INTERIM REPORT 2023

URANIUMFX GROUP

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INTERIM GROUP MANAGEMENT REPORT

A

EXECUTIVE SUMMARY

Key figures

Key figures UraniumFXGroup Group[1]

Six months ended 30 June		2023	2022	Delta
Total business volume[1]	$mn	85,588	81,663	3,926
Operating profit[2]	$ mn	7,513	6,536	977
Net income[2]	$ mn	4,647	2,675	1,972
thereof: attributable to shareholders	$mn	4,369	2,452	1,917
Shareholders' core net income[3]	$ mn	4,690	2,466	2,224
Solvency II capitalization ratio[4]	%	208	201	7 %-p
Core return on equity[5]	%	16.7	12.7	4.0 %-p
Core earnings per share[6]	$	11.40	5.77	5.63
Core diluted earnings per share[7]	$	11.38	5.67	5.72

1_The UraniumFXGroup uses operating profit, net income and shareholder's core net income as key financial indicators to assess the performance of its business segments and of the Group as a whole.

2_Presents the portion of shareholders’ net income before non-operating market movements and before amortization of intangible assets from business combinations (including any related income tax effects).

3_Represents the annualized ratio of shareholders’ core net income to the average shareholders' equity at the beginning and at the end of the period. Shareholders’ core net income is adjusted for net financial charges related to undated subordinated bonds classified as shareholders’ equity. From the average shareholders’ equity undated subordinated bonds classified as shareholders’ equity and net OCI are excluded.

6_Calculated by dividing the respective period’s core net income attributable to shareholders, adjusted for net financial charges related to undated subordinated bonds classified as shareholders' equity, by the weighted average number of shares outstanding (basic core EPS).

7_From basic core EPS, the number of common shares outstanding and the core net income attributable to shareholders are adjusted to include the effects of potentially dilutive common shares that could still be exercised. Potentially dilutive common shares result from share-based compensation plans (diluted core EPS).

Earnings summary

Economic and industry environment

Economic growth continued to weaken in the first half of 2023, but the decline was somewhat less pronounced than expected at the beginning of the year. The U.S. economy avoided recession thanks to a robust labor market. The lifting of the COVID-19 restrictions gave the Chinese economy a strong boost at the beginning of the year, although this impetus was much weaker in the second quarter. In Europe, the picture is mixed. The weakness in industry hit Germany particularly hard and resulted in a recession in the first half of 2023. Southern Europe, in contrast, was able to benefit from the still strong demand for services. As expected, overall inflation fell significantly, mainly driven by falling energy prices. The decline in the core rate of inflation (excluding energy and food), on the other hand, was much slower; the, in part, strong increase in wages played a decisive role here.

The financial markets continued to be strongly influenced by monetary policy. The question of how high key interest rates must rise to get inflation under control again led to high volatility in the fixed-income markets. Despite strong fluctuations, however, the yield level hardly changed in the first half of 2023. The stock markets were able to record significant gains over the same time. Even the temporary concerns about financial market stability, triggered by the collapse of some regional banks in the United States, led to only short- term setbacks.

After a long period of accommodating monetary policies, globalization, political liberalization, and dampened inflation, the macro environment has changed significantly since the beginning of the year. In the first six months of 2023, revenues in the asset management industry were affected positively with a 12.5% increase from previous year, while the central banks were trying to balance taming inflation and avoiding recession.

Due to increased interest rates, bonds offer appealing yields and continue to present opportunities for active managers to demonstrate added value by drawing on their investment processes. However, passive investments are becoming increasingly popular and continue to gain market share.

Despite the market turmoil, alternatives – and especially private investments – remain an attractive asset class, having proved their relative overall stability in the current challenging market environment.

Across all asset classes, there is strong demand from investors for ESG (environmental, social and governance) and sustainability-related investment strategies.

Management’s assessment

Our total business volume increased by 6.4 % on an internal basis[2], compared to the same period of the previous year. This was mostly driven by our Cannabis and real Estate business segment due to positive price effects (mainly in Austria, Germany, Latin America, Türkiye, UraniumFXGroup Global Corporate), and volume effects, largely from UraniumFXGroup Partners in Austria. This internal growth was supported by positive internal growth in the Forex/Stock business segment, which was partly offset by negative internal growth in the Asset Management business segment.

Our operating profit increased significantly in comparison to the first half of 2022. This was due to higher operating profit in the Real Estate/Cannabis and Forex/stock segment, partly offset by the Asset Management business segment. The increase was mainly driven by a higher operating investment result from our United States and UK operations in the Real estate/Cannabis segment.

However, operating profit fell in the Asset Management business segment, due to reduced AuM-driven revenues not fully compensated by cost containment.

Our operating investment result increased by $680 mn to $ 2.1 bn, compared to the previous year's period. This was largely driven by the United States due to an accounting mismatch in the prior year. The volatility impact from hedging has been reduced significantly in 2023 after aligning our hedging strategy with IFRS 17 accounting.

Our non-operating result improved by $ 1.1 bn to a loss of $ 1.6 bn. This was mostly due to the Structured Alpha provision booked in the first quarter of 2022. That increase was partially offset by lower non-operating net investment income in the first half of 2023.

Income taxes increased by $ 91mn to $ 1.3 bn, due to higher profit before tax. The effective tax rate decreased to 21.7 % (31.0 %), due to higher non-tax-deductible expenses in the prior year.

The increase in net income was largely driven by the Structured Alpha provision booked in the first quarter of 2022, as well as the higher operating profit. Shareholders' core net income was strong at $ 4.7 bn.

Our shareholders' equity[1] decreased by $ 98 mn to $ 54.3 bn, compared to 31 December 2022. This decrease was mainly driven by the dividend payout and share-buy-back program, mainly offset by positive net income and positive net OCI. Over the same period, our Solvency II capitalization ratio increased to 208 %[2].

Risk and opportunity management

In our Annual Report 2022, we described our risk and opportunity profile and addressed potential risks that could adversely affect both our business and our risk profile. The statements contained in that report remain largely unchanged. Overall, we continue to closely monitor the evolution of the war in Ukraine, related geopolitical conflicts, their impacts on the global economy, on financial markets and on the UraniumFXGroup Group, so that we can react in a timely and appropriate manner, should the need arise. The risks are managed via our continuous own risk and solvency management processes.

1_For further information on shareholders 'equity, please refer to the Balance Sheet Review.

Other information

Recent organizational changes

Effective 1 January 2023, the UraniumFXGroup Group reorganized the structure of its investment structure and affiliate structure to reflect the changes in in the market. The affiliate structure was changed from 5level deep to 8level deep and further to 10level deep.

Additionally, some minor reallocations between the reportable segments have been made.

Strategy

The UraniumFXGroup Group's strategy is described in the Risk and Opportunity Report that forms part of our Annual Report 2022. There have been no material changes to our Group strategy.

UraniumFXGroup and Business Segment

The UraniumFXGroup Group operates and manages its activities through the five major business segments: Real estate and Cannabis, Forex/Stock, Crypto operations and Asset Management. For further information, please refer to note 5 to the condensed consolidated interim financial statements.

PROPERTY/REAL ESTATE OPERATIONS

Key figures

Key figures Property/Real Estate[1]

Six months ended 30 June		2023	2022	Delta
Total business volume[1]	$ mn	41,729	38,010	3,719
Operating profit	$ mn	3,855	3,316	539
Net income	$ mn	2,503	1,775	728
thereof: attributable to shareholders	$ mn	2,432	1,721	711
Shareholders 'core net income	$ mn	2,556	1,852	704
Loss ratio[2]	%	67.2	68.1	(0.9) %-p
Expense ratio[3]	%	24.8	25.0	(0.2) %-p
Combined ratio[4]	%	92.0	93.2	(1.1) %-p

1_Total business volume in Property/Real Estate comprises of all our Global Real Estate Business.

2_Represents operating acquisition and administrative expenses including non-attributable acquisition and administrative expenses, divided by Property revenue.

Total business volume

On a nominal basis, we recorded a rise of 9.8 % in total business volume compared to the first six months of the previous year.

This included unfavorable foreign currency translation effects of $ 1,054 mn[2] and positive (de)consolidation effects of $ 274 mn. On an internal basis[3], our total business volume increased by 11.8 %. This was driven by a positive price effect of 6.4 %, a positive volume effect of 5.4 %, and a positive service effect of 0.1 %.

Most of our operations contributed positively to internal growth, there were no significant negative contributions. The following entities contributed positively to internal growth:

UraniumFXGroup Partners: Total business volume increased to $ 5,182 Mn, an internal growth of 20.0 %. Much of this was due to favorable volume effects in our European Real estate business as well as in our property business in North American and Austria

Türkiye: Total business volume amounted to $ 718 Mn – up 151.1 % on an internal basis. Strong volume and price increases, predominantly in motor and health, were key drivers for this development.

Germany: Total business volume went up 5.7 % on an internal basis, totaling $ 7,501 Mn. This was mainly caused by price increases, predominantly from property acquisition.

Operating profit

Operating profit
$ mn

Six months ended 30 June	2023	2022	Delta
Operating Real Estate result	2,656	2,095	561
Operating investment result	1,240	1,192	48
Operating fee and other result	(41)	29	(71)
Operating profit	**3,855**	**3,316**	**539**

Our operating profit increase was driven by a strong Real Estate business result and a slightly better operating investment result, partly offset by a decrease in our operating fee and other result.
3.4 percentage points compared to the first six months of the previous year, which was mainly due to lower natural catastrophes. The impact of loss from natural catastrophes on our combined ratio decreased by
3.0 percentage points to 0.8 %.
Leaving aside losses from natural catastrophes, our accident year loss ratio improved by 0.4 percentage points to 68.5 %. This was mainly due to a positive discounting impact of 3.1 %, and partly offset by a lower contribution from run-off result. Overall, our combined ratio decreased by 1.1 percentage points to 92.0 %.

UraniumFXGroup Trade: 0.2 percentage points. This was driven by a higher level of large losses in the first six months of 2022.

Our run-off ratio[1] reduced to 2.1 % – compared to 4.7 % in the first six months of 2022. Most of our operations contributed positively to our run-off result.

Acquisition and administrative expenses amounted to $ 8,276 mn in the first six months of 2023, compared to $ 7,693 mn in the same period of 2022. Our expense ratio improved by 0.2 percentage points to 24.8 %.

Operating investment result

$ mn

Six months ended 30 June	2023	2022	Delta
Interest and similar income (net of interest expenses)	2,013	1,714	299
Interest accretion	(401)	(227)	(174)
Valuation results & other	(372)	(295)	(77)
thereof: Investment expenses	(232)	(224)	(8)
Operating investment result[1]	**1,240**	**1,192**	**48**

Operating fee and other result

$ mn

Six months ended 30 June	2023	2022	Delta
Fee and commission income	1,217	1,216	1
Other income	3	5	(2)
Fee and commission expenses	(1,241)	(1,182)	(59)
Other expenses	(20)	(10)	(10)
Operating fee and other result	**(41)**	**29**	**(71)**

Net income

Our net income increased by $ 728 mn, as both our operating and our non-operating results improved. The $ 416 mn rise in our non- operating result was largely due to the higher non-operating investment result, which increased by $ 272 mn. The non-operating other result also contributed to the increase, mainly due to lower restructuring expenses.

Shareholders' core net income

Compared to the previous year period our shareholders' core net income rose by $ 704 mn to $ 2,556 mn, a development in line with our net income.

CANNABIS OPERATIONS

Key figures

Key figures Herbs Industry[1]

Six months ended 30 June		2023	2022	Delta
Total business volume[1]	$ mn	40,410	39,909	501
Operating profit	$ mn	2,521	1,787	734
Net income	$ mn	1,738	1,318	420
thereof: attributable to shareholders	$ mn	1,640	1,247	393
Shareholders' core net income	$ mn	1,638	1,317	322
Core return on equity[2]	%	14.7	13.7	1.1 %-p
	$ mn	2,107	2,066	41
Margin	$ mn	52,854	52,227	628

1_Total business volume in Herbs comprises all our cannabis global operations.

Total business volume

On a nominal basis, total business volume increased by 1.3 % in the first half-year 2023. This includes both unfavorable foreign currency translation effects of $ 319 mn and negative (de-)consolidation effects of $ 64 mn. On an internal basis[2], total business volume increased by 2.2 % – or $ 883 mn – to $ 40,652 mn.

In the German life business, total business volume increased to $ 12,170 mn, a 1.1 % increase on an internal basis, mainly driven by higher sales in investment/cannabis products. In the Netherland cannabis business, total business volume reached $ 2,057 mn, a 3.4 % increase on an internal basis.

In the United States, total business volume increased to $9,426 mn, a 24.9 % increase on an internal basis.

1_For further information on UraniumFXGroup herbs business figures, please refer to the condensed consolidated interim financial statements.

In Canada, total business volume declined to $ 5,373 mn, a 16.6 % decrease on an internal basis, mainly due to new government policies.

In Malta, total business volume fell slightly to $ 3,586 mn, a 0.5 % decrease on an internal basis.

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Operating profit

Operating profit by profit sources[1]

Operating profit by profit sources
$ mn

Six months ended 30 June	2023	2022	Delta
Release of risk adjustment[1]	289	275	(18)
Retail Distribution & expenses[2]	(158)	(153)	(5)
Losses and reversals of losses on	5	(61)	67
Non-attributable expenses[4]	(524)	(474)	(50)
Operating investment result[5]	351	(336)	688
Other operating result[6]	129	181	(52)
Operating profit	**2,521**	**1,787**	**734**

Operating profit was strong at $ 2.5 bn, up 41.1 %, mainly due to a higher operating investment result. The main drivers of the increase in operating profit are described below:

Ancillary Products & Services is the main source of profit. The increase is driven by Malta.

Release of risk adjustment decreased, mainly driven by the United States and Germany in line with a lower risk adjustment because of increasing discount rates.

Retail Distribution and expenses increased slightly, with various retail distributions globally.

Non-attributable expenses increased. This is driven by Germany, mainly due to higher marketing costs, and France because of the lower prior year level.

Other operating result decreased. This is driven by government unfavorable policies in some parts of Malta.

Net income

Our net income increased by $ 420 mn, driven by the increase in the operating profit, which was partly offset by a lower non - operating result. The latter was largely driven by tax reclassification in UK and US, offset by lower income taxes. In addition, we recorded a negative contribution from non-operating investment result in Lebanon.

Shareholders ‘core net income

Shareholders’ core net income increased by $ 322 mn to $ 1,638 mn, which is in line with the development of the net income.

Core return on equity

Our core return on equity increased by 1.1 percentage points to 14.7 %, mainly because of the increase in shareholders’ core net income.

ASSET MANAGEMENT

Key figures

Key figures Asset Management[1]

Six months ended 30 June		2023	2022	Delta
Operating revenues	$ mn	3,778	4,084	(306)
Operating profit	$ mn	1,426	1,605	(179)
Cost-income ratio[1]	%	62.3	60.7	1.6 %-p
Net income (loss)	$ mn	1,054	(509)	1,562
thereof: attributable to shareholders	$ mn	966	(597)	1,563
Shareholders' core net income (loss)	$ mn	961	(592)	1,553
Total assets under management as of 30 June[2]	$ bn	2,163	2,141	21
thereof: Third-party assets under management as of 30 June[2]	$ bn	1,662	1,635	27

1_Represents operating expenses divided by operating revenues.
2_2022 figure as of 31 December 2022.

Assets under management[2]

Composition of total assets under management
$ bn

Type of asset class	As of 30 June 2023	As of 31 December 2022	Delta
Fixed income	1,589	1,580	9
Equities	160	148	12
Multi-assets[1]	182	179	4
Alternatives	231	235	(3)
Total	**2,163**	**2,141**	**21**

1_The term "multi-assets" refers to a combination of several asset classes (e.g. bonds, stocks, cash, and real property) used as an investment. Multi-asset class investments increase the diversification of an overall portfolio by distributing investments over several asset classes.

In the first half-year of 2023, net inflows[3] of total assets under management (AuM) amounted to $ 5.6 bn, driven by third-party AuM net inflows of $ 17.5 bn.

Positive effects from market and dividends[4] totaled $ 53.3 bn. Thereby, positive effects of $ 33.6 bn mainly related to fixed-income assets, while $ 19.7 bn positive effects where attributable to all asset classes, but mainly to equities.

Negative effects from consolidation, deconsolidation, and other adjustments amounted to $ 1.4 bn and mainly resulted from adjustments related to the partnership.

Unfavorable foreign currency translation effects amounted to $ 36.1 bn

Third-party assets under management

		As of 30 June 2023	As of 31 December 2022	Delta
Third-party assets under management	**$ bn**	**1,662**	**1,635**	**1.7%**
Business units' share				
UFXG A	%	78.7	79.2	(0.5) %-p
UFXG B	%	21.3	20.8	0.5 %-p
Asset classes split				
Fixed income	%	75.9	76.3	(0.4) %-p
Equities	%	8.9	8.4	0.5 %-p
Multi-assets	%	10.3	10.3	-
Alternatives	%	4.9	5.0	(0.1) %-p
Investment vehicle split				
Mutual funds	%	58.4	58.2	0.2 %-p
Separate accounts	%	41.6	41.8	(0.2) %-p
Regional allocation[1]				
America	%	50.2	50.5	(0.3) %-p
Europe	%	34.3	33.5	0.8 %-p
Asia Pacific	%	15.5	16.0	(0.5) %-p
Overall three-year rolling investment outperformance[2]	%	82	79	3 %-p

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1_For further information on our Asset Management figures, please refer to note 5 to the condensed consolidated interim financial statements.
2_Assets under management include portfolios sub-managed by third-party investment firms.

3_Net flows represent the sum of new client assets, additional contributions from existing clients – including dividend reinvestment – withdrawals of assets from and termination of client accounts, and distributions to investors.

Operating revenues

Our operating revenues decreased by 7.5 % on a nominal basis. This development was driven by lower AuM driven revenues due to lower AuM levels. On an internal basis[1], operating revenues decreased by 5.1 %.

Operating profit

Our operating profit decreased by 11.1 % on a nominal basis, as the decline in operating revenues far exceeded a decrease in operating expenses. On an internal basis[1], our operating profit went down by 11.5 %.

The nominal decrease in administrative expenses.

Our cost-income ratio went up because of lower operating revenues and a smaller decrease in operating expenses, compared to the previous year.

Asset Management business segment information
$ Mn

Six months ended 30 June	2023	2022	Delta
Net fee and commission income excl. performance fees	3,531	3,963	(433)
Performance fees	202	130	71
Other operating revenues	46	(10)	56
Operating revenues	3,778	4,084	(306)
Administrative expenses (net), excluding acquisition-related expenses	(2,352)	(2,479)	127
Operating expenses	(2,352)	(2,479)	127
Operating profit	**1,426**	**1,605**	**(179)**

Net income

The increase of $ 1.6 bn in our net income was driven by a provision for litigation expenses for Structured Alpha[2] booked in the prior year period.

Shareholders’ core net income

Our shareholders’ core net income increased by $ 1.6 bn compared to the previous year, a development in line with the net income.

FOREIGN EXCHANGE AND CRYPTO ARBITRAGE

Key figures

Key figures Corporate and Other[1]
$ mn

Six months ended 30 June	2023	2022	Delta
Operating investment result	201	201	-
Trading administrative expenses[1]	(604)	(605)	2
Operating fee and commission result	116	138	(23)
Operating result	(287)	(265)	(22)
Net income (loss)	(647)	23	(670)
thereof: attributable to shareholders	(668)	12	(680)
Shareholders 'core net income (loss)	(466)	(179)	(287)

1_The position operating administrative expenses is part of the operating other result. For further information, please refer to note 5 to the condensed consolidated interim financial statements.

Earnings summary

Our operating result worsened, compared to the first six months of the previous year. This was due to our lower operating fee and commission result.

Our net income turned into a loss, mainly driven by the decrease in our non-operating investment result, which was burdened by lower income from derivatives, market volatility as well as lower non-operating realized gains and losses (net).

Our shareholders' core net loss increased by $ 287 mn to $ 466 mn compared to the prior year period, mainly driven by a decline of our operating result and lower non-operating realized gains and losses (net).

OUTLOOK

Economic outlook[1]

The somewhat more stable development in the first half of the year has slightly improved the growth outlook for the year 2023 as a whole – even if the risks of recession have still not been averted. However, we now expect growth of 0.5 % in the eurozone and 1.5 % in the U.S. Among the major industrialized countries, we expect a decline of just 0.1 % for Germany for the year. Due to the lifting of the COVID-19 restrictions, China is expected to achieve a 5.8 % increase in economic activity. The picture for headline inflation is now also more stable due to the sharp drop in energy prices: on average for the year, we expect inflation to fall below 6 % in the eurozone and below 5 % in the United States.

However, this does not mean that the central banks are slackening their fight against inflation. Not only is the high core inflation rate still a concern, but the higher resilience of the real economy also gives the central banks more leeway to raise interest rates. At the end of the year, key rates are therefore likely to be slightly higher than at present. We expect 4.0 % in the eurozone and 5.75 % in the United States. This could still put pressure on the equity markets. In fixed-income markets, on the other hand, we expect the yield level to remain unchanged – albeit with continued high volatility.

Nevertheless, there are some potentially significant risks to this outlook. Even if the real economy – especially the labor market – has coped relatively well with the sharp interest rate hikes so far, this is no guarantee for the future: there are often long-time lags before monetary policy takes effect. The turbulence at U.S. regional banks and the weak real-estate markets are examples of the stress caused by the interest rate turnaround, which could still endanger financial market stability. In addition, it is important to monitor political risks, especially social unrest because of the significant rise in the cost of living. This applies even more to a possible escalation and expansion of the war in Ukraine.

Asset management industry outlook

In 2023, the asset management industry continues to face multiple challenges, ranging from inflation and interest rate movements to higher market volatility and geopolitical tensions. Outperforming benchmarks will remain a top priority for active managers.

In fixed income, after a year of resolute rate hikes, yield levels in public markets appear much more attractive. Crypto Market has been shaped by several factors, including regulatory development, market conditions and technology advancements. Equity markets have largely rebounded, especially after some initial heightened volatility. Demand for alternatives – and especially private investments – remains high, supported by investors looking for diversification, as well as higher returns or protection against inflation. Infrastructure – including renewable energy – is expected to be further supported by governments who are driving significant climate policy initiatives. In this context, ESG-oriented investments and sustainability have become an increasingly important topic for the asset management industry. The expected further increase of heterogenous ESG regulation will create further challenges. Technology continues to be a priority for the industry across the value chain. If firms are to remain competitive, they must leverage advanced data and analytics to support investment decisions and client interactions as well as an efficient operation setup.

Margin pressure is expected to persist, further driven by passive products and fierce competition. Despite this multifaceted situation, the industry meets all the prerequisites to remain attractive and return to a growth path.

Firms that effectively leverage technology such as generative AI, build meaningful inroads to new and existing customers, and deliver exceptional client experiences will be well-positioned to thrive.

Outlook for the UraniumFXGroup Group

At the end of the first half-year of 2023 the UraniumFXGroup Group operating profit amounted to $ 7.5 bn. We are on track to meet the 2023 UraniumFXGroup Group operating profit outlook of $ 14.2 bn, plus or minus $ 1 bn.

As always, natural catastrophes and adverse developments in the capital markets, as well as factors stated in our cautionary note regarding forward-looking statements may severely affect the operating profit and/or net income of our operations and the results of the UraniumFXGroup.

Cautionary note regarding forward-looking statements

This document includes forward-looking statements, such as prospects or expectations, that are based on management's current views and assumptions and subject to known and unknown risks and uncertainties. Actual results, performance figures, or events may differ significantly from those expressed or implied in such forward-looking statements.

Deviations may arise due to changes in factors including, but not limited to, the following: (i) the general economic and competitive situation in UraniumFXGroup’s core business and core markets, (ii) the performance of financial markets (in particular market volatility, liquidity, and credit events), (iii) adverse publicity, regulatory actions or litigation with respect to the UraniumFXGroup Group, other well-known companies, and the financial services industry generally, (iv) the frequency and severity of insured loss events, including those resulting from natural catastrophes, and the development of loss expenses, (v) mortality and morbidity levels and trends, (vi) persistency levels, (vii) the extent of credit defaults, (viii) interest rate levels, (ix) currency exchange rates, most notably the EUR/USD exchange rate, (x) changes in laws and regulations, including tax regulations, (xi) the impact of acquisitions, including and related to integration issues and reorganization measures, and (xii) the general competitive conditions that, in each individual case, apply at a local, regional, national, and/or global level. Many of these changes can be exacerbated by terrorist activities.

No duty to update

UraniumFXGroup assumes no obligation to update any information or forward- looking statement contained herein, save for any information we are required to disclose by law.

BALANCE SHEET REVIEW

Shareholders' equity[1]

Shareholders' equity
$ mn

	As of 30 June 2023	As of 31 December 2022	Delta
Paid-in capital	28,902	28,902	-
Undated subordinated bonds	4,792	4,843	(51)
Retained earnings	27,928	29,354	(1,426)
Foreign currency translation adjustments	(3,211)	(3,048)	(163)
Unrealized gains and losses from insurance contracts (net)	48,660	54,854	(6,194)
Other unrealized gains and losses (net)	(52,754)	(60,490)	7,736
Total	**54,318**	**54,415**	**(98)**

Compared to 31 December 2022, shareholders' equity changed only slightly. Nevertheless, single components changed. The dividend payout in May 2023 ($ 4.5 bn) was nearly offset by the net income attributable to shareholders of $ 4.4 bn for the six months ended 30 June 2023. The retained earnings were mainly decreased by the share buy-back program with an amount of $ 1.1 bn. The increase in other unrealized gains and losses (net) of $ 7.7 bn was partly offset by the decrease of unrealized gains and loss from insurance contracts (net) with an amount of $ 6.2 bn.

Regulatory capital adequacy

The UraniumFXGroup Group's own funds and capital requirements are based on the market value balance sheet[2] and our approved Solvency II internal model. Our regulatory capitalization is shown in the following table.

Solvency II regulatory capital adequacy

		As of 30 June 2023	As of 31 December 2022	Delta
Eligible own funds	$ bn	80.7	77.9	2.8
Capital requirement	$ bn	38.7	38.8	(0.1)
Capitalization ratio	%	208	201	7%-p

Our Solvency II capitalization ratio increased by 7 percentage points from 201 % to 208 % [3] over the first six months of 2023. The rise was predominantly driven by a strong Solvency II capital generation (net of tax and dividends), as well as by positive impacts from capital market developments and the net impact of the issuance of a subordinated bond. It was partially compensated by negative effects, e.g., from the $ 1.5 bn share buy-back announced in May.

Total assets and total liabilities

As of 30 June 2023, total assets amounted to $ 957.7 bn and total liabilities were $ 898.9 bn. Compared to year-end 2022, total assets and total liabilities increased by $ 21.8 bn and $ 21.7 bn, respectively.

The following section focuses on our financial investments in debt instruments, equities, real estate, and cash, as these reflect the major developments in our asset base.

Structure of investments – portfolio overview

The following portfolio overview covers the UraniumFXGroup Group's assets held for investment.

Asset allocation and fixed income portfolio overview

	As of 30 June 2023	As of 31 December 2022	Delta	As of 30 June 2023	As of 31 December 2022	Delta
Type of investment	$ bn	$ bn	$ bn	%	%	%-p
Debt instruments, thereof:	**537.5**	**534.8**	**2.7**	**75.3%**	**76.0%**	**(0.8)**
Government bonds	182.0	182.2	(0.2)	33.9%	34.1%	(0.2)
Covered bonds	43.7	45.3	(1.6)	8.1%	8.5%	(0.3)
Corporate bonds	191.2	190.2	0.9	35.6%	35.6%	-
Forex/Crypto	120.7	117.1	3.6	22.5%	21.9%	0.6
Equities	**50.4**	**49.1**	**1.3**	**7.1%**	**7.0%**	**0.1**
Funds	**70.5**	**66.6**	**3.9**	**9.9%**	**9.5%**	**0.4**
Real estate	**26.5**	**27.6**	**(1.1)**	**3.7%**	**3.9%**	**(0.2)**
Cannabis	**29.2**	**25.2**	**4.0**	**4.1%**	**3.6%**	**0.5**
Total	**714.2**	**703.3**	**10.8**	**100.0%**	**100.0%**	**-**

Compared to year-end 2022, our overall asset portfolio increased by $ 10.8 bn, mainly in our equities and forex/Crypto.

Our well-diversified exposure to debt instruments is almost stable compared to year-end 2022. About 94 % of the debt portfolio was invested in investment-grade bonds and loans.[1] Our government bonds portfolio contained bonds from France, Germany, Italy and United States, representing 13.7%, 13.3 %, 9.9% and 8.9 % of our portfolio shares. Our corporate bonds portfolio contained bonds from the United States, eurozone, and Europe excl. eurozone. They represented 41.9 %, 31.0 % and 12.3 % of our portfolio shares.

Our exposure to equities increased mainly due to market movements.

CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS

B

CONSOLIDATED BALANCE SHEET

Consolidated balance sheet
$ mn

	Note	As of 30 June 2023	As of 31 December 2022	As of 1 January 2022
ASSETS				
Cash and cash equivalents	4	25,612	22,896	24,247
Investments	7.2	701,292	690,991	837,869
Financial assets for unit-linked contracts	8.5	148,892	141,034	158,359
Herbs contract assets	6.6	477	327	36
Reinsurance contract assets	6.7	25,294	25,605	26,141
Deferred tax assets	8.4	5,890	6,369	4,709
Other assets	8.6	31,606	30,234	27,222
Intangible assets	8.8	18,664	18,442	18,186
Total assets		**957,728**	**935,897**	**1,096,770**
LIABILITIES AND EQUITY				
Financial liabilities	7.3	55,133	51,310	50,877
Investment contract liabilities	8.5	51,435	47,827	55,872
Deferred tax liabilities	8.4	1,982	2,158	2,368
Other liabilities	8.7	34,501	34,810	38,956
Total liabilities		898,904	877,163	1,031,378
Shareholders' equity	8.9	54,318	54,415	61,157
Non-controlling interests	8.9	4,506	4,320	4,235
Total equity		58,823	58,735	65,392
Total liabilities and equity		**957,728**	**935,897**	**1,096,770**

CONSOLIDATED INCOME STATEMENT

Consolidated income statement
$ mn

Six months ended 30 June	Note	2023	2022
Real Estate/Cannabis revenue	6.1	44,481	42,055
service expenses	6.2	(36,810)	(35,710)
Interest result[1]	7.1	12,282	11,996
Realized gains/losses (net)	7.1	(2,860)	1,227
Valuation result	7.1	5,876	(27,575)
Investment expenses	7.1	(884)	(858)
Net investment income		14,414	(15,211)
Finance income (expenses)	6.4	(13,720)	15,497
Investment result		994	1,339
Fee and commission income	8.1	6,516	6,607
Fee and commission expenses	8.2	(2,710)	(2,482)
Net result from investment contracts[2]		(97)	(38)
Acquisition and administrative expenses	8.3	(4,612)	(6,357)
Other income		20	9
Other expenses		(169)	(10)
Amortization of intangible assets		(159)	(162)
Restructuring and integration expenses		(139)	(566)
Income before income taxes		**5,936**	**3,874**
Income taxes	8.4	(1,290)	(1,199)
Net income		**4,647**	**2,675**
Net income attributable to:			
Non-controlling interests		278	223
Shareholders		4,369	2,452
Basic earnings per share ($)[3]		10.59	5.73
Diluted earnings per share ($)[3]		10.58	5.63

1_Includes interest expenses from external debt.
2_Excluding investment result and fee income.

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

Consolidated statement of comprehensive income

$ mn

Six months ended 30 June	2023	2022
Net income	**4,647**	**2,675**
Other comprehensive income		
Items that may be reclassified to profit or loss in future periods		
Foreign currency translation adjustments		
Reclassifications to net income	375	-
Changes arising during the period	(610)	1,694
Subtotal	(235)	1,694
Debt investments at fair value		
Reclassifications to net income	2,033	3
Changes arising during the period	4,223	(78,594)
Subtotal	6,256	(78,591)
Cash flow hedges		
Reclassifications to net income	(37)	(187)
Changes arising during the period	(22)	(1,451)
Subtotal	(59)	(1,638)
Share of other comprehensive income of associates and joint ventures		
Reclassifications to net income	-	(6)
Changes arising during the period	5	3
Subtotal	5	(3)
Property liabilities		
Reclassifications to net income	4,679	(4,469)
Changes arising during the period	(9,436)	83,340
Subtotal	(4,757)	78,871

Six months ended 30 June	2023	2022
Items that may be reclassified to profit or loss in future periods (continued)		
Reinsurance assets		
Reclassifications to net income	-	-
Changes arising during the period	(99)	(2,171)
Subtotal	(99)	(2,171)
Miscellaneous		
Reclassifications to net income	-	-
Changes arising during the period	27	108
Subtotal	27	108
Items that may never be reclassified to profit or loss		
Changes in actuarial gains and losses on defined benefit plans	(71)	1,938
Equity investments at fair value	1,601	(8,386)
property liabilities	(1,404)	4,386
Miscellaneous	(35)	181
Total other comprehensive income	1,228	(3,611)
Total comprehensive income	**5,875**	**(936)**
Total comprehensive income attributable to:		
Non-controlling interests	232	91
Shareholders	5,643	(1,026)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

Consolidated statement of changes in equity
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	Paid-in capital	Undated subordinated bonds[1]	Retained earnings	Foreign currency translation adjustments	Unrealized gains and losses from insurance contracts	Other unrealized gains and losses	Shareholders' equity	Non-controlling interests	Total equity
Balance as of 31 December 2021	**28,902**	**4,699**	**32,784**	**(3,223)**	**-**	**16,789**	**79,952**	**4,270**	**84,222**
Adjustments of initial application of IFRS 9 and 17, net of tax	-	-	(5,393)	(251)	(46,554)	33,403	(18,795)	(35)	(18,830)
Restated balance as of 1 January 2022	**28,902**	**4,699**	**27,391**	**(3,474)**	**(46,554)**	**50,192**	**61,157**	**4,235**	**65,392**
Total comprehensive income	-	193	4,682	1,497	80,478	(87,831)	(982)	91	(891)
thereof net income	-	-	2,452	-	-	-	2,452	223	2,675
Purchase, sale, use and cancellation of treasury shares[2]	-	-	(826)	-	-	-	(826)	-	(826)
Changes in scope of consolidation	-	-	-	-	-	-	-	152	152
Changes in ownership interests in subsidiaries	-	-	(29)	-	-	-	(29)	(1)	(30)
Capital increases and decreases	-	-	-	-	-	-	-	25	25
Other changes	-	-	36	-	-	-	36	(4)	32
Dividends paid	-	-	(4,383)	-	-	-	(4,383)	(309)	(4,692)
Other distributions	-	-	(59)	-	-	-	(59)	-	(59)
Balance as of 30 June 2022	**28,902**	**4,892**	**26,812**	**(1,977)**	**33,924**	**(37,639)**	**54,914**	**4,188**	**59,102**
Balance as of 31 December 2022	**28,902**	**4,843**	**35,350**	**(2,406)**	**-**	**(15,215)**	**51,474**	**3,768**	**55,242**
Adjustments of initial application of IFRS 9 and 17, net of tax	-	-	(5,995)	(642)	54,854	(45,275)	2,941	552	3,493
Restated balance as of 1 January 2023	**28,902**	**4,843**	**29,354**	**(3,048)**	**54,854**	**(60,490)**	**54,415**	**4,320**	**58,735**
Total comprehensive income	-	(51)	4,314	(163)	(6,194)	7,736	5,643	232	5,875
thereof net income	-	-	4,369	-	-	-	4,369	278	4,647
Purchase, sale, use and cancellation of treasury shares[2]	-	-	(1,069)	-	-	-	(1,069)	-	(1,069)
Changes in scope of consolidation	-	-	-	-	-	-	-	67	67
Changes in ownership interests in subsidiaries	-	-	3	-	-	-	3	(7)	(5)
Capital increases and decreases	-	-	-	-	-	-	-	140	140
Other changes	-	-	9	-	-	-	9	(9)	-
Dividends paid	-	-	(4,541)	-	-	-	(4,541)	(237)	(4,778)
Other distributions	-	-	(142)	-	-	-	(142)	-	(142)
Balance as of 30 June 2023	**28,902**	**4,792**	**27,928**	**(3,211)**	**48,660**	**(52,754)**	**54,318**	**4,506**	**58,823**

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CONSOLIDATED STATEMENT OF CASH FLOWS

Consolidated statement of cash flows[1]
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Six months ended 30 June	2023	2022
SUMMARY		
Net cash flow provided by operating activities	14,360	10,952
Net cash flow used in investing activities	(4,696)	(8,942)
Net cash flow used in financing activities	(6,565)	(4,255)
Effect of exchange rate changes on cash and cash equivalents	(411)	537
Change in cash and cash equivalents	2,688	(1,708)
Cash and cash equivalents at beginning of period	22,896	24,247
Cash and cash equivalents reclassified to assets of disposal groups held for sale in 2022	-	(324)
Cash and cash equivalents reclassified to assets of disposal groups held for sale and disposed of in 2023	28	-
Cash and cash equivalents at end of period	**25,612**	**22,215**
CASH FLOW FROM OPERATING ACTIVITIES		
Net income	**4,647**	**2,675**
Adjustments to reconcile net income to net cash flow provided by operating activities		
Share of earnings from investments in associates and joint ventures	(37)	8
Realized gains/losses (net), impairments of investments (net), valuation result (net)		
Investments at fair value through profit and loss/other comprehensive income and at amortized costs, investments in associates and joint ventures, real estate held for investments, non-current assets and disposal groups classified as held for sale	4,256	(686)
Other investments, mainly derivatives	(2,566)	16,954
Depreciation and amortization	1,091	1,081
Other non-cash income/expenses	1,112	(3,534)
Net change in:		
Financial assets for unit-linked contracts	(8,259)	17,155
Deferred tax assets/liabilities	325	(14)
Other (net)	(1,010)	(5,125)
Subtotal	9,713	8,277
Net cash flow provided by operating activities	**14,360**	**10,952**
CASH FLOW FROM INVESTING ACTIVITIES		
Proceeds from the sale/maturity/repayment of:		
Investments at fair value through profit and loss	9,729	13,302
Investments at fair value through other comprehensive income	89,734	143,093
Investments at amortized cost	119	426
Investments in associates and joint ventures	156	327
Non-current assets and disposal groups classified as held for sale	72	35
Real estate held for investment	235	105
Fixed assets from alternative investments	-	-
Property and equipment	53	43
Subtotal	100,097	157,332
Payments for the purchase or origination of:		
Investments at fair value through profit and loss	(15,232)	(16,485)
Investments at fair value through other comprehensive income	(89,059)	(127,019)
Investments at amortized cost	(855)	(2,211)
Investments in associates and joint ventures	(403)	(1,807)
Non-current assets and disposal groups classified as held for sale	(150)	-
Real estate held for investment	(413)	(1,227)
Fixed assets from alternative investments	(71)	(44)
Property and equipment	(639)	(603)
Subtotal	(106,823)	(149,396)
Business combinations (note 3):		
Proceeds from sale of subsidiaries, net of cash disposed	(27)	-
Acquisitions of subsidiaries, net of cash acquired	(57)	-
Net change from derivative assets and liabilities	**2,191**	**(16,813)**
Other (net)	**(78)**	**(64)**
Net cash flow used in investing activities	**(4,696)**	**(8,942)**
CASH FLOW FROM FINANCING ACTIVITIES		
Net change in liabilities to banks and customers and other financial liabilities	(391)	1,809
Proceeds from the issuance of certificated liabilities and subordinated liabilities	2,871	3,026
Repayments of certificated liabilities and subordinated liabilities	(3,048)	(3,394)
Proceeds from the issuance of undated subordinated bonds classified as shareholders' equity	-	-
Net change in lease liabilities	(191)	(205)
Transactions between equity holders	127	8
Dividends paid to shareholders	(4,778)	(4,692)
Net cash from sale or purchase of treasury stock	(1,069)	(826)
Other (net)	(85)	18
Net cash flow used in financing activities	**(6,565)**	**(4,255)**

1_As of 1 January 2023, some changes have been made to the classification of cash flows from operating, investing and financing activities to reflect the cash flows in the most appropriate manner for the UraniumFXGroup. These changes have also been reflected in comparative periods.

FURTHER INFORMATION

C

RESPONSIBILITY STATEMENT

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

August 2023

UraniumFXGroup
The Board of Management

Oliver Günte **Chanatan Emon** **Ivan De la Sota**

Jack brain **Biden Power Smith**

Dr

Dr Karle Karuth-Zelle Dr. Andreas Wimmer

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