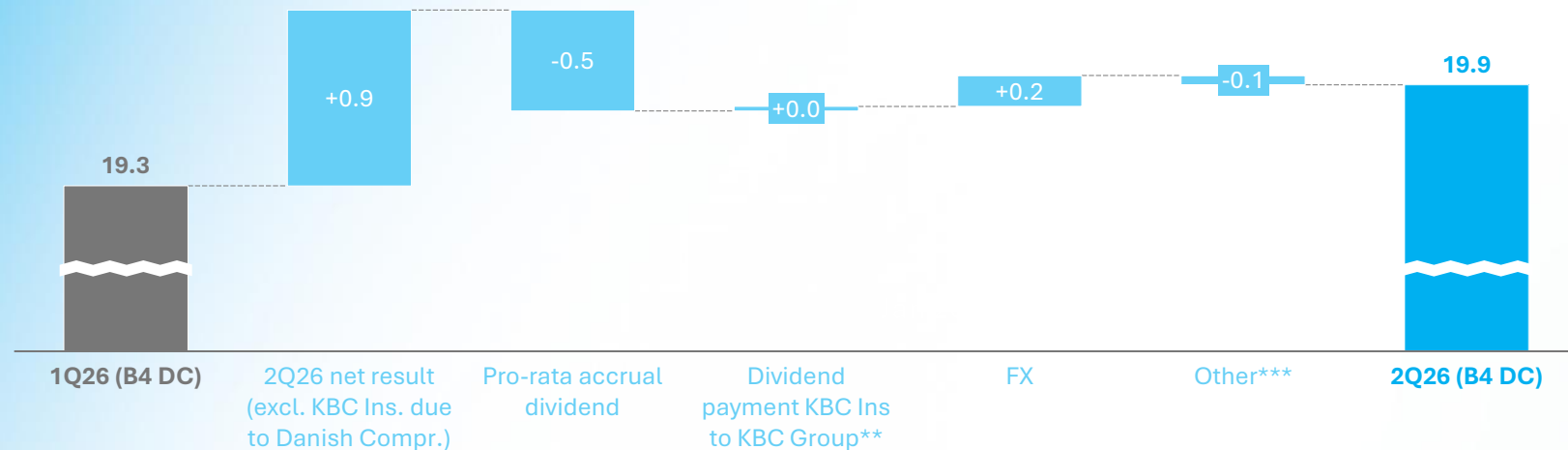
* **Private credit funds** are defined as funds that have as main goal direct debt financing to firms.

** **Private equity funds** are investment firms that raise capital from a diverse group of institutional investors and high-net-worth individuals to acquire and actively manage non-public companies, aiming to enhance their value and achieve profitable exits through sales or public offerings. These investment companies may also hold other investments (e.g. (minority) stakes in stock-quoted companies, real estate, stakes in other funds).

Unfloored* fully loaded Basel 4 CET1 ratio from 1Q26 to 2Q26

Q-O-Q VARIANCE OF CET1 CAPITAL

in bn EUR



Q-O-Q VARIANCE OF RWA

in bn EUR



The unfloored fully loaded B4 common equity ratio stabilised q-o-q at **14.4% at the end of 2Q26** based on the Danish Compromise

* Fully loaded Basel 4 CET1 ratio excluding output floor impact

** The BGAAP result related to 1Q26 of 25m EUR was upstreamed in 2Q26

*** Includes the q-o-q delta in intangible fixed assets, AT1 coupon, remeasurement of defined benefit obligations, deduction pension plan assets, NPL shortfall etc.

**** Includes the RWA equivalent for KBC Insurance based on DC, calculated as the historical book value of KBC Insurance multiplied by 250% under B4

***** The RWA increase was mainly due to newly defaulted exposures with lower cover ratio vs defaulted exposures with higher cover ratio that disappeared during the quarter

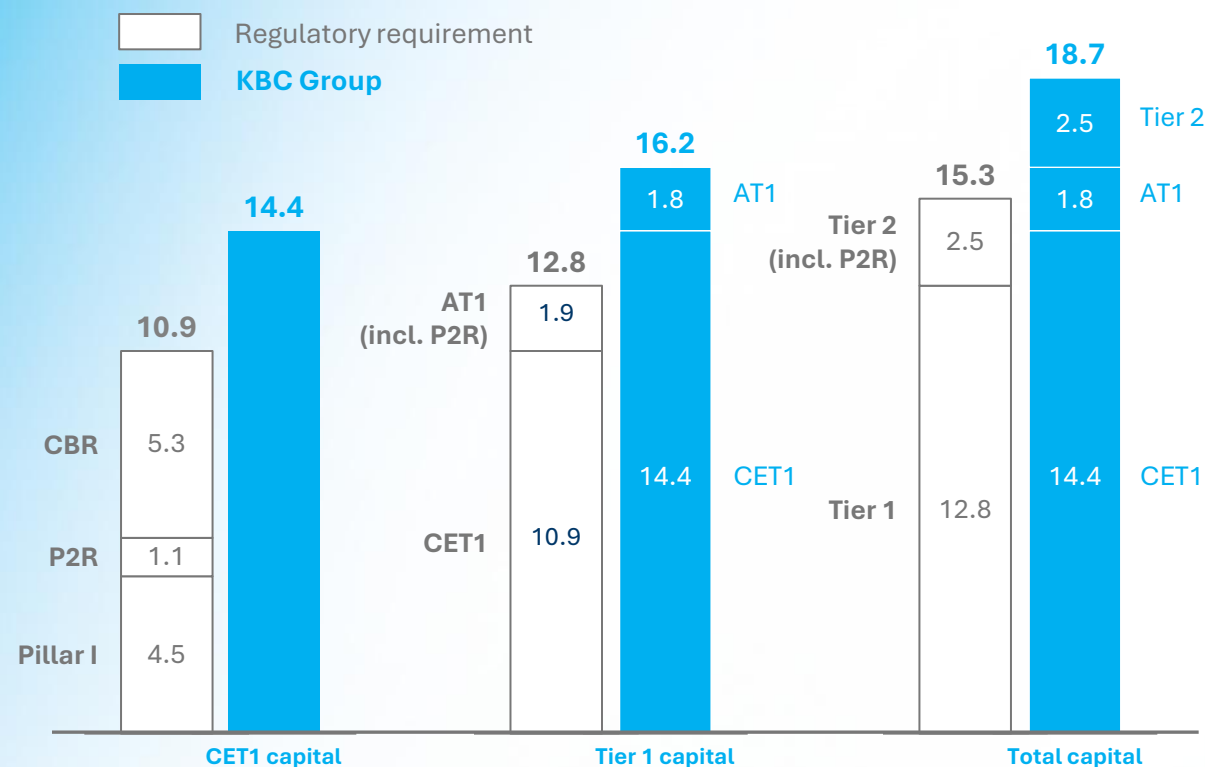
***** Includes market risk, model changes, counterparty credit risk & CVA,...

***** Delta with transitional RWAs is the phased-in B4 impact and the impact of the transitional rule regarding Standardised RW for EUR sovereign exposure issued by non-EUR EU countries

Strong capital position with substantial buffer to MDA

CAPITAL REQUIREMENTS AND DISTANCE TO MAXIMUM DISTRIBUTABLE AMOUNT (MDA) RESTRICTIONS AS AT 30 June 2026 (FULLY LOADED, B4)

in %



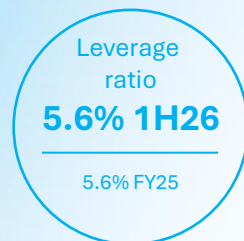
- **P2R 1.95% (= Pillar II requirement)**
1.10% to be met with CET1, 37bps eligible for AT1 and 49bps for Tier 2
- **CBR 5.34% (= Combined buffer requirement)**
2.50% Capital conservation buffer
1.50% O-SII buffer
1.34% Countercyclical buffer
- **OCR (10.94%) buffer 3.4%**
- **MDA buffer 3.4%**
lowest of the buffers between available and required (i) CET1 capital, (ii) Tier 1 capital and (iii) Total capital
- **MDA 10.99%**
i.e. the net of the CET1 ratio (14.4%) and the MDA buffer (3.4%)

3.4%	3.4%	3.4%	Distance to MDA restrictions
4,750m EUR	4,674m EUR	4,759m EUR	

Leverage ratio, liquidity ratios and Solvency II ratio

LEVERAGE RATIO | KBC GROUP

fully loaded



Stabilised q-o-q at 5.6%

LIQUIDITY RATIOS | KBC GROUP

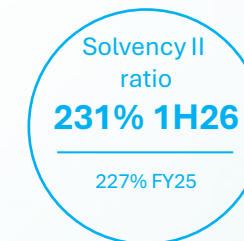
in %



Both LCR* and NSFR** were well above the regulatory requirement of 100%

SOLVENCY II RATIO | KBC INSURANCE

in %



Q-o-q stable Solvency II ratio as the positive impact of the 2Q26 IFRS P&L result and the lower EUR interest rate curve were offset by the negative impact of increasing equity markets and volume growth

* Liquidity Coverage ratio (LCR) is based on the Delegated Act requirements. From EOY2017 onwards, KBC Bank discloses 12 months average LCR in accordance with EBA guidelines on LCR disclosure.

** Net Stable Funding Ratio (NSFR) is based on KBC Bank's interpretation of the proposal of CRR amendment.

Our bank-insurance model is firing on all cylinders

Note: all growth figures are based on reported 2025 figures

	Upgraded 2026 guidance	Previous guidance
Total income	Approx. +11.0% y-o-y	At least +9.9% y-o-y
Net interest income*	Approx. 7.05bn EUR	At least 6,725m EUR
<i>Organic loan volume growth</i>	At least +6% y-o-y	Approximately +5% y-o-y
Insurance revenues (before reinsurance)	Approx. +9.0% y-o-y	At least +7.5% y-o-y
Operating expenses (excl. bank/insurance tax)	Approx. +7.7% y-o-y***	Below +7.7% y-o-y***
<i>Organic OpEx growth (excl. bank/insurance tax)</i>	Approx. +3.4% y-o-y***	Below +3.4% y-o-y***
	Jaws approx. +3.3%	Jaws at least +2.2%
	Cost/income** approx. 40%	
Combined ratio	<u>below</u> 91%	
Credit cost ratio	<u>well below</u> TTC of 25-30bps	

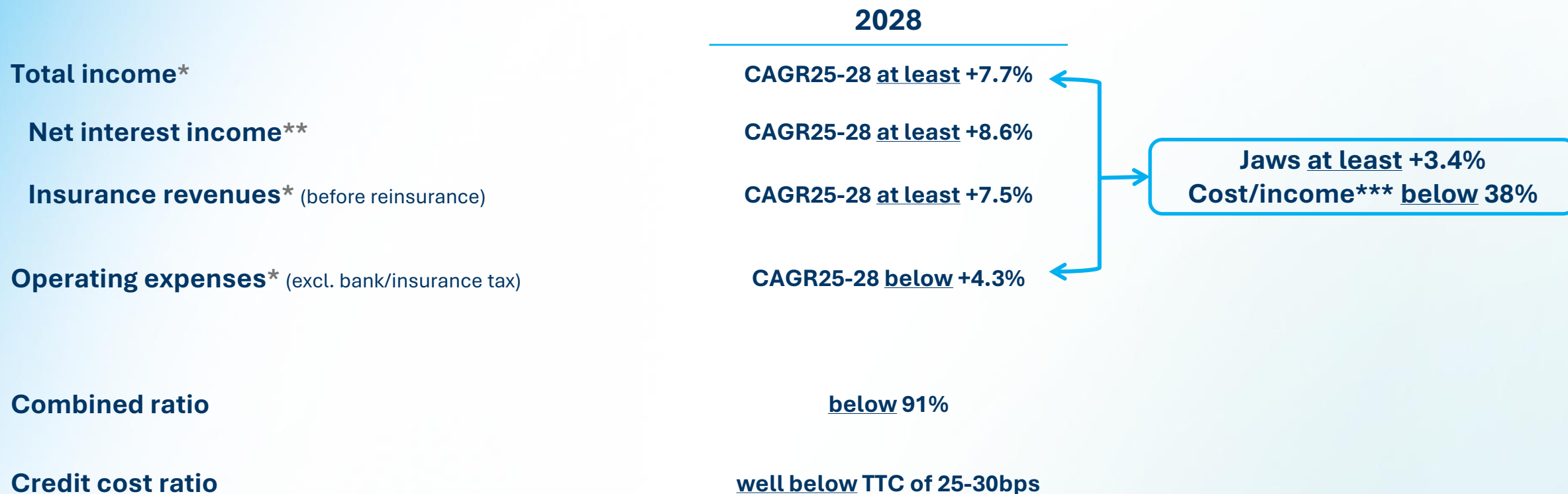
* Based on market forward rates of early August

** KBC's Cost/income ratio includes in the numerator Insurance commissions paid; for FY26, these are estimated in line with the Insurance revenues growth, i.e. approximately +9.0% y-o-y which corresponds to approximately 468m EUR

*** This does not include the 23m EUR one-off profit bonus

Our bank-insurance model is firing on all cylinders

Note: all growth figures are based on reported 2025 figures

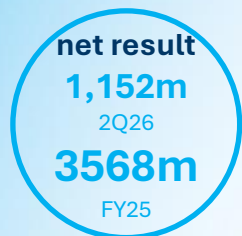


* Including FX impacts and closed M&A files (365.bank and Business Lease)

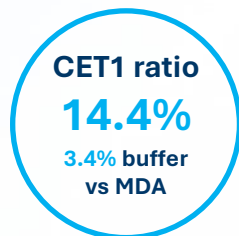
** Including FX impacts and closed M&A files (365.bank and Business Lease), and based on following assumptions: (i) market forward rates of early February, (ii) no speculation on potential measures of any government and (iii) conservative pass-through rates on savings accounts

*** KBC's Cost/income ratio includes in the numerator Insurance commissions paid; for FY28, these are estimated in line with the Insurance revenues growth, i.e. at least +7.5% CAGR25-28 which corresponds to at least 533m EUR

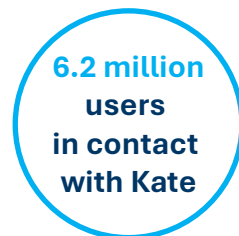
Excellent financial performance



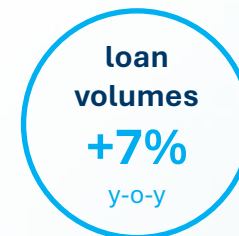
Outstanding solvency and liquidity



Kate convinces customers



Franchise is growing



* When bank & insurance taxes are evenly spread throughout the year and excluding one-offs

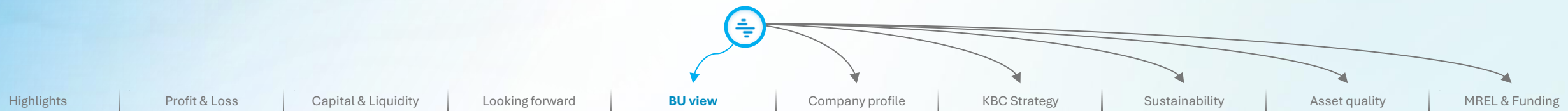
BU view (slide 23-36)

- Belgium BU
- Czech Republic BU
- International Markets BU
 - Slovakia
 - Hungary
 - Bulgaria
- Group Centre BU

Annexes (slide 37-65)

- Company profile
- KBC strategy
- Sustainability
- Asset quality
- MREL & funding

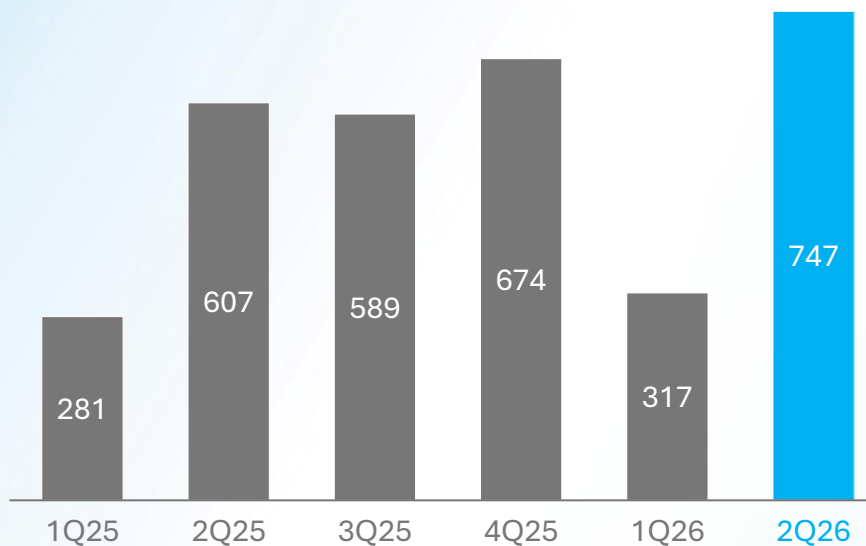
Navigate quickly to this content by using the below tabs in the digital version of this presentation



Belgium BU (1) | Net result

NET RESULT

in m EUR



ROAC
1H26
21%

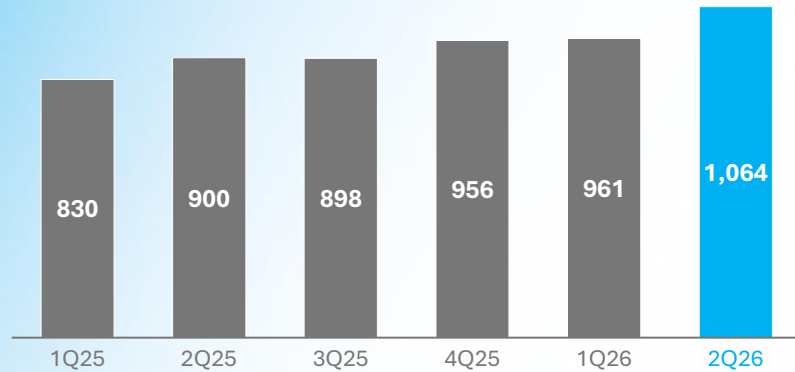
63% of
Allocated Capital

- The quarter was marked by higher net interest income, higher net fee and commission income, lower sales of non-life and life insurance products, better net result from financial instruments at fair value & IFIE, higher dividend income, lower net other income, lower operating expenses (due almost entirely to lower bank & insurance taxes and the one-off profit bonus in 1Q26), lower insurance service expenses after reinsurance and lower net impairment charges

Belgium BU (2) | Net interest income

NET INTEREST INCOME

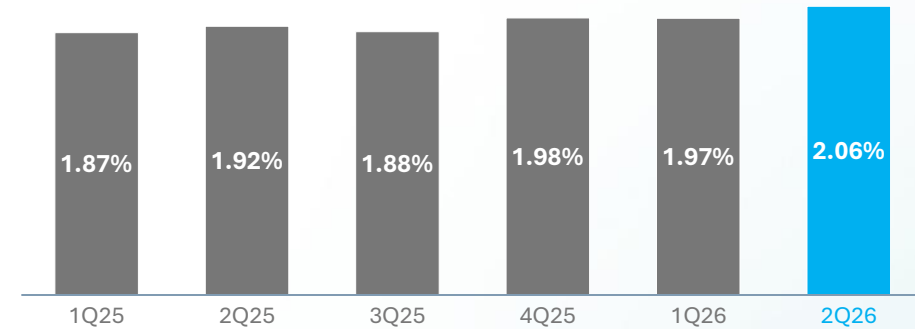
in m EUR



- +11% q-o-q, due mainly to:
 - Higher commercial transformation result
 - Higher lending income (loan volume growth and positive impact of higher number of days was partly offset by margin pressure on the outstanding loan portfolio)
 - Sharply higher NII on inflation-linked bonds (+57m EUR q-o-q, from -12m EUR in 1Q26 to +45m EUR in 2Q26)
- +18% y-o-y due mainly to sharply higher commercial transformation result, higher lending income (loan volume growth partly offset by margin pressure on the outstanding loan portfolio), higher NII on inflation-linked bonds, higher NII on term deposits, higher dealing room NII and higher NII from short-term cash management

NET INTEREST MARGIN

in %



- Increased by 9 bps q-o-q and by 14 bps y-o-y for the reasons mentioned on net interest income and an increase in the interest-bearing assets (denominator), both q-o-q and y-o-y

ORGANIC VOLUME TREND

	Total loans**	o/w retail mortgages	Customer deposits***
Volume (EUR)	136bn	49bn	155bn
Growth q-o-q*	+3%	+1%	+1%
Growth y-o-y	+6%	+3%	+2%

* Non-annualised

** Loans to customers, excluding reverse repos

*** Customer deposits, excluding debt certificates and repos, but including customer savings certificates.

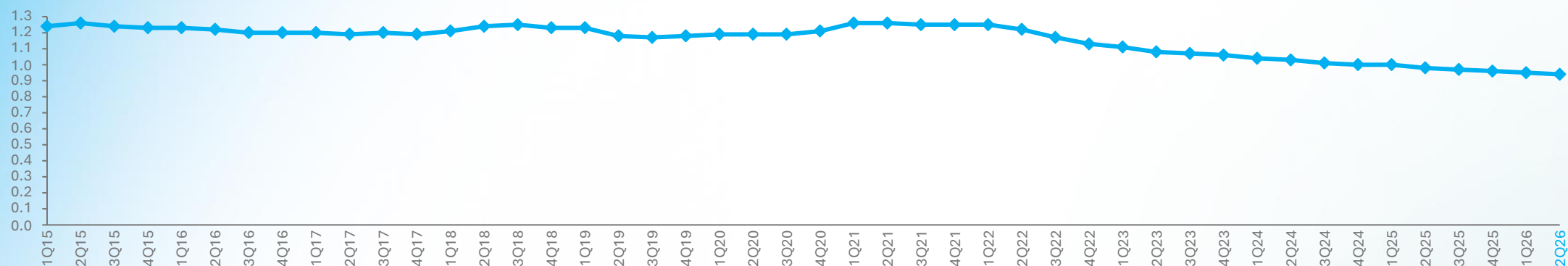
Excluding the volatility in the foreign branches of KBC Bank (included in BE BU), customer deposits rose by 2% both q-o-q and y-o-y

Growth figures are excluding FX, consolidation adjustments and reclassifications

Belgium BU (3) | Credit margins in Belgium

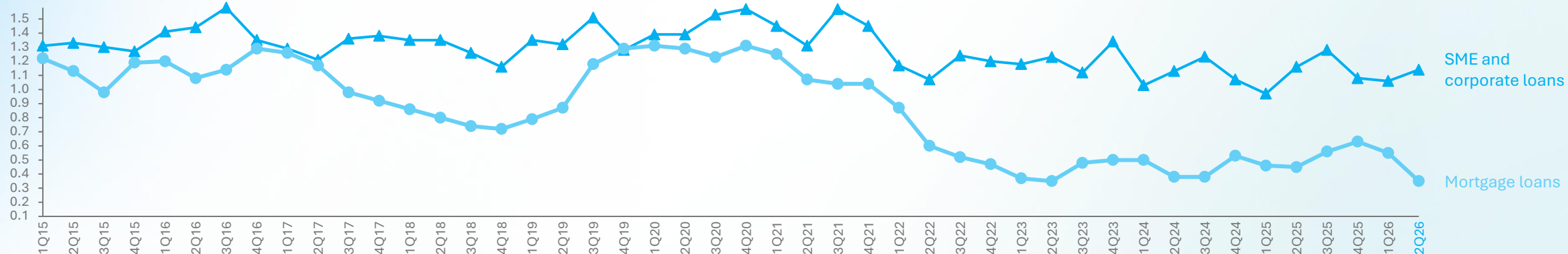
PRODUCT SPREAD ON CUSTOMER LOAN BOOK | OUTSTANDING

in %



PRODUCT SPREAD | NEW PRODUCTION

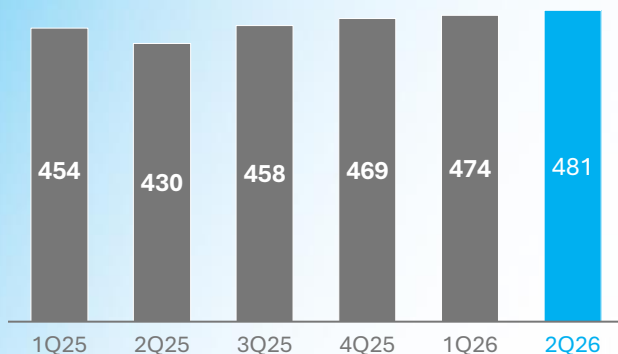
in %



Belgium BU (4) | Other income lines & cross-selling

NET FEE & COMMISSION INCOME

in m EUR



- The 2% higher q-o-q net F&C income was mainly the result of higher management & entry fees, higher securities-related fees and higher fees from credit files & bank guarantees, partly offset by lower payment-related fees and higher distribution fees paid for mutual funds
- The 12% higher y-o-y net F&C income was driven chiefly by higher management & entry fees, higher network income, higher securities-related fees and higher fees from credit files & bank guarantees, partly offset by lower payment-related fees and higher distribution fees paid for mutual funds

ASSETS UNDER MANAGEMENT

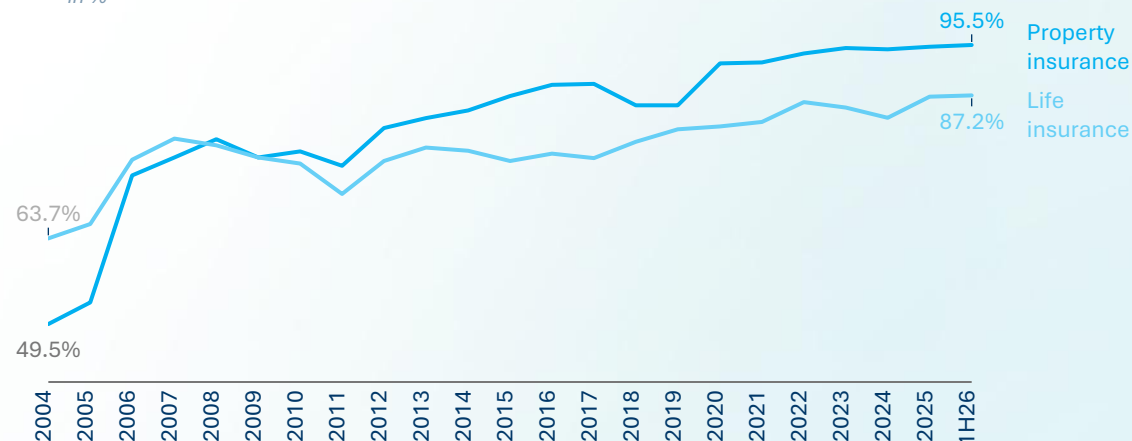
- 288bn EUR
- Increased by 10% q-o-q due to net inflows (+1%) and positive market performance (+10%)
- Increased by 16% y-o-y due to net inflows (+3%) and positive market performance (+13%)

INSURANCE

- Insurance sales: 1,081m EUR
 - Non-life sales (411m EUR) +6% y-o-y, due to premium growth in all classes, due to a combination of volume and tariff increases
 - Life sales (670m EUR) fell by 35% q-o-q and rose by 31% y-o-y
 - The q-o-q decrease was due mainly to sharply lower sales of unit-linked products (as the result of a successful launch of structured emissions in Belgium and commercial actions in 1Q26) and lower sales of guaranteed-interest products (due a.o to traditionally higher volumes in tax-incentivised pension savings products in 1Q and 4Q)
 - The y-o-y increase was driven by sharply higher sales of unit-linked products and higher sales of guaranteed-interest products
- Combined ratio amounted to an excellent 83% in 1H26 (86% in 1H25)

MORTGAGE-RELATED CROSS-SELLING RATIOS

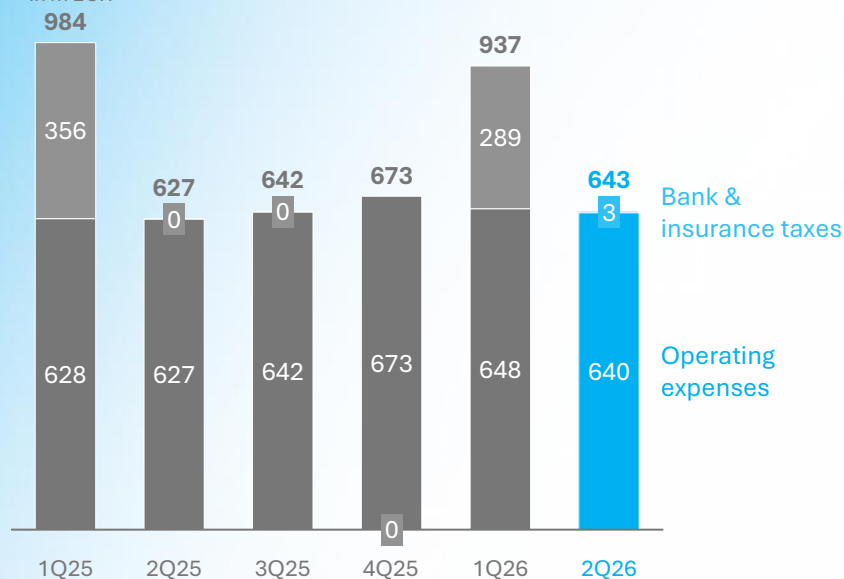
in %



Belgium BU (5) | Opex & impairments

OPERATING EXPENSES

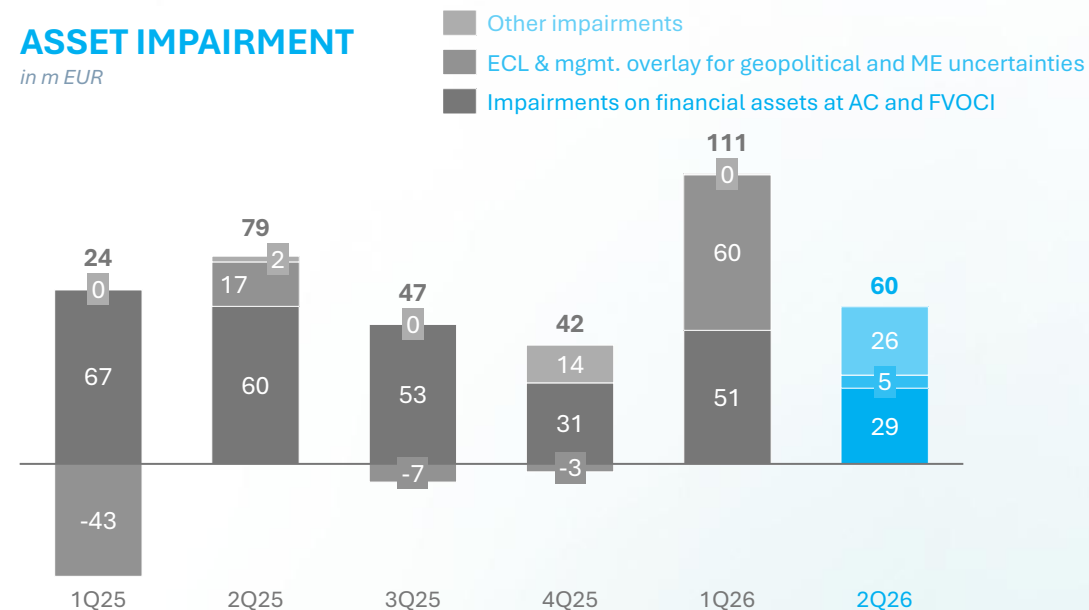
in m EUR



- **Opex (including costs directly attributable to insurance, but excluding bank & insurance taxes): -1% q-o-q and +2% y-o-y**
- -1% q-o-q as lower staff costs (due entirely to one-off profit bonus in 1Q26) and lower professional fee expenses were only partly offset by seasonally higher marketing expenses and higher ICT costs
- +2% y-o-y due chiefly to higher ICT costs, higher marketing costs and higher depreciations were only partly offset by lower staff costs and lower professional fee expenses
- Cost/income ratio adjusted for specific items: 39% in 1H26 (43% in FY25)

ASSET IMPAIRMENT

in m EUR

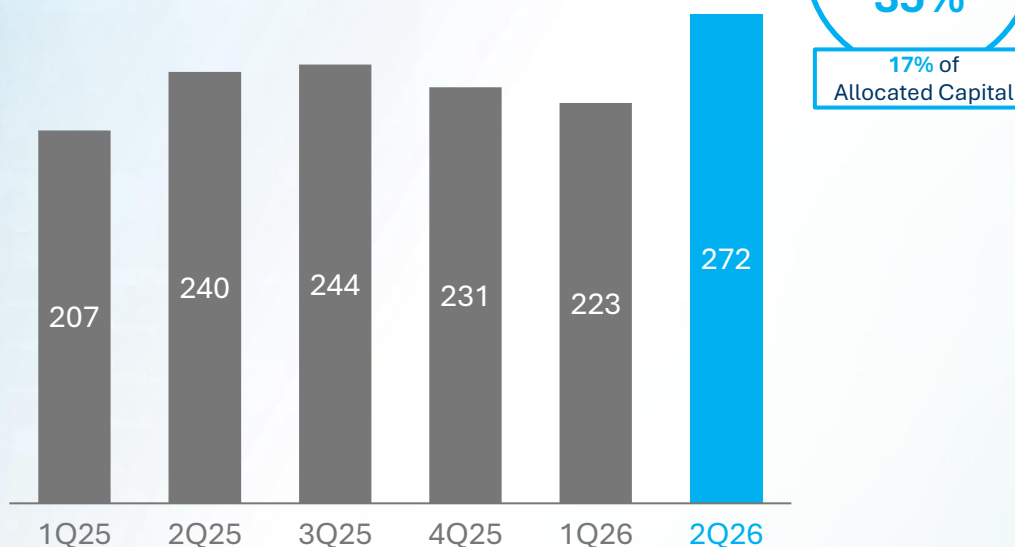


- **Net loan loss impairment charges** of 34m EUR in 2Q26 (compared with 111m EUR in 1Q26) due to:
 - 29m EUR net loan loss impairment charges (versus 51m EUR in 1Q26)
 - a 5m EUR net impairment charge for geopolitical & macroeconomic uncertainties (versus 60m EUR in 1Q26)
- **Credit cost ratio** amounted to 16 bps including ECL buffer and 11 bps excluding ECL buffer in 1H26 (13 bps in FY25)
- 26m EUR impairment on 'other' (software)
- **Impaired loans ratio** amounted to 1.9%, 0.9% of which over 90 days past due

Czech Republic BU (1) | Net result

NET RESULT

in m EUR

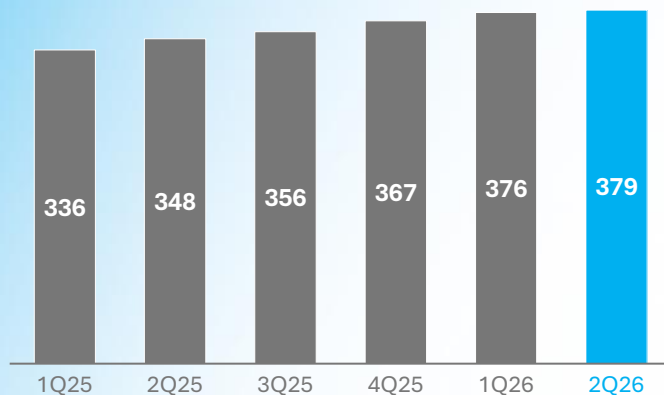


- The quarter was marked by higher net interest income, higher net fee & commission income, higher sales of non-life and lower sales of life insurance products, higher net result from financial instruments at fair value & IFIE, lower net other income, lower costs (due entirely to lower bank & insurance taxes and the one-off profit bonus in 1Q26), higher insurance service expenses after reinsurance and lower impairments

Czech Republic BU (2) | Net interest income

NET INTEREST INCOME

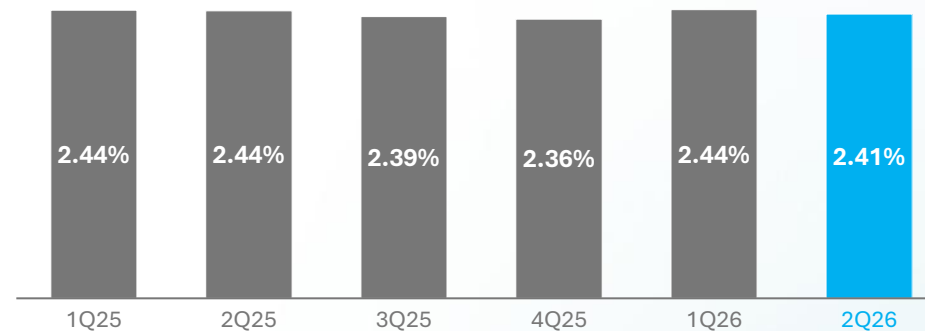
in m EUR



- +1% q-o-q and +6% y-o-y (both excl. FX effect)
- Q-o-q increase driven mainly by higher commercial transformation result and higher ALM result, partly offset by lower dealing room NII and lower NII on term deposits
- Y-o-y increase, as much higher commercial transformation result, higher lending income, higher ALM result and lower costs on the minimum required reserves held with the central banks were only partly offset by lower NII on term deposits and lower dealing room NII

NET INTEREST MARGIN

in %



- Fell by 4* bps both q-o-q and y-o-y due mainly to an increase in the interest-bearing assets (denominator), both q-o-q and y-o-y

* rounding effect

ORGANIC VOLUME TREND

	Total loans**	o/w retail mortgages	Customer deposits***
Volume (EUR)	46bn	23bn	55bn
Growth q-o-q*	+3%	+2%	+1%
Growth y-o-y	+8%	+6%	+3%

* Non-annualised

** Loans to customers, excluding reverse repos

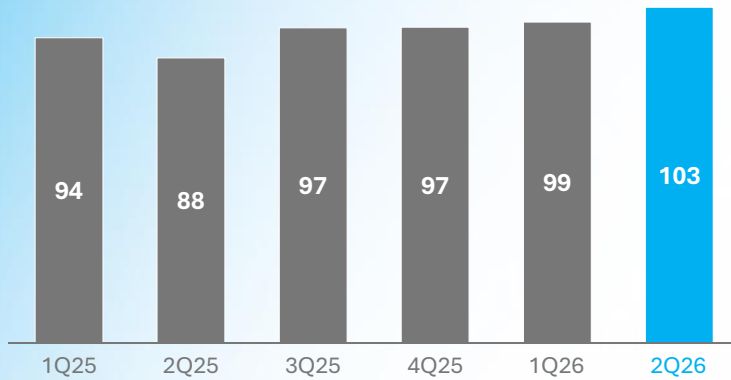
*** Customer deposits, excluding debt certificates and repos

Growth figures are excluding FX, consolidation adjustments and reclassifications

Czech Republic BU (3) | Other income lines & cross-selling

NET FEE & COMMISSION INCOME

in m EUR



- +5% q-o-q net F&C income excl. FX effect was mainly the result of higher payment-related fees, higher distribution fees received for mutual funds, higher network income, higher securities-related fees and higher fees from credit files & bank guarantees, partly offset by higher commissions paid linked to banking products
- +15% y-o-y net F&C income excl. FX effect was mainly the result of higher distribution fees received for mutual funds, higher management & entry fees, higher payment-related fees, higher securities-related fees and higher fees from credit files & bank guarantees

ASSETS UNDER MANAGEMENT

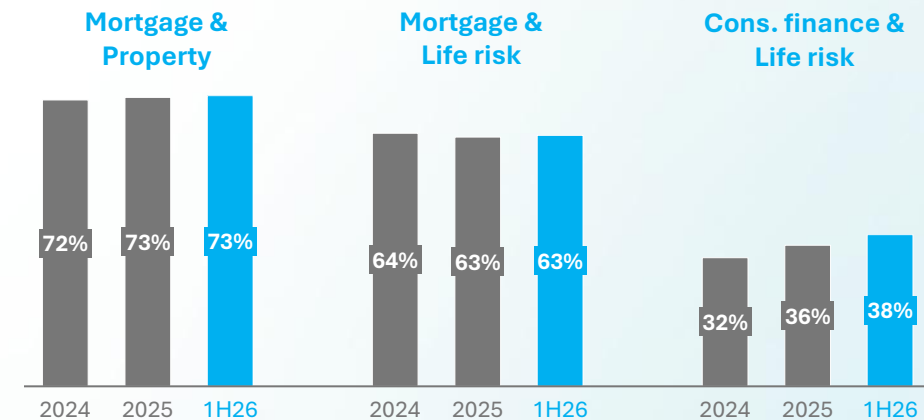
- 23.9bn EUR
- +9% q-o-q due to net inflows (+2%) and positive market performance (+7%)
- +15% y-o-y due to net inflows (+10%) and positive market performance (+6%)

INSURANCE

- Insurance sales: 219m EUR
 - Non-life sales (168m EUR) +10% y-o-y excl. FX, due to premium and volume growth in almost all classes
 - Life sales (51m EUR):
 - 5% q-o-q excl. FX due to lower sales of guaranteed-interest products and hybrid products
 - 23% y-o-y excl. FX due almost entirely to lower sales of hybrid products
- An excellent combined ratio of 83% in 1H26 (83% in 1H25)

MORTGAGE-RELATED CROSS-SELLING RATIOS*

in %

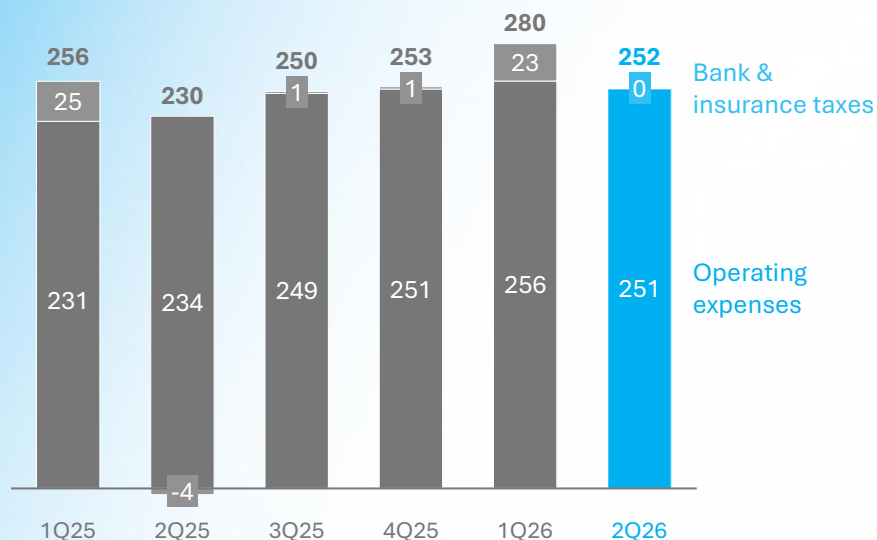


* Restated numbers due to methodology change: external broker channels are excluded

Czech Republic BU (4) | Opex & impairments

OPERATING EXPENSES

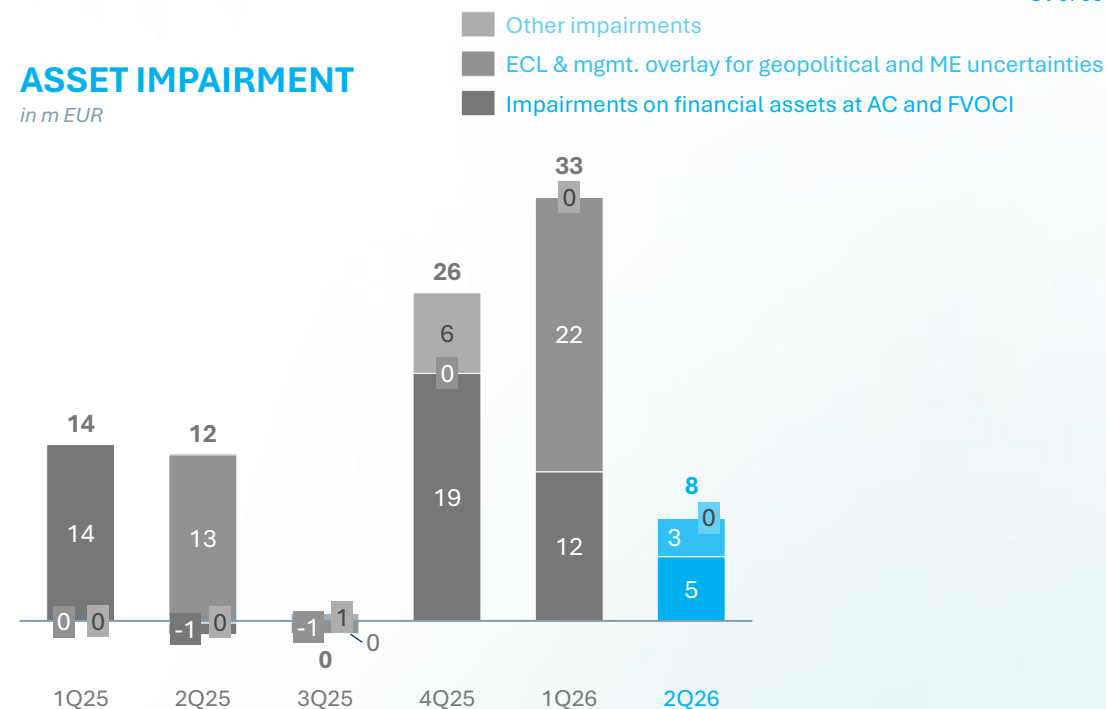
in m EUR



- **Opex (incl. costs directly attributable to insurance and excl. bank & insurance taxes): -2% q-o-q and +5% y-o-y, excl. FX effect**
- -2% q-o-q due mainly to lower staff costs (due entirely to one-off profit bonus in 1Q26), lower ICT costs, lower professional fees and lower facility costs
- +5% y-o-y was chiefly the result of higher staff costs, higher ICT costs, higher professional fee expenses, higher marketing expenses and slightly higher depreciations
- Adjusted for specific items, C/I ratio amounted to 41% in 1H26 (42% in FY25)

ASSET IMPAIRMENT

in m EUR

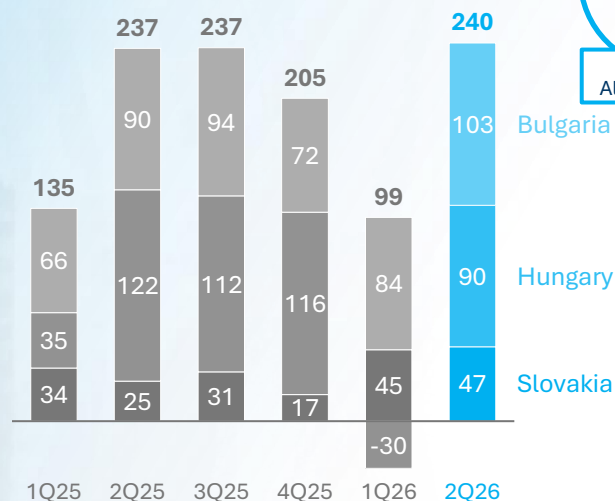


- **Net loan loss impairment charges** of 8m EUR in 2Q26 (compared with 33m EUR charges in 1Q26). Net loan loss impairment charges only amounted to 5m EUR (versus 12m in 1Q26), while the net impairment charge for geopolitical & macroeconomic uncertainties only amounted to 3m EUR (versus 22m EUR in 1Q26). **Credit cost ratio** amounted to 0.13% including ECL buffer and 0.07% excluding ECL buffer in 1H26 (0.10% in FY25)
- **Impaired loans ratio** amounted to 1.2%, 0.7% of which over 90 days past due

International markets BU (1) | Highlights

NET RESULT

in m EUR



ROAC
1H26
20%

20% of
Allocated Capital

ORGANIC VOLUME TREND

	Total loans**	o/w retail mortgages	Customer deposits***
Volume (EUR)	40bn	17bn	42bn
Growth q-o-q*	+3%	+4%	+3%
Growth y-o-y	+12%	+15%	+12%

* Non-annualised

** Loans to customers, excluding reverse repos (and bonds).

*** Customer deposits, excluding debt certificates and repos
Growth figures are excluding FX, consolidation adjustments and reclassifications

HIGHLIGHTS (Q-O-Q)

- Higher net interest income. NIM of 3.14% in 2Q26. Excluding 365.bank and Business Lease SK, NIM amounted to 3.08% (+10 bps q-o-q and +7 bps y-o-y)
- Higher net fee and commission income
- Lower FIFV & IFIE result and lower net other income
- Higher non-life and life insurance sales
- A combined ratio of 91% in 1H26 (89% in 1H25). Excluding the significant windfall tax on insurance in Hungary, the combined ratio amounted to 87% in 1H26 (85% in 1H25)
- Lower operating expenses due entirely to lower bank & insurance taxes
- Higher net impairment charges

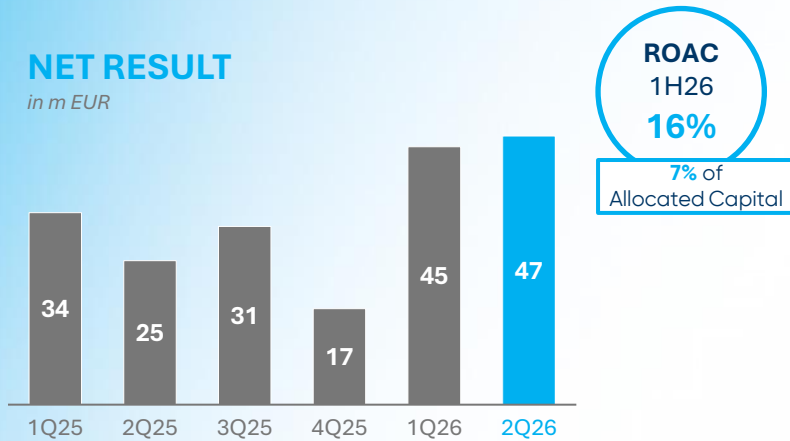
ASSETS UNDER MANAGEMENT

- 16.6bn EUR (+16% q-o-q and +44% y-o-y)

International markets BU (2) | Slovakia

NET RESULT

in m EUR



HIGHLIGHTS (Q-O-Q)

- Higher net interest income due mainly to higher commercial transformation result and higher NII on term deposits
- Higher net fee & commission income driven mainly by higher distribution fees linked to insurance, higher payment-related fees and higher fees from credit files & bank guarantees
- Lower FIFV & IFIE result
- Higher net other income
- Lower non-life insurance sales and higher life insurance sales
- An improvement of the combined ratio (from 94% in 1H25 to 92% in 1H26) as higher MTPL claims (due to inflation) were offset by higher tariffs, next to a positive claims evolution in casco and SME
- Lower operating expenses excluding bank & insurance taxes
- 13m EUR net loan loss impairment charges in 2Q26 (8m EUR in 1Q26). Credit cost ratio of 0.26% in 1H26 (like-for-like 0.04% in 1H26 versus 0.05% in FY25)

VOLUME TREND

- Total customer loans rose by 3% q-o-q and by 9% y-o-y (the latter due to good growth in all segments)
- Total customer deposits rose by 5% q-o-q (due mainly to the corporate segment) and by 13% y-o-y (due to retail and corporate segments)

ORGANIC VOLUME TREND

	Total loans**	o/w retail mortgages	Customer deposits***
Volume (EUR)	17bn	10bn	13bn
Growth q-o-q*	+3%	+3%	+5%
Growth y-o-y	+9%	+8%	+13%

* Non-annualised

** Loans to customers, excluding reverse repos (and bonds).

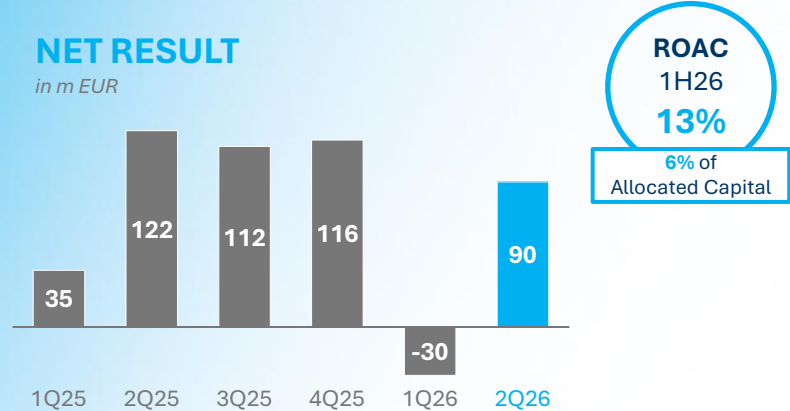
*** Customer deposits, excluding debt certificates and repos

Growth figures are excluding FX, consolidation adjustments and reclassifications

International markets BU (3) | Hungary

NET RESULT

in m EUR



HIGHLIGHTS (Q-O-Q)

- Higher net interest income excluding FX effect due mainly to higher commercial transformation result, higher lending income and a 4m EUR positive one-off (partial reversal of loan interest subsidy correction of -10m EUR in 1Q26)
- Higher net fee and commission income excluding FX effect driven mainly by higher network income, higher fees from payment services and higher distribution fees received for mutual funds and other banking products
- Stable FIFV & IFIE result
- Lower net other income due mainly to a 29m EUR positive one-off as a result of a legal case in 1Q26
- Lower non-life insurance sales and higher life insurance sales (the latter due to a commercial campaign for unit-linked products)
- A combined ratio of 103% in 1H26 (94% in 1H25) due mainly to windfall tax on insurance. Excluding this windfall tax, the combined ratio amounted to 93% in 1H26 (84% in 1H25) due mainly to higher MTPL and casco claims
- Operating expenses excluding FX effect and bank & insurance taxes rose by 1% q-o-q due mainly to higher depreciations

- 5m EUR net loan loss impairment charges in 2Q26 (versus 12m EUR in 1Q26). Credit cost ratio of 0.31% in 1H26 (0.06% in FY25)
- 42m EUR modification losses, related to the current uncertainty regarding the lifetime extension of the interest cap regulation (of which part might be recovered in the coming quarters)

VOLUME TREND

- Total customer loans rose by 6% q-o-q and by 15% y-o-y due to growth in all segments
- Total customer deposits evolved by +2% q-o-q and +11% y-o-y (the latter due to growth in all segments)

ORGANIC VOLUME TREND

	Total loans**	o/w retail mortgages	Customer deposits***
Volume (EUR)	9bn	3bn	12bn
Growth q-o-q*	+6%	+7%	+2%
Growth y-o-y	+15%	+29%	+11%

* Non-annualised

** Loans to customers, excluding reverse repos (and bonds)

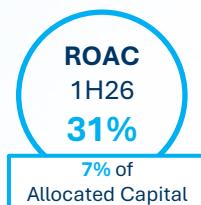
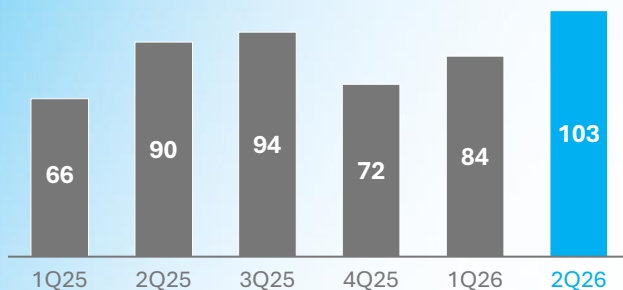
*** Customer deposits, excluding debt certificates and repos

Growth figures are excluding FX, consolidation adjustments and reclassifications

International markets BU (4) | Bulgaria

NET RESULT

in m EUR



HIGHLIGHTS (Q-O-Q)

- Higher net interest income due mainly to higher commercial transformation result and higher ALM result
- Higher net fee and commission income driven mainly by higher payment-related fees and higher management fees
- Higher net other income
- Higher non-life and lower life insurance sales
- An excellent combined ratio of 80% in 1H26 (83% in 1H25)
- Lower operating expenses excluding bank & insurance taxes due mainly to lower staff costs (due entirely to the one-off profit bonus in 1Q26) and lower facility costs
- 9m EUR net loan loss impairment charges (versus 8m EUR in 1Q26). Credit cost ratio of 0.26% in 1H26 (0.40% in FY25).
- 1m EUR impairment on 'other' (software)

VOLUME TREND

- Total customer loans rose by 1% q-o-q and by 13% y-o-y (the latter due to growth in all segments)
- Total customer deposits rose by 2% q-o-q (due to growth in the corporate & retail segment) and by 12% y-o-y (due to growth in the retail & SME segments)

ORGANIC VOLUME TREND

	Total loans**	o/w retail mortgages	Customer deposits***
Volume (EUR)	13bn	4bn	16bn
Growth q-o-q*	+1%	+6%	+2%
Growth y-o-y	+13%	+21%	+12%

* Non-annualised

** Loans to customers, excluding reverse repos (and bonds)

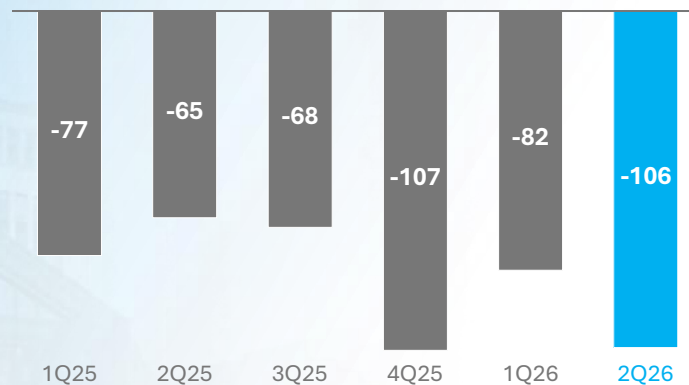
*** Customer deposits, excluding debt certificates and repos

Growth figures are excluding FX, consolidation adjustments and reclassifications

Group Centre BU | Highlights

NET RESULT

in m EUR



HIGHLIGHTS (Q-O-Q)

- The q-o-q more negative result of Group Centre was attributable mainly to:
 - Lower net interest income
 - Worse insurance result after reinsurance
 - Lower FIFV & IFIE result
 - Higher operating expenses excluding bank & insurance taxes
 - Lower impairment reversals
- partly offset by:
 - Higher dividend income

Company profile | KBC Group in a nutshell (1)

Diversified and strong business performance

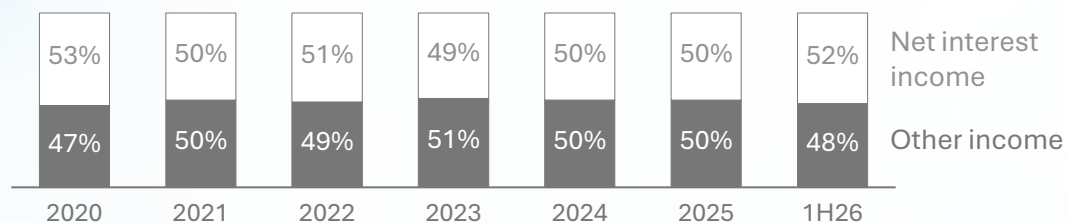
- geographically ...
 - Mature markets (BE, CZ) combined with growth markets (SK, HU, BG)
 - Robust market position in all key markets & strong trends in loan and deposit growth



- ... and from a business point of view
 - An integrated bank-insurer
 - Strongly developed & tailored AM business
 - Strong value creator with good operational results through the cycle
 - Unique selling proposition: in-depth knowledge of local markets and profound relationships with clients
 - Integrated model creates efficiency gains and results in a complementary & optimised product offering
 - Broadening 'one-stop shop' offering to our clients

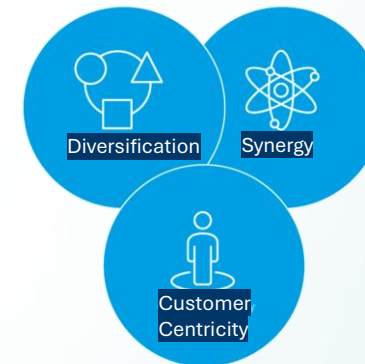
KBC GROUP TOPLINE DIVERSIFICATION

in %



We want to be among Europe's best performing financial institutions

- We are a leading European financial group with a focus on providing bank-insurance products and services to retail, SME and mid-cap clients, in our core countries: Belgium, Czech Republic, Slovakia, Hungary and Bulgaria
- As a result of the withdrawal from Ireland, arising M&A opportunities beyond our core markets may be assessed (for approval of the Board of Directors) taking into account very strict strategic, financial, operational & risk criteria

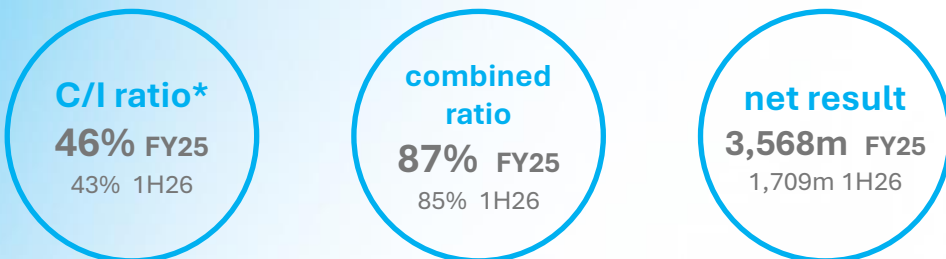


Firmly embedded sustainability strategy

- As a company that aims to support the transition to a more sustainable and climate-proof society, we have made sustainability integral to our overall business strategy and integrated it into our day-to-day business operations and the products and services we provide
- Our sustainability strategy consists of three cornerstones: encouraging responsible behaviour on the part of all our employees, increasing our positive impact on society and limiting any adverse social impact we might have

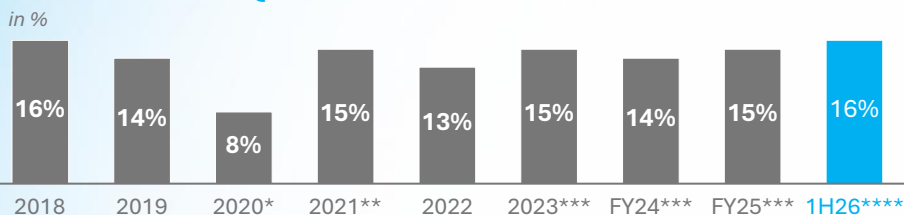
Company profile | KBC Group in a nutshell (2)

High profitability (IFRS 17 figures)



* Adjusted for specific items

RETURN ON EQUITY



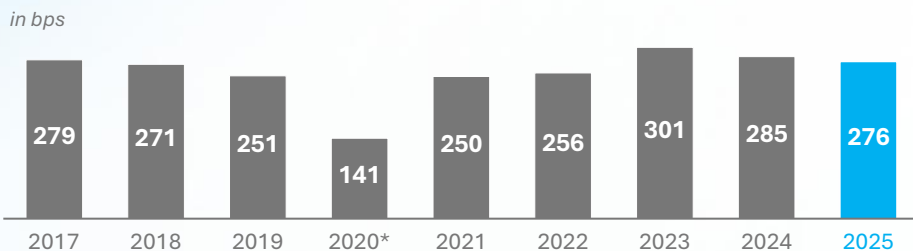
* 11% when adjusted for the collective Covid-19 impairments

** When excluding the one-off items due to the pending sales transactions in Ireland

*** Excluding one-offs

**** When banking & insurance taxes are evenly spread throughout the year and excluding one-offs

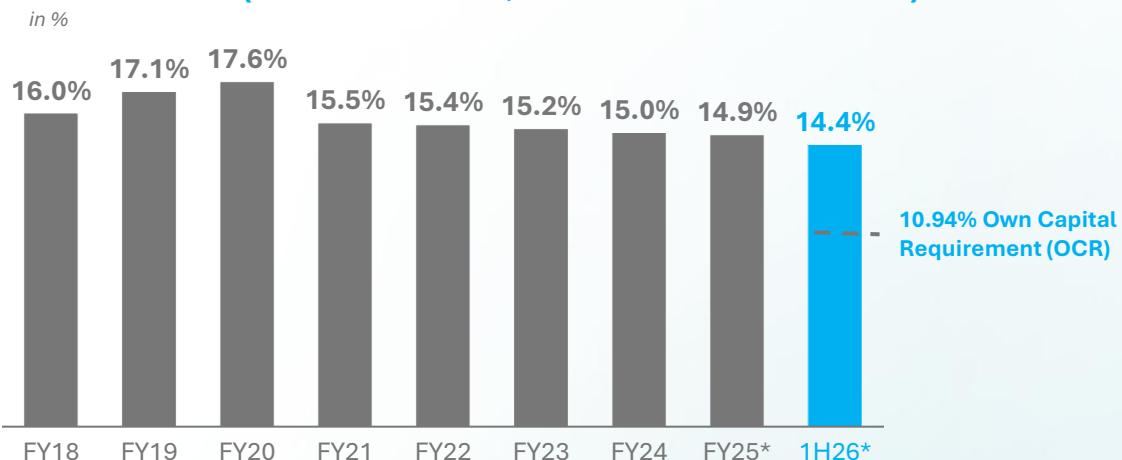
CET1 GENERATION BEFORE ANY CAPITAL DEPLOYMENT



* 202bps when adjusted for the collective Covid-19 impairments

Solid capital position

CET 1 RATIO (FULLY LOADED, DANISH COMPROMISE)



* As of 2025, unfloored fully loaded CET1 ratio under Basel 4

Robust liquidity



Company profile | KBC Group in a nutshell (3)

Dividend policy & capital distribution

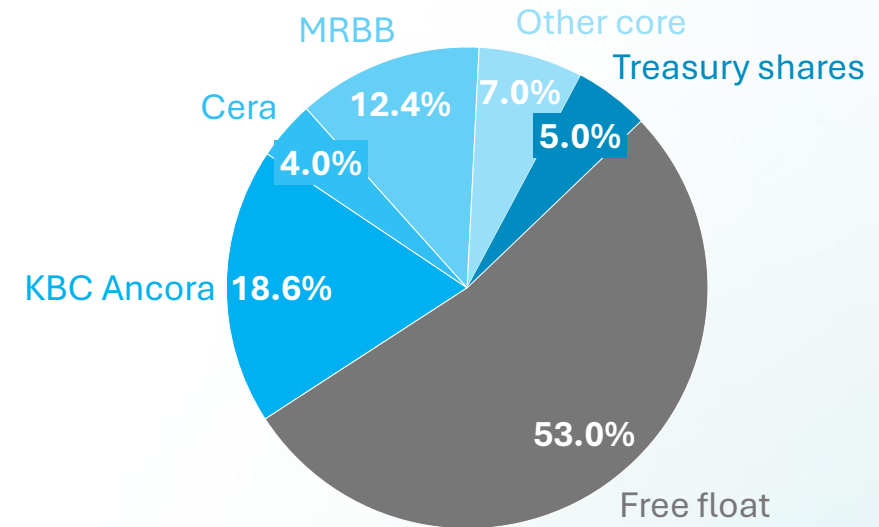
The Board of Directors decided:

- the **dividend policy as from 2025**:
 - A **payout ratio** (including AT1 coupon) between **50%-65% of consolidated profit** of the accounting year.
 - An **interim dividend of 1 EUR per share** in November of each accounting year as an advance on the total dividend
- the **capital deployment policy as from 2025**:
 - KBC aims to be **amongst the better capitalised** financial institutions in Europe
 - Each year** (when announcing the full year results), the Board of Directors will take a **decision, at its discretion**, on the capital deployment. The focus will **predominantly be on further organic growth and M&A**
 - KBC sees a **13% unfloored fully loaded CET1 ratio (*) as the minimum**
 - KBC will **fill up the AT1 and Tier 2 buckets** within P2R and will **start using SRTs** (as part of RWA optimisation program)

(*) fully loaded Basel 4 CET1 ratio excluding output floor impact

Shareholder structure

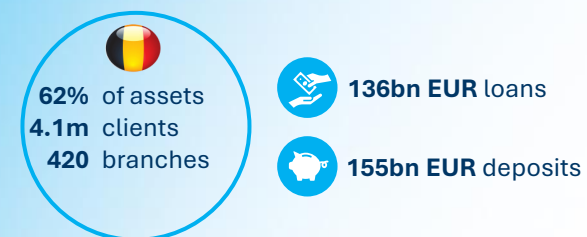
(as at end 2Q26)



- Roughly **42% of KBC shares are owned by a syndicate of core shareholders, providing continuity to pursue long-term strategic goals**. Committed shareholders include the Cera/KBC Ancora Group (co-operative investment company), the Belgian farmers' association (MRBB) and a group of Belgian industrialist families
- The **free float** is held mainly by a large variety of international institutional investors

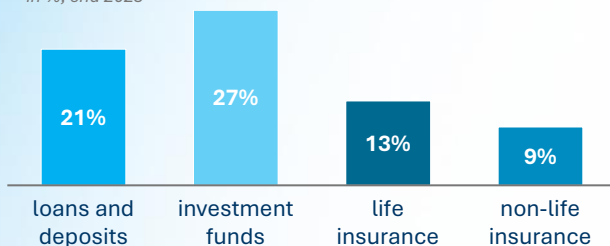
Company profile | Well-defined core markets

Belgium BU



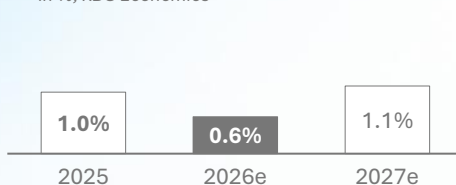
MARKET SHARE

in %, end 2025

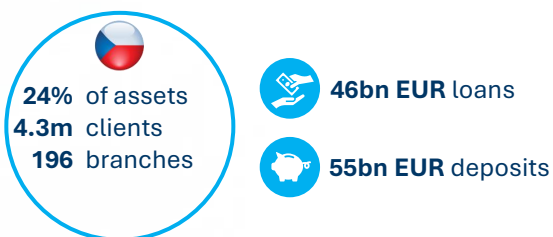


GDP GROWTH

in %, KBC Economics

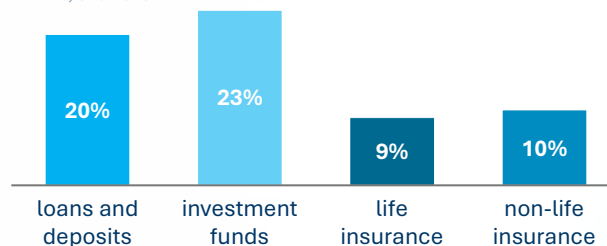


Czech Republic BU



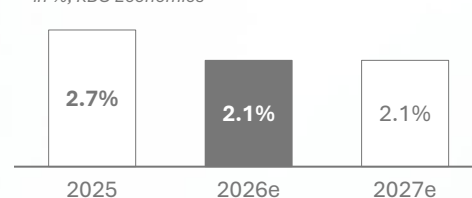
MARKET SHARE

in %, end 2025

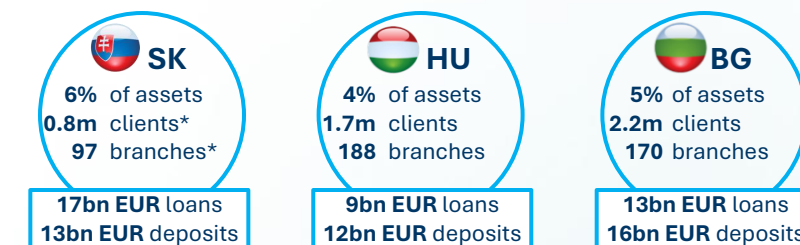


GDP GROWTH

in %, KBC Economics

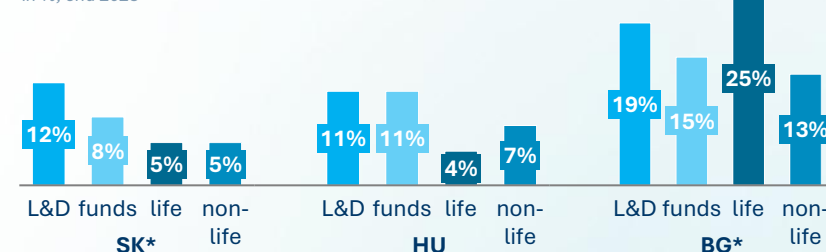


International Markets BU



MARKET SHARE

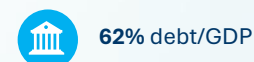
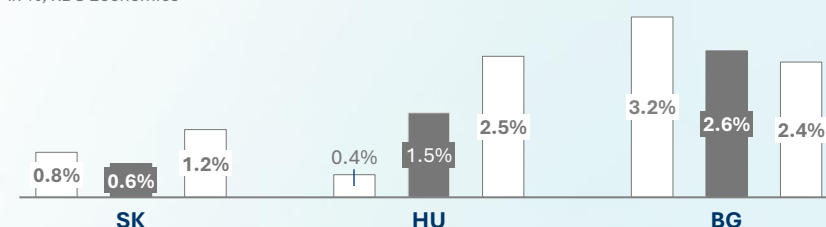
in %, end 2025



* excl 365.bank

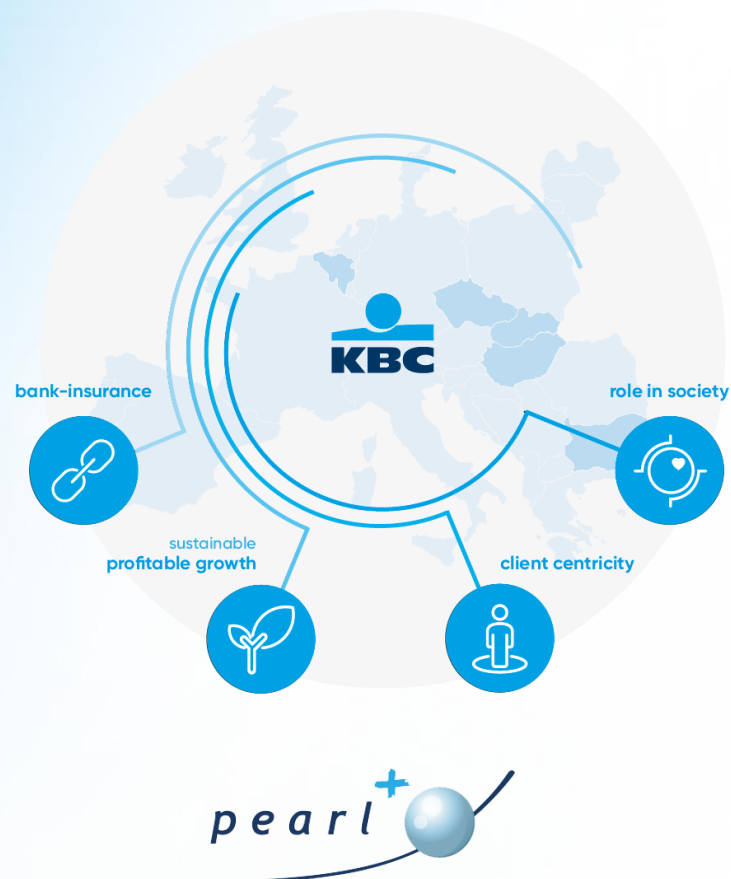
GDP GROWTH

in %, KBC Economics



75% debt/GDP

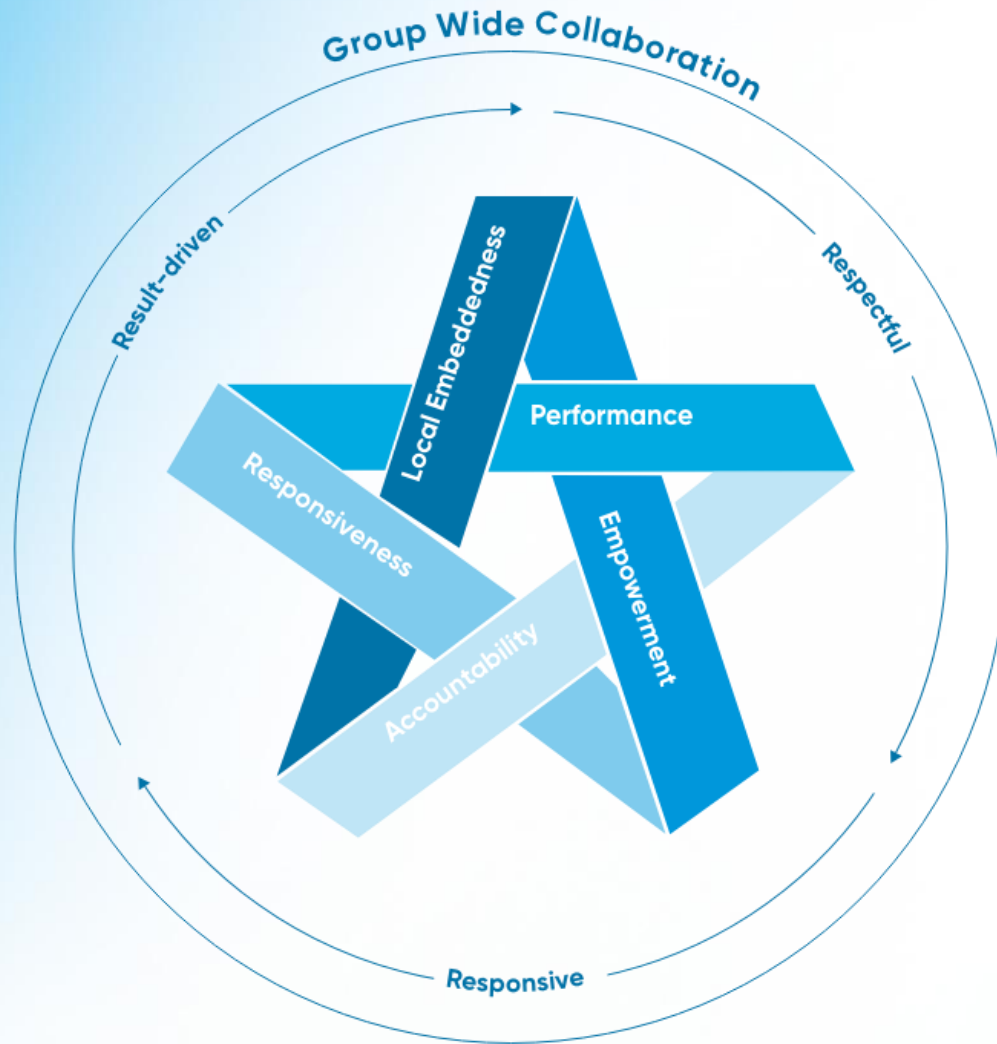
27% debt/GDP



Our strategy rests on the following principles:

- We place our clients at the centre of everything we do.
- We look to offer our clients a unique bank-insurance experience.
- We focus on our group's long-term development and aim to achieve sustainable and profitable growth
- We assume our role in society and local economies
- We implement our strategy within a strict risk, capital and liquidity management framework

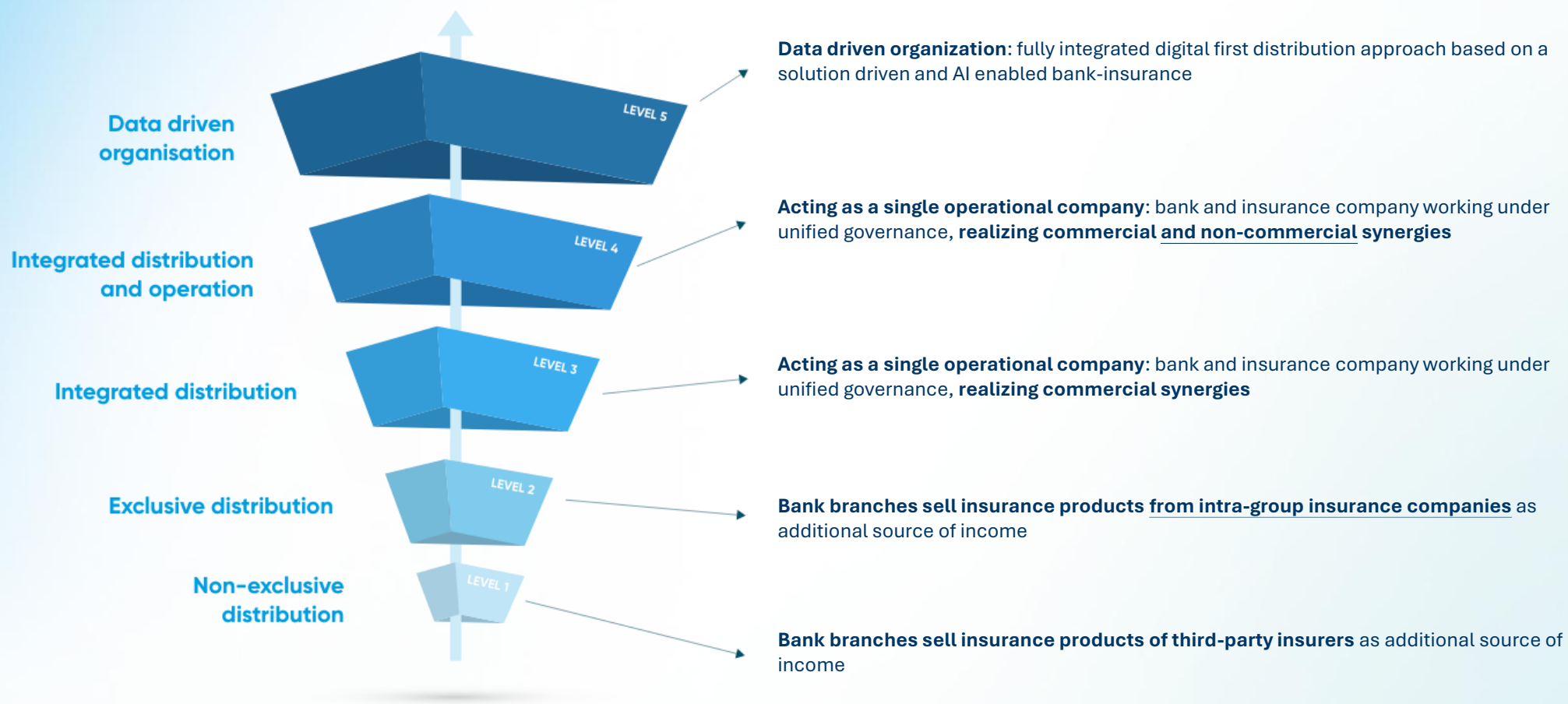
As part of our PEARL+ business culture, we focus on jointly developing solutions, initiatives and ideas within the group



**'Why would you build
exactly the same thing
in your country, when you
have the solution
next door?'**

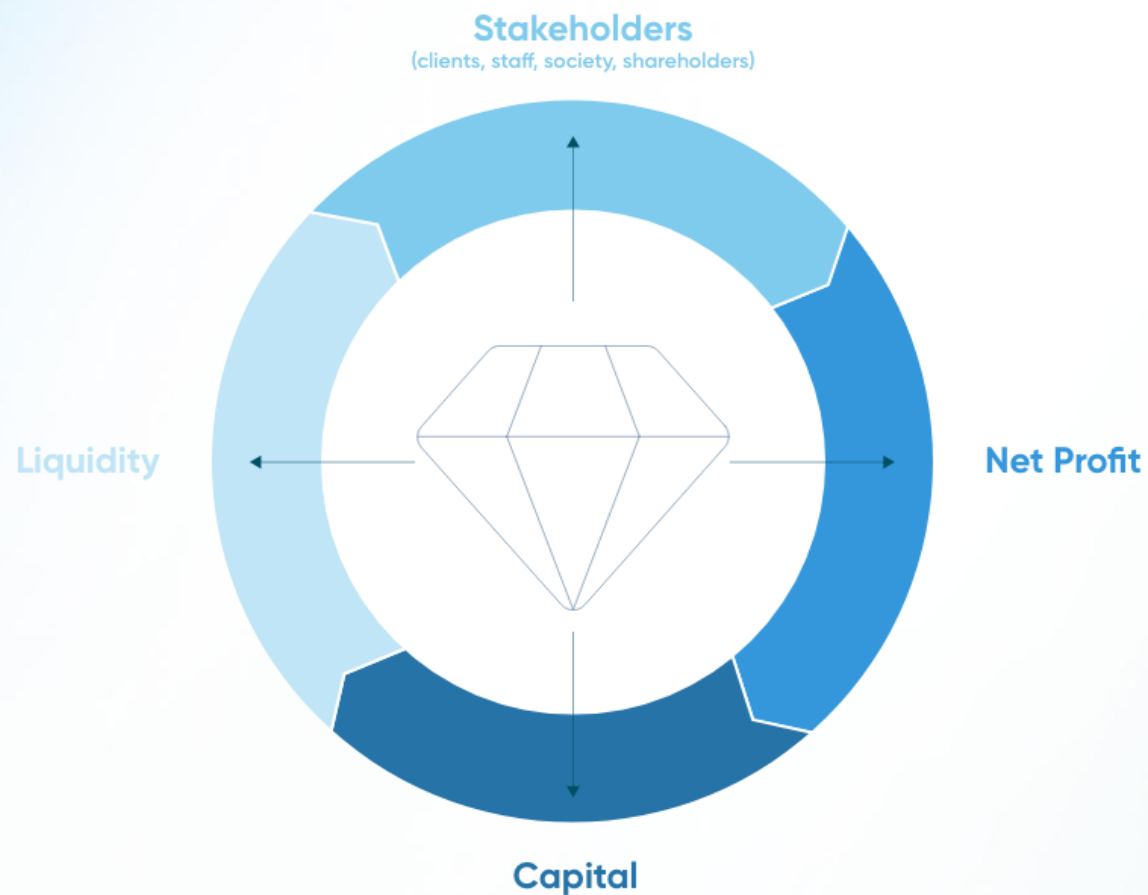
Johan Thijs

We move beyond traditional bank-insurance towards **bank-insurance**, providing not only traditional bank-insurance solutions but also less traditional non-financial solutions that impact the financial wellness of retail customers or the future of their business



Strategy | The KBC performance diamond

The performance diamond defines, within the limits of the risk management framework, the targets for KBC Group and for all the business units for 4 performance dimensions:



Kate | KBC's hyper personalised and trusted digital assistant



Digital first & E2E

We will offer the client a frictionless End2End digital process and in doing so make bank/insurance simple and hassle free

Serving: secure & frictionless

Kate will help the client saving time and/or money, focusing more on the convenience factor. Kate will also serve the client regarding security and fraud

Volume

We want all our clients to meet Kate as much as possible. Kate will allow us to reach out to a sufficient volume of clients, in terms of transactions and in terms of number of targetable audience



Personalised & data driven

The interaction between the customer and Kate will be triggered by data analysis (approval granted by customer). Kate will be trained on the basis of the customer's profile, preferences and activities



Relevant & valuable offer

Kate will only propose offers where sufficient added value is shown or when she can serve the client in an important moment in the client's live



At the right time

Lead journeys driven by time or location are preferably taken care of by Kate, as notifications linked to a specific location or specifying moment in time are perceived as highly personal



**'No hassle,
no friction,
zero delay'**

Johan Thijs



Kate4Retail & mSME

Kate is a **personal virtual assistant** that engages with our retail, self-employed and mSME customers to save them time and money. Kate engages both in a reactive way (**You2Kate**) and a proactive way (**Kate2You**).

Kate is available in all KBC's core countries*!

KATE
autonomy

77% BE
75% CZ

6.2 million
users
in contact
with Kate

Kate4Business

Kate also engages with our **SME and corporate clients** and provides them relevant support and actionable insights.

Already **available in BE, CZ and BG**. Further roll-out planned in SK and HU.

Kate Group Platform

We do not build Kate for every country individually. Kate is built once at a group level and then deployed to all core countries (**Kate in a box**).

Technically, we have set up a shared infrastructure on the cloud that allows us to **share use cases, code and IT components maximally**.

Furthermore, KBC strives to have a **common user interface and persona**, so Kate looks and feels the same everywhere.

Finally, this common infrastructure allows Kate to harness **the power of LLM's to interpret the user intent and deliver natural responses**

'KATE IN
A BOX'
delivered to
all core
countries

Kate4Commercial Employees

Kate also has an impact on our employees: Kate provides commercial steering towards our workforce, she augments them to better serve our clients and supports them in their administrative tasks.

In doing so, employees can focus on providing even more added value to our client.

Kate gives tools to management to better coach employees and plan ahead.

484k
converted
Kate leads
(1y)

* Kate 2.0 is launched in Belgium, Kate 1.0 in the other core countries

Kate | A data-driven organisation with Kate at the core

Kate is more than an interface towards customers. It also refers to the AI-enhanced software at our center: the Kate brain.

The Kate brain will be the driving force behind data-driven decision making, product design and development, marketing, commercial and sales steering and much more.

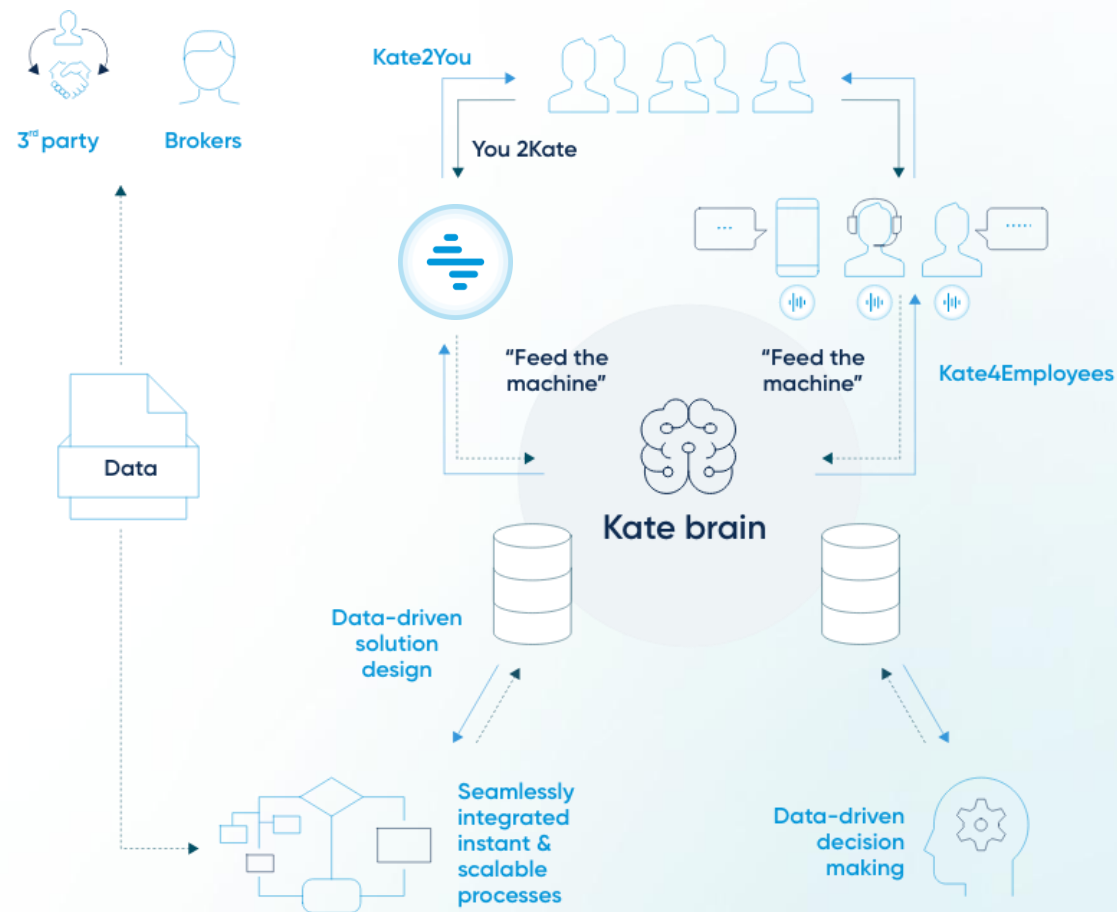
So, Kate is not only steering the interaction with customer-facing touchpoints (digital, physical, remote) but also the product factories and decision makers by **providing relevant insights**.

The Kate brain is fed by our own banking and insurance data-sources but also by data sources from third party services, resulting in **seamlessly integrated, instant (STP) and scalable processes**.

Very important in this are the feedback loops from all interactions to make sure **Kate is learning and getting smarter**, resulting in better decision making.

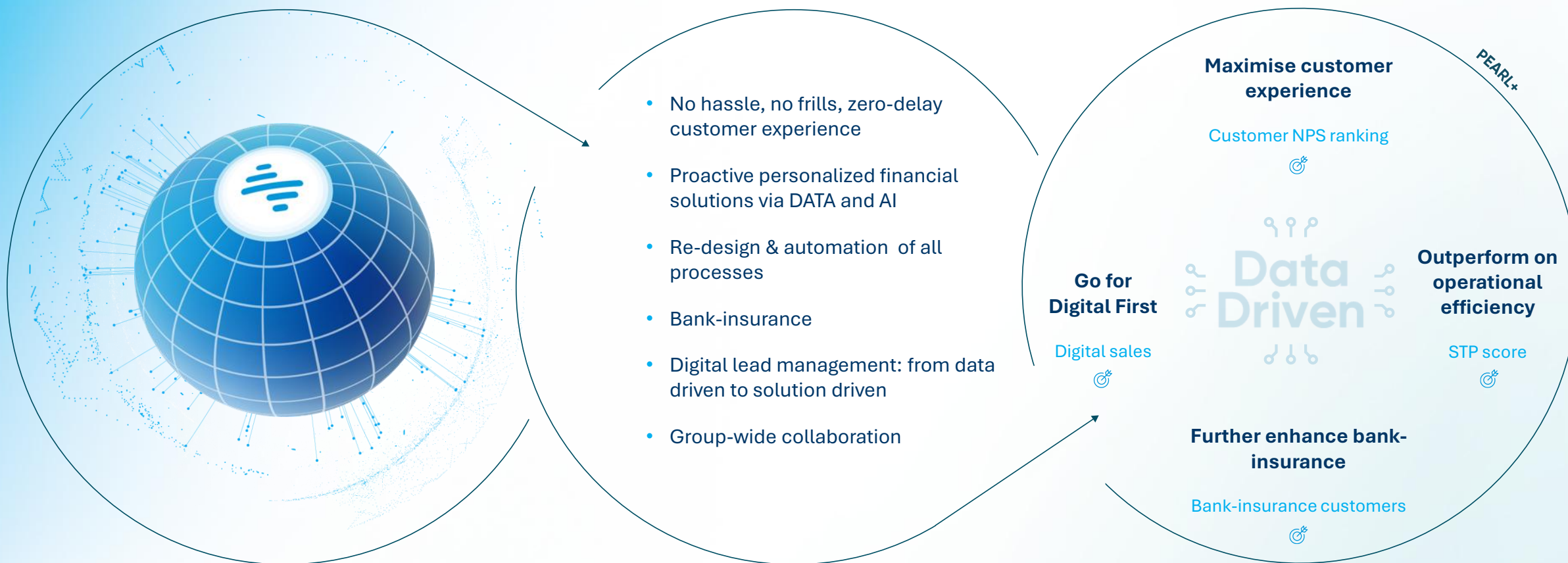
The main purpose remains the same: happy customers. As a **data-driven company** we remain guided by our **client-centric vision**.

Another upside of being AI-powered and solution-driven, is that we not only save time (cost reductions), not only for the customer, and we improve our sales efforts through **better sales productivity**.



Kate | From basic chatbot to hyper-personal digital assistant





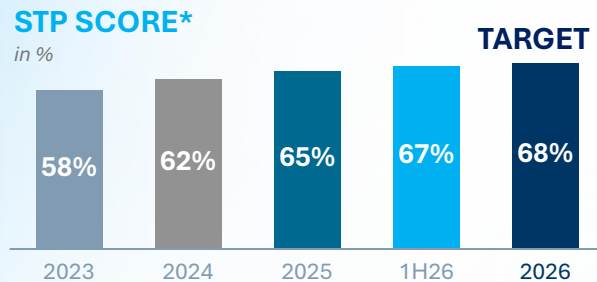
Strategy | KBC's non-financial targets (2023-2026)

Customer ranking



- **KBC is 3rd in customer NPS (Net Promoter Score) ranking**
based on weighted avg of ranking in five core countries
- **Target is to remain the reference**
(i.e. Top-2 score on group level)

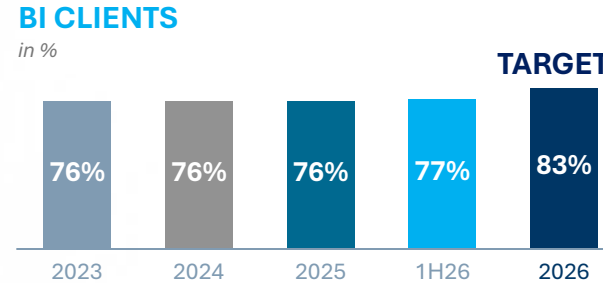
Straight-through processing



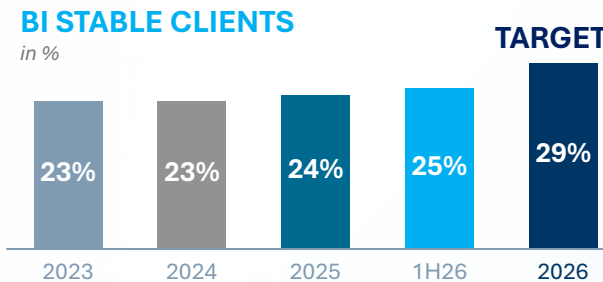
The **STP ratio** measures how many of the services that can be offered digitally are processed without any human intervention and this from the moment of interaction by a client until the final approval by KBC.

* Based on analysis of all retail processes.

Bank-insurance (BI) clients

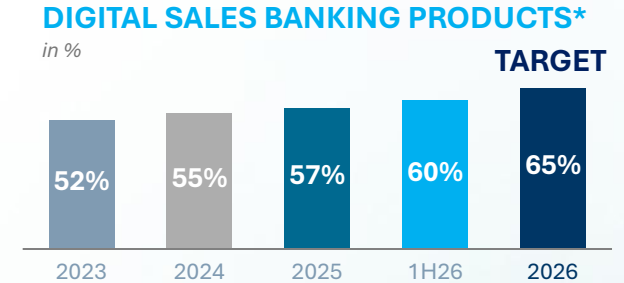


BI customers have at least 1 bank + 1 insurance product of our group.



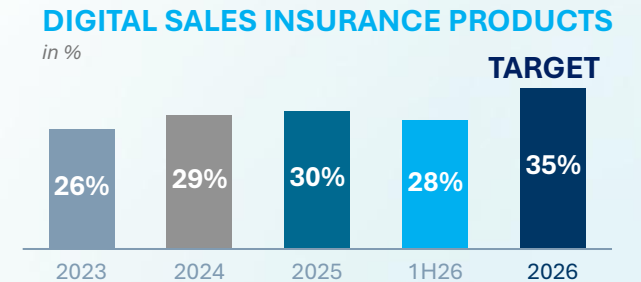
Stable BI customers: at least 2 bank + 2 insurance products (Belgium: 3+3)

Digital sales



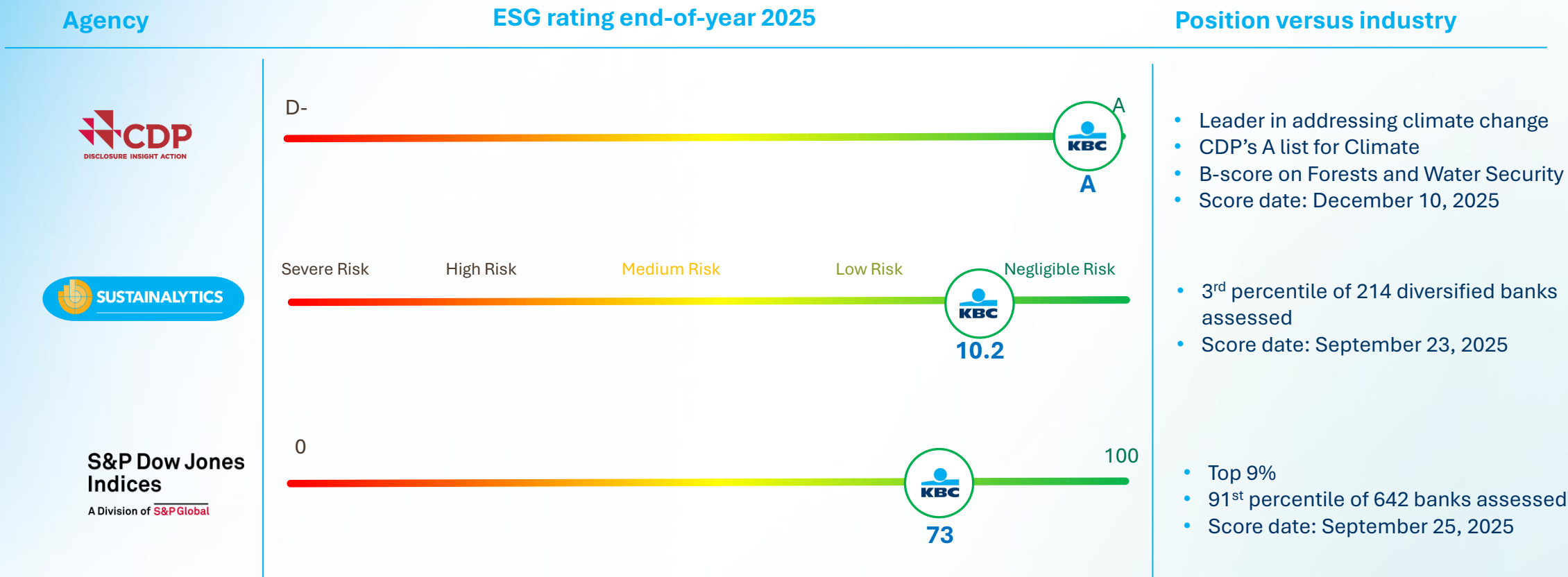
Target: Digital sales 65% of **banking sales**

* Based on weighted average of selected core products.



Target: Digital sales 35% of **insurance sales**

KBC's ESG ratings and indices are ahead of the curve



Sustainability highlights (FY2025)

Commitment to the environment



2025 interim targets achieved

In 2025, the GHG intensity of the equity and corporate bond investment portfolio of KBC Insurance consolidated was 76% below the 2019 level, significantly exceeding the ambition of a reduction by 25%. Secondly, 51% of direct client money managed by KBC Asset Management was invested in Responsible Investment funds, surpassing our interim target of 45%.



New thematic White Papers on Water

We have written two new cross-sectoral White Papers on Water Stress and Water Pollution because KBC has identified 'water' as a material topic.



12 climate targets for our lending portfolio

KBC's Climate Dashboard shows that we are on track to meet our climate alignment benchmarks for 9 out of 12 targets. Progress on reaching the climate targets is monitored each quarter at the highest management levels, based on forecasting models, an evaluation of the volumes and, increasingly, also on the emission intensity of new loans granted.



500-million-euro Green Bond issue

In 2025, KBC Group issued its fifth Green Bond to strengthen its funding base and to support projects that make a positive environmental impact – such as energy-efficient buildings, renewable energy and clean transportation.

Sustainable business



34 billion euros in loans with environmental objectives

In 2025, KBC financed 4.2 billion euros in renewable energy, 28.1 billion euros in mortgages for energy-efficient homes and 1.7 billion euros for low-carbon vehicles, including bikes. The volume of such loans grow faster than the overall portfolio.



64.4 billion euros in Responsible Investing funds

Responsible Investing funds include Responsible funds, ECO-themed funds and Impact Investing funds. Eco Fund Water celebrated its 25th anniversary in 2025.



Expanded customer engagement through digital tool integrations

We engage with our clients on a variety of topics with respect to customers' sustainability transition. To support our business and retail clients in their journey, we offer advisory services or free tools – both as stand-alones and integrated into our KATE personal digital assistant.



100 million euros of investment by KBC Group to strengthen the Belgian start-up ecosystem through Start it @KBC

Start it @KBC, in partnership with KBC Securities, helps Belgian start-ups from ideation to going public (Initial Public Offerings, IPOs), fostering innovation and entrepreneurship.

Social responsibility



Commitment to diversity and inclusion

In 2025, KBC set a group-wide target to promote gender balance, aiming for at least 40% representation of the underrepresented gender in recruitment, talent pools and promotions to leadership positions (except the ExCo and Board).



33 000 employees participated in the 2025 Team Blue Challenge

KBC employees undertook volunteer work in 1 000 non-profit organisations and gave over 3 000 blood and plasma donations. Also, approximately 18 500 employees completed certified first aid-training, demonstrating our commitment to health and safety in all our countries.



Integrating Just Transition considerations into sectoral White Papers

We introduced a Just Transition perspective in our Transport White Paper and will include Just Transition considerations in future sectoral and thematic White Papers to better understand and address the social impacts of the transition across industries and regions.



8.25 billion euros in social sectors and tailored social targets in all our core countries

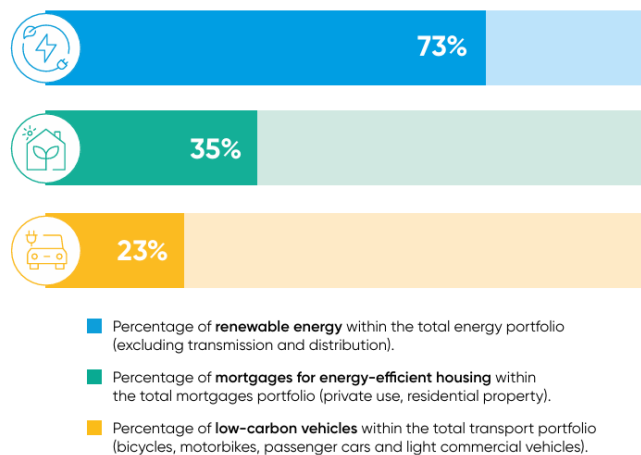
In 2025, we provided 6.91 billion euros in financing to the healthcare and senior living sectors and 1.34 billion euros to the education sector.

We also set social targets focusing mainly on financial health and literacy across all our core countries.

Our commitment to the environment in 2025 (1)

Product development and service offering

- We want to contribute to environmental objectives and support our clients in their sustainability transitions through the products and services we offer.
- As such, **we support our clients with ‘green’ and ‘social’ loan products:**
 - Looking at it in a broad way, **11% of our total loan portfolio is classified as ‘green’ and 4% as ‘social’.**
 - Our 2025 Taxonomy Aligned percentage, our Green Asset Ratio (GAR) in 0.9%, compared to 0.5% in 2024.
 - The GAR under the new methodology (introduced by the Omnibus simplification package) would amount to 4.0% in 2025.
- Several parts of our lending portfolio contribute to environmental objectives. These are not aligned with EU Taxonomy criteria but do give an accurate picture of the trends in sustainable lending in our portfolio:

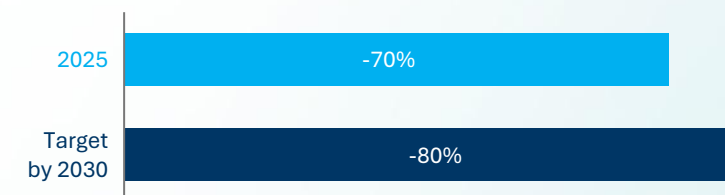


Our own environmental footprint

- We have been diligently **measuring our environmental footprint to better understand and mitigate our impact.** Since 2015, we have been calculating the GHG emissions arising from our own operations at group level, in accordance with the GHG Protocol Corporate Accounting and Reporting Standard. These calculations provide insight into and help identify the main sources of our direct impact on climate.
- Central to our strategy for our own environmental footprint is our **commitment** for reducing our negative impact while simultaneously enhancing our positive contributions:
 - We set **group-wide GHG reduction targets** in 2016 to reduce our negative environmental impact, and we have tightened them over the years;
 - We **amplify our positive contributions** as we aim, for instance, to make a significant positive difference through initiatives like recycling and circularity;
 - Since 2021, we have been **offsetting** own footprint emissions that cannot yet be eliminated. In this way, we aim to achieve net climate neutrality with respect to our own footprint target scope.
- In 2025, **100% of our purchased electricity came from renewable sources.**

REDUCTION IN OUR OWN GHG EMISSIONS

reduction compared to 2015



Our commitment to the environment in 2025 (2)

Our indirect environmental impact

Our commitment to sustainability goes beyond our direct operations. Our **Sustainable Finance Programme** is dedicated to addressing our indirect environmental impact, which encompasses the broader effects of our lending, investing and insurance activities.

- Related to our **lending activities**, we have:
 - been **estimating the financed emissions** of our entire lending portfolio since 2021. Since 2024, the calculations of the financed emissions of our loan portfolio have been verified through the assurance or our Sustainability Statement in the KBC Annual Report (adhering to CSRD);
 - enhanced our **biodiversity impact and dependency analysis** by leveraging the updated ENCORE database and refining our calculation methodology;
 - conducted a pilot review for counterparties involved in the **production of forest commodities**;
 - set **intermediate climate targets for 2030 and long-term targets for 2050** for a subset of our White Paper (sub-)sectors. The scope of our existing climate targets currently covers about 63% of our total Scope 1 and 2 emissions.
- Related to our **investing activities**, we aim to **reduce the GHG intensity of our investment portfolios**. This is true for both the investments we make on behalf of our clients and our own investments.
- For our **insurance business**, we have again **calculated the alignment of our Non-Life insurance portfolio with the EU Taxonomy criteria for climate change adaptation**. Currently, 77 million euros of the gross written premium (GWP) complies with these stringent criteria (43 million euros in 2024).

Alignment indicators per scope and product line

- Green:** KBC portfolio value is currently at or below the scenario-based benchmark.
- Amber:** KBC portfolio value is currently maximum 5% higher than the scenario-based benchmark.
- Red:** KBC portfolio value is currently more than 5% above the scenario-based benchmark.

For financial year 2025, a new target baseline was set for the two Real Estate KPIs to improve data and measurement quality. KBC cannot restate the 2024 value. However, the 2030 intermediate target has been set by keeping the reduction ambition from our initial target constant (up to 2050) but applied to the new baseline.

White Paper sectors (Sub-) sector within scope of target setting	
	Energy (whole sector)
	Electricity
	N/A Commercial real estate and mortgages ²
	N/A Mortgages and commercial residential real estate ³
	Vehicle loans and financial lease – Passenger cars
	Vehicle loans and financial lease – Light commercial vehicles
	Vehicle operational lease – Passenger cars
	Vehicle operational lease – Light commercial vehicles
	Agriculture (whole sector)
	Cement producers
	Steel producers
	Aluminium producers

More details can be found in our [2025 Sustainability Report](#)



Loan loss experience at KBC

CREDIT COST RATIO

in %; Credit cost ratio: amount of losses incurred on troubled loans as a % of total average outstanding loan portfolio

	1H26	FY25	FY24	FY23	FY22	FY21	FY20	FY19	AVERAGE '99-'25
Belgium BU	0.16%	0.13%	0.19%	0.06%	0.03%	-0.26%	0.57%	0.22%	n/a
Czech Republic BU	0.13%	0.10%	-0.09%	-0.18%	0.13%	-0.42%	0.67%	0.04%	n/a
International Markets BU*	0.27%	0.18%	-0.08%	-0.06%	0.31%	0.36%	0.78%	-0.07%	n/a
Total	0.17%*	0.13%	0.10%	0.00%	0.08%	-0.18%	0.60%	0.12%	0.35%

* Like-for-like (excluding 365.bank) without ECL & management overlay for geopolitical & macroeconomic uncertainties, the CCR ratio amounted to 0.11% in 1H26

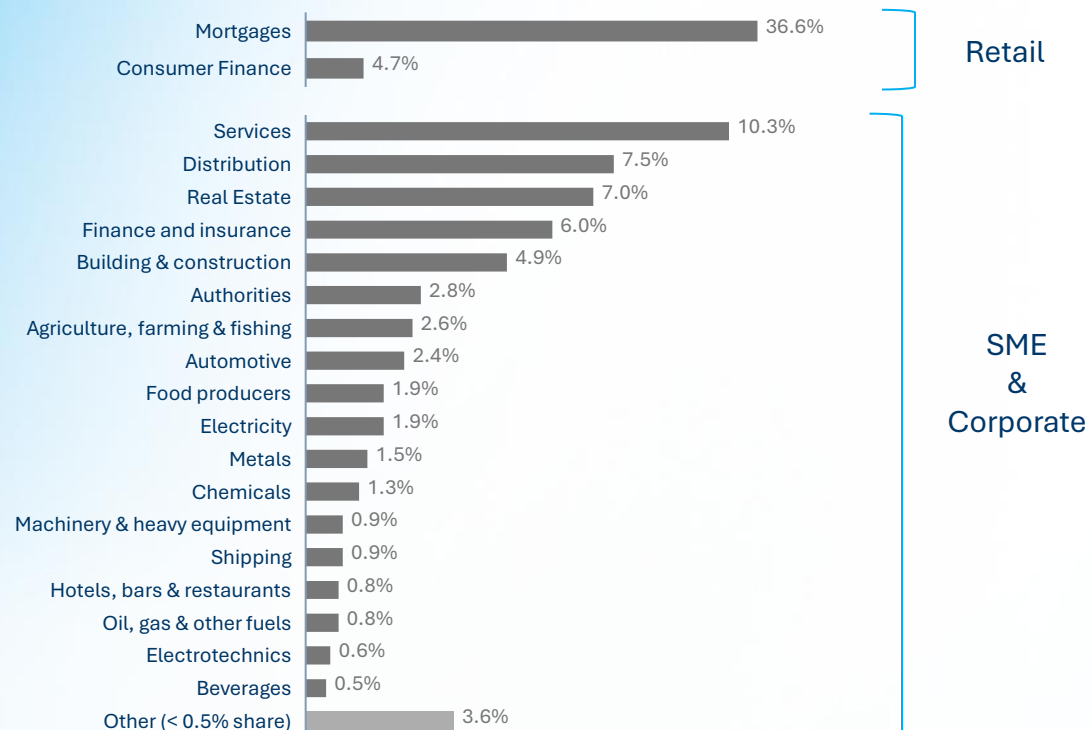
Diversified loan portfolio

Total loan portfolio outstanding



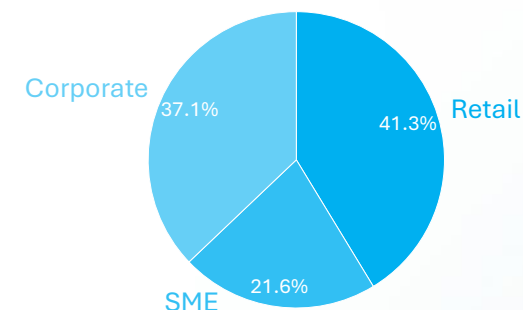
Total loan portfolio outstanding | by sector

as % of total Group loan portfolio outstanding*



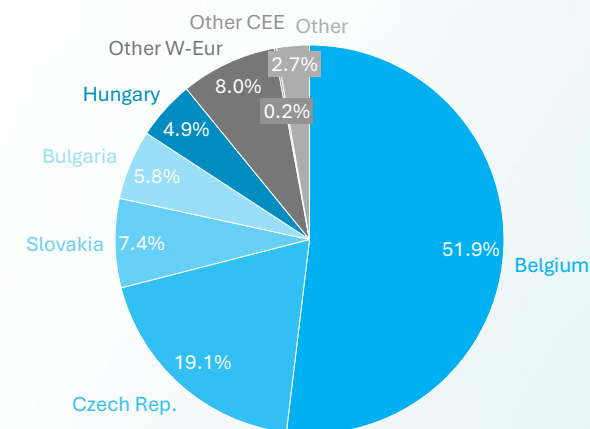
Total loan portfolio outstanding | by segment

as % of total Group loan portfolio outstanding*



Total loan portfolio outstanding | by geography

as % of total Group loan portfolio outstanding*

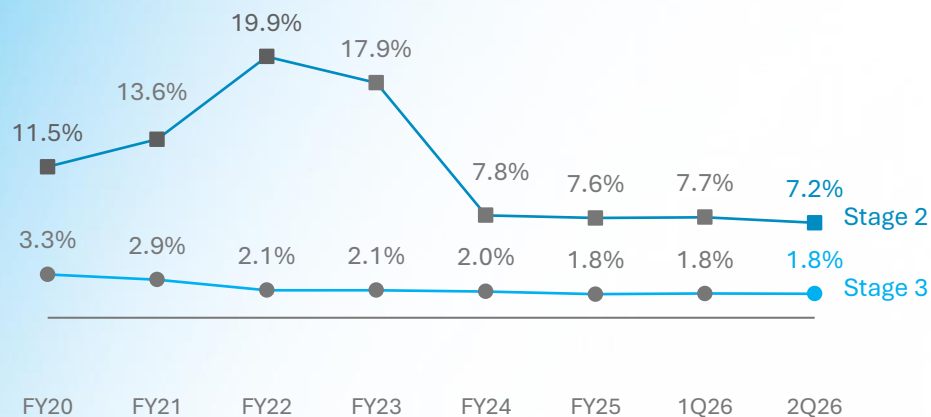


- Aligned with the credit risk view of our loan portfolio outstanding as reported in the quarterly financial statements.

Loan portfolio breakdown by IFRS 9 ECL stage

Total loan portfolio outstanding | by IFRS9 ECL Stage*

as % of total Group loan portfolio outstanding

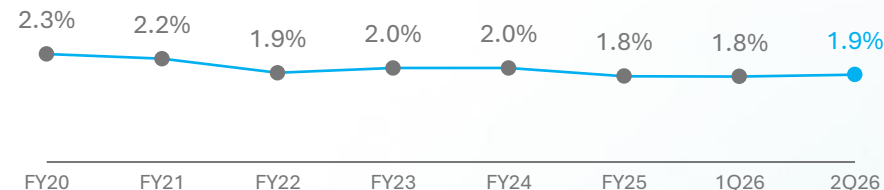


- Drop of **Stage 3 ratio over the years** is driven mainly by the sale of the Irish loan portfolio
- The **increase of Stage 2 portfolio in 2022** resulted mainly from collective transfer to Stage 2 of Stage 1 portfolios, linked to the geopolitical and macroeconomic uncertainties (in line with strict application of the general ECB guidance on staging). In 2023, the declining trend of Stage 2 exposures was driven mainly by the partial release of the collective transfer back to Stage 1
- The **decrease of the Stage 2 ratio in 2024** is mainly caused by a revised staging methodology as from January 2024 (change from indicator based on 12 months probability of default to lifetime), a continuous update of staging for credits deemed vulnerable (to the geopolitical and macroeconomic uncertainties or indirectly exposed to military conflicts, such as the one in Ukraine) and for the remainder by a shift for KBC Commercial Finance exposure where the relative change in credit risk has been revisited based on the very low historical credit losses in this portfolio and the very short maturities

* Aligned with the credit risk view of our loan portfolio as reported in the quarterly financial statements

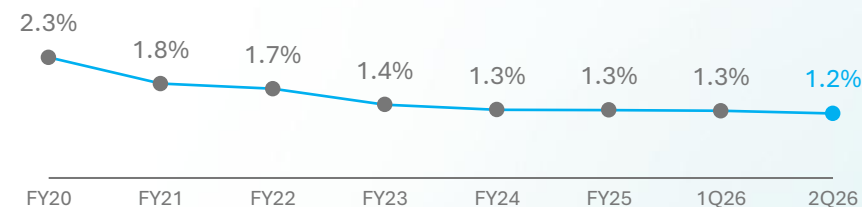
Stage 3 ratio | Belgium BU

in %



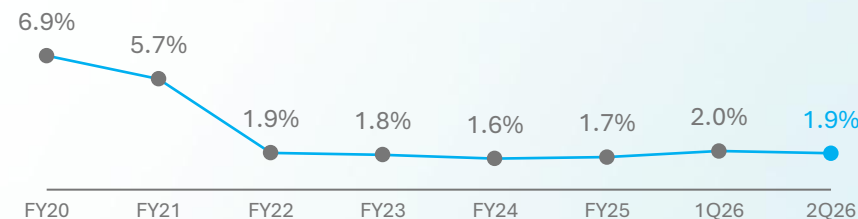
Stage 3 ratio | Czech Republic BU

in %



Stage 3 ratio | International Markets BU

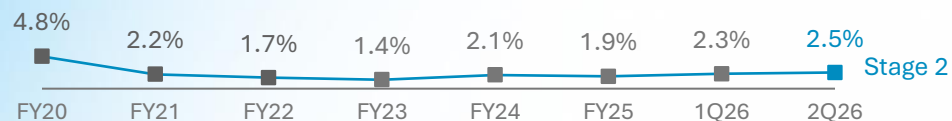
in %



Cover ratios

Cover ratio | by IFRS9 ECL Stage*

in %

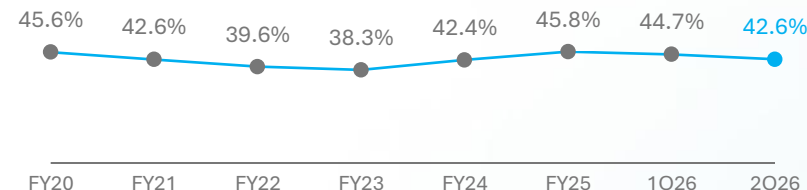


- The increasing trend of the **Stage 3 cover ratio until the end of 2025** was driven mainly by additional provisions in Belgium, mostly related to lowering the backstop shortfall for (old) non-performing loans.
- The decline of the **Stage 2 cover ratio** as of 2021, resulted mainly from collective shifts to Stage 2 (linked to Covid and the geopolitical & macroeconomic uncertainties) with on average better PD rating than the files already part of Stage 2.
As of 2024, driven by the revised staging methodology and the continuous update of the stage transfer for credits deemed vulnerable (to the geopolitical and macroeconomic uncertainties or indirectly exposed to military conflicts, such as the one in Ukraine) the Stage 2 cover ratio has gone up. This is explained by the fact that the files remaining in Stage 2 have on average higher PD ratings and therefore higher impairments

* Aligned with the credit risk view of our loan portfolio as reported in the quarterly financial statements

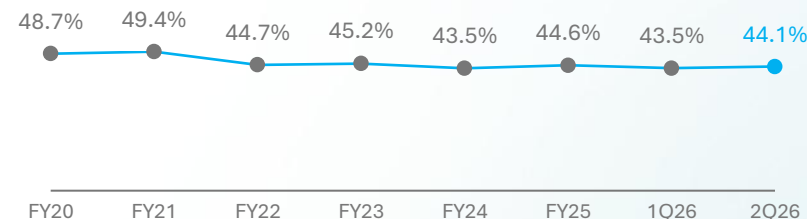
Stage 3 cover ratio | Belgium BU

in %



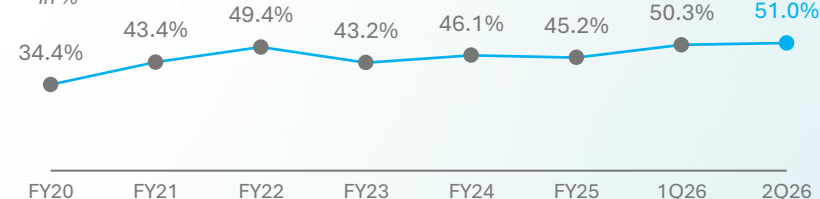
Stage 3 cover ratio | Czech Republic BU

in %



Stage 3 cover ratio | International Markets BU

in %

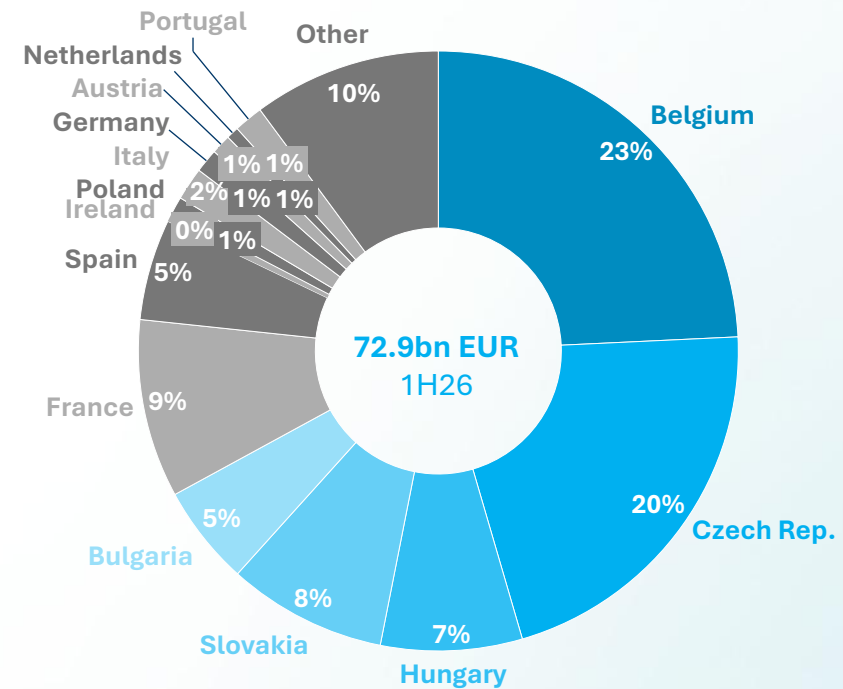
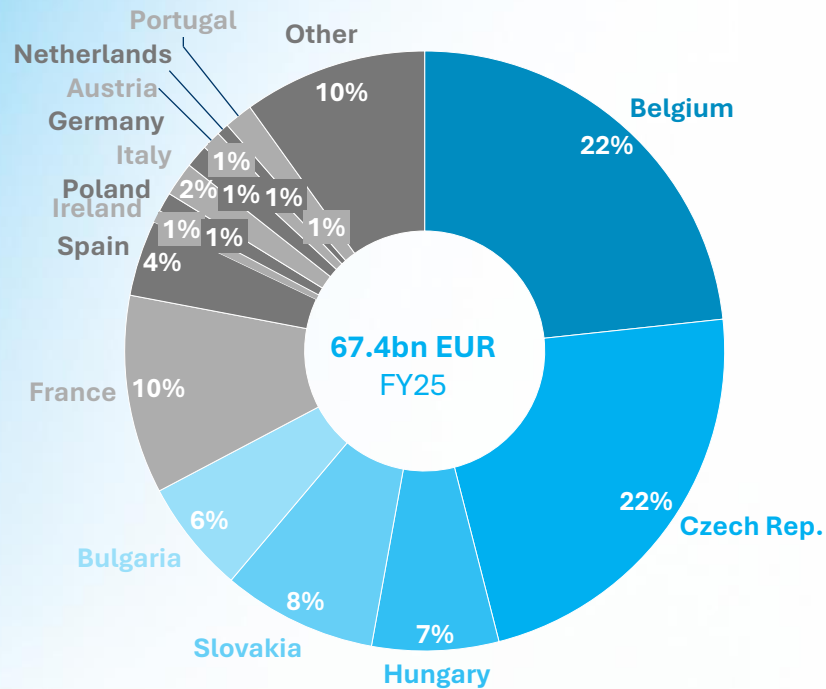


Substantial and well-diversified government bond portfolio

- Carrying value of 72.9bn EUR in government bonds (excl. trading book) at end of 1H26, primarily as a result of a significant excess liquidity position and the reinvestment of insurance reserves in fixed-income instruments

GOVERNMENT BOND PORTFOLIO | CARRYING VALUE* FY25/1H26

in %



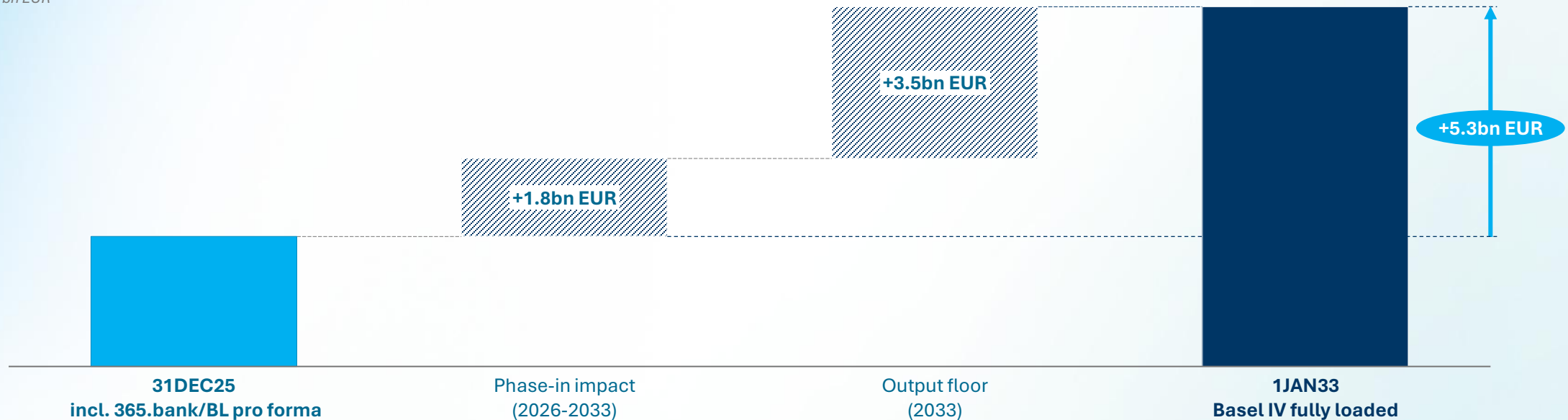
* Carrying value is the amount at which an asset (or liability) is recognised: for those not valued at fair value this is after deducting any accumulated depreciation (amortisation) and accumulated impairment losses thereon, while carrying amount is equal to fair value when recognised at fair value

Indicative view on transitional RWA evolution under Basel IV (as provided with 1Q26 results)

- With regards to Basel IV implementation,
 - applying a static balance sheet from **31DEC25**,
 - accounting for 365.bank and Business Lease acquisitions pro forma, and
 - all other parameters ceteris paribus, without mitigating actions,
 KBC projects by **1JAN33**, a further **fully loaded impact of +5.3bn EUR**
- Note that for the fully loaded CET1 ratio, KBC continues to reference the so called **unfloored fully loaded CET1 ratio** which accounts for the total **RWA impact from Basel IV, excluding the output floor impact**

INDICATIVE TRANSITIONAL RWA ESTIMATE

in bn EUR

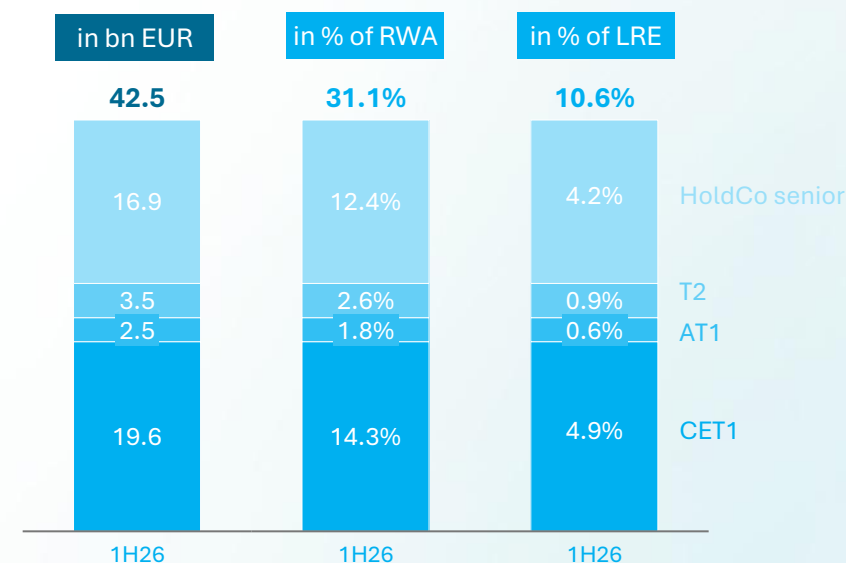


MREL targets

- The resolution plan for KBC is based on a **Single Point of Entry (SPE)** approach at KBC Group level, with **bail-in** as the preferred resolution tool
- In April 2026, the SRB communicated binding MREL targets** (under BRRD2) applicable as from 2Q26, expressed as a percentage of Risk Weighted Assets (RWA) and Leverage Ratio Exposure Amount (LRE)
- The **binding MREL targets (incl. CBR on top of the MREL target in % of RWA)** are:
 - 27.51% of RWA** (including transitional CBR* of 5.26%)
 - 7.46% of LRE**
- Combined Buffer Requirement** = Conservation Buffer (2.50%) + O-SII buffer (1.50%) + Countercyclical Buffer (1.16%) + Systemic Risk Buffer (0.10%)

MREL actuals

- The **MREL ratio in % of RWA** increased q-o-q from 30.7% in 1Q26 to 31.1% in 1H26, driven mainly by higher available MREL (chiefly due to higher CET1 capital, higher T2 capital (as a result of the external replacement of the intragroup T2 to KBC Insurance) and the issuance of a 1.3bn EUR new HoldCo Senior instruments, partly offset by the call of a 500m EUR HoldCo Senior instrument), partly offset by increased RWA
- The **MREL ratio in % of LRE** increased q-o-q from 10.5% in 1Q26 to 10.6% in 1H26 driven by the increase of the available MREL, partly offset by higher LRE

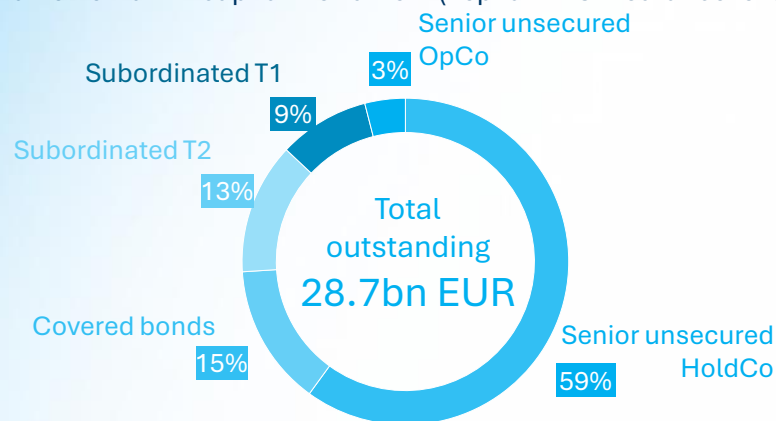


Upcoming mid-term funding maturities

Total outstanding | 2Q26

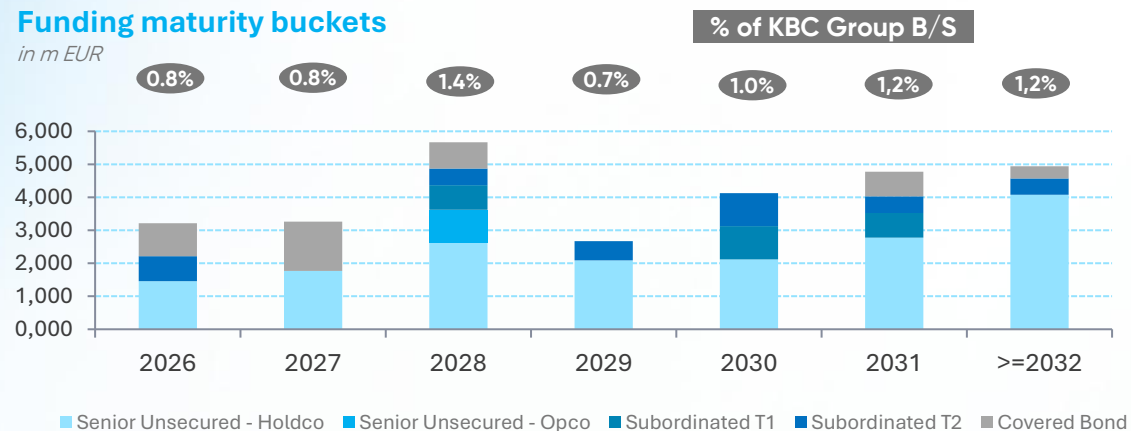
in %

KBC Bank has 6 solid sources of long-term funding: (i) Retail term deposits, (ii) Retail EMTN, (iii) Public benchmark transactions, (iv) Covered bonds, (v) Structured notes and covered bonds using the private placement format, and (vi) Senior unsecured, T1 and T2 capital instruments issued at KBC Group level and down-streamed to KBC Bank. Note that next to KBC Group also KBC Insurance issued an external T2 capital instrument (kept at KBC Insurance level).



Funding maturity buckets

in m EUR

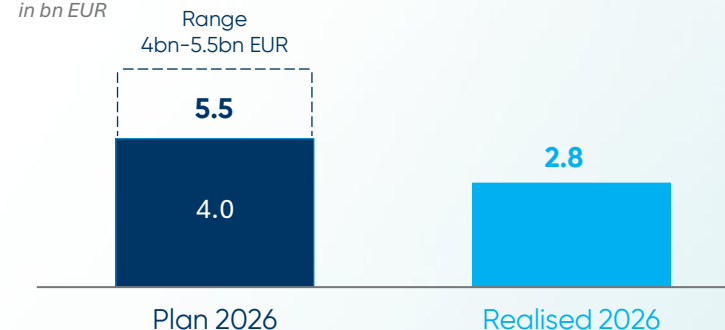


Recent deals

- In **May 2026**, KBC Group issued a Senior HoldCo for an amount of 750m EUR with a 7-year maturity callable after 6 years (in green bond format)
- In **June 2026**, KBC Group issued a Senior HoldCo for an amount of 500m GBP with a 6-year maturity callable in 5 years
- In **June 2026**, KBC Insurance issued a Tier 2 for an amount of 500m EUR with a 10-year maturity

Funding program for 2026 | Expected MREL funding (incl. capital instruments)

in bn EUR

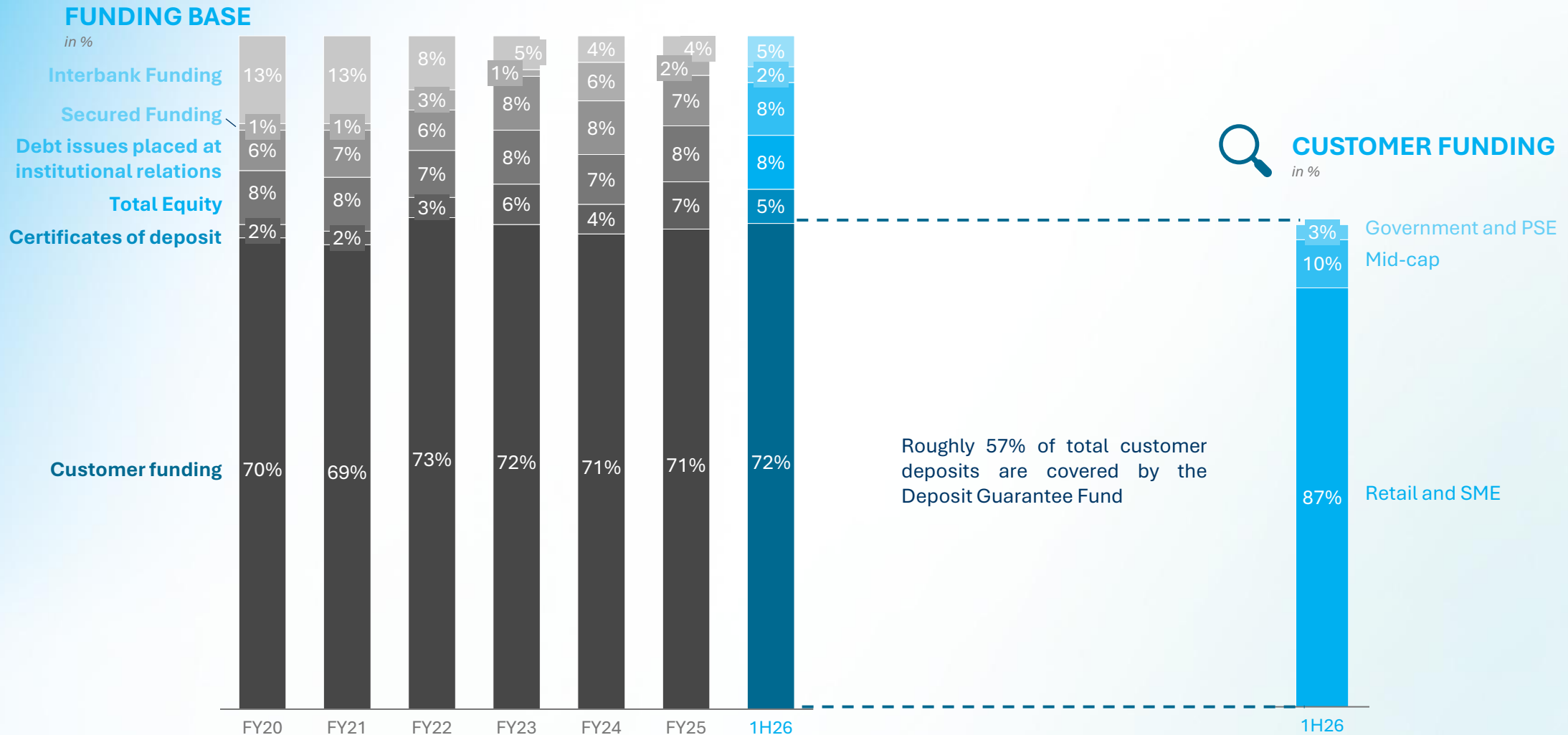


We aim to issue 1 green/social bond per year

Note: any change in regulatory requirements, RWA evolutions, MREL targets or market circumstances can change the current disclosed range

Strong customer funding base

- KBC Bank continues to have a **strong retail/mid-cap deposit base** in its core markets – resulting in a **stable funding mix** with a significant portion of the funding attracted from core customer segments and markets
- Stable % in customer funding** compared to balance sheet total (but net growth in customer funding in absolute terms)



B3 / B4	Basel III / Basel IV
Combined ratio (non-life insurance)	Short-term non-life insurance contracts: [claims and claim related costs net of reinsurance + costs other than claims and commissions] / [earned expected premiums received, net of reinsurance]
Common equity ratio	[common equity tier-1 capital] / [total weighted risks]
Cost/income ratio without banking and insurance tax (group)	[operating expenses of the group without banking and insurance tax + Insurance commissions paid] / [total income of the group]
Cost/income ratio adjusted for specific items or C/I ratio when excluding certain non-operating items	The numerator and denominator are adjusted for (exceptional) items which distort the P&L during a particular period in order to provide a better insight into the underlying business trends. Adjustments include (i) MtM ALM derivatives (fully excluded), (ii) bank & insurance taxes (including contributions to European Single Resolution Fund) are included pro rata and hence spread over all quarters of the year instead of being recognised for the most part upfront (as required by IFRIC21) and (iii) one-off items
Credit cost ratio (CCR)	[annualised net changes in individual and portfolio-based impairment for credit risks] / [average outstanding loan portfolio]. Note that, inter alia, government bonds are not included in this formula.
EBA	European Banking Authority
ESMA	European Securities and Markets Authority
ESFR	European Single Resolution Fund
FICOD	Financial Conglomerates Directive
Impaired loans cover ratio	[total specific impairments on the impaired loan portfolio (stage 3)] / [part of the loan portfolio that is impaired (PD 10-11-12)]
Impaired loans ratio	[part of the loan portfolio that is impaired (PD 10-11-12)] / [total outstanding loan portfolio]
Leverage ratio	[regulatory available tier-1 capital] / [total exposure measures]. The exposure measure is the total of non-risk-weighted on and off-balance sheet items, based on accounting data. The risk reducing effect of collateral, guarantees or netting is not taken into account, except for repos and derivatives. This ratio supplements the risk-based requirements (CAD) with a simple, non-risk-based backstop measure
Liquidity coverage ratio (LCR)	[stock of high-quality liquid assets] / [total net cash outflow over the next 30 calendar days]
MREL	Minimum requirement for own funds and eligible liabilities
Net interest margin (NIM) of the group	[banking group net interest income excluding dealing room, ALM FX swaps and repos] / [banking group average interest-bearing assets excluding dealing room, ALM FX swaps and repos]
Net stable funding ratio (NSFR)	[available amount of stable funding] / [required amount of stable funding]
PD	Probability of default
Return on allocated capital (ROAC) for a particular business unit	[result after tax, including minority interests, of a business unit, adjusted for income on allocated capital instead of real capital] / [average capital allocated to the business unit]. The capital allocated to a business unit is based on risk-weighted assets for banking and risk-weighted asset equivalents for insurance
Return on (tangible) equity	[result after tax, attributable to equity holders of the parent] / [average parent shareholders' (tangible) equity]
TLAC	Total loss-absorbing capacity

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More information

- **Company website** [KBC](#)
- **Quarterly Report** [Quarterly Reports](#)
- **Table of results (Excel)**
- **Quarterly presentation** [Presentations](#)
- **Debt presentation**

Upcoming events

7 August	Equity roadshow, London
27 August	Debt conference, Amsterdam
2 September	Equity roadshow, London
3 September	Equity roadshow, Paris
8 September	Equity roadshow, NY
9 September	Equity roadshow, Toronto
9 September	Equity conference, Paris
23 September	Equity conference, London
...	...
12 November	Publication of 3Q26 results
13 November	Equity roadshow, London
...	...
11 February	FY26 results + Topical event



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