UmweltBank

(Scale All Share (Ref.), Banks, UBK GR)

WARBURG RESEARCH | A Münchmeyer Petersen Capital Markets Company

Buy	
EUR **6.50**	(EUR 6.80)
Price	EUR 4.14
Upside	**57.0 %**

Value Indicators:	EUR
Residual income model	6.50

Warburg Risk Score:	**0.5**
Balance Sheet Score:	1.0
Market Liquidity Score:	0.0

Description:

Direct bank focussing on sustainable business with private and corporate customers

Market Snapshot:	EUR m
Market cap:	171
No. of shares (m):	41
Freefloat MC:	146
Ø Trad. Vol. (30d):	22.87 th

Shareholders:	
Freefloat	85.00 %
GLS Bank	14.80 %

Key Figures (WRe):	2026e
Price / Book:	0.6 x
Equity Ratio:	5 %

Significant Acceleration in New Lending in Q2 - EBT in Line with Expectations

Stated Figures Q2/2026:

in EUR m	Q2/26	Q2/26e	Q2/25	yoy	H1/26	H1/26e	H1/25	yoy
Group P&L								
Net interest income (NII)	14,7	14,1	15,2	-3%	27,3	26,6	28,8	-5%
Financial result	1,3	1,5	1,5	-13%	1,9	2,1	13,9	-86%
Valuation result	0,0	0,0	-0,3	n.a.	0,0	0,0	0,0	n.a.
Net commission and trading income	1,7	1,9	2,6	-36%	2,9	3,1	3,7	-20%
Other expenses and income	-0,1	0,5	-0,2	n.a.	0,1	0,6	0,0	833%
Total revenues	**17,7**	**18,0**	**18,8**	**-6%**	**32,2**	**32,5**	**46,4**	**-31%**
Risk result	-0,2	-0,5	-4,0		1,2	0,9	-4,0	n.a.
Administrative expenses	-15,6	-15,6	-18,3	-15%	-31,3	-31,3	-35,7	-12%
Cost-Income Ratio	88%	87%	96%		97%	96%	77%	
Earnings before taxes (EBT)	**1,9**	**1,9**	**-3,5**	**n.a.**	**2,2**	**2,1**	**6,7**	**-67%**
Net profit	1,6	1,9	-3,4		0,8	1,2	6,7	-88%

Comment on Figures:

- UmweltBank's Q2 results were in line with our expectations. The slight decline in revenue resulted from higher interest expense due to the launch of the interest rate campaign in Q4, as well as a year-over-year decline in loan volume. Both factors will be offset in the coming quarters by the expiration of the more favorable customer terms for the deposit volume attracted, as well as loan growth.
- The significant decline in costs continued in Q2, and the net interest income remained unremarkable, clearly pointing to a minor burden in 2026 as outlined in the guidance. As a result, the turnaround was achieved in Q2 with an EBT of approximately EUR 2m, following a loss of EUR 3.5m in the same quarter of the previous year.

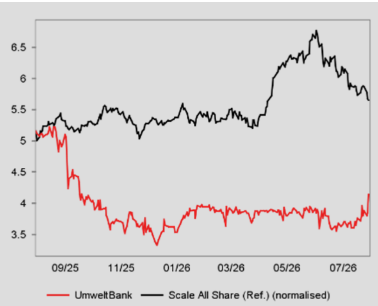
- UmweltBank took a further step towards sustainable profitability with its H1 results. Particularly noteworthy are the marked pick-up in new lending business in Q2 - which clearly exceeded our expectations -, the continuation of the tangible progress on the cost-cutting programme already visible in Q1, as well as the encouraging development in the current account business.
- **New lending business**: marked acceleration exceeds our estimate: Following a subdued start to the year (Q1: EUR 36m), new lending business picked up strongly in Q2 2026: at almost EUR 150m in Q2 alone, the bank nearly matched the entire prior-year new business volume (2025: EUR 120m). In total, around EUR 183m of new loans were extended in H1 – more than four times the prior-year period (H1 2025: EUR 40m) and clearly above our expectations (WRe H1 2026: EUR 158m). In our view, the broad base of this growth is noteworthy: both the renewable energy business and the real estate lending business – which is regaining strength after weaker prior years – each contributed roughly half of the new volume. With around EUR 270m of firmed-up new business for H2 as well as further loan enquiries of around EUR 450m, management believes it is on track to reach the full-year target of EUR 450m – an assessment that, following the strong Q2, further reinforces our confidence in target achievement. Against this backdrop, the target of EUR 3.2bn for the loan volume also appears well achievable to us (H1: EUR 3.155bn).

Changes in Estimates:

FY End: 31.12. in EUR m	2026e (old)	+ / -	2027e (old)	+ / -	2028e (old)	+ / -
Op. Revenues	86	-6.9 %	108	-5.9 %	119	-4.0 %
EBT	15	-19.3 %	31	-10.3 %	38	-10.3 %

Comment on Changes:

- We have adjusted our estimates due to a slightly slower growth rate in revenue components for 2026. Factors contributing to this include a greater outflow of deposits following the end of the higher interest rate subsidy, as well as a delayed increase in loan volume in the first half of the year.



Rel. Performance vs Scale All Share	
1 month:	22.0 %
6 months:	0.7 %
Year to date:	12.1 %
Trailing 12 months:	-29.5 %

Company events:	
28.10.26	Q3

FY End: 31.12. in EUR m	CAGR (25-28e)	2022	2023	2024	2025	2026e	2027e	2028e
Total revenues	10.6 %	90.9	47.6	62.6	84.4	79.7	101.7	114.3
Revenue growth		20.2 %	-47.7 %	31.7 %	34.7 %	-5.5 %	27.6 %	12.3 %
Admin. Expenses	2.2 %	42.2	57.8	67.5	71.9	65.6	72.5	76.8
LLPs		-9.6	4.7	-3.6	-6.0	-2.0	-1.4	-3.6
EBT	74.0 %	39.2	-5.6	-8.5	6.4	12.1	27.8	33.9
Net income	18.5 %	19.5	0.7	0.7	14.3	12.0	19.5	23.7
EPS	14.8 %	0.55	0.02	0.02	0.38	0.29	0.47	0.57
DPS	58.7 %	0.33	0.00	0.00	0.05	0.10	0.15	0.20
Dividend Yield		2.1 %	n.a.	n.a.	1.0 %	2.4 %	3.6 %	4.8 %
Book Value / Share		7.19	6.99	6.92	6.88	7.25	7.73	8.32
Price / Book		2.1 x	1.5 x	0.9 x	0.6 x	0.6 x	0.5 x	0.5 x
PTB (UBK)		0.3 x	0.4 x	0.4 x	0.4 x	0.4 x	0.4 x	0.0 x
P / E		28.1 x	514.6 x	315.3 x	12.7 x	14.3 x	8.8 x	7.2 x
ROE pre-tax (Ø TE)		10.0 %	-1.4 %	-2.2 %	1.6 %	2.9 %	6.4 %	7.4 %
ROE (Ø TE)		5.0 %	0.2 %	0.2 %	3.6 %	2.9 %	4.5 %	5.2 %
RoRWA		0.6 %	0.0 %	0.0 %	0.5 %	0.4 %	0.6 %	0.7 %
CIR		46.4 %	121.6 %	107.8 %	85.2 %	82.3 %	71.3 %	67.2 %
CIR (UBK)		51.8 %	110.7 %	114.4 %	91.8 %	84.4 %	72.3 %	69.4 %
CET I Ratio		11.5 %	11.6 %	12.3 %	12.9 %	12.7 %	12.8 %	12.8 %
Tier One Ratio		12.3 %	12.4 %	13.1 %	13.7 %	13.6 %	13.6 %	13.5 %
Total capital ratio		15.7 %	15.6 %	16.4 %	16.9 %	16.6 %	16.6 %	16.3 %

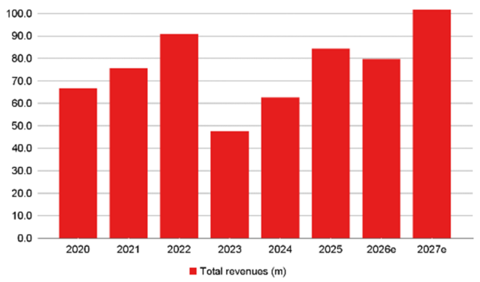
Guidance: 2026: EBT of EUR 12.5-17.5m (lower end); 2028: ROE pre-tax of >12%

Analyst
Andreas Pläsier
a.plaesier@mp-capitalmarkets.com
+49 40 38022-2246

- **Cost-cutting programme shows clear effect:** Administrative expenses fell by around 13% in H1 to EUR 31.2m (H1 2025: EUR 35.7m). Particularly encouraging: other administrative expenses – the component primarily addressed by the efficiency programme – fell by 34% to EUR 13.9m, driven mainly by lower consulting and audit costs. This clearly overcompensated for the planned increase in personnel expenses to EUR 17.1m (H1 2025: EUR 14.3m) resulting from new hires and salary adjustments. This reaffirms management's expectation of achieving savings of around EUR 13m from the cost and efficiency programme in FY2026 – an amount that clearly exceeds the planned growth investments of around EUR 5m.
- **Focus on profitability starts to bear fruit:** With a positive pre-tax profit of EUR 2.2m, UmweltBank underlines its consistent course towards operating profitability. The prior-year figure of EUR 6.7m was predominantly shaped by a one-off effect (profit distribution from a subsidiary). Adjusted for this, a clear operational improvement is evident, driven primarily by the cost side. Fitch's affirmation of the BBB− rating further underscores the bank's continued solid creditworthiness, while the total capital ratio, which rose to 17.1% (WRe: 17%; +0.2pp vs. year-end 2025), provides sufficient headroom for the planned acceleration of the lending business.
- **Current account business: balance more than doubles in Q2** – customer and deposit development somewhat behind our estimates: Another bright spot is the development of UmweltGiro: the number of current accounts more than doubled in Q2 2026 to around 7,400 (Q1 2026: around 3,500). The account model revised at the start of the year, with more customer-friendly terms (no account maintenance fee in the first year, cards included), is increasingly establishing itself as an anchor product for customer retention and cross-selling. The new current accounts derive in roughly equal thirds from new customers, existing customers, and former Triodos customers.

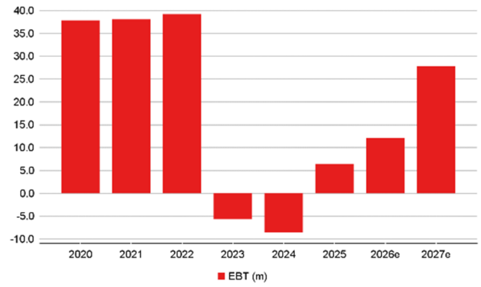
  In terms of overall customer growth, the net increase of around 11,000 new customers (or 6%, to around 195,000) came in somewhat lower than we expected (WRe H1 2026: around 13,000 net new customers). Around 24,000 gross new customers offset the increased cancellation rate resulting from expiring overnight-deposit special terms. Retail customer deposits, at EUR 3.9bn, were also slightly below our estimate of around EUR 4.0bn – the decline versus year-end 2025 (EUR 4.3bn) is mainly attributable to expiring special terms on overnight deposit accounts. Taken together, this suggests that competitive dynamics in the deposit business were somewhat more pronounced than we had assumed, while new lending business delivered the offsetting surprise.
- **Refined guidance:** Management has left the existing FY2026 guidance ranges unchanged but, based on H1 developments, has specified where within these ranges the full-year result is likely to land:
- a) Operating revenues: now expected at the lower end of the unchanged guidance range of EUR 76–86m (H1 2026: EUR 32.2m).
- b) Pre-tax profit (EBT): also now expected at the lower end of the unchanged range of EUR 12.5–17.5m.
- c) Compensation logic: the softer revenue development is being cushioned by the cost-cutting measures already implemented in administrative expenses.
- d) Growth investments: the roughly EUR 5m planned for 2026 remain in place under the base scenario but would be put up for review in the event of weaker revenue development over the course of the year. An absence of, or a lower amount of, such investment would correspondingly dampen growth in the retail business.
- e) New lending business: the target of EUR 450m in new loan volume for the full year is considered achievable in light of around EUR 270m of firmed-up new business for H2 and a further roughly EUR 450m of loan enquiries. Following the strong H1 result (EUR 183m versus our estimate of EUR 158m), we believe this provides additional support.
- **Conclusion:** The investment case remains intact, underscored by the significant growth in new lending business, the optimisation of the cost structure, and further success in selling products to retail customers. The launch of a more attractive brokerage offering for customers, effective from August, as well as the expected gain of former Triodos customers, should broaden the fee base over the medium term. In H2, additional fees from bond placements for corporate customers could also provide further revenue. In deposit-gathering, UmweltBank is likely to focus even more strongly on profitability in order to avoid opportunistic uptake by so-called rate hoppers. This should be seen against the backdrop of the wide 2026 guidance range for retail deposit volume of EUR 4–5.4bn. We reaffirm our Buy rating with a slightly reduced price target of EUR 6.50.

Operating Revenues development
in EUR m



Source: Warburg Research

EBT development
in EUR m



Source: Warburg Research

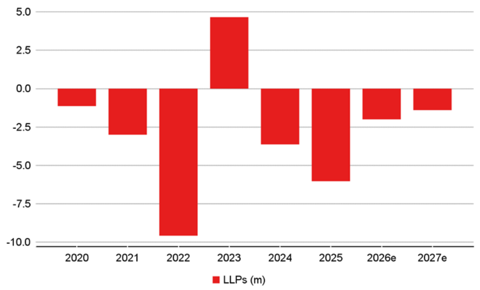
Company Background

- UmweltBank has positioned itself as a focused direct bank with a clear commitment to sustainability and has been offering sustainable products and services since its foundation in 1997. The IPO took place in 2001.
- The bank divides its operations into the segments of Retail Banking, Corporate Banking, and Investments. The Retail banking business is set to grow significantly in the coming years.
- In the Retail Banking segment, the bank offers its more than 150,000 customers traditional products such as call money and term deposit accounts and, since June 2025, current accounts.
- The financing of ecological and sustainable projects in the areas of renewable energies and social and sustainable real estate is the focus of UmweltBank's Corporate Banking business and is the bank's core competence.
- The investment portfolio built up during the low-interest phase, which generally also includes financed projects (renewable energies and real est.), is to be gradually sold off by 2026 in order to release equity capital.

Competitive Quality

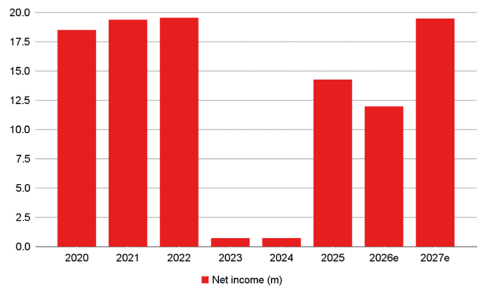
- The name UmweltBank stands for sustainable banking products and services. The bank's high credibility is a USP compared to other banks.
- The bank's low complexity allows for greater management flexibility in decision-making processes, enabling a faster response to market changes and customer demands.
- Long-standing customer relationships and factors such as a high level of technical expertise, flexibility and security in the granting of sustainable financing enable high customer demand.
- The targeted introduction of new products, high cross-selling potential and expected dynamic customer growth should significantly improve UmweltBank's profitability in the coming years.
- Product pricing is focused on competitiveness and profitability in order to achieve the attractive ROE target of over 12% before taxes after a strong growth phase.

LLP development
in EUR m



Source: Warburg Research

Net income development
in EUR m



Source: Warburg Research

Sum of the parts

Figures in EUR m	Detailed forecast period 2026e	2027e	2028e	Transitional period 2029e	2030e	2031e	2032e	2033e	2034e	2035e	2036e	2037e	2038e	TV	
Equity beginning of period	409	425	444	469	490	513	532	554	578	599	621	645	670		
Equity end of period	425	444	469	490	513	532	554	578	599	621	645	670	697		
Net income	12	19	24	28	32	36	40	43	47	51	54	58	61		8,9%
yoy		*63%*	*22%*	*20%*	*13%*	*12%*	*11%*	*9%*	*9%*	*8%*	*7%*	*6%*	*6%*	*1,5%*	-5,6
Dividends paid	4	6	8	8	9	16	18	20	26	28	30	33	35	*61*	
Payout ratio	29%	52%	43%	33%	33%	50%	50%	50%	60%	60%	60%	60%	60%	*100,0%*	
Return on equity	2,9%	4,5%	5,2%	5,9%	6,4%	6,9%	7,3%	7,7%	8,0%	8,3%	8,6%	8,8%	8,9%		61,8
Cost of Equity	9,7%	9,7%	9,7%	9,7%	9,7%	9,7%	9,7%	9,7%	9,7%	9,7%	9,7%	9,7%	9,7%		67,4
Excess return	-28	-22	-20	-18	-16	-14	-13	-11	-10	-8	-7	-6	-5		-6
Discount factor	0,95	0,86	0,79	0,72	0,65	0,60	0,54	0,50	0,45	0,41	0,38	0,34	0,31		-69
Present value	-26	-19	-16	-13	-10	-9	-7	-5	-4	-3	-3	-2	-2	-21	-21
Share of PVs	44%			41%										15%	

Model parameter

Derivation of Cost of equity:		Derivation of Beta:	
		Financial Strength	1,50
		Liquidity	1,40
		Cyclicality	1,10
Market return	8,3%	Transparency	1,30
Risk free rate	2,8%	Others	1,00
Cost of Equity	**9,68%**	**Beta**	**1,26**

Valuation (m)

PV terminal value	-21		
Sum PVs until 2038e	-119		
Current book value	409	No. Of shares (m)	41,40
Equity value	**269**	Value per share	**6,50**

Sensitivity Value per share (EUR)

Beta	CoE	LTG 0,0%	0,5%	1,0%	**1,5%**	2,0%	2,5%	3,0%
1,40	10,4%	6,62	6,62	6,62	6,62	6,61	6,61	6,61
1,35	10,2%	6,58	6,58	6,58	6,58	6,58	6,57	6,57
1,31	9,9%	6,55	6,54	6,54	6,54	6,54	6,53	6,53
1,26	9,7%	6,51	6,50	6,50	**6,50**	6,49	6,49	6,49
1,21	9,4%	6,47	6,47	6,46	6,46	6,45	6,45	6,44
1,17	9,2%	6,43	6,42	6,42	6,41	6,41	6,40	6,39
1,12	8,9%	6,39	6,38	6,38	6,37	6,36	6,35	6,34

Source: Warburg Research

Peer Group

Company Prices in local currency	Price	P / E 26e	P / E 27e	P / B 26e	P / B 27e	EPS CAGR (25-28e)
Banco Bilbao Vizcaya Argentaria	22.82	10.9	9.8	2.1	2.0	12.2 %
Banco Santander	11.95	11.2	9.3	1.5	1.4	16.7 %
Commerzbank	36.85	11.8	9.6	1.3	1.2	22.9 %
Credit Agricole	18.37	8.0	7.3	0.7	0.7	6.3 %
Danske Bank	48.52	11.9	11.0	1.6	1.6	7.6 %
Deutsche Bank	31.27	9.1	7.9	0.8	0.8	11.1 %
ING Groep NV	28.75	11.7	9.9	1.6	1.5	15.5 %
Intesa Sanpaolo	6.45	11.0	10.0	1.7	1.7	8.7 %
Nordea Bank Abp	66.05	-	-	-	-	-
Svenska Handelsbanken	12.94	12.3	11.8	1.5	1.4	3.4 %
UniCredit	79.77	10.7	9.5	1.7	1.6	11.0 %
Average		10.9	9.6	1.5	1.4	11.5 %
Median		11.1	9.7	1.6	1.5	
UmweltBank	**4.14**	**14.3**	**8.8**	**0.6**	**0.5**	
Delta to median		29.2 %	-9.0 %	-63.4 %	-63.5 %	

- …

Valuation

	2022	2023	2024	2025	2026e	2027e	2028e
Operating profit per share	0.95	-0.14	-0.21	0.16	0.29	0.67	0.82
Book Value / Share	7.19	6.99	6.92	6.88	7.25	7.73	8.32
Dividend	0.33	0.00	0.00	0.05	0.10	0.15	0.20
Dividend Payout Ratio	60.2 %	0.0 %	0.0 %	13.2 %	34.6 %	31.9 %	34.9 %
P / E	28.1 x	514.6 x	315.3 x	12.7 x	14.3 x	8.8 x	7.2 x
Price / Book	2.1 x	1.5 x	0.9 x	0.6 x	0.6 x	0.5 x	0.5 x
P / NAVPS	1.4 x	1.0 x	0.6 x	0.4 x	0.4 x	0.4 x	0.4 x

*Adjustments made for:

Company Specific Items

	2022	2023	2024	2025	2026e	2027e	2028e
Valuation result	0	0	0	0	0	1	1
Net commission and trading income	9	9	6	7	11	19	26
Allocation to reserves in accordance with section §340g HGB	-11	5	12	5	0	0	0
Fund for general banking risks (§340g HGB)	146	142	130	125	125	125	125
ROE pre-tax (Ø TE)	10.0 %	-1.4 %	-2.2 %	1.6 %	2.9 %	6.4 %	7.4 %
ROE (Ø TE)	5.0 %	0.2 %	0.2 %	3.6 %	2.9 %	4.5 %	5.2 %
Total capital	504	524	505	521	533	552	576
New loan volume (gross)	623	459	250	120	460	469	610
CIR (UBK)	51.8 %	110.7 %	114.4 %	91.8 %	84.4 %	72.3 %	69.4 %
PTB (UBK)	0.3	0.4	0.4	0.4	0.4	0.4	0.0

Consolidated profit and loss

In EUR m	2022	2023	2024	2025	2026e	2027e	2028e
Net interest income (NII)	58.8	41.1	44.9	58.4	61.2	76.3	84.1
Valuation result	-0.3	0.1	0.1	0.0	0.0	1.0	1.0
Commission and fee income	7.1	8.5	5.5	5.8	10.5	18.9	26.2
Trading income	2.3	0.6	0.0	1.3	0.0	0.0	0.0
Financial result	24.8	-2.6	13.0	17.6	6.5	5.0	2.0
Other operating income	-2.0	0.1	-0.8	1.3	1.5	1.5	2.0
Total revenues	**90.9**	**47.6**	**62.6**	**84.4**	**79.7**	**101.7**	**114.3**
Admin. Expenses	42.2	57.8	67.5	71.9	65.6	72.5	76.8
thereof personnel expenses	19.9	25.6	26.1	30.3	34.5	32.8	33.1
LLPs	-9.6	4.7	-3.6	-6.0	-2.0	-1.4	-3.6
Operating profit	**39.2**	**-5.6**	**-8.5**	**6.4**	**12.1**	**27.8**	**33.9**
Goodwill amortisation	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Restructuring expenses	0.0	0.0	0.0	0.0	0.0	0.0	0.0
EBT	**39.2**	**-5.6**	**-8.5**	**6.4**	**12.1**	**27.8**	**33.9**
Total taxes	-8.7	1.8	-2.8	2.8	-0.1	-8.3	-10.2
Allocation to reserves in accordance with section §340g HGB	-11.0	4.5	12.0	5.0	0.0	0.0	0.0
Minority interest	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net income	**19.5**	**0.7**	**0.7**	**14.3**	**12.0**	**19.5**	**23.7**
Number of Shares	35.7	35.7	36.1	37.7	41.4	41.4	41.4
EPS	**0.55**	**0.02**	**0.02**	**0.38**	**0.29**	**0.47**	**0.57**

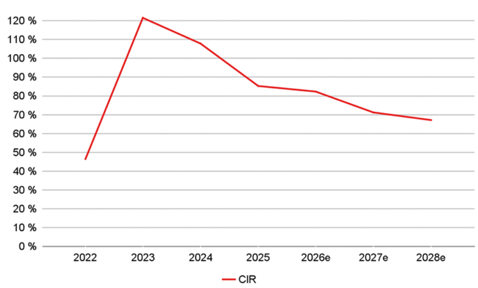
*Adjustments made for:

Guidance: 2026: EBT of EUR 12.5-17.5m (lower end); 2028: ROE pre-tax of >12%

Financial Ratios

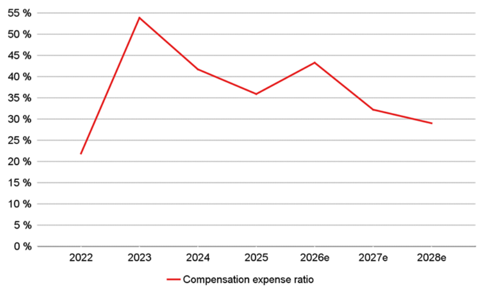
	2022	2023	2024	2025	2026e	2027e	2028e
Operating Efficiency							
Total op. Revenues per Employee	273.9	134.4	201.4	234.4	221.4	288.3	327.2
Administrative expenses per Employee	59.9	72.4	84.0	84.1	95.9	93.0	94.9
Operating profit per Employee	118.1	-15.8	-27.4	17.9	33.6	78.9	97.1
Customers	132,000	132,000	155,000	184,210	250,000	340,000	460,000
Profitability							
CIR	46.4 %	121.6 %	107.8 %	85.2 %	82.3 %	71.3 %	67.2 %
Compensation expense ratio	21.9 %	53.9 %	41.7 %	35.9 %	43.3 %	32.3 %	29.0 %
Net interest margin (as % of average loan volume)	1.6 %	1.1 %	1.3 %	1.8 %	1.9 %	2.3 %	2.4 %
Net interest margin (as % of average RWAs)	1.9 %	1.3 %	1.4 %	1.9 %	1.9 %	2.3 %	2.4 %
Oper. profit / Oper. Revenues	43.1 %	-11.8 %	-13.6 %	7.6 %	15.2 %	27.4 %	29.7 %
Oper. profit / Total assets	0.7 %	-0.1 %	-0.1 %	0.1 %	0.2 %	0.3 %	0.4 %
Net income / Oper. Revenues	21.5 %	1.5 %	1.2 %	16.9 %	15.0 %	19.1 %	20.8 %
Pre-tax profit / Total assets	0.7 %	-0.1 %	-0.1 %	0.1 %	0.2 %	0.3 %	0.4 %
Momentum							
Revenue growth	20.2 %	-47.7 %	31.7 %	34.7 %	-5.5 %	27.6 %	12.3 %
Operating profit growth	3.0 %	-114.3 %	52.0 %	-175.6 %	88.0 %	129.9 %	21.9 %
Net profit growth	0.9 %	-96.3 %	0.7 %	1842.0 %	-16.1 %	62.7 %	21.9 %

CIR
in %



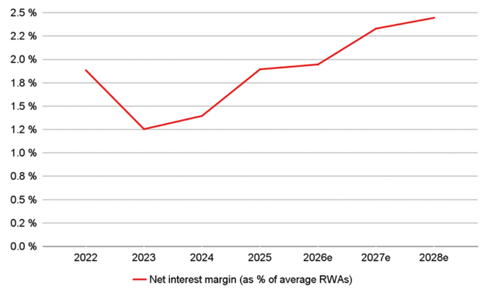
Source: Warburg Research

Compensation expense ratio
in %



Source: Warburg Research

Net interest margin
in % of avg. RWA



Source: Warburg Research

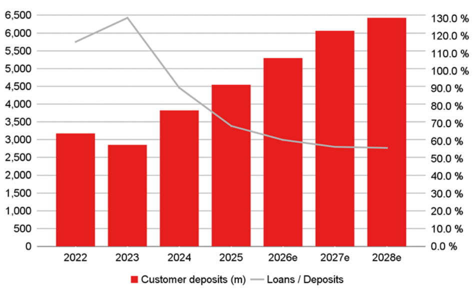
Consolidated balance sheet

In EUR m	2022	2023	2024	2025	2026e	2027e	2028e
Assets							
Cash reserve	333	116	39	39	23	37	39
Financial investments	2,433	2,085	828	1,294	1,307	1,320	1,333
Claims on banks	3	11	2,025	2,303	2,603	2,928	3,294
Claims on customers	3,139	3,357	3,149	2,990	3,199	3,503	3,678
Provisions for possible loan losses	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.	n.a.
Property, plant and equipment	58	86	108	129	109	111	114
Goodwill and other intangible assets	1	1	1	0	0	0	0
Tax assets	4	12	21	29	30	30	30
Other assets	10	21	16	22	22	23	24
Total Assets	**5,981**	**5,688**	**6,186**	**6,806**	**7,293**	**7,952**	**8,514**
Liabilities and shareholders' equity							
Subscribed capital	36	36	36	41	41	41	41
Capital reserve	105	109	109	124	124	124	124
Retained earnings	103	104	105	110	123	135	155
Other equity components	13	1	1	9	12	19	24
Shareholders' equity	**257**	**249**	**250**	**285**	**300**	**320**	**345**
Fund for general banking risks (§340g HGB)	146	142	130	125	125	125	125
Minority interest	0	0	0	0	0	0	0
Total equity	**403**	**391**	**380**	**409**	**425**	**444**	**469**
Hybrid and Subordinated Capital	132	134	134	135	137	140	143
Liabilities to banks	2,248	2,279	1,808	1,691	1,708	1,794	1,883
Liabilities to customers	3,176	2,854	3,824	4,544	4,999	5,548	5,992
Provisions	16	18	17	17	15	15	16
Other liabilities	6	13	22	9	9	10	10
Total liabilities	**5,680**	**5,394**	**5,891**	**6,476**	**6,947**	**7,585**	**8,121**
Total liabilities and shareholders' equity	**5,981**	**5,688**	**6,186**	**6,806**	**7,293**	**7,952**	**8,514**

Financial Ratios

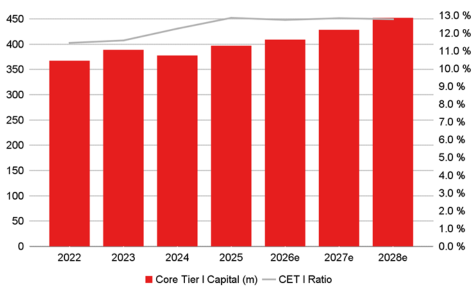
	2022	2023	2024	2025	2026e	2027e	2028e
Balance sheet structure							
Loans / Total assets	61.9 %	65.4 %	55.9 %	45.8 %	44.0 %	43.2 %	42.4 %
Deposits / Total assets	53.1 %	50.2 %	61.8 %	66.8 %	72.6 %	76.2 %	75.5 %
Loans / Deposits	116.6 %	130.4 %	90.4 %	68.6 %	60.7 %	56.7 %	56.1 %
Assets quality							
Total Loans	3,703	3,722	3,457	3,118	3,212	3,436	3,608
NPLs / Loan volumes	0.4 %	0.4 %	3.7 %	3.3 %	2.2 %	1.7 %	1.5 %
Net addition ratio	0.3 %	-0.1 %	0.1 %	0.2 %	0.1 %	0.0 %	0.1 %
Risk & capital							
Total risk weighted assets	3,206	3,356	3,080	3,086	3,209	3,338	3,538
CET I Ratio	11.5 %	11.6 %	12.3 %	12.9 %	12.7 %	12.8 %	12.8 %
Tier One Ratio	12.3 %	12.4 %	13.1 %	13.7 %	13.6 %	13.6 %	13.5 %
Total capital ratio	15.7 %	15.6 %	16.4 %	16.9 %	16.6 %	16.6 %	16.3 %
Profitability							
RoE before tax	15.6 %	-2.2 %	-3.4 %	2.4 %	4.1 %	9.0 %	10.2 %
RoE (net)	7.8 %	0.3 %	0.3 %	5.3 %	4.1 %	6.3 %	7.1 %
RoRWA	0.6 %	0.0 %	0.0 %	0.5 %	0.4 %	0.6 %	0.7 %

Deposits & Loans/Deposits
in EUR m; in %



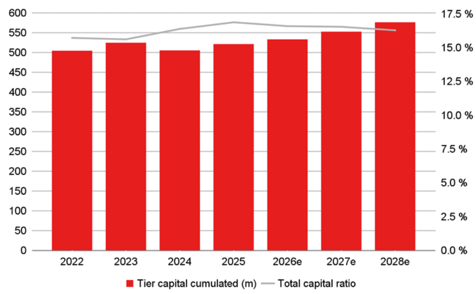
Source: Warburg Research

Core Tier I Capital
in EUR m



Source: Warburg Research

Total capital
in EUR m



Source: Warburg Research

LEGAL DISCLAIMER

This research report (“investment recommendation”) was prepared by the Warburg Research GmbH and is passed on by the Münchmeyer Petersen Capital Markets GmbH. Warburg Research GmbH since December 1, 2025 is a fully owned subsidiary of the Münchmeyer Petersen Capital Markets GmbH (MPCM). This research report is intended solely for the recipient and may not be passed on to another company without their prior consent, regardless of whether the company is part of the same corporation or not. It contains selected information and does not purport to be complete. The investment recommendation is based on publicly available information and data ("information") believed to be accurate and complete. Warburg Research GmbH neither examines the information for accuracy and completeness, nor guarantees its accuracy and completeness. Possible errors or incompleteness of the information do not constitute grounds for liability of MPCM or Warburg Research GmbH for damages of any kind whatsoever, and MPCM and Warburg Research GmbH are not liable for indirect and/or direct and/or consequential damages. In particular, neither MPCM nor Warburg Research GmbH are liable for the statements, plans or other details contained in these investment recommendations concerning the examined companies, their affiliated companies, strategies, economic situations, market and competitive situations, regulatory environment, etc. Although due care has been taken in compiling this investment recommendation, it cannot be excluded that it is incomplete or contains errors. MPCM and Warburg Research GmbH, their shareholders and employees are not liable for the accuracy and completeness of the statements, estimations and the conclusions derived from the information contained in this investment recommendation. Provided a investment recommendation is being transmitted in connection with an existing contractual relationship, i.e. financial advisory or similar services, the liability of MPCM and Warburg Research GmbH shall be restricted to gross negligence and wilful misconduct. In case of failure in essential tasks, MPCM and Warburg Research GmbH are liable for normal negligence. In any case, the liability of MPCM and Warburg Research GmbH is limited to typical, expectable damages. This investment recommendation does not constitute an offer or a solicitation of an offer for the purchase or sale of any security. Partners, directors or employees of MPCM, Warburg Research GmbH or affiliated companies may serve in a position of responsibility, i.e. on the board of directors of companies mentioned in the report. Opinions expressed in this investment recommendation are subject to change without notice. The views expressed in this research report accurately reflect the research analyst’s personal views about the subject securities and issuers. Unless otherwise specified in the research report, no part of the research analyst’s compensation was, is, or will be directly or indirectly related to the specific recommendations or views contained in the research report.

COPYRIGHT NOTICE

DISCLOSURE ACCORDING TO §85 OF THE GERMAN SECURITIES TRADING ACT (WPHG), MAR AND MIFID II INCL. COMMISSION DELEGATED REGULATION (EU) 2016/958 AND (EU) 2017/565

The valuation underlying the investment recommendation for the respective company analysed is based on generally accepted and widely used methods of fundamental analysis, such as e.g. DCF Model, Free Cash Flow Value Potential, NAV, Peer Group Comparison or Sum of the Parts Model (see also https://disclaimer.mp-capitalmarkets.com/disclaimer.htm#Valuation). The result of this fundamental valuation is modified to take into consideration the analyst’s assessment as regards the expected development of investor sentiment and its impact on the share price.

Independent of the applied valuation methods, there is the risk that the price target will not be met, for instance because of unforeseen changes in demand for the company’s products, changes in management, technology, economic development, interest rate development, operating and/or material costs, competitive pressure, supervisory law, exchange rate, tax rate etc. For investments in foreign markets and instruments there are further risks, generally based on exchange rate changes or changes in political and social conditions.

The respective commentary reflects the opinion of the relevant author at the point in time of its compilation. A change in the fundamental factors underlying the valuation can mean that the valuation is subsequently no longer accurate. Whether, or in what time frame, an update of this commentary follows is not determined in advance.

Additional internal and organisational arrangements to prevent or to deal with conflicts of interest have been implemented. Among these are the spatial separation of Warburg Research GmbH from MPCM and the creation of areas of confidentiality. This prevents the exchange of information, which could form the basis of conflicts of interest for Warburg Research GmbH in terms of the analysed issuers or their financial instruments.

The analysts of Warburg Research GmbH or MPCM do not receive a gratuity – directly or indirectly – from the investment banking activities of MPCM, MPC Münchmeyer Petersen & Co. GmbH or affiliated companies.

All prices of financial instruments given in this investment recommendation are the closing prices on the last stock-market trading day before the publication date stated, unless another point in time is explicitly stated.

Warburg Research GmbH is subject to the supervision of the Federal Financial Supervisory Authority, BaFin.

SOURCES

All **data and consensus estimates** have been obtained from FactSet except where stated otherwise.

Additional information for clients in the United States

1. This research report (the “Report”) is a product of Warburg Research GmbH, Germany, wholly owned by MPCM, Germany. Warburg Research GmbH or MPCM is the employer of the research analyst(s), who have prepared the Report. The research analyst(s) reside outside the United States and are not associated persons of any U.S. regulated broker-dealer and therefore are not subject to the supervision of any U.S. regulated broker-dealer.

2. The Report is provided in the United States for distribution solely to "major U.S. institutional investors" under Rule 15a-6 of the U.S. Securities Exchange Act of 1934.

3. Crédit Industriel et Commercial (CIC) and MPCM have concluded a Research Distribution Agreement that gives CIC Market Solutions Inc. exclusive distribution in France, the US and Canada of the Warburg Research GmbH research product.

4. The research reports are distributed in the United States of America by CIC pursuant to a SEC Rule 15a-6 agreement with CIC Market Solutions Inc (“CICI”), a U.S. registered broker-dealer and a related company of CIC, and are distributed solely to persons who qualify as “Major U.S. Institutional Investors” as defined in SEC Rule 15a-6 under the Securities Exchange Act of 1934.

5. Any person who is not a Major U.S. Institutional Investor must not rely on this communication. The delivery of this research report to any person in the United States of America is not a recommendation to effect any transactions in the securities discussed herein, or an endorsement of any opinion expressed herein.

Reference in accordance with section 85 of the German Securities Trading Act (WpHG) and Art. 20 MAR regarding possible conflicts of interest with companies analysed:

-1-	Warburg Research GmbH, MPCM, or an affiliated company according to Section 271 (2) of the German Commercial Code (HGB) (affiliated companies), or an employee of one of these companies responsible for the compilation of the research, hold a **share of more than 5%** of the equity capital of the analysed company.
-2-	Within the last twelve months affiliated companies participated in the **management of a consortium** for an issue in the course of a public offering of such financial instruments, which are, or the issuer of which is, the subject of the investment recommendation.
-3-	Affiliated companies **manage financial instruments**, which are, or the issuers of which are, subject of the investment recommendation, in a market based on the provision of buy or sell contracts.
-4-	Affiliated companies reached an agreement with the issuer to provide **investment banking and/or investment services** and the relevant agreement was in force in the last 12 months or there arose for this period, based on the relevant agreement, the obligation to provide or to receive a service or compensation - provided that this disclosure does not result in the disclosure of confidential business information.
-5-	The company compiling the analysis or an affiliated company had reached an **agreement on the compilation of the investment recommendation** with the analysed company.
-6a-	Affiliated companies hold a **net long position of more than 0.5%** of the total issued share capital of the analysed company.
-6b-	Affiliated companies hold a **net short position of more than 0.5%** of the total issued share capital of the analysed company.
-6c-	The issuer holds shares of more than 5% of the total issued capital of an affiliated company.
-7-	The company preparing the analysis as well as its affiliated companies and employees have **other important interests** in relation to the analysed company, such as, for example, the exercising of mandates at analysed companies.

Company	Disclosure	Link to the historical price targets and rating changes (last 12 months)
UmweltBank	5	https://disclaimer.mp-capitalmarkets.com/disclaimer_en/DE0005570808.htm

INVESTMENT RECOMMENDATION

Investment recommendation: expected direction of the share price development of the financial instrument up to the given price target in the opinion of the analyst who covers this financial instrument.

-B-	**Buy:**	The price of the analysed financial instrument is expected to rise over the next 12 months.
-H-	**Hold:**	The price of the analysed financial instrument is expected to remain mostly flat over the next 12 months.
-S-	**Sell:**	The price of the analysed financial instrument is expected to fall over the next 12 months.
"-"	**Rating suspended:**	The available information currently does not permit an evaluation of the company.

WARBURG RESEARCH GMBH – ANALYSED RESEARCH UNIVERSE BY RATING

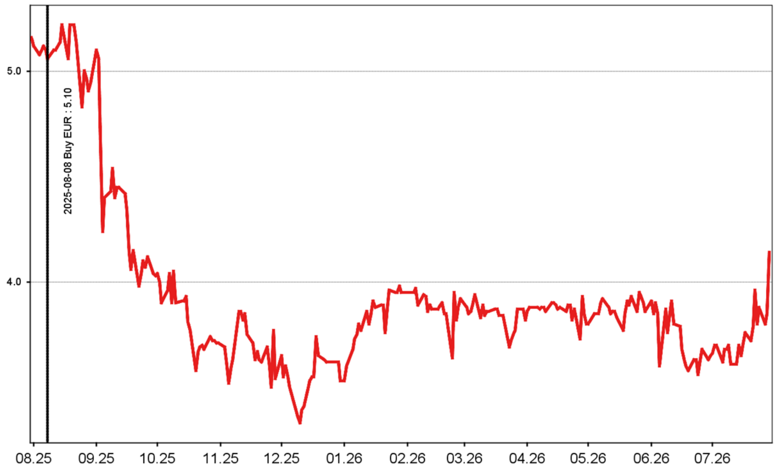
Rating	Number of stocks	% of Universe
Buy	131	72
Hold	40	22
Sell	5	3
Rating suspended	7	4
Total	**183**	**100**

WARBURG RESEARCH GMBH – ANALYSED RESEARCH UNIVERSE BY RATING …

… taking into account only those companies for which affiliated companies provided major investment services in the last twelve months.

Rating	Number of stocks	% of Universe
Buy	3	100
Hold	0	0
Sell	0	0
Rating suspended	0	0
Total	**3**	**100**

PRICE AND RATING HISTORY UMWELTBANK AS OF 30.07.2026



Markings in the chart show rating changes by Warburg Research GmbH in the last 12 months. Every marking details the date and closing price on the day of the rating change.

EQUITIES

Ebbi Attarzadeh	+49 40 38022-1236 e.attarzadeh@mp-capitalmarkets.com		

RESEARCH

Christoph Dolleschal Head of Research	+49 40 38022-1256 c.dolleschal@mp-capitalmarkets.com	**Malte Schaumann** Technology	+49 40 38022-2170 m.schaumann@mp-capitalmarkets.com
Henner Rüschmeier Head of Research	+49 40 38022-2270 h.rueschmeier@mp-capitalmarkets.com	**Oliver Schwarz** Chemicals, Agriculture	+49 40 38022-2250 o.schwarz@mp-capitalmarkets.com
Stefan Augustin Cap. Goods, Engineering	+49 40 38022-2168 s.augustin@mp-capitalmarkets.com	**Yannik Siering** Software & IT Services	+49 40 38022-1240 y.siering@mp-capitalmarkets.com
Christian Cohrs Industrials & Transportation	+49 40 38022-2175 c.cohrs@mp-capitalmarkets.com	**Sebastian Ubert** Cap. Goods, Automobiles	+49 40 38022-1252 s.ubert@mp-capitalmarkets.com
Felix Ellmann Software, IT	+49 40 38022-2120 f.ellmann@mp-capitalmarkets.com		
Philipp Kaiser Real Estate, Construction	+49 40 38022-2260 p.kaiser@mp-capitalmarkets.com		
Andreas Pläsier Banks, Financial Services	+49 40 38022-2246 a.plaesier@mp-capitalmarkets.com		

INSTITUTIONAL EQUITY SALES

Michael Grohmann Head of Equity Sales	+49 40 38022-1238 m.grohmann@mp-capitalmarkets.com		
Ebbi Attarzadeh Sales	+49 40 38022-1236 e.attarzadeh@mp-capitalmarkets.com		
Olaf Gabriel Sales	+49 40 38022-1239 o.gabriel@mp-capitalmarkets.com	**Leyan Ilkbahar** Roadshow/Marketing	+49 40 38022-1247 l.ilkbahar@mp-capitalmarkets.com
Ines Struck Sales	+49 40 38022-1258 i.struck@mp-capitalmarkets.com	**Antonia Möller** Roadshow/Marketing	+49 40 38022-1248 a.moeller@mp-capitalmarkets.com

SALES TRADING

Bastian Quast	+49 40 38022-1242 b.quast@mp-capitalmarkets.com		

Our research can be found under:

MPCM | Warburg Research	research.mp-capitalmarkets.com	LSEG	www.lseg.com
Bloomberg	ERH MPC	Capital IQ	www.capitaliq.com
FactSet	www.factset.com		

For access please contact:

Antonia Möller Sales Assistance	+49 40 38022-1248 a.moeller@mp-capitalmarkets.com