AIB Group plc
Half-Year Financial Results

For the six months ended 30 June 2024

Forward looking statement

This document contains certain forward looking statements with respect to the financial condition, results of operations and business of AIB Group and certain of the plans and objectives of the Group. These forward looking statements can be identified by the fact that they do not relate only to historical or current facts. Forward looking statements sometimes use words such as 'aim', 'anticipate', 'target', 'expect', 'estimate', 'intend', 'plan', 'goal', 'believe', 'may', 'could', 'will', 'seek', 'continue', 'should', 'assume', or other words of similar meaning. Examples of forward looking statements include, among others, statements regarding the Group's future financial position, capital structure, Government shareholding in the Group, income growth, loan losses, business strategy, projected costs, capital ratios, estimates of capital expenditures, and plans and objectives for future operations. Because such statements are inherently subject to risks and uncertainties, actual results may differ materially from those expressed or implied by such forward looking information. By their nature, forward looking statements involve risk and uncertainty because they relate to events and depend on circumstances that will occur in the future. There are a number of factors that could cause actual results and developments to differ materially from those expressed or implied by these forward looking statements. These are set out in Principal Risks on pages 27 to 30 of the Annual Financial Report 2023 and updated on page 32 of the 2024 Half-Year Financial Report. In addition to matters relating to the Group's business, future performance will be impacted by (i) the Group's ability along with governments and other stakeholders to measure, manage and mitigate the impacts of climate change effectively, (ii) the impacts of inflation and (iii) Irish, UK and wider European and global economic and financial market considerations. Future performance could also be impacted by the direct and indirect consequences of conflicts in the Middle East and Ukraine. Any forward looking statements made by or on behalf of the Group speak only as of the date they are made. The Group cautions that the list of important factors on pages 27 to 30 of the Annual Financial Report 2023 is not exhaustive. Investors and others should carefully consider the foregoing factors and other uncertainties and events when making an investment decision based on any forward looking statement.

Figures presented in the presentation may be subject to rounding and thereby may differ to the Half-Year Financial Report 2024.

H1 2024 Key highlights

Profit after tax €1,108m
RoTE 25.5%

Strong capital position
15.5% CET1
€505m proposed share buyback(1)

Progressing payments to the State

NII up 18%
2024 guidance upgraded to c. €4bn

Climate Capital segment established
€0.8bn new lending

State ownership <30% at 25.5%

(1) Regulatory approval received for a €505m share buyback with the intention to transact €500m on a directed basis with the State and to undertake an Odd-lot offer; buyback deducted from CET1

H1 2024 ESG highlights

€30bn climate action fund[(1)]
€13.7bn since 2019
€2.1bn in H1 2024

34% of new lending was green and transition

Launched Transition Finance Guidance for our corporate and business customers

Sustainability Academy
Learning and training supports for all colleagues

Leader in ESG bond issuances
Raised €650m from 6th green bond

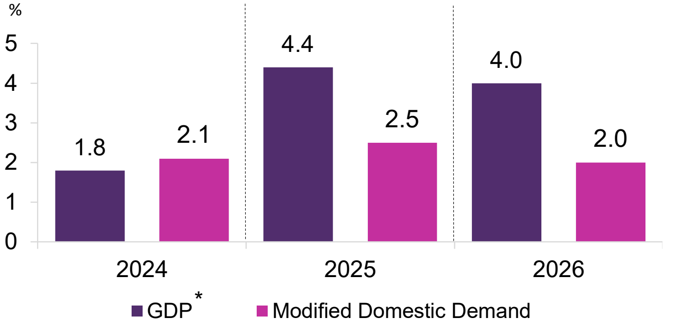
Sustainability Coordinator
10 active mandates

(1) See page 3 of the Half-Year Financial Report 2024 for further information

Open and resilient Irish economy

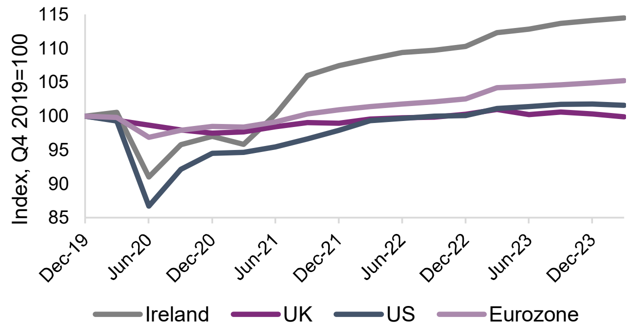
Solid Irish economic growth expected despite headwinds

Solid growth forecasts for 2024-26



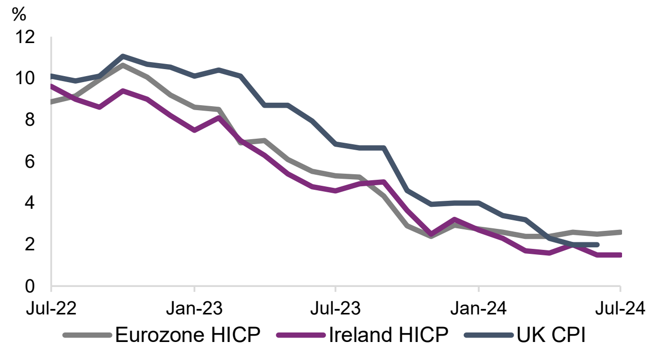
Source: CBI Quarterly Bulletin Q2 2024

Irish employment rises sharply post the pandemic



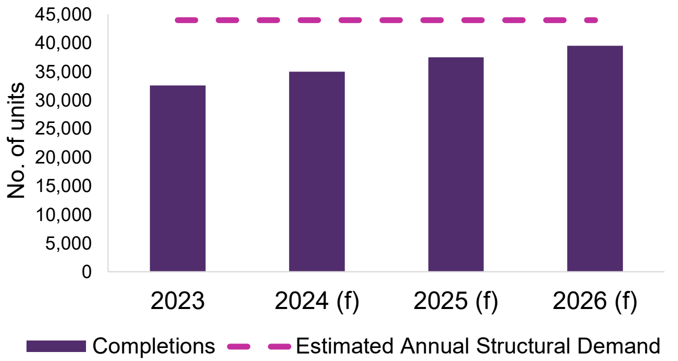
Source: CSO, ONS, EuroStat, BEA

Irish inflation rate falls sharply, in-line with elsewhere



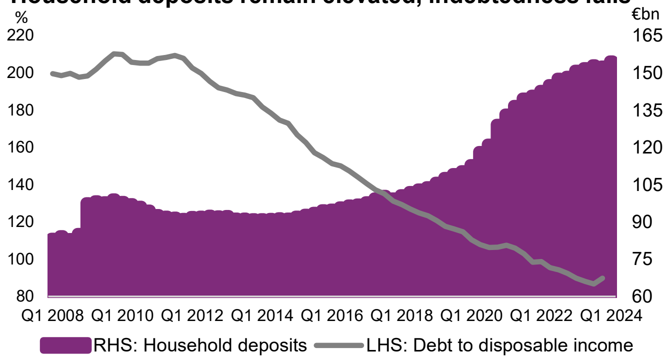
Source: CSO, ONS, EuroStat

Housing activity expected to continue to trend higher



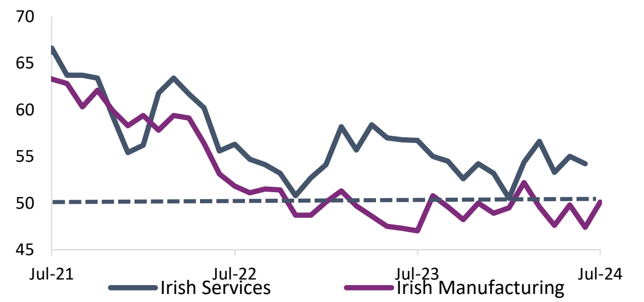
Source: CSO, CBI, ESRI

Household deposits remain elevated, indebtedness falls



Source: CSO, Central Bank, AIB ERU

As elsewhere, services outperforming manufacturing



Source: S&P Global

** GDP can be distorted due to the impact of multi-national sector in Ireland*

State shareholding reducing; shareholder distributions increasing

Significant reduction in State ownership

State shareholding <30%

- Use of all mechanisms: trading plan, accelerated book builds (ABB) and directed buybacks — **71%** *2017* → **25.5%** *H1 2024*
- Proposed €500m[1] directed buyback — **25.5%** *H1 2024* → **~22.5%** *Illustrative*
  - Discussions underway with the Department of Finance; estimated to reduce State shareholding by c.3%

Payments to the Irish State

- Payments to the State to end June 2024 **€16.4bn**
- **€2.5bn** paid in H1 2024; potential for further payments including €500m directed buyback

Significant increase in distributions

Strong organic capital generation

- €1.1bn PAT in H1 2024 generates CET1 — **+370bps** *FY 2023* → **+190bps** *H1 2024*
- Supporting mid-year distribution; **€505m** share buyback

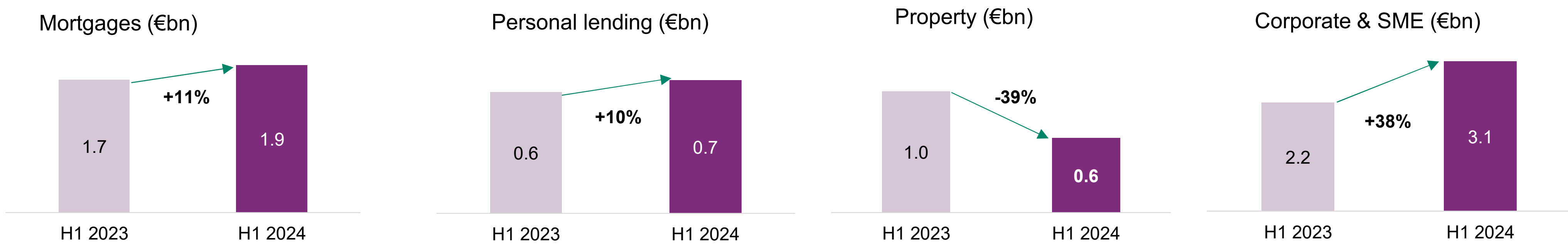
Return of excess capital underway

- Above-policy payout ratio in 2023 — **33%** *2021* → **82%** *2023*
- Moving CET1 to >14% target — **16.6%** *2021* → **15.5%** *H1 2024*
  - Proposed €500m buyback deducted from CET1

(1) Regulatory approval received for a €505m share buyback with the intention to transact €500m on a directed basis with the State and to undertake an Odd-lot offer; buyback deducted from CET1

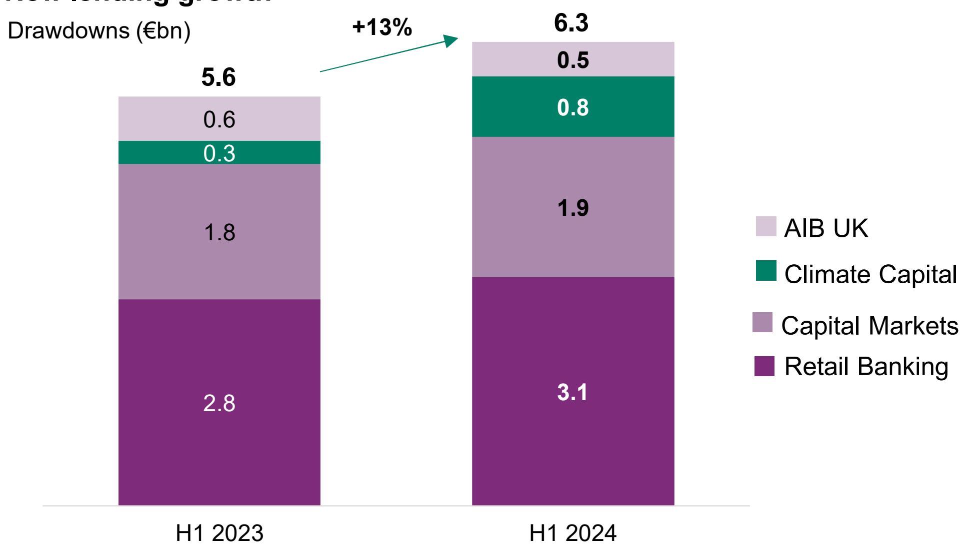
New lending up 13% to €6.3bn

New lending across asset classes

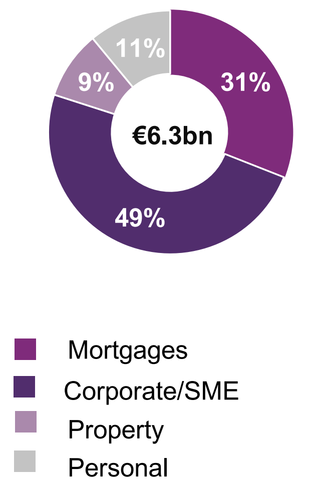


New lending growth

Drawdowns (€bn)



New lending



- Mortgage market share 36.4%[1]
- Selective approach to property sector
- Corporate & SME up +38% due to growth in financing renewable energy and infrastructure
- Green and transition lending; 34% of total new lending
  - 50% of new mortgages

(1) *Mortgage drawdowns BPFI for YTD Jun 2024*

Note rounding may apply

AIB is Ireland's #1 Bank

Market-leading franchise underpinned by strategic priorities

EUROMONEY AWARDS FOR EXCELLENCE IRELAND 2024 BEST BANK

#1 Irish Retail Bank

Leading mortgage provider

36.4% mortgage market share[1]

No. 1 credit card provider

#1 Green Bank

Sustainability leader

34% new green & transition lending

New Climate Capital segment

#1 Business Bank

Relationship-driven corporate business

47% share of business current accounts [2]

No. 1 Irish corporate bank for FDI

#1 Fully digital life offering

Extensive wealth management

Goodbody-Private

AIB life

#1 Digital and physical channels

Largest branch network in Ireland

81% of key products sold digitally

5bn digital wallet payments

AIB life · Goodbody · EBS · AIB · haven · Payzone · Nifti · AIB Merchant Services

Customer First | **Greening our Business** | **Operational Efficiency**

(1) *Mortgage drawdowns BPFI for YTD Jun 2024*

(2) *Ipsos B&A, AIB SME Market Monitor 2023*

Customer First – centre of excellence servicing the full enterprise

Strategic initiatives to deliver strong customer and financial outcomes

Maximising the opportunity to serve our >3.3 million customers

Customer First organisation delivering tangible results

- Customer focused culture
- Innovative propositions
- Leading NPS driving value
- Increased brand health
- Increased share of wallet
- Reduced complaints and errors
- Investment in our branch network
- Chief Customer Officer appointed

Customer Testimonial

"AIB was the solid choice with how quickly and efficiently the process ran …really simple"

Éalú

Maker of hand-painted chocolates using luxury, local and Irish products from the Dingle peninsula

Greening our Business: Climate Capital segment launched

Strong track record of lending to sustainable infrastructure projects both nationally and internationally

Strong momentum underpinned by high demand and the significant sustainable finance opportunity

Climate Capital

- Focus on established renewables technology and infrastructure
- Experienced specialist team located in ROI, UK and USA
- €4.7bn gross loans +15% YTD
  - Good performance across all segments especially in the US
- €0.8bn new lending in H1
- Key contributor to 'eligible green loans'[1] to support green bond issuances

(1) *As defined by Green Bond Principles 2021*

Recent transactions

lightsource bp

- Total $348m two solar farms in Texas
- AIB joint lead arranger
- Generating 288MW renewable energy

VESPER ENERGY

- Total $592m solar projects
- AIB joint lender
- Generating 600MW renewable energy

powercapital renewable energy

- Total €125m Irish solar projects
- AIB part of a club of lenders
- Generating 150MW renewable energy across Ireland

Operational Efficiency: focus on digitalisation and simplification

Transforming business credit process and mobile banking app while removing complexity

Enhanced efficiency and customer experience as we simplify and digitise our data, processes & systems

Transforming business credit

- Time to cash reduced from days to hours
- Launched data-led model driven, automated borrower review process
- Removing customer pain / pinch points

Upgrading mobile banking app

- Additional payments capacity
- Enhanced security
- Personalised notifications

Removing organisational complexity

- Use AI as an enabler for greater efficiency
- Greater use of digitalisation to harness data; reduce paper
- Rationalise product set & corporate structure

H1 2024 outcomes

- **New nCino business loan platform launched Feb 2024**
- **74% auto decision rate versus 90% ambition**
- **90%+ DocuSign adoption**
- **90% personal loans applied digitally**
- **1.96m mobile active customers**
- **3.4m daily mobile interactions**

In progress

- **40% reduction in # legal entities**
- **25% reduction in outbound postal correspondence**
- **12 legacy applications to be decommissioned reducing IT storage**

Progressive modernisation of technology

c.€300m investment on average p.a. 2024-2026 ensuring a 'future fit' platform to deliver strategic priorities

Customer channel experience

- Business credit transformation underway
- Continued broadening of digital capability and mobile app
- Personalised customer experiences and integrated digital product & service journeys

Resilient & secure foundations

- Continued strengthening of our fraud capabilities
  e.g. AI enabled fraud platform implemented
- New cyber security enhancements
  e.g. new biometric technology for our mobile app
- Improved resilience of our critical banking services

Data, Analytics & AI capabilities

- Recognised at the Ireland Analytics & AI Awards 2024 as the industry leader in 'Customer Insight'
- AI centre of excellence established / Head of AI appointed
- Deploying speech analytics and conversational AI to enhance customer engagement
- Scaling a set of AI use cases to drive operational efficiency, customer protection, cyber & tech modernisation
- Enhancing our cloud capabilities and tooling to accelerate insight & establish next generation data capability

Microsoft Copilot

"*We are at the forefront of the Irish banking market in exploring this next generation of AI, bringing the power of Copilot to our teams*"

Graham Fagan
Chief Technology Officer

Modern, reliable technology provides foundations for the future

Our purpose is to empower people to build a sustainable future

Strategy 2024-2026 is putting our purpose into action

with three strategic priorities for H2 2024 and beyond…

Customer First: Developing more enduring relationships with our customers	**Greening our Business:** Leveraging transformative growth opportunities	**Operational Efficiency:** Delivering for our customers by investing in capabilities and capacity

… our sustainability performance will build a sustainable future…

Greening our business **€30bn climate action fund** by 2030	Helping customers to buy their first home **>€6bn new lending** by 2026	Universal inclusion **Ongoing gender balanced** management[(1)]

…delivering 2026 medium-term targets

Costs <€2bn with CIR <50%	CET1 >14%	RoTE 15%

Well-positioned to generate sustainable profits and deliver attractive shareholders return

[(1)] *The Equileap annual Gender Equality Global Report & Ranking equates 'gender balanced' with between 40% and 60% women. H1 2024: 43%*

Financial Performance

Financial performance H1 2024

Profit after tax €1,108m up 30% versus H1 2023
- RoTE 25.5% versus 21.5% H1 2023

Total income €2,470m up 12%
- Net interest income €2,075m (+18%); net fees and commissions €336m (+10%)

Costs €947m[(1)] up 6%
- Cost income ratio 38%

Gross loans €68.9bn increased 3% (Dec 23: €67.0bn)
- €6.3bn new lending up 13% versus H1 2023

Asset quality remains resilient; ECL coverage of 2.3%
- ECL charge of €61m; 18bps cost of risk

Strong funding position
- Customer accounts €107.0bn increased €2.2bn (Dec 23: €104.8bn); 70% in Personal and SME <€1m
- Three issuances including €625m AT1, €650m green Tier 2 and $1bn senior non-preferred

CET1 15.5% (Dec 23:15.8%)
- CET1 15.5% reflecting +190bps capital generation offset by proposed buyback, dividend accrual & RWA growth
- Comfortably ahead of regulatory requirements

Mid-year distribution; €505m share buyback[(2)]
- Regulatory approval received
- Intention to transact €500m on a directed basis with the State

(1) Excludes exceptional items, bank levies and regulatory fees
(2) Proposed €505m share buyback includes an amount for the Odd-lot offer and all costs relating to the buybacks

Income statement – profit after tax €1.1bn

Summary income statement (€m)	H1 2024	H1 2023
Net interest income[1]	**2,075**	1,753
Other income[1]	**395**	456
Total operating income	**2,470**	2,209
Total operating expenses[2]	**(947)**	(897)
Bank levies and regulatory fees	**(128)**	(107)
Operating profit before impairment and exceptional items	**1,395**	1,205
Net credit impairment charge	**(61)**	(91)
Equity accounted investments	**16**	3
Loss on disposal of business	**(2)**	-
Profit before exceptionals	**1,348**	1,117
Exceptional items	**(55)**	(130)
Profit before tax	**1,293**	987
Income tax charge	**(185)**	(133)
Profit after tax	**1,108**	854

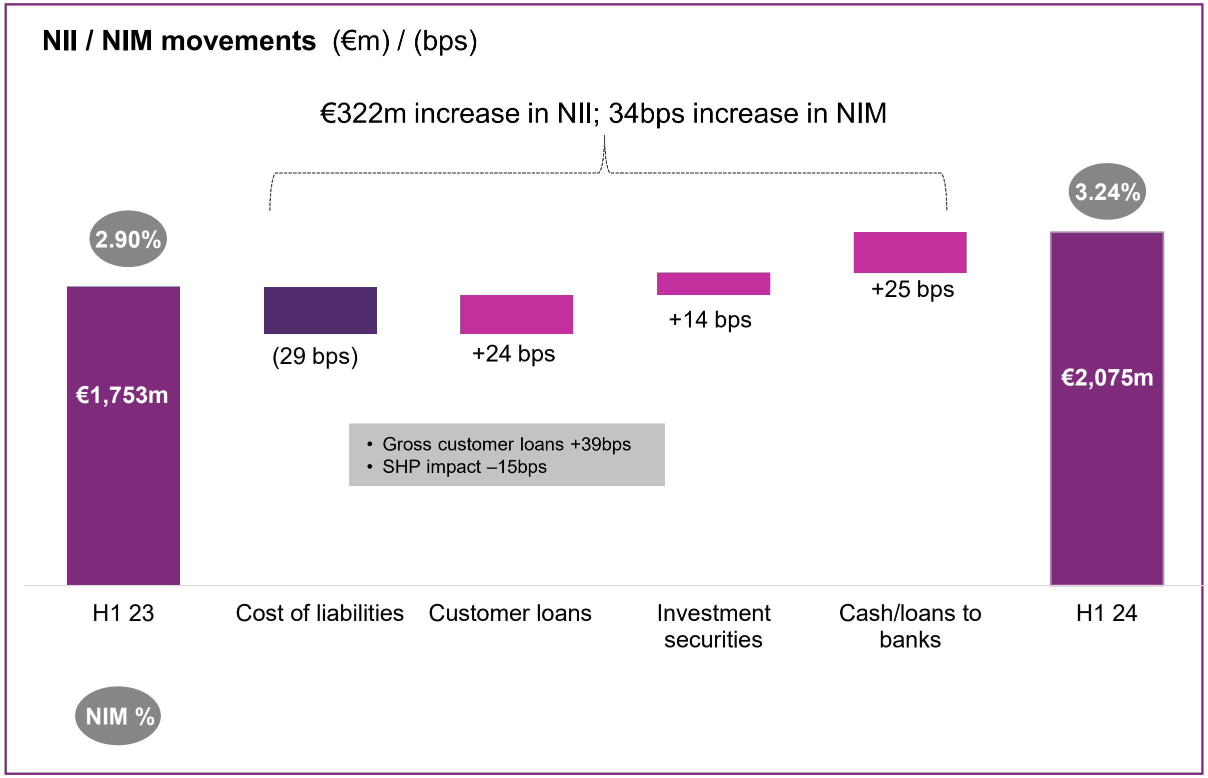
Metrics	H1 2024	H1 2023
Net interest margin (NIM)[1]	**3.24%**	2.90%
Cost income ratio (CIR)[2]	**38%**	41%
Return on tangible equity (RoTE)[3]	**25.5%**	21.5%
Earnings per share (EPS)	**42.0c**	31.0c

(1) *Prior period has been restated to reclass €19m interest expense to NII from other income*
(2) *Excludes exceptional items, bank levies and regulatory fees*
(3) *H1 2024 RoTE using (PAT – AT1) / (CET1 @ 14% of RWAs); H1 2023 : RoTE using (PAT – AT1) / (CET1 @ 13.5% of RWAs)*

- Total operating income €2,470m up 12%
- Operating expenses €947m up 6%
    - CIR 38% down from 41%
- Bank levies and regulatory fees €128m increased due to early recognition of €102m Irish bank levy
- Net credit impairment charge €61m
- Exceptional items €55m primarily relates to legacy issues
- RoTE 25.5% with 35% growth in EPS

Expect FY 2024:
- Bank levies & regulatory fees c. €145m
- Exceptional items c. €100m

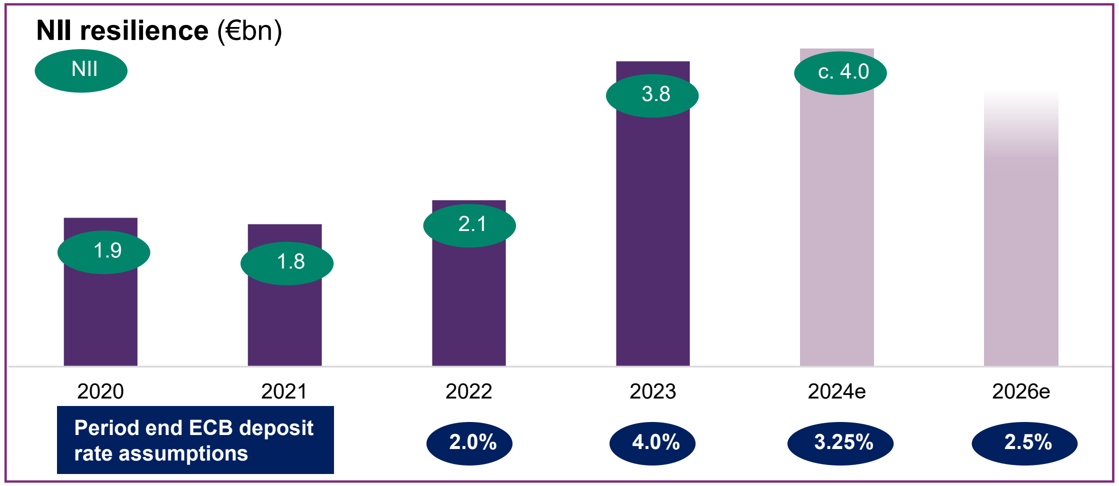
Net interest income €2,075m; up 18%

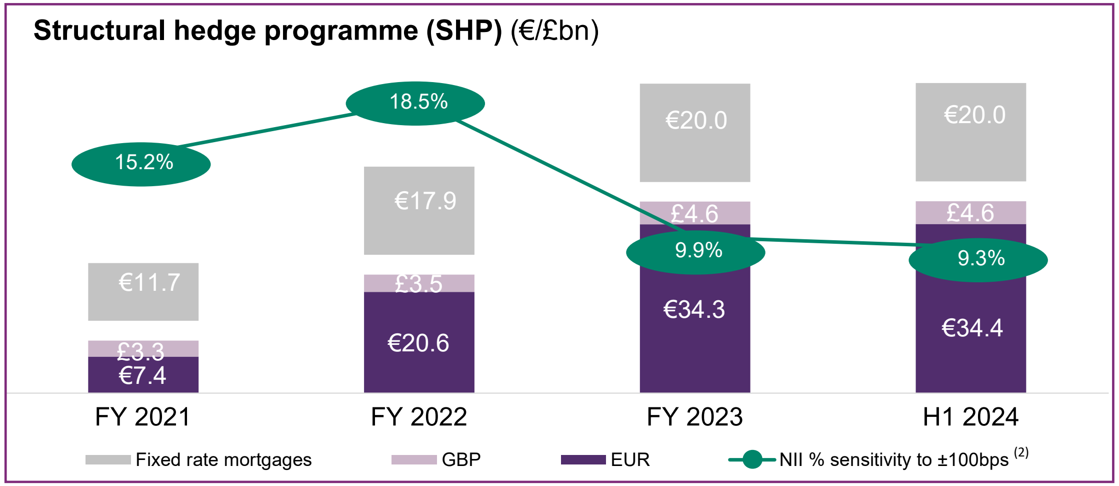


NII €2,075m (+18%) from H1 2023 impacted by:

- -€275m higher cost of liabilities including:
  - -€145m customer accounts reflecting higher deposit interest expense
  - -€130m other liabilities reflecting interest rate impacts and higher MREL costs
- +€228m customer loans from higher interest rate environment and an increase in average loan volumes (gross loans +€371m; SHP -€143m)
- +€130m investment securities primarily driven by higher interest rate environment on asset swapped bond investments and higher volumes
- +€239m cash/loans to banks driven by higher interest rate environment
- Q2 exit NIM 3.22%

NII outlook: continued momentum in 2024





(1) *Deposit beta covers all customer accounts including interest and non-interest bearing accounts*
(2) *NII sensitivity takes the higher of the +100bps or -100bps scenario: Sensitivity table on slide 43*

NII 2024 guidance upgraded to c. €4.0bn from >€3.65bn

- Assuming period end ECB deposit rate of 3.25% previously 2.75%
- Low deposit beta[1] to date; to evolve throughout 2024 and 2025
  - 11% H1 2024; <15% in 2024
  - c. €600m flow into term products monthly

NII resilience:

- NII remains robust in a stabilising rate environment with strong momentum in 2024
- Sticky and granular deposit base
- Significantly changed balance sheet

Structural hedge programme:

- Increased structural hedge reduces NII sensitivity and volatility
- Maintained quantum and extended duration
- Expect Dec 24 exit receive fixed yield to be 2.5% EUR and 2.2% GBP

	EUR		GBP	
Derivative portfolio	**H1 2024**	FY 2023	**H1 2024**	FY 2023
Weighted average life (years)	**4.3**	4.2	**5.2**	5.2
Average received fixed yield %	**2.4**	2.0	**2.0**	1.3

FY 2024 NII is expected to be c. €4.0bn

Strong fee and commission growth driving other income

Net fee and commission income (€m)	H1 2024	H1 2023
Customer accounts	**127**	119
Lending related fees	**28**	26
Card income	**74**	69
Stockbroking client fees	**28**	23
Customer related FX	**47**	40
Wealth / insurance / other	**32**	29
Total net fee and commission income	**336**	306

Other income (€m)[1]	H1 2024	H1 2023
Net fee and commission income	**336**	306
Net income on equity investments	**24**	12
Realisation of cash flows on restructured loans	**5**	6
Other non-interest income[2]	**30**	132
Total other income	**395**	456

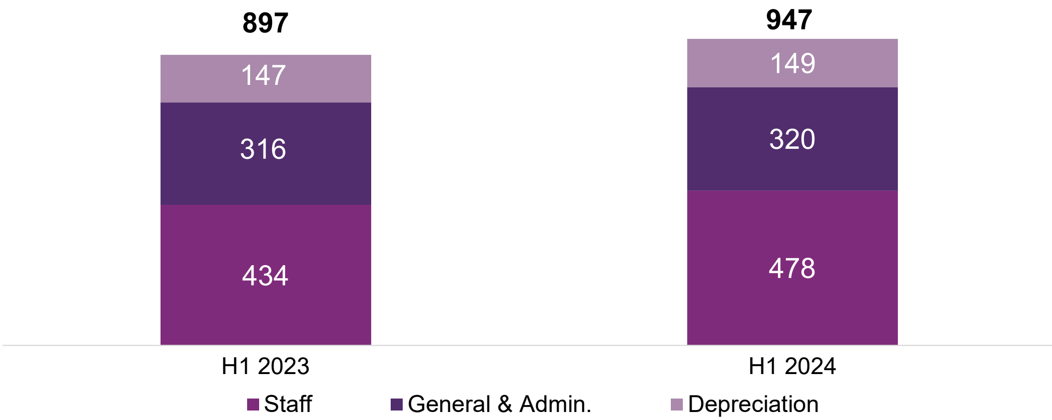
- Other income €395m down 14%
  - Due to income from forward contracts included in H1 2023
- Net fee and commission income €336m up €30m (+10%)
  - Higher card income and transaction volumes reflecting increased customer base
    - Customer accounts up +6%
    - Card income up +9%
    - Customer related FX up +18%
    - Stockbroking client fees +25%
- Other non-interest income in H1 2023 includes €138m forward contracts for Ulster Bank loan acquisitions

FY 2024 other income expected to be >€700m

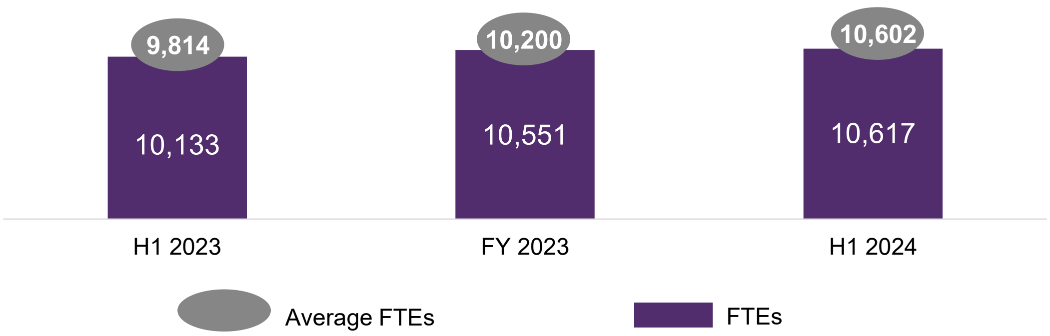
(1) Excludes exceptional items
(2) Prior period has been restated to reclass €19m interest expense from other income to NII

Costs €947m; 6% increase due to inflation and enlarged Group

Operating expenses[1] (€m)



FTEs[2] **– employees** (#)



- Costs €947m, up 6% mainly due to:
  - Staff costs up 10%: Inflation, higher FTEs and introduction of health insurance along with increase in variable pay allowance
- Cost income ratio 38% down from 41%
- FTEs 10,617 broadly in line with Dec 2023
  - Supporting a larger customer base and enlarged Group
- FY 2024 cost guidance
  - Expect 6-7% increase in core costs plus
  - Once-off c. €25m additional spend to mobilise:
    - Investment in our branch network to enhance customer experience and progress towards our net-zero ambitions
    - Operational efficiency initiatives to provide future cost savings

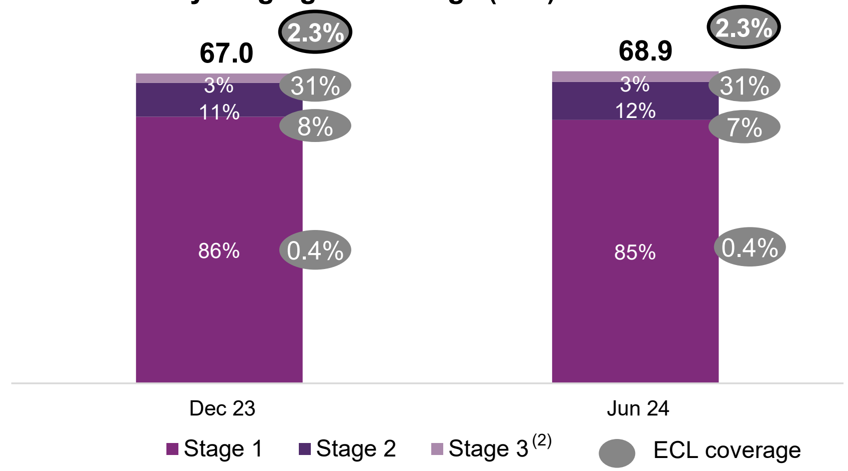
FY 2024 costs expected to increase 6-7% plus c. €25m once-off spend

(1) Excluding exceptional items, bank levies & regulatory fees
(2) Full time equivalent - period end

ECL charge €61m (18bps CoR); 2.3% ECL cover

ECL writeback / (charge) (€m)	H1 2024	H1 2023[1]
Macroeconomic assumptions	**35**	16
Credit performance	**(144)**	(45)
PMA and model changes	**48**	(62)
Total ECL charge	**(61)**	(91)
Cost of risk	**18bps**	30bps

Loan book[1] by Staging & Coverage (€bn)



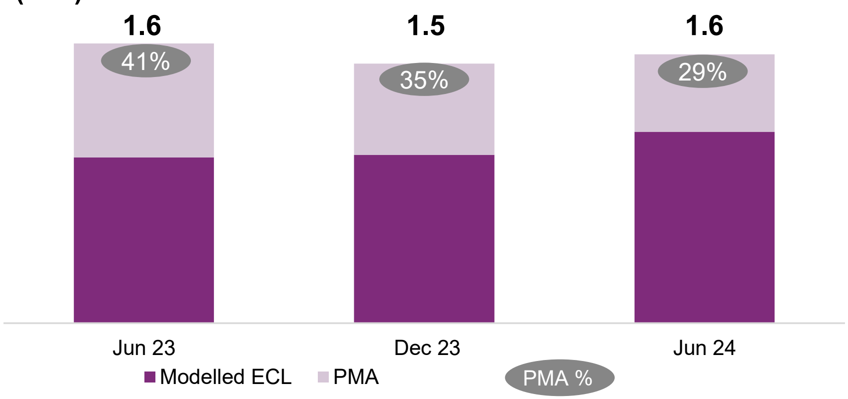
ECL charge of €61m for H1 2024 includes:

- €35m writeback due to improved macroeconomic scenarios and probability weightings
- €144m net charge relating to underlying credit performance primarily from stage transfers, remeasurements within stage and recoveries
- €48m net writeback primarily for PMA utilisation

Strong ECL cover 2.3%; ECL stock of €1,574m

- PMA stock represents 29% of total ECL stock

ECL Stock €1.6bn (PMA 29% of stock) (€bn)



FY 2024 expect CoR at the lower end of 20-30 bps range

(1) Loans at amortised cost
(2) Includes Purchased or Originated Credit Impaired Loans (POCI)
Note rounding may apply

Balance Sheet

Balanced growth in customer loans and customer accounts

Balance sheet (€bn)	Jun 2024	Dec 2023
Performing loans	**66.7**	65.0
Non-performing loans	**2.2**	2.0
Gross loans to customers	**68.9**	67.0
Expected credit loss allowance	**(1.6)**	(1.5)
Net loans to customers	**67.4**	65.5
Investment securities	**18.2**	17.4
Loans to central banks and banks[1]	**44.0**	45.8
Other assets	**7.4**	7.6
Total assets	**137.0**	136.3
Customer accounts	**107.0**	104.8
Deposits by banks	**0.5**	1.8
Debt securities in issue	**8.2**	8.4
Other liabilities	**7.0**	6.2
Total liabilities	**122.7**	121.2
Equity	**14.3**	15.1
Total liabilities & equity	**137.0**	136.3

Assets

- Gross loans €68.9bn increased 3%
- New lending €6.3bn exceeded redemptions of €4.7bn
  - New lending up 13% v H1 2023
- Investment securities up 5% held primarily for liquidity purposes and hedged for interest rate risk
- Loans to banks €44.0bn includes €32.0bn at CBI and €3.3bn at BoE

Liabilities

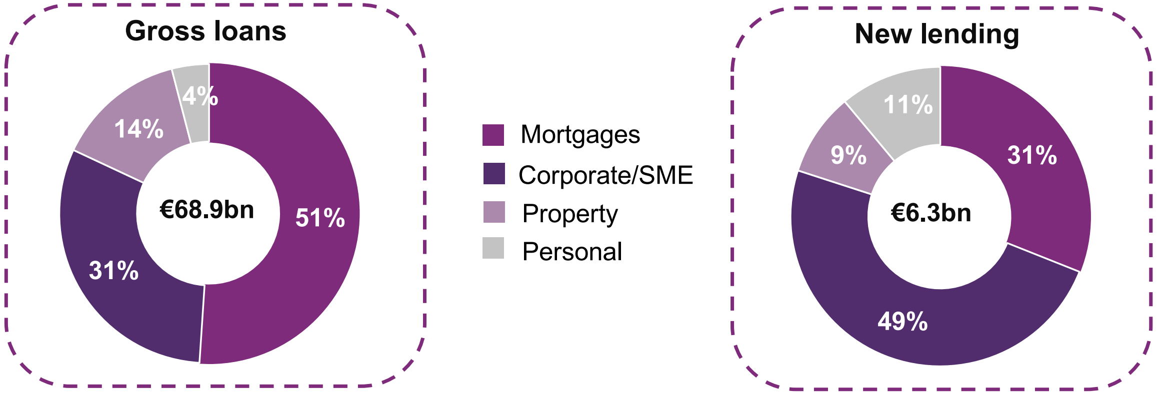
- Customer accounts €107.0bn increased by 2%

(1) Includes securities financing

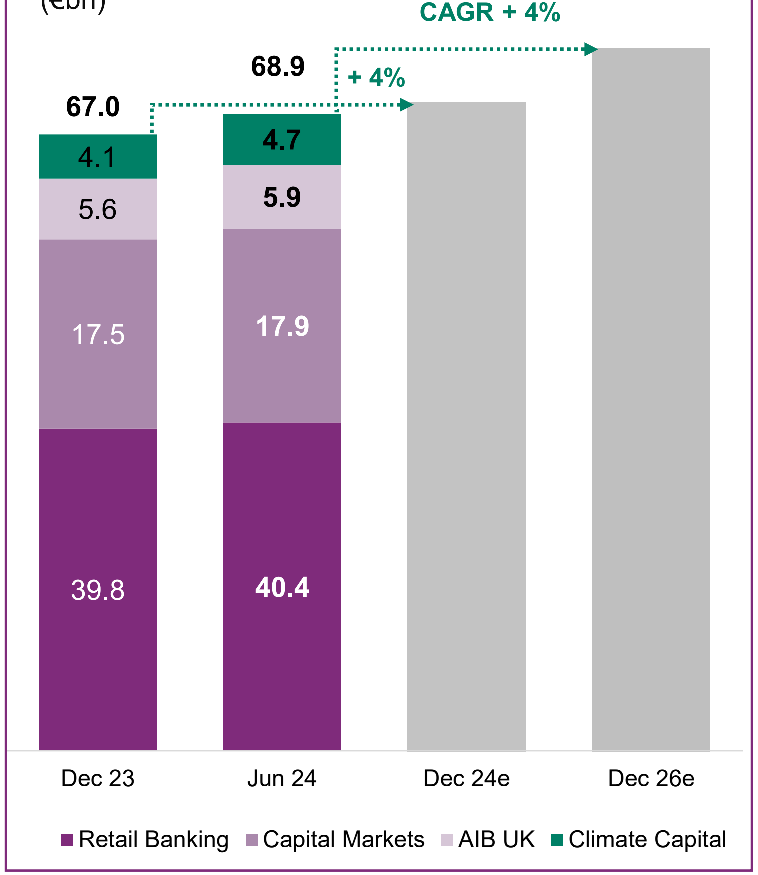
Note rounding may apply

Strong momentum in loan book growth

Net loans €67.4bn increased €1.9bn
(€bn)



Gross loans
(€bn)

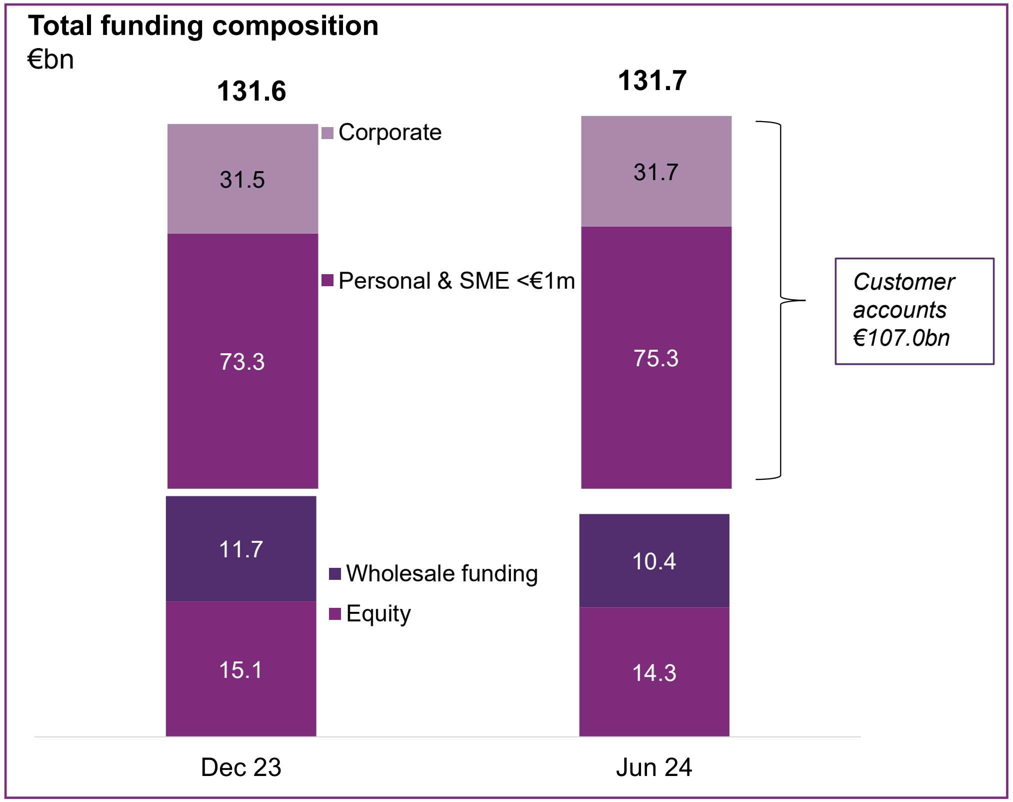


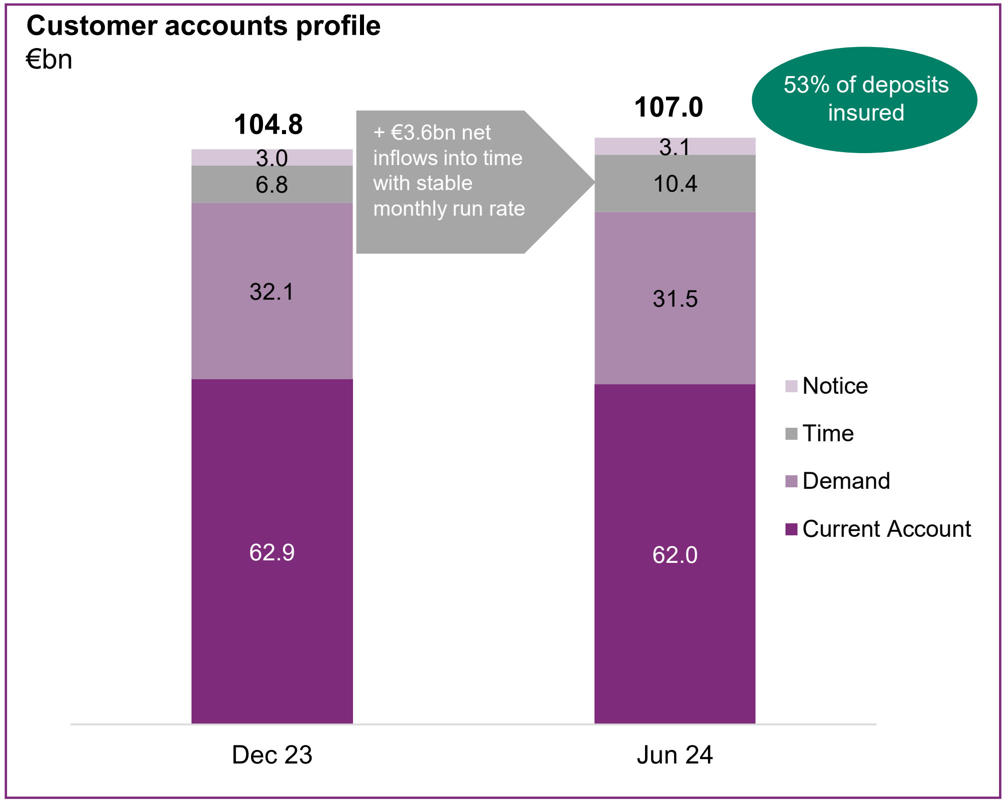
Gross loans are expected to grow by 4% in 2024

Note rounding may apply

Funding and capital

Strong funding and liquidity reserves



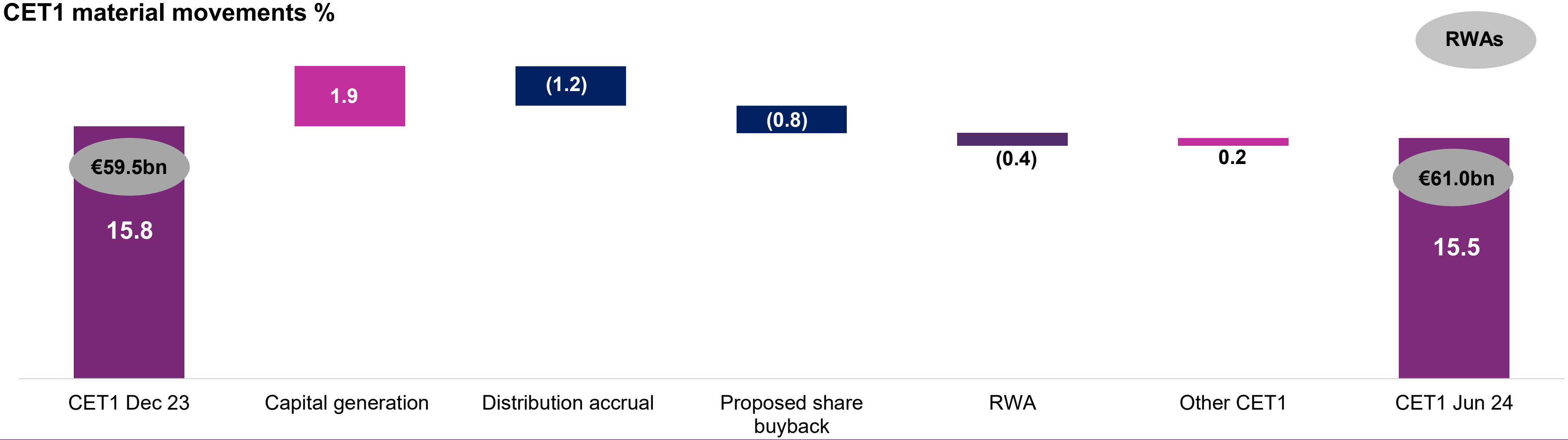


- 81% of funding is customer accounts of which 70% are Personal and SME <€1m
- MREL ratio 33.2% in excess of 30.0% requirement
- On average expect three issuances p.a.; three transactions completed in H1
    - Regular issuer of ESG bonds

Liquidity metrics (%)	June 2024	Dec 2023
Loan to deposit ratio (LDR)	**63**	63
Liquidity coverage ratio (LCR)	**204**	199
Net stable funding ratio (NSFR)	**163**	159

Strong organic capital generation; CET1 15.5%

CET1 material movements %



CET1 movements to 15.5%

Equity impact largely neutral

- + 190bps strong organic capital generation
- - 120bps distribution accrual(1)
- - 80bps proposed share buyback(2)
- + 20bps other CET1 primarily DTA utilisation

RWA impact -40bps (€1.5bn RWA increase)

- Primarily balance sheet growth

CET1 15.5% comfortably above SREP 11.4%

- 4.1% buffer to CET1 15.5%

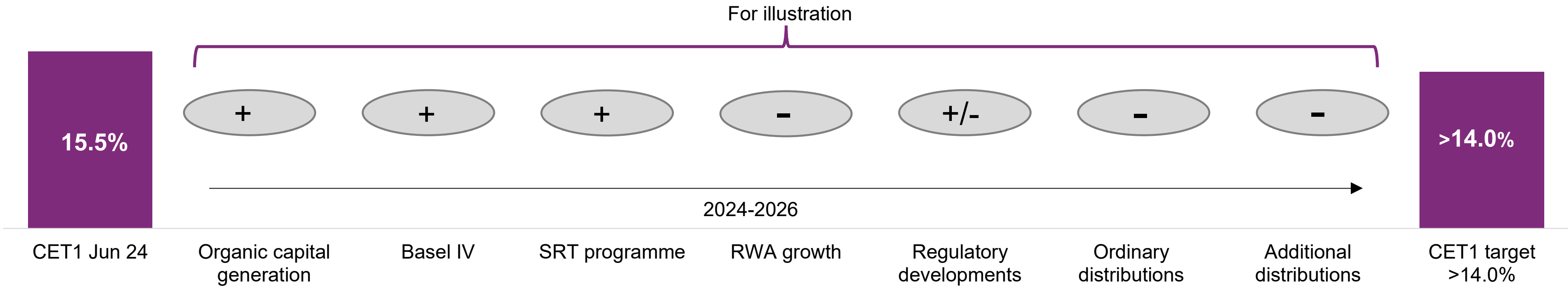
(1) Consistent with Article 2 Regulation (EU) No 241/2014, a foreseeable charge of 60% of first half attributable earnings, being the maximum dividend payout ratio under the Group's dividend policy, has been deducted from CET1. The decision on ordinary dividends from full year 2024 profits will be considered at year-end by the Board

(2) Regulatory approval received

Note rounding may apply

Capital Management: Pathway to >14% CET1 target

CET1 outlook with pathway to >14.0% target



Capital return 2024-2026

- Organic capital generation to average over 250bps p.a.
- Target a payout ratio at the upper end of 40-60% ordinary dividend policy range
- Additional distributions above policy, moving towards CET1 medium-term target[(1)]
- Grow cash dividend per share on a sustainable and progressive basis
- Balanced approach to cash dividends and share buybacks

Factors impacting capital

- Basel IV: initial day 1 impact of + c. 50bps based on CRR3 published in June 2024
- SRT programme: first transaction expected in H2 2024 delivering an estimated + c. 20bps impact
- Balance sheet growth and profitability drive credit and operational risk RWA inflation
- IRB model developments

Mid-year distribution

- First post-GFC mid-year distribution
- €505m proposed share buyback (including Odd-lot offer & associated costs), regulatory approval received
- Discussions underway with Dept. of Finance to transact €500m on a directed buyback basis
- Distributions supported by:
  - Strong organic capital generation
  - RWA management

(1) Subject to annual Board and regulatory approval

Guidance and Medium-term targets

2024 Guidance

- Net interest income c. €4.0bn
- Other income >€700m
- Cost increase 6-7% plus once-off c. €25m
- Cost of risk at the lower end of 20-30bps range
- Bank levies & regulatory fees c. €145m
- Exceptional costs c. €100m
- Customer loans to grow by 4%

2026 Medium-term targets

Cost(1)
< €2.0bn
with CIR <50%

CET1
>14%

RoTE(2)
15%

Well-positioned to generate sustainable profits and deliver attractive shareholders return

1) Costs before bank levies, regulatory fees and exceptional items
2) RoTE = (PAT – AT1) / (CET1 @ 14% of RWAs)

Appendices

AIB Group plc
Half-Year Financial Results
For the six months ended 30 June 2024

Market leading ESG customer propositions to support transition

Propositions

Green Mortgage for energy efficient homes across AIB, Haven, EBS brands & AIB UK

Green Personal Loan for retrofitting homes and Electric Vehicles

Sustainable financing model €6.4bn of Green & Social bonds

NiftiBusiness & Nifti Personal Leasing provides fleet management including sustainable options to businesses and personal customers

Sustainable project finance for Clean Energy and Sustainable Infrastructure

Transition Finance supporting our Business & Corporate customers

Sustainability Co-ordinator for numerous corporate customers

SBCI SME Sustainability focused loans

Goodbody CLEARSTREAM

Sustainability Advisory Services

ESG Ratings

11.4 SUSTAINALYTICS

AA MSCI

61 S&P Global

A- CDP

Average balance sheet

	H1 2024			H1 2023		
	Average Volume €m	Interest €m	Yield %	Average Volume €m	Interest €m	Yield %
Assets						
Customer loans	67,034	1,344	4.02	61,219	1,116	3.68
Investment securities	17,636	433	4.93	16,255	303	3.77
Loans to banks / other	43,887	899	4.11	44,203	660	3.01
Interest earning assets	128,557	2,676	4.18	121,677	2,079	3.45
Non-interest earning assets	7,844			8,181		
Total Assets	136,401	2,676		129,858	2,079	
Liabilities & equity						
Customer accounts	47,968	200	0.84	43,887	55	0.25
Deposits by banks	1,635	38	4.70	913	16	3.52
Other debt issued	8,571	280	6.55	6,989	186	5.38
Subordinated liabilities	1,554	56	7.19	1,417	45	6.33
Lease liabilities	275	4	2.89	252	5	4.11
Interest earning liabilities	60,003	578	1.93	53,458	307	1.16
Non-trading derivatives (economic hedges)[(1)]		23			19	
Non-interest earning liabilities	61,552			63,710		
Equity	14,846			12,690		
Total liabilities & equity	136,401	601		129,858	326	
Net interest income / margin		2,075	3.24		1,753	2.90

(1) Prior year has been restated to reclass €19m interest expense to NII from other income

Customer loans - cashflow

€bn	Performing Loans	Non-performing Loans	Customer Loans
Gross loans (1 Jan 2024)	**65.0**	**2.0**	**67.0**
New lending	6.3	-	6.3
Redemptions of existing loans	(4.5)	(0.2)	(4.7)
Net flow to NPE	(0.4)	0.4	-
Foreign exchange / other movements	0.3	-	0.3
Gross loans (30 Jun 2024)	**66.7**	**2.2**	**68.9**
ECL allowance	(0.8)	(0.7)	(1.6)
Net loans (30 Jun 2024)	**65.9**	**1.5**	**67.4**

Note rounding may apply

Loan book* by staging and coverage

Jun 2024				
Gross loan exposures & ECL (€bn)	Stage 1	Stage 2	Stage 3**	Total Exposure
Mortgages	32.0	2.3	0.8	35.1
Personal	2.3	0.7	0.1	3.1
Property & Construction	6.2	2.6	0.7	9.5
Corporate & SME	17.6	3.0	0.6	21.2
Total	**58.1**	**8.5**	**2.3**	**68.9**
Stage composition	**84%**	**12%**	**3%**	**100%**
ECL	**0.3**	**0.6**	**0.7**	**1.6**
ECL coverage	**0.4%**	**7.1%**	**31.2%**	**2.3%**

Dec 2023				
Gross loan exposures & ECL(€bn)	Stage 1	Stage 2	Stage 3**	Total Exposure
Mortgages	31.6	2.4	0.8	34.8
Personal	2.6	0.2	0.1	2.9
Property & Construction	5.8	2.8	0.7	9.2
Corporate & SME	17.2	2.3	0.5	20.0
Total	**57.3**	**7.7**	**2.0**	**67.0**
Stage composition	**86%**	**11%**	**3%**	**100%**
ECL	**0.3**	**0.6**	**0.6**	**1.5**
ECL coverage	**0.4%**	**8.3%**	**30.9%**	**2.3%**

Movements in loan exposures & ECL (€bn)	Stage 1	Stage 2	Stage 3**	Total Exposure
Mortgages	0.4	(0.1)	0.0	0.3
Personal	(0.3)	0.4	0.0	0.2
Property & Construction	0.4	(0.2)	0.0	0.3
Corporate & SME	0.4	0.7	0.1	1.2
Total	**0.8**	**0.8**	**0.3**	**1.9**
ECL movement	**-**	**-**	**0.1**	**0.1**

** Loan book at amortised cost*
*** includes Purchased or Originated Credit Impaired Loans (POCI)*

Loan book by staging – €68.9bn loan exposures

- Stage 1 loan exposures increased by €0.8bn to €58.1bn (84% of the loan book) largely reflecting strong new lending in H1
- Stage 2 loan exposures increased by €0.8bn to €8.5bn (12% of the loan book) primarily driven by:
  - recalibrated grading models in Personal and SME
  - reflects more risk sensitive models
- Stage 3 loan exposures increased by €0.3bn to €2.3bn (3% of the loan book)

ECL stock €1.6bn / coverage 2.3% in line with Dec 23

- Coverage in Stage 3 increased to 31.2% from 30.9% at Dec 23

Note rounding may apply

Loan book by sector

Concentration by sector (%)	Jun 2024
Natural Resources	6
Leisure	4
Manufacturing	4
Health, education and social work	3
Services	3
Agriculture, forestry and fishing	3
Retail and wholesale trade	3
Transport and storage	2
Telecommunications, media and technology	2
Financial, insurance and other government activities	1
Residential mortgages	51
Property & construction	14
Personal	4
Total	**100**

Jun 2024 Gross loans (€bn) At amortised cost *(excluding mortgages & personal)*	Stage 1	Stage 2	Stage 3*	Total exposures
Property & Construction	6.2	2.6	0.7	9.5
Natural resources	4.1	0.2	0.0	4.3
Leisure	1.6	0.7	0.2	2.5
Manufacturing	1.6	0.3	0.0	1.9
Health, education & social work	1.3	0.5	0.0	1.7
Services	1.3	0.2	0.0	1.6
Agriculture, forestry and fishing	1.3	0.4	0.1	1.8
Retail and wholesale trade	1.3	0.2	0.1	1.6
Transport & storage	1.5	0.1	0.1	1.7
Telecomms, media & technology	0.7	0.1	0.0	0.8
Financial, insurance and other govt activities	0.4	0.0	0.0	0.4
Syndicated & International finance	2.6	0.3	0.0	2.9
Total	**23.8**	**5.5**	**1.3**	**30.6**

Movements in H1 2024 Gross loans (€bn) At amortised cost	Stage 1	Stage 2	Stage 3*	Total exposures
Property & Construction	0.4	(0.2)	0.0	0.2
Natural resources	0.6	0.1	0.0	0.7
Leisure	(0.2)	0.2	0.0	0.0
Manufacturing	(0.0)	0.1	(0.0)	0.1
Health, education & social work	(0.1)	0.1	(0.0)	(0.1)
Services	(0.0)	0.1	0.0	0.0
Agriculture, forestry and fishing	(0.1)	0.1	0.0	0.0
Retail and wholesale trade	(0.1)	0.1	0.0	(0.0)
Transport & storage	0.0	(0.0)	0.0	0.0
Telecomms, media & technology	(0.1)	0.1	0.0	0.0
Financial, insurance and other govt activities	0.0	0.0	(0.0)	0.1
Syndicated & International finance	0.3	(0.1)	(0.0)	0.3
Total	**0.7**	**0.5**	**0.1**	**1.3**

**includes Purchased or Originated Credit Impaired Loans (POCI)*

Note rounding may apply

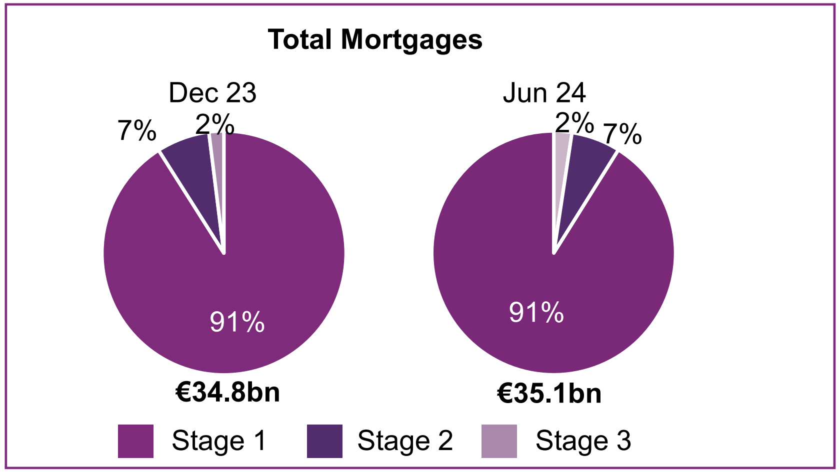
Asset quality by asset class

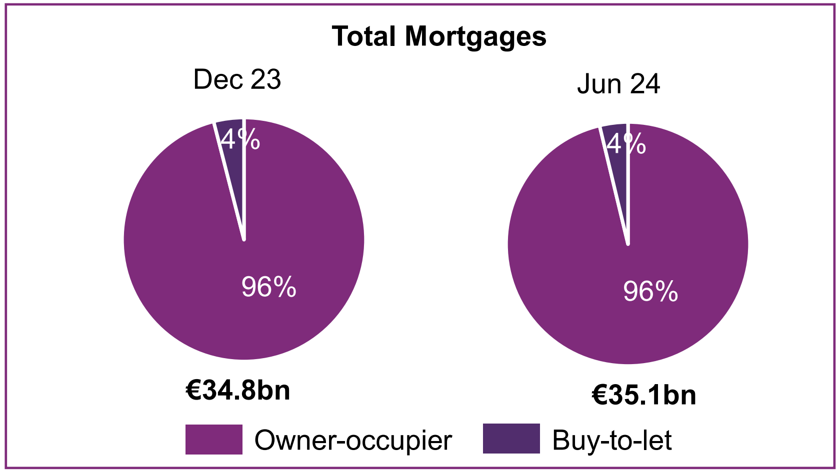
€bn	Mortgages	Personal	Property	Corporate & SME	At amortised cost Total	At FVTPL Total	Total
Jun 2024							
Customer loans	35.1	3.1	9.5	21.2	68.9	0.1	**68.9**
Total ECL cover (%)	0.9%	4.4%	5.7%	2.8%	2.3%		
of which NPEs	0.8	0.1	0.7	0.6	2.2	-	**2.2**
ECL on NPE	0.2	0.1	0.2	0.2	0.7		**0.7**
ECL / NPE coverage* %	28.7%	57.5%	30.2%	34.4%	32.3%		
Dec 2023							
Customer loans	34.8	2.9	9.2	20.0	67.0	0.0	67.0
Total ECL cover (%)	0.9%	3.3%	5.9%	2.9%	2.3%		
of which NPEs	0.7	0.1	0.7	0.5	2.0	-	2.0
ECL on NPE	0.2	0.0	0.2	0.2	0.6		0.6
ECL / NPE coverage* %	29.7%	54.7%	29.3%	34.6%	31.9%		

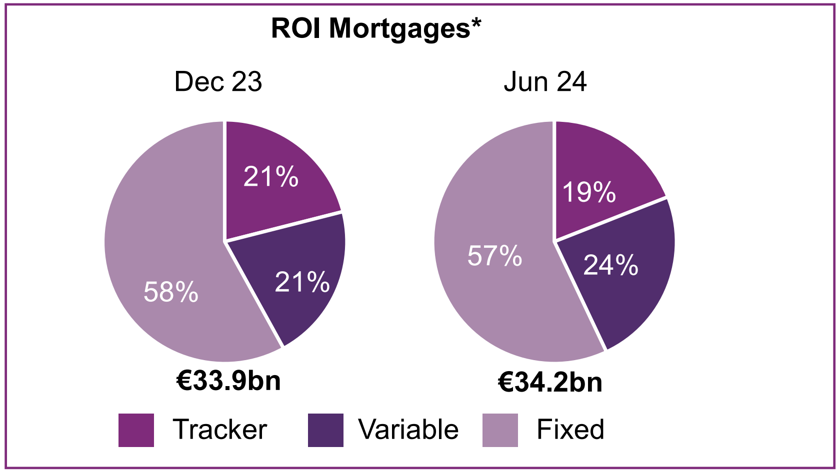
** ECL allowance as a % of total loans and advances to customers carried at amortised cost*

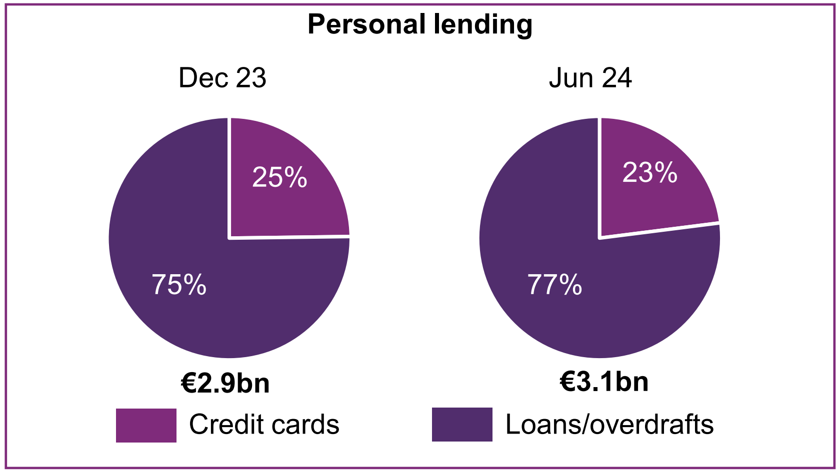
Note rounding may apply

Mortgages and personal lending





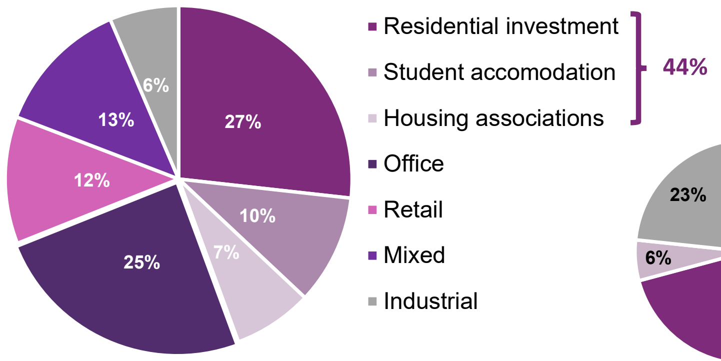




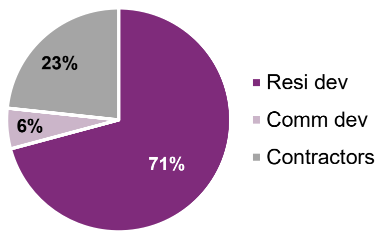
** Weighted average LTV for Irish mortgages; stock: 49% (Dec 23: 49%); Stage 3: 42% (Dec 23: 45%); new business: Dec 23: 71%*

Property and Corporate/SME

Property €9.5bn/ ECL cover 5.7%

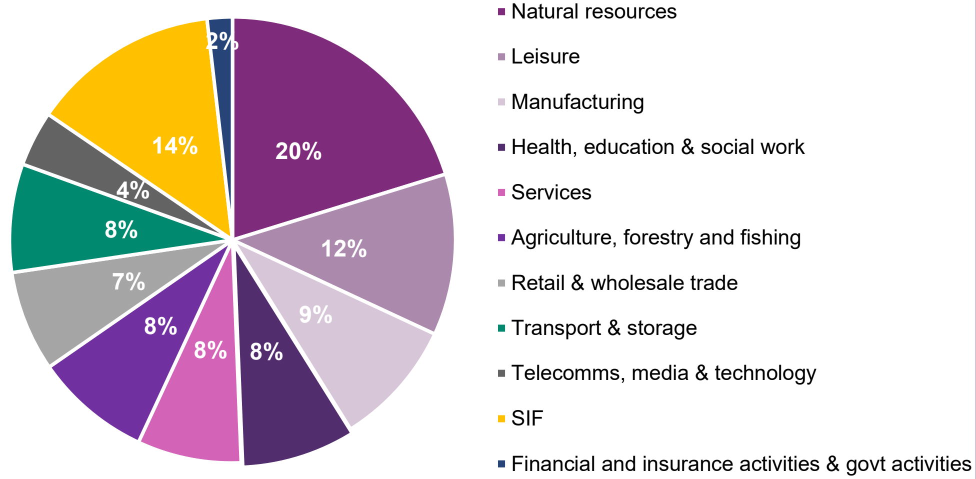


CRE investment €7.9bn



Land & development €1.6bn

Corporate/SME €21.2bn



Property €9.5bn; Strong ECL cover of 5.7%

- Stage 2 loans reduced to c.€2.6bn (Dec 23 €2.8bn) with 8.3% ECL cover rate (9.6% Dec 23)

CRE investment

- Well-diversified portfolio split ROI 73% and UK 27%; no US exposure
- Prudent origination metrics results in a book characterised by moderate LTVs and solid interest coverage ratios (ICR)
  - Average indexed LTV of c. 60%[(1)] on ROI CRE investment
  - Rental income and occupancy rates remain robust

Land and development

- No speculative lending; strong counterparties; pre-lets in place

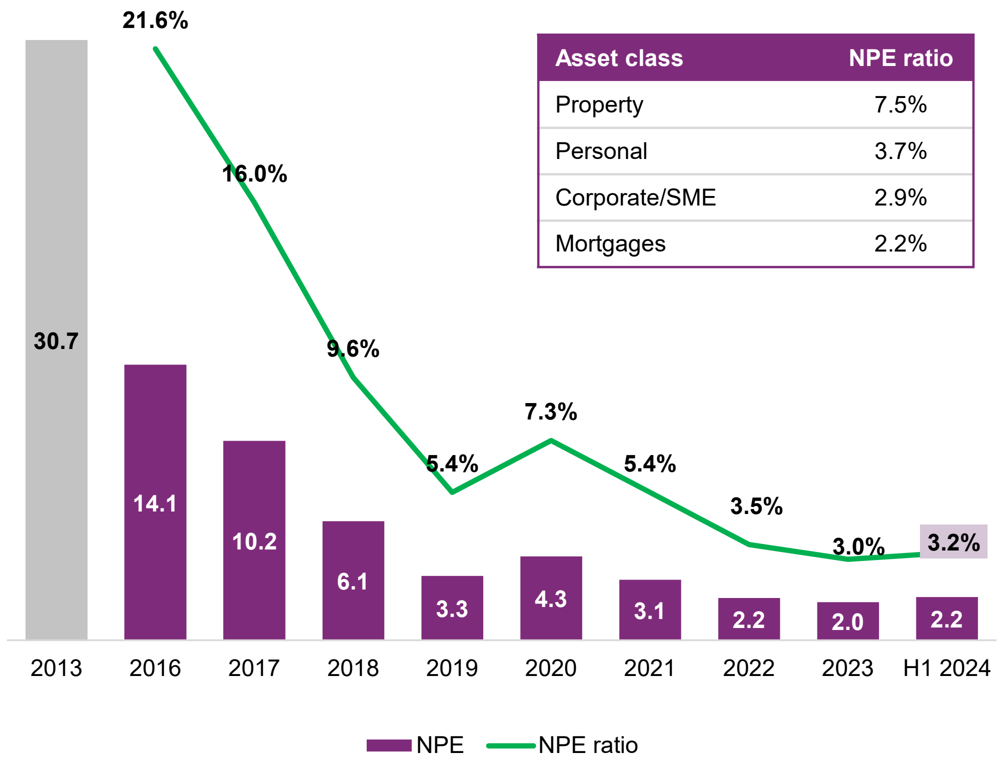
Corporate/ SME €21.2bn; well-diversified portfolio

- €1.1bn increase of which €0.6bn was growth in renewables to support the growth in financing energy transition
- **Syndicated and International Finance (SIF) increased by €0.3bn to €2.9bn**
  - Growth driven by lending to lowly levered, strongly rated, large-scale international corporates
  - Portfolio is well-diversified by name and sector
  - Top 20 names accounted for 34% of exposures
  - 87% are rated by S&P with 74% rated B+ or above
  - Geographical split; 59% US, 35% ROW (primarily Europe) and 6% UK

(1) LTVs estimated using MSCI property indices to index the portfolio to end 2023 values & AIB projected outlook for 2024

NPEs 3.2% of gross loans

Non-performing exposures (NPEs)
€bn

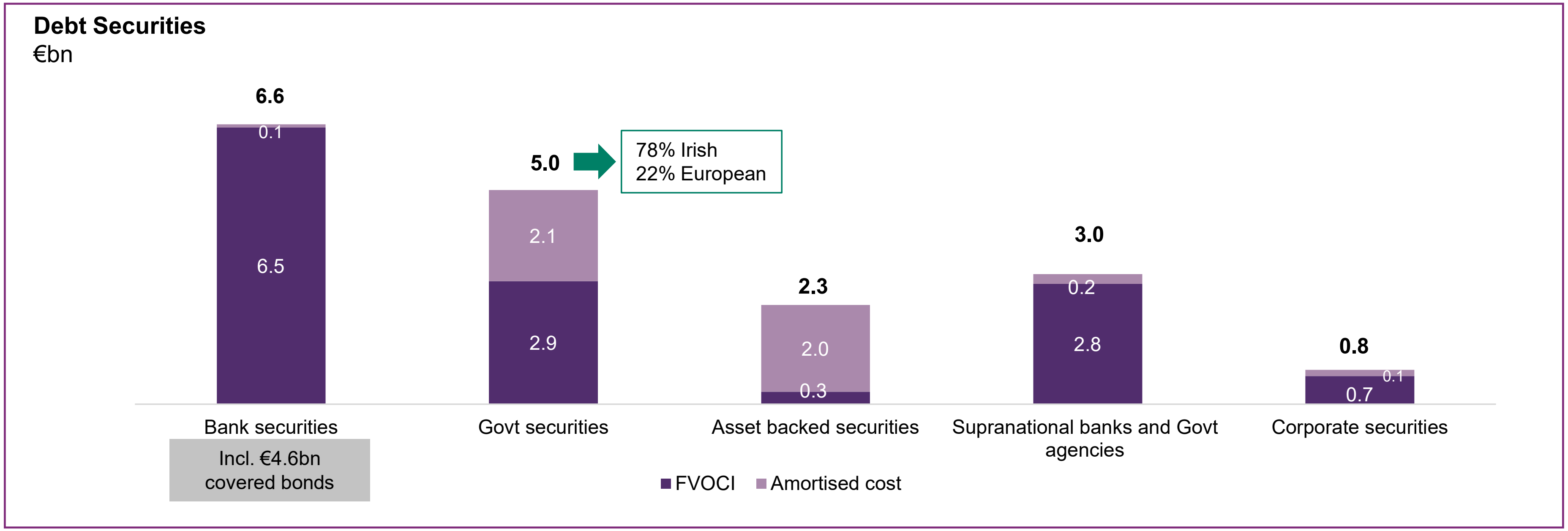


Asset class	NPE ratio
Property	7.5%
Personal	3.7%
Corporate/SME	2.9%
Mortgages	2.2%

Non-performing exposures

- NPEs €2.2bn; NPE ratio 3.2% at Jun 24 made up of:
  - €0.7bn Property (32%) includes retail shopping centres
  - €0.8bn Mortgages (35%)
  - €0.6bn Corporate/SME (28%) includes accommodation, bars and restaurants
  - €0.1bn Other personal (5%)
- ECL coverage 32%
- Weighted average LTV for Irish mortgages in Stage 3: 42% (Dec 23: 45%)

Debt securities €17.8bn; primarily held for liquidity purposes



Debt securities €17.8bn:

- €13.2bn FVOCI; €4.6bn HTM (amortised cost); >99% are investment grade
- Circa 83% of the portfolio is fixed rate and hedged from an interest rate risk perspective
- €2m net change in FVOCI added to CET1 in H1 2024
- No unrealised loss on HTM portfolio in H1 2024
- Includes €2.4bn Socially Responsible Investment Bond Portfolio across green, social and sustainability bonds

Reported capital ratios

	Fully loaded Jun 24[1]	Transitional Dec 23	Fully loaded Dec 23
Total risk weighted assets (€m)	**60,951**	59,643	59,463
Capital (€m)			
Shareholders equity excl AT1 and dividend	11,656	12,266	12,266
Regulatory adjustments / foreseeable charge	(2,234)	(2,398)	(2,861)
Common equity tier 1 capital	**9,422**	9,868	9,405
Qualifying tier 1 capital	**1,237**	1,112	1,112
Qualifying tier 2 capital	**1,787**	1,572	1,638
Total capital	**12,446**	12,552	12,155
Capital ratios (%)			
CET1	**15.5**	16.5	15.8
AT1	**2.0**	1.9	1.9
T2	**2.9**	2.6	2.7
Total capital	**20.4**	21.0	20.4

RWA

Risk weighted assets (€m)	Jun 24	Dec 23	Movement
Credit risk	**54,585**	53,229	1,356
Market risk	**486**	342	144
Operational risk	**5,822**	5,822	-
CVA	**58**	70	(12)
Total risk weighted assets	**60,951**	59,463	1,488

Shareholders' Equity (€m)

Equity – Dec 2023	**15,077**
Profit H1 2024	1,108
Cash flow hedging reserves & investment securities	(475)
Other	(1,421)
Equity – Jun 2024	**14,289**
less: AT1	**(1,401)**
less: Proposed distribution and foreseeable charges	**(1,232)**
Shareholders' equity excl AT1 and dividend	**11,656**

(1) The Group has elected to cease the application of transitional capital arrangements, as a result the June 2024 capital position is on a fully loaded basis only

Regulatory capital requirements

Regulatory capital requirements	Jun 24	Dec 24*	Dec 25*
Pillar 1	4.50%	4.50%	4.50%
Pillar 2 requirement (P2R)	**1.46%**	**1.46%**	**1.46%**
Capital Conservation Buffer (CCB)	2.50%	2.50%	2.50%
O-SII Buffer	1.50%	1.50%	1.50%
Countercyclical Buffer (CCyB)	1.43%	1.43%	1.43%
Total CET1 / Maximum distributable amount (MDA)	**11.39%**	**11.39%**	**11.39%**
AT1	**1.99%**	**1.99%**	**1.99%**
Tier 2	**2.65%**	**2.65%**	**2.65%**
Total capital	16.03%	16.03%	16.03%

- The table above sets out the capital requirements at Jun 2024 and the proforma requirements for 31 Dec 2024 and 31 Dec 2025
- The Group is required to maintain a CET1 ratio of 11.4% on a regulatory basis at 30 Jun 2024
- P2R reduced to 2.60% from 2.75% from 1 January 2024
- CCyB increases to 1.43% from Jun 24 which is the ROI CCyB moving from 1% to 1.5%
- CET1 buffer of 4.1% to regulatory capital requirements of 11.4% at Jun 2024
- Total capital ratio of 20.4% at Jun 2024 provides a buffer of 4.4% above total capital requirement of 16.03%

* *Dec 24 and 25 estimated on a look through basis*

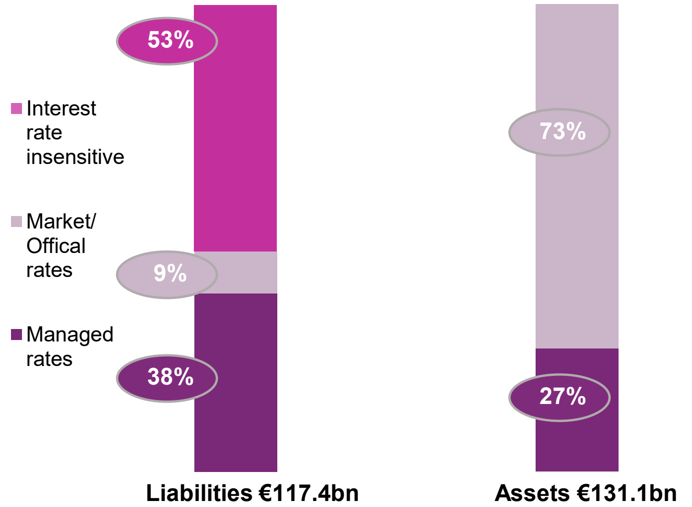
Macroeconomic scenarios and sensitivities

Macroeconomic scenario - Base (%)	2024	2025	2026	2027	2028
Republic of Ireland					
GDP growth	2.4	2.6	2.4	2.4	2.5
Residential property price growth	3.5	2.5	2.5	2.5	2.0
Unemployment rate	4.5	4.4	4.4	4.4	4.5
Commercial property price growth	(5.0)	3.0	5.0	3.0	3.0
Employment growth	1.8	1.7	1.5	1.5	1.4
Average disposable income growth	5.3	4.7	4.0	4.0	4.0
Inflation	2.2	1.9	2.0	2.0	2.0
United Kingdom					
GDP growth	0.8	1.5	1.5	1.3	1.3
Residential property price growth	3.0	4.0	3.0	2.0	2.0
Unemployment rate	4.1	4.4	4.5	4.6	4.6
Commercial property price growth	4.5	3.5	3.0	3.0	2.0
Inflation	3.0	2.3	2.0	2.0	2.0

Customer loans ECL sensitivities

Jun 2024 €m	Reported	Base 100%	Downside scenario 1 100%	Downside scenario 2 100%	Upside scenario 100%
ECL allowance	1,574	1,409	1,844	2,297	1,322
Delta to Reported		(165)	270	723	(252)
Delta to Base			435	888	(87)

Composition of balance sheet by interest rate type at Jun 2024*



**Assets include customer loans, investment securities, securities financing and central bank balances; liabilities include current accounts, deposits, debt securities in issue, subordinated liabilities and excludes equity*

NII sensitivity as at Jun 2024

€m	-100bps	-50bps	-25bps	+25bps	+50bps	+100bps
Euro	(333)	(143)	(49)	51	132	295
Sterling	(37)	(18)	(9)	9	18	36
Other (mainly US$)	(16)	(8)	(4)	4	8	16
Total	**(385)**	**(170)**	**(62)**	**64**	**158**	**347**

Jun 2024 macroeconomic scenarios and weightings: Base scenario (50%); Downside scenario 1 'Delayed rate cuts' (35%); Downside scenario 2 'Credit crunch' (5%); Upside scenario 'Quick economic recovery' (10%).

Note rounding may apply

Credit ratings

30 Jun 2024	Moody's	S&P Global Ratings
AIB Group plc (HoldCo) Long term issuer rating	**A3**	**BBB**
Outlook	Positive	Stable
Investment grade	✓	✓
AIB p.l.c. (OpCo) Long term issuer rating	**A1**	**A**
Outlook	Positive	Stable
Investment grade	✓	✓

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