

Auditor's Report ¹

Report on the Financial Statements

Audit Opinion

We have audited the financial statements of

OMV Aktiengesellschaft, Vienna.

These financial statements comprise the balance sheet as of December 31, 2016, the income statement for the fiscal year then ended and the notes.

Based on our audit the accompanying financial statements were prepared in accordance with the legal regulations and present fairly, in all material respects, the assets and the financial position of the Company as of December 31, 2016 and its financial performance for the year then ended in accordance with Austrian Generally Accepted Accounting Principles.

Basis for Opinion

We conducted our audit in accordance with Austrian Standards on Auditing. Those standards require that we comply with International Standards on Auditing (ISA). Our responsibilities under those regulations and standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are independent of the Company in accordance with the Austrian General Accepted Accounting Principles and professional requirements and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the fiscal year. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We considered the following matter as key audit matter for our audit:

¹ This report is a translation of the original report in German, which is solely valid. Publication or sharing with third parties of the financial statements together with our auditor's opinion is only allowed if the financial statements and the directors' report are identical with the German audited version. This audit opinion is only applicable to the German and complete financial statements with the directors' report. Section 281 paragraph 2 UGB (Austrian Company Code) applies to alternated versions.

Key Audit Matter

Recoverability of the carrying value of shares in and loans to affiliated companies

The carrying value of shares in affiliated companies amounted to € 10,737 million at 31 December 2016 after an impairment charge of € 289 million in 2016. The carrying value of loans to affiliated companies amounted to € 3,240 million.

Impairment assessments of shares in and loans to affiliated companies require significant judgement whether there is an indication that an asset should be impaired and in measuring any such impairment.

The principal risk relates to management's estimates of future cash flows, discount rates and expected sales price of planned disposals.

OMV's disclosures about shares in and loans to affiliated companies are included in Note "Accounting and valuation policies," Note 1 (Fixed assets), Note 14 (Financial income and expenses) and the Statement of fixed assets.

How our audit addressed the key audit matter

We assessed and tested management's assessment of the recoverability of the carrying value of shares in and loans to affiliated companies. Specifically our work included, but was not limited to, the following procedures:

- ▶ Review and evaluation of management's assessment of the existence of impairment indicators;
- ▶ Comparison of the assumptions (forecasted revenues, expenses, capital expenditure and changes in working capital) used within the future cash flow models to approved budgets and business plans;
- ▶ Involvement of our valuation specialists to evaluate discount rates;
- ▶ Assess the valuation of shares in affiliates planned to be disposed based on management's best estimate of the expected sales proceeds; and;
- ▶ Performance of own sensitivity analysis to future cash flow models.

Responsibilities of Management and of the Audit Committee for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with Austrian Generally Accepted Accounting Principles, for them to present a true and fair view of the assets, the financial position and the financial performance of the Company and for such internal controls as management determines are necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Audit Committee is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Austrian Standards on Auditing, which require the application of ISA, always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Austrian Standards on Auditing, which require the application of ISA, we exercise professional judgment and maintain professional scepticism throughout the audit.

We also:

- ▶ identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- ▶ obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control;
- ▶ evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;

- ▶ conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern;
- ▶ evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Audit Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Audit Committee with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Audit Committee, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Comments on the Directors' Report

Pursuant to Austrian Generally Accepted Accounting Principles, the directors' report is to be audited as to whether it is consistent with the financial statements and as to whether the directors' report was prepared in accordance with the applicable legal regulations.

Management is responsible for the preparation of the directors' report in accordance with Austrian Generally Accepted Accounting Principles.

We conducted our audit in accordance with Austrian Standards on Auditing for the audit of the directors' report.

Opinion

In our opinion, the directors' report for the Company was prepared in accordance with the valid legal requirements, comprising the details in accordance with Section 243a Austrian Company Code UGB, and is consistent with the financial statements.

Statement

Based on the findings during the audit of the financial statements and due to the thus obtained understanding concerning the Company and its circumstances no material misstatements in the directors' report came to our attention.

Other Information

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements, the directors' report and the auditor's report thereon. The annual report is estimated to be provided to us after the date of the auditor's report. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information, as soon as it is available, and, in doing so, to consider whether – based on our knowledge obtained in the audit – the other information is materially inconsistent with the financial statements or otherwise appears to be materially misstated.

Responsible Austrian Certified Public Accountant

The engagement partner on the audit resulting in this independent auditor's report is Mr. Alexander Wlasto, Certified Public Accountant.

Vienna, March 22, 2017

Ernst & Young Wirtschaftsprüfungsgesellschaft m.b.H.



Alexander Wlasto

Wirtschaftsprüfer/Certified Public Accountant



Katharina Schrenk

Wirtschaftsprüferin/Certified Public Accountant

Balance Sheet as of December 31, 2016

Assets

	Note	EUR	EUR 1,000
		2016	2015
A. Fixed assets	1		
I. Tangible assets			
1. Land		722,010	776
2. Other equipment, factory and office equipment		490,688	427
		1,212,698	1,203
II. Financial assets			
1. Shares in affiliated companies		10,736,732,866	9,725,639
2. Loans to affiliated companies		3,240,439,689	2,068,555
3. Participating interests		26,624,460	26,624
4. Securities (loan stock rights) held as fixed assets		4,506,435	4,506
5. Other loans		3,152,834	11,291
		14,011,456,284	11,836,617
		14,012,668,982	11,837,820
B. Current assets			
II. Receivables and other assets	2		
1. Trade receivables		29,265	31
thereof with a remaining maturity of more than one year		—	—
2. Receivables from affiliated companies		1,927,854,345	1,472,360
thereof with a remaining maturity of more than one year		—	—
3. Receivables from companies in which the Company has a participating interest		19,511	45
thereof with a remaining maturity of more than one year		—	—
4. Other receivables and assets		3,352,580	9,371
thereof with a remaining maturity of more than one year		—	—
		1,931,255,701	1,481,807
III. Securities and interests			
1. Other securities		109,739,142	96,630
IV. Cash on hand, checks, cash at banks		1,281,034,661	808,764
		3,322,029,504	2,387,201
C. Prepaid expenses and deferred charges		19,982,613	23,277
D. Deferred tax assets	3	—	—
		17,354,681,099	14,248,298

Liabilities

	Note	EUR	EUR 1,000
		2016	2015
A. Shareholders' equity	4		
I. Nominal capital called up and paid in			
Nominal capital subscribed		327,272,727	327,273
Nominal amount of treasury shares		(824,369)	(913)
		326,448,358	326,360
II. Capital reserves			
1. Appropriated reserve		1,730,567,734	1,729,338
2. Unappropriated reserve		333,728	334
		1,730,901,462	1,729,672
III. Capital reserve for share based paymentst		12,034,380	6,272
IV. Revenues reserves			
1. Unappropriated reserve		2,418,013,006	2,465,550
2. Reserve for treasury stock		824,369	913
		2,418,837,375	2,466,463
V. Unappropriated income		408,769,341	445,898
thereof income brought forward		119,449,453	85,842
		4,896,990,916	4,974,665
B. Provisions	5		
1. Provisions for severance payments		7,879,036	7,235
2. Provisions for pensions		12,949,017	8,505
3. Provisions for taxes		391,340,709	447,736
4. Other provisions		47,094,981	315,881
		459,263,743	779,357
C. Liabilities	6		
1. Bonds		6,000,000,000	6,250,000
thereof with a remaining maturity of less than one year		—	250,000
thereof with a remaining maturity of more than one year		6,000,000,000	6,000,000
2. Amounts due to banks		559,873,836	468,315
thereof with a remaining maturity of less than one year		123,264,406	99,426
thereof with a remaining maturity of more than one year		436,609,430	368,890
3. Trade payables		13,314,165	10,533
thereof with a remaining maturity of less than one year		13,314,165	10,533
thereof with a remaining maturity of more than one year		—	—
4. Payables to affiliated companies		5,177,384,298	1,533,380
thereof with a remaining maturity of less than one year		5,177,384,298	1,533,380
thereof with a remaining maturity of more than one year		—	—
5. Other liabilities		247,854,141	232,014
thereof with a remaining maturity of less than one year		241,344,241	224,764
thereof with a remaining maturity of more than one year		6,509,900	7,249
thereof taxes		158,448,393	133,892
thereof with a remaining maturity of less than one year		158,448,393	133,892
thereof with a remaining maturity of more than one year		—	—
thereof social security payables		691,549	720
thereof with a remaining maturity of less than one year		691,549	720
thereof with a remaining maturity of more than one year		—	—
thereof with a remaining maturity of less than one year		5,548,453,584	2,118,103
thereof with a remaining maturity of more than one year		6,445,592,579	6,376,139
		11,998,426,440	8,494,242
D. Deferred income		—	34
		17,354,681,099	14,248,298
Contingent Liabilities	7	1,778,425,843	1,711,975

Income Statement

Income statement

	Note	EUR	EUR 1,000
		2016	2015
Sales	8	115,978,998	108,569
Other operating income	9		
a) Income from the retirement of fixed assets		28,926	13
b) Income from the reversal of provisions		275,359,505	556
c) Other		891,486	1,109
		276,279,917	1,678
3. Expenses for materials and other purchased services	10		
a) Expenses for materials		(174,493)	(155)
b) Expenses for purchased services		(7,993,852)	(8,270)
		(8,168,345)	(8,425)
4. Personnel expenses			
a) Wages	11	(65,594,200)	(64,071)
b) Social benefits	12	(24,488,225)	(24,718)
thereof expenses for pensions		(9,067,057)	(8,843)
aa) thereof expenses for severance payments and contributions to staff provision funds		(5,165,695)	(4,547)
bb) thereof expenses for statutory social security, payroll-related taxes and mandatory contributions		(10,143,316)	(11,261)
		(90,082,425)	(88,789)
5. Depreciation and amortization			
a) of fixed tangible and intangible assets		(115,844)	(151)
6. Other operating expenses	13		
a) thereof taxes not included in line 18		(1,499,946)	(1,474)
b) Other		(71,253,329)	(64,942)
		(72,753,275)	(66,416)
7. Subtotal of items 1 to 6		221,139,026	(53,534)
8. Income from investments		593,207,952	602,097
thereof affiliated companies		573,316,730	593,758
9. Income from other securities and lendings carried as financial assets		60,323,186	74,678
thereof affiliated companies		60,039,711	73,665
10. Other interest and similar income		96,342,340	67,871
thereof affiliated companies		61,683,634	18,731
11. Gains on disposal and write-up of fixed financial assets and securities held as current assets		78,718,226	1,520
thereof write-up		—	19
12. Expenses arising from financial assets and securities held as current assets		(619,313,086)	(1,026,552)
thereof impairments		(288,995,000)	(569,748)
thereof affiliated companies		(619,313,086)	(1,026,552)
13. Interest and similar expenses		(342,242,734)	(297,809)
thereof concerning affiliated companies		(54,137,182)	(61,289)
14. Subtotal of items 8 to 13 (Financial result)	14	(132,964,116)	(578,195)
15. Profit before taxation (subtotal of lines 7 and 14)		88,174,910	(631,729)
16. Taxes on income	15	151,144,978	(308,215)
thereof deferred taxes		(99,604)	131
17. Profit after taxation		239,319,888	(939,944)
18. Release of capital reserves		1,492,221	3,308
19. Release of revenue reserves		50,000,000	1,300,000
20. Appropriation to earnings reserves		(1,492,221)	(3,308)
21. Income brought forward from previous years		119,449,453	85,842
22. Unappropriated retained income		408,769,341	445,898

Notes

The accounts of **OMV Aktiengesellschaft**, Vienna, as of December 31, 2016 have been drawn up in accordance with the Austrian Commercial Code (ACC) as amended and in compliance with the general standard to provide a true and fair view of the assets, liabilities, financial position and earnings of the company.

The valuation of assets and liabilities is based on the principle of individual valuation assuming going concern.

Taking into account the principle of prudence, the company only reported the profits realized at the balance sheet date. All identifiable risks and impending losses are taken into account.

As the parent company of the OMV Group, OMV Aktiengesellschaft also prepares separate consolidated financial statements in accordance with International Financial Reporting Standards (IFRSs). The consolidated financial statements are deposited at the Vienna Commercial Court (Commercial Register Number FN 93363z) and are published on the Internet.

In the interests of clear presentation, some items of the balance sheet and income statement have been aggregated. The detailed disclosures are shown in the notes to the accounts. The total cost format is used for the presentation of the income statement.

The annual financial statements were prepared in euro (EUR). The presentation in the notes is in EUR 1,000 as well as EUR thousand, which may result in rounding differences.

Accounting and Valuation Policies

All of the changes introduced by the **Rechnungslegungs-Änderungsgesetz (Financial Reporting Amendment Act) 2014** have been applied to these annual financial statements. The presentation of the balance sheet and income statement was altered accordingly, and where amounts or comparative figures are restated, this is disclosed in the notes to the items concerned. Pursuant to the legislative requirements, movements in cumulative depreciation and amortization have been added to the statement of fixed assets.

Intangible and tangible assets are capitalized at cost and amortized/depreciated on a straight-line basis.

Depreciation is based on the following useful economic lives:

Category

	Useful life
Other fixtures and fittings, tools and equipment	4–10 years

In accordance with the relevant fiscal law provisions, a whole year's depreciation is recognized for **additions** in the first half of the year, and half a year's depreciation for additions in the second half.

Sustained and material **impairments** of fixed assets in excess of scheduled depreciation are recognized by write-downs.

Low value assets up to EUR 400 are capitalized and fully written off in the year of acquisition, and are shown as additions and disposals in the statement of fixed assets.

Financial assets are carried at acquisition cost less any permanent, material impairment. Securities held as fixed assets are carried at the lower of cost or market value at the last trade date of the year.

Accounts receivable and other assets are stated at cost. Non-interest bearing receivables with maturities of over one year are discounted. Foreign currency receivables are stated at the lower of cost or fair value on the balance sheet date. All recognizable risks are accounted for by valuation allowances.

Securities and shares are stated at the lower of cost or fair value on the balance sheet date.

On the balance sheet deferred taxes are reported either under deferred tax assets or provision for taxes and in the income statement under the item Taxes on income. A tax group was formed with effect from January 1, 2005, under section 9 KStG (Corporate Tax Act), with OMV Aktiengesellschaft as the top-tier corporation. Due to group taxation, tax group members that make profits pay OMV Aktiengesellschaft tax contributions equal to the corporate tax attributable to those profits. If a tax group member makes an annual tax loss, OMV Aktiengesellschaft pays it a tax contribution of 25% of the transferred tax loss or the applicable corporate tax rate if different. OMV Aktiengesellschaft retains the profits and losses of most of its domestic subsidiaries on the basis of profit and loss pooling agreements. With 18 companies, OMV Aktiengesellschaft has a tax pooling agreement based on the liability method. OMV Aktiengesellschaft forms a tax group in accordance with section 9 of the Austrian Corporate Income Tax Act 1988 (KStG), which aggregates the taxable profits and losses of all the Group's main subsidiaries in Austria and possibly arising losses of one foreign subsidiary (OMV AUSTRALIA PTY LTD). In 2015, two additional foreign subsidiaries (OMV (U.K.) Limited and OMV Slovensko s.r.o.) have been members of the Austrian tax group.

The treatment of **deferred tax** is now based on the balance sheet liability method. Recognition of deferred tax assets and liabilities is mandatory if there are temporary differences between the carrying amounts for ACC accounting and tax purposes. In principle, a fiscal option for recognizing tax loss carryforwards as deferred tax assets exists.

The nominal value of the **treasury shares** acquired is openly deducted from the capital stock in accordance with section 229 paragraph 1a ACC. The difference between the nominal amount and the acquisition cost is offset against the revenue reserves. In previous financial years treasury shares were reported on the asset side of the balance sheet, under position Securities and shares, in current assets. The comparative figures were restated pursuant to section 906 paragraph 36 ACC.

The **untaxed reserves** were reported under the revenue reserves, and any deferred tax liabilities contained in the latter deducted, in accordance with section 906 paragraph 31 ACC. The comparative figures were restated in conformity with section 906 paragraph 36 ACC.

OMV Aktiengesellschaft has both **defined contribution and defined benefit pension plans**. In the case of defined contribution plans, OMV has no obligations beyond payment of the agreed premiums, and no provision is therefore recognized. In contrast, participants in defined benefit plans are promised pensions at certain levels. Defined benefit pension obligations are accounted for by setting up provisions for pensions, or by means of payments to an external pension fund. The risks associated with these defined benefit pension plans remain with OMV.

Provisions for pensions, severance payments and jubilee payments are calculated using the projected unit credit method, which divides the costs of the estimated benefit entitlements over the whole period of employment and thus takes future increases in remuneration into account. When calculating actuarial gains and losses for the current financial year, these are disclosed under personnel expenses or other operating income. Actuarial losses of EUR 4,248 thousand arising from the discontinuation with the corridor method at year-end 2011 were recognized as personnel expenses over a period of five years, in accordance with the supplements to the Chamber of Accountants and Tax Consultants Statements KFS/RL 2 and 3. The unrecognized actuarial losses arising from the discontinuation of the corridor method amounted to EUR nil thousand as of December 31, 2016 (December 31, 2015: EUR 850 thousand).

Expenses of accrued interests for pension, severance and jubilee provisions together with income from pension plan assets are disclosed as part of financial income and expense.

Payments for defined contribution plans are reported as expenses for pensions.

Provisions for personnel reduction schemes are recognized with the settlement amount if a detailed plan has been approved by management prior to balance sheet date, and an irrevocable commitment is thereby established.

All risks recognizable and contingent liabilities are provided for according to the best estimate.

Liabilities are stated at the settlement amount. Foreign currency liabilities are valued at the higher of cost or amount repayable on balance sheet date.

Provisions and long-term liabilities are measured at the settlement amounts, and projected cost increases are therefore taken into account. Compared to previous years, provisions with recognition periods of more than one year are discounted at the market interest rate.

The **currency hedges** concluded both with banks and with affiliates (on behalf of the affiliates) form a valuation unit from OMV Aktiengesellschaft's perspective. They are therefore not disclosed in the books of OMV Aktiengesellschaft but in the affiliates' financial statements.

Long Term Incentive (LTI) Pläne

Since 2009 LTI plans have been granted to the Executive Board and selected senior executives in the Group. From 2010 to 2016, yearly LTI plans were granted, with similar conditions. The holding period for participants of the plan 2011 ended with end of March, 2016. At vesting date, bonus shares will be granted to the participants. The number of bonus shares is determined depending on the achievement of defined performance targets. Disbursement is made in cash or in shares. The participants can choose between cash payment or shares if they have already fulfilled the minimum shareholding requirements for the LTI Plans. From 2011 till 2015, participation to the plan also was granted to selected employees with outstanding development potential (potentials). Executive Board members and senior executives as participants of the 2012 to 2016 plans are required to build up an appropriate volume of shares and to hold those shares until retirement or departure from the Company.

Provision is made for the expected future costs of the LTI plans at statement of financial position date based on fair values. Fair values are determined using a model considering the expected target achievement and the expected share price. Expected dividends were incorporated into the measurement according to the Company's mid-term planning. For new plans, the expense is spread over the three-year vesting period. As of December 31, 2016, the provision amounted to EUR 11,782 thousand (2015: EUR 11,100 thousand), and the net increase was EUR 683 thousand (2015: EUR (224) thousand). A discount rate of 3.50% was used for the provision calculations.

Main conditions

	2016 plan	2015 plan	2014 plan	2013 plan
Start of plan	1/1/2016	1/1/2015	1/1/2014	1/1/2013
End of performance period	12/31/2018	12/31/2017	12/31/2016	12/31/2015
Vesting date	3/31/2019	3/31/2018	3/31/2017	3/31/2016
Share holding requirement				
Executive Board Chairman	200% of gross base salary	200% of gross base salary	200% of gross base salary	200% of gross base salary
Executive Board Deputy Chairman	175% of gross base salary	175% of gross base salary	175% of gross base salary	175% of gross base salary
Executive Board members	150% of gross base salary	150% of gross base salary	150% of gross base salary	150% of gross base salary
Senior executives	75% of gross base salary	75% of gross base salary	75% of gross base salary	75% of gross base salary
Personal investment held in shares				
Active executive Board members				
Seele	38,038 shares	32,200 shares	—	—
Florey	—	—	—	—
Pleiningner 1	12,979 shares	8,462 shares	—	—
Leitner	51,249 shares	37,163 shares	28,207 shares	27,406 shares
Former executive Board members				
Davies	—	54,626 shares	46,070 shares	46,070 shares
Floren	—	31,929 shares	22,725 shares	16,226 shares
Huijskes	—	38,419 shares	28,095 shares	21,298 shares
Roiss	81,831 shares	80,600 shares	60,173 shares	60,173 shares
Total — Executive Board	184,097 shares	283,399 shares	185,270 shares	171,173 shares
Other senior executives	317,840 shares	287,397 shares	263,809 shares	271,434 shares
Total personal investment	501,937 shares	570,796 shares	449,079 shares	442,607 shares
Expected bonus shares as of December 31, 2016	569,140 shares	994,211 shares	77,101 shares	—
Maximum bonus shares as of December 31, 2016	964,726 shares	1,169,714 shares	771,409 shares	—
Fair value of plan (EUR 1,000)	18,594	32,928	2,598	—

¹ Johann Pleiningner also takes part in the 2013 to 2015 plans in his position as senior executive. His personal investment for the 2013 and 2014 plans was 8,217 shares

Strategic Incentive Plan (SIP)

In 2014, the Strategic Incentive Plan (SIP) was granted to Executive Board members, selected executive managers and selected Upstream experts in the Group. In March 2016, Supervisory Board and Executive Board decided to terminate the SIP without replacement or compensation as the SIP was considered to be contradictory to the new strategy. The termination was implemented until July 2016. However, the SIP is still in place for three former Executive Board members, for details please refer to Note 37 Related Parties.

The SIP is a long-term compensation scheme and is based on virtual share grants that are paid out in cash equivalent, subject to achievement of defined performance measures, at the end of the plan period. Further conditions apply in combination as a prerequisite for any payout (grant period 2014-2018, performance period 2014-2021, payout period 2022-2024).

Each potential participant had to declare at the beginning of the program, if he or she wanted to participate in the SIP. Furthermore, Executive Board members and participating senior executives had to declare if they would participate with an additional personal investment (“Investment Shares”). These declarations were then effective for the entire term of the plan.

Each participant will receive a grant from OMV (“OMV Grant”) in virtual shares that reflect the performance of the underlying OMV shares (the “Phantom Shares”) in up to five consecutive annual tranches between 2014 and 2018. If Investment Shares are contributed, the OMV Grant will be supplemented by OMV with a complementary grant (the “Complementary Grant”) in a ratio of 1:2 i.e. each Phantom Share of the OMV Grant will be supplemented with two additional Phantom Shares under the Complementary Grant.

As of December 31, 2016, the maximum number of Phantom Shares granted amounted to nil (2015: 697,801).

Provision is made for the expected future costs of the Strategic Incentive Plans at statement of financial position date based on fair values. Fair values are determined using a model considering the expected target achievement and the expected share price using a Monte Carlo simulation. Expected dividends were incorporated into the measurement according to the Company’s mid-term planning. For new plans, the expense is spread over the vesting period. As of December 31, 2016, the provision amounted to EUR nil (2015: EUR 777 thousand) due to the fact that the production forecast is significantly below the minimum threshold.

Matching Share Plan (MSP)

The Matching Share Plans for the years 2015 and 2016, as approved by the Annual General Meeting in 2015, respectively 2016, are an integral part of the annual bonus agreement and serves as a long-term compensation vehicle for the members of the Executive Board that promotes retention and shareholder alignment in OMV, combining the interests of management and shareholders via a long-term investment in restricted shares. The plan also seeks to reduce inappropriate risk-taking. For Executive Board members, an award of shares will be made to match 100% of their realized gross annual cash bonus. The performance criteria for the annual bonus may not be amended during the term of the MSP. On determination of the annual cash bonus by the Remuneration Committee, an equivalent matching bonus grant will be made net (after deduction of taxes) in Company shares which shall be transferred to a trustee deposit, managed by the Company, to be held for three years.

Executive Board members can choose for the Matching Share Plan 2015 between cash payment or shares if and to the extent that they have already fulfilled the minimum shareholding requirements for the LTI Plans 2012 to 2016. The payment for the Matching Share Plan 2016 will be made in the form of restricted shares. As of December 31, 2016, an amount of EUR 2,323 thousand was recorded in equity (2015: provision of EUR 2,002 thousand).

Total expense

In 2016, total expense of EUR 14,329 thousand (2015: EUR 7,893 thousand) has been recognized arising from share-based payment transactions, thereof EUR 10,228 thousand (2015: EUR 2,918 thousand) from transactions accounted for as equity-settled share-based payment transactions.

Notes to the Balance Sheet

1 Fixed assets

Movements in fixed assets in 2016 are shown in the statement of fixed assets.

The Land and buildings item includes land valued at EUR 722 thousand (2015: EUR 776 thousand).

Commitments arising from the use of off-balance sheet tangible assets were as follows:

EUR 1,000	2016	2015
Maturing in one year	606	608
Maturing in the next five years	1,562	1,760

Loans with maturities of up to one year amounted to EUR 586.122 thousand (2015: EUR 1.145.236 thousand).

Loans

EUR 1,000	2016	2015
Domestic		
OMV Exploration & Production GmbH	1,460,000	795,226
OMV Austria Exploration & Production GmbH	466,000	—
OMV Gas & Power GmbH	450,000	—
OMV Refining & Marketing GmbH	400,000	750,000
OMV (Tunesien) Production GmbH	158,396	62,933
OMV Finance Services GmbH	153,044	160,396
GAS CONNECT AUSTRIA GmbH	153,000	300,000
BSP Bratislava-Schwechat Pipeline GmbH	1,388	1,388
EGW Heimstätte GmbH	110	120
Foreign		
Pearl Petroleum Company Limited	1,655	9,783
Total	3,243,593	2,079,847

During the reporting period OMV Aktiengesellschaft granted loans to following companies: To OMV (Tunesien) Production GmbH an additional loan of USD 105,000 thousand, to OMV Austria Exploration & Production EUR 466,000 thousand and one of EUR 450,000 thousand to OMV Gas & Power GmbH. OMV Exploration & Production GmbH paid off EUR 795.226 thousand and received a further loan of EUR 1,460,000 thousand. The Loan to GAS CONNECT AUSTRIA GmbH was reduced by EUR 147,000 thousand. OMV Refining & Marketing GmbH paid off EUR 350,000 thousand and OMV Finance Services GmbH paid back EUR 7,352 thousand.

In 2016, grandparent company contributions were granted to the following companies: USD 239,000 thousand to OMV Finance Services USD GmbH, NOK 1,171,500 thousand to OMV Finance Services NOK GmbH and USD 4,313 thousand to OMV (Yemen Block S 2) Exploration GmbH. OMV Exploration & Production received an equity injection in the amount of USD 872,200 thousand and OMV Gas & Power GmbH received one in the amount of EUR 362,000 thousand.

During the reporting period the interest in OMV Petrol Ofisi A.Ş. was sold to OMV Petrol Ofisi Holding Anonim Şirketi. OMV also divested an overall 49% interest in GAS CONNECT AUSTRIA GmbH, of which OMV Aktiengesellschaft held 19.1%.

2 Accounts receivables and other assets

EUR 1,000	2016		2015	
	≤ 1 year	>1 year	≤ 1 year	>1 year
Trade Receivables	29	—	31	—
Receivables from affiliated companies	1,927,854	—	1,472,360	—
[thereof trade]	[14,576]	[—]	[4,906]	[—]
[thereof financing]	[968,534]	[—]	[694,653]	[—]
[thereof profit pooling]	[540,699]	[—]	[498,287]	[—]
[thereof other]	[404,045]	[—]	[274,514]	[—]
Receivables from associated companies	20	—	45	—
[thereof trade]	[13]	[—]	[8]	[—]
Other receivables and assets	3,353	—	9,371	—
Total	1,931,256	—	1,481,807	—

Other receivables include EUR 1,961 thousand (2015: EUR 7,597 thousand) in corporate tax prepayments. The Other receivables and assets item includes no material income due after balance sheet date.

3 Deferred Tax assets

Deferred taxes essentially consists of different valuation rules, distribution standards and depreciation methods. Due to insufficient taxable profits in future, no deferred tax income was recognized in the reporting period. The fiscal option to recognize deferred tax assets relating to loss carryforwards is exercised, due to insufficient taxable profits in future, no deferred tax asset relating to loss carryforwards was recognized in the reporting period.

4 Stockholders' equity

The **capital stock** of OMV Aktiengesellschaft consists of 327,272,727 (2015: 327,272,727) fully paid no par value shares with a total nominal value of EUR 327,272,727 (2015: EUR 327,272,727). There are no different classes of shares and no shares with special rights of control. All shares are entitled to dividends for the financial year 2016, with the exception of treasury shares held by OMV Aktiengesellschaft.

With regard to the expiration on May 13, 2014 of the authorized capital decided upon by the Annual General Meeting on May 13, 2009, the Annual General Meeting authorized the Executive Board on May 14, 2014, subject to the approval of the Supervisory Board, to increase by May 14, 2019, at once or in several tranches, also by way of indirect offer for subscription after taking over by one or several credit institutions according to Section 153 Paragraph 6 Stock Corporation Act, against cash contributions, the share capital by not more than EUR 32,727,272 by issuing up to 32,727,272 new no-par value common voting shares in bearer form. Subject to the approval of the Supervisory Board, the Executive Board has been authorized to exclude in this connection the subscription right of the shareholders (i) to adjust fractional amounts or (ii) to satisfy stock options or long term incentive plans including matching share plans for employees, senior employees and members of the Executive Board/management boards of the Company or one of its affiliates, or other employees' stock ownership plans and subject to the approval of the Supervisory Board, to set the issue price and conditions of issuance (authorized capital). The Supervisory Board has been authorized to adopt amendments to the Articles of Association resulting from the issuance of shares according to the authorized capital.

On May 17, 2011, the Annual General Meeting authorized the Executive Board to repurchase treasury shares of up to 10% of the capital stock during a period of 30 months from the day of the resolution in question. Treasury shares could be repurchased via the stock exchange, by way of public tender or in any other legally permitted way and to any legally permitted purpose until November 16, 2013. The Executive Board had also been authorized to rescind treasury shares upon repurchase as well as treasury shares currently owned by the Company without any further resolution by the Annual General Meeting until the same date.

The Executive Board had also been authorized until May 16, 2016, upon approval by the Supervisory Board but without any further resolution by the Annual General Meeting, to sell or use treasury shares upon repurchase as well as treasury shares currently owned by the Company via the stock exchange, by way of public tender, or in any other way. In particular, treasury shares could be utilized (i) to satisfy stock option and long term incentive plans for employees, executive staff and members of the Executive Board or the management of the Company or affiliated subsidiaries as well as other employees' bonus schemes, (ii) for convertible bonds, if issued, (iii) as a compensation for the acquisition of enterprises, participations or other assets and (iv) to any other legally permitted purpose. The general shareholders' subscription rights could be excluded and this authorization could be exercised wholly or partly.

On May 16, 2016, the Annual General Meeting authorized the Executive Board for a period of five years from the adoption of the resolution, therefore, until (including) May 17, 2021, upon approval of the Supervisory Board, to dispose of or utilize stock repurchased or already held by the Company to grant treasury shares to employees, senior employees and/or members of the Executive Board/management boards of the Company or one of its affiliates including for purposes of share transfer programs, in particular long term incentive plans including matching share plans or other stock ownership plans, under exclusion of the general purchasing possibility of shareholders (exclusion of subscription rights). The authorization can be exercised as a whole or in parts or even in several tranches by the Company, by a subsidiary (Section 189a Number 7 Commercial Code) or by third parties for the account of the Company.

Capital reserves have been formed by the contribution of funds into OMV Aktiengesellschaft by its shareholders over and above the capital stock, on the basis of their ownership relationship.

Revenue reserves: The Financial Reporting Amendment Act 2014 requires the direct inclusion of the untaxed reserves reported at the start of the financial year in the revenue reserves. The untaxed reserves, net of the deferred tax, in the amount of EUR 323 thousand were accordingly transferred to the revenue reserves, and the prior-year items restated.

The nominal value of the **treasury shares** acquired is openly deducted from the capital stock in accordance with section 229 paragraph 1a ACC. The difference between the nominal amount and the acquisition cost is offset against the revenue reserves. The comparative figures were restated pursuant to section 906 paragraph 36 ACC.

Changes in **treasury shares** were as follows:

Treasury shares

EUR 1,000	Number of shares	Cost
January 1, 2015	1,015,102	11,148
Disposals	(102,278)	(1,122)
December 31, 2015	912,824	10,026
Disposals	(88,455)	(970)
December 31, 2016	824,369	9,056

The **number of shares in issue** was as follows:

Number of shares in issue

	Number of shares	Treasury shares	Shares in issue
January 1, 2015	327,272,727	1,015,102	326,257,625
Used for share-based compensations	—	(102,278)	102,278
December 31, 2015	327,272,727	912,824	326,359,903
Used for share-based compensations	—	(88,455)	88,455
December 31, 2016	327,272,727	824,369	326,448,358

5 Provisions

Provisions for employee benefits are recognized in accordance with projected unit credit method. The indexed pension commitments in respect of currently active employees of OMV Aktiengesellschaft were transferred to an external pension fund managed by APK-Pensionskasse AG. The defined benefit plans are generally based on years of service and the employee's average compensation over the last five calendar years of employment.

These pension plans are non-contributory. Changes in the funding of defined benefit plans, and in provisions for jubilee payments were as follows:

EUR 1,000	2016			2015		
	Pensions	Severance payments	Jubilee payments	Pensions	Severance payments	Jubilee payments
Present value of funded obligations	44,768	—	—	41,317	—	—
Market value of plan assets	(31,819)	—	—	(31,667)	—	—
Unrecognized actuarial gains/(losses)	—	—	—	(1,146)	—	—
Provision for funded obligations	12,949	—	—	8,504	—	—
Present value of unfunded obligations	—	7,879	2,026	—	6,939	1,708
Unrecognized actuarial gains/(losses)	—	—	—	—	296	—
Provision for unfunded obligations	—	7,879	2,026	—	7,235	1,708
Provision as of January 1	8,504	7,235	1,708	4,242	8,007	1,616
Expense for the year	4,838	1,568	439	4,733	613	338
Payments to funds	(393)	—	—	(471)	—	—
Benefits paid	—	(1,733)	(199)	—	(892)	(167)
Group transfer	—	808	78	—	(493)	(79)
Provision as of December 31	12,949	7,879	2,026	8,504	7,235	1,708
Interest cost	745	293	66	764	303	67
Current service cost	17	329	111	79	300	94
Expected return on plan assets	—	—	—	—	—	—
Amortized actuarial (gains)/losses	4,076	946	262	3,890	10	177
Expenses of defined benefit plans for the year	4,838	1,568	439	4,733	613	338

Underlying assumptions for calculating pension expenses and expected defined benefit entitlements as of December 31:

	2016			2015		
	Pensions	Severance	Jubilees	Pensions	Severance	Jubilees
Capital market interest rate	3.19%	2.68%	2.91%	3.90%	3.90%	3.90%
Future increases in salaries	3.00%	3.00%	3.00%	3.25%	3.25%	3.25%
Future increases in pensions	1.80%	—	—	1.80%	—	—
Long-term rate of return on plan assets	2.80%	—	—	2.60%	—	—

The biometrical basis for the calculation of provisions for pensions, severance and jubilee entitlements is provided by AVÖ 2008 P – Rechnungsgrundlagen für die Pensionsversicherung (Computational Framework for Pension Insurance) – Pagler & Pagler, using the variant for salaried employees. Employee turnover was estimated based on age or years of service respectively. The expected retirement age used for calculations is based on the earliest possible retirement age according to ASVG regulations.

Applying AFRAC position paper No. 27, "Personnel provisions (ACC)", the average of the discount rate at the applicable balance sheet date and those at the six previous balance sheet dates was used to calculate the pension, severance payment and jubilee payment provisions on the basis of the average residual maturity of the total obligation.

Allocation of plan assets as of December 31

	2016		2015	
	VRG IV	VRG VI	VRG IV	VRG VI
Asset category				
Equity securities	22.59%	9.34%	23.36%	6.22%
Debt securities	61.86%	11.87%	59.19%	29.26%
Cash and money market investments	12.03%	78.79%	14.22%	64.52%
Other	3.52%	—	3.23%	—
Total	100.00%	100.00%	100.00%	100.00%

Investment policies aim to achieve an optimal investment portfolio structure and to ensure that existing entitlements are covered at all times. The investment of plan assets is governed by section 25 Austrian Pension Fund Act and the Investment Fund Act. In addition to these regulations, the investment guidelines of APK-Pensionskasse AG regulate the spread of asset allocation, the use of umbrella funds and the selection of fund managers. New categories of investments or the employment of a wider range of funds require the approval of the APK-Pensionskasse AG management board. Diversification of both equity and debt securities is global; however, the bulk of the debt securities is EUR-denominated.

The funds of the asset allocation and risk group VRG IV are invested in international equity and bond funds, alternative investment strategies (absolute return strategies, real estate and private equity) as well as money market investments. As part of the risk diversification policy, in selecting the asset managers, their different management styles and investment approaches have been taken into account. The long-term investment objective of the VRG IV is to outperform the benchmark (20% global equity, 65% global bonds, 5% cash, 5% alternatives, 5% real estate) and to cover existing and future entitlement payments of the VRG IV. The assets of the VRG IV are invested in such a manner as to ensure the security, quality, liquidity and profitability of the portfolio as a whole, as defined in the Austrian pension fund section 25. The asset allocation and the regional allocation of the VRG IV can and will deviate from the benchmark allocation if this in the judgment of APK is warranted by current asset prices and/or future expected returns. To enhance the return potential, active strategies for all asset classes will be used when justified by market characteristics and/or cost/benefit considerations. The majority of the assets of the VRG IV are invested in liquid active markets for which quoted prices are available. A smaller allocation to assets for which only observable but not quoted prices are available (e.g. real estate and certain absolute return strategies) is allowed when the risk return profile of such assets is believed to be favorable. Risk is managed actively and it is generally expected that the volatility and especially the drawdown risk of the VRG IV will be lower than that of the benchmark.

The investment management policy for the funds of VRG VI is a value-at-risk approach. The process involves investing in global equity markets, European bond instruments and low-risk money market funds with a defined worst-case loss limit, whereby the tactical allocation of funds is very flexible and model-driven. At the same time, the opportunity of benefiting from positive stock market performance shall be partly maintained. The long-term investment objective of the VRG VI is to provide stable, predictable returns that to the greatest possible extent cover the existing and future entitlement payments of the VRG VI. To increase the efficiency of the portfolio management and for cost considerations the portfolio is set up as a base portfolio consisting of short maturity government bonds and a futures overlay strategy. Active quoted prices are available for all assets of the VRG VI.

The actual returns of individual VRGs deviate from the target returns on the plan assets, due to their different maturities and to different developments in the capital markets. In 2016, the performance of VRG IV was slightly below the target return with a performance of +5.4%. The performance of VRG VI was slightly positive with +1.1%.

In 2017, defined benefit related contributions for 2016 to APK-Pensionskasse AG of EUR 9,320 thousand are planned.

Other provisions largely consist of the following:

EUR 1,000		
	2016	2015
Personnel provisions	27,502	28,497
Sundry provisions	19,593	287,384
Total	47,095	315,881

Personnel provisions include provisions for the Long Term Incentive Plan amounting to EUR 11,782 thousand (2015: EUR 11,100 thousand) and provisions of EUR nil (2015: 777 thousand) for the Strategic Incentive Plan. Other provisions include a theoretical withdrawal premium of EUR 19,068 thousand (2015: EUR 14,788 thousand) for a reinsurance relation. The provision for contingent losses amounting to EUR 272,098 thousand due to the deteriorated economic situation of OMV Gas Marketing & Trading GmbH (formerly EconGas GmbH) has been dissolved. Provisions with a residual term of more than one year were discounted at an interest rate of 3.5%.

Initial discounting of the long-term provisions for Long Term Incentive Plan, recognized as of January 1, 2016, yields a positive difference of EUR 386 thousand, which was immediately taken to the operating result.

Due to the recognition of corporate income tax to account for the recapture of losses by foreign tax group members at top-tier corporate level, a provision of EUR 38,780 thousand (2015: EUR 74,782 thousand) is reported for the period. In addition, a provision of EUR 25,492 thousand (2015: EUR 290,336 thousand) was recognized for future tax contribution liabilities arising from the transfer of losses incurred by domestic tax group members. Initial discounting of the long-term provisions for domestic and foreign Group companies, recognized as of January 1, 2016, yields a positive difference of EUR 45,758 thousand, which was immediately taken to profit and loss, as a tax income.

6 Liabilities

EUR 1,000	2016		2015	
	≤ 1 year	>1 year	≤ 1 year	>1 year
Bonds	—	6,000,000	250,000	6,000,000
Amounts due to banks	123,265	436,609	99,426	368,890
Accounts payable from trade	13,314	—	10,533	—
Accounts payable to affiliates	5,177,384	—	1,533,379	—
[thereof trade]	[934]	[—]	[1,013]	[—]
[thereof financing]	[1,268,350]	[—]	[369,767]	[—]
[thereof clearing]	[3,416,843]	[—]	[838,370]	[—]
[thereof other]	[491,257]	[—]	[324,230]	[—]
Other liabilities	241,344	6,510	224,764	7,249
[thereof taxes]	[158,448]	[—]	[133,892]	[—]
[thereof social security expenses]	[692]	[—]	[720]	[—]
Total	5,555,307	6,443,119	2,118,102	6,376,139

A hybrid bond issue at a nominal amount of EUR 750,000,000 was completed on May 25, 2011. The hybrid bears a fixed interest rate of 6.75% until April 26, 2018. On December 7, 2015, OMV issued additional hybrid notes with an aggregate size of EUR 1.5 bn, in two tranches of EUR 750 mn each. Tranche 1 bears a fixed interest coupon of 5.250% until but excluding December 9, 2021 and tranche 2 bears a fixed interest coupon of 6.250% until but excluding December 9, 2025.

Bonds issued

	Nominal	Coupon	Repayment
International corporate bond	EUR 750,000,000	0.60% fixed	11/19/2018
	EUR 500,000,000	1.75% fixed	11/25/2019
	EUR 500,000,000	4.375% fixed	02/10/2020
	EUR 500,000,000	4.25% fixed	10/12/2021
	EUR 750,000,000	2.625% fixed	09/27/2022
	EUR 750,000,000	3.5% fixed	09/27/2027
Hybrid note	EUR 750,000,000		
	EUR 750,000,000		
	EUR 750,000,000		
Total	EUR 6,000,000,000		

Other liabilities include interest expenses for bonds of EUR 77,809 thousand (2015: EUR 85,035 thousand) and personnel reduction expenses of EUR 8,544 thousand (2015: EUR 9,108 thousand). Other liabilities include expenses, which are payable in 2017. The most important amounts comprise of interests for bonds of EUR 77,809 thousand (2015: EUR 85,035 thousand). As of January 1, 2016, a difference of EUR 542 thousand arising from the initial recognition of provisions for personnel reduction schemes at settlement cost was immediately expensed.

Liabilities with maturities of more than one year include liabilities with maturities of more than five years: bond liabilities amounting to EUR 3,750,000 thousand (2015: EUR 4,250,000 thousand) and liabilities due to banks amounting to USD nil (2015: USD 15,000 thousand).

7 Contingent Liabilities under section § 199 and other obligation under section 237 ACC

Contingent liabilities are as follows:

EUR 1,000	2016	2015
Guarantees	1,778,426	1,711,975
[thereof in favor of affiliated companies]	[1,778,272]	[1,711,821]

The change in contingent liabilities mainly resulted from the increase of guarantees issued for: OMV OF LIBYA LIMITED by USD 106,830 thousand, OMV Gas Marketing & Trading GmbH (formerly EconGas GmbH) by EUR 62,724 thousand, OMV Trading GmbH by EUR 35,525 thousand as well as OMV Refining & Marketing GmbH by EUR 45,192 thousand. Guarantees for OMV Supply & Trading Limited were reduced by USD 208,424 thousand.

The following **other financial commitments** are not reported under liabilities or contingent liabilities:

OMV Aktiengesellschaft has given an undertaking to OMV Clearing und Treasury GmbH, which runs the Group's clearing operations, to maintain its liquidity for the duration of its membership of the Group.

OMV Aktiengesellschaft has issued guarantees and letters of comfort on behalf of certain exploration, production and distribution companies in respect of the fulfillment of concession and license agreements and various other agreements of indeterminate amounts.

With a letter of financial support vis à vis OMV Gas Germany GmbH, OMV Aktiengesellschaft has undertaken to provide adequate financial funding if necessary.

OMV Aktiengesellschaft has also provided a letter of financial support to OMV (U.K.) Limited in order to maintain its liquidity. This agreement was applicable for 18 months, starting with July 5th, 2016, but was terminated by mutual consent as part of the sale of the interest on January 13, 2017. Information on this point is provided in the 'Subsequent events' section.

OMV Aktiengesellschaft has joint liability for pension obligations assumed by Group companies, as well as for additional contributions to rectify shortfalls in the funding of obligations transferred to external pension funds and bridging payments to separated employees.

Notes to the Income Statement

8 Sales

EUR 1,000	2016	2015
Domestic	105,615	103,035
Foreign	10,364	5,534
Total	115,979	108,569

The sales consist both of corporate service charges paid by Group companies and of revenues generated by operational activities performed within Group companies.

9 Other operating income

EUR 1,000	2016	2015
Gains on the disposal of fixed assets other than financial assets	29	13
Gains on reversal of provisions	275,359	556
Other	891	1,109
Total	276,280	1,678

Sundry operating income mainly includes gains on reversal of provisions for personnel in the amount of EUR 3,262 thousand (2015: EUR 189 thousand) as well as for contingent losses amounting to EUR 272,097 thousand (2015: EUR nil).

10 Expenses for material and services

EUR 1,000	2016	2015
Cost of materials	174	155
Cost of services	7,994	8,270
Total	8,168	8,425

The expenses for services contain costs of services provided by third parties.

11 Personnel expenses

EUR 1,000		
	2016	2015
Salaries	65,594	64,071
Statutory social security, and pay-related levies and compulsory contributions	10,143	11,261
Other expenses for employee benefits	112	68
Total	75,849	75,400

The item Salaries include expenses related to provisions for anniversary bonuses in the amount of EUR 360 thousand (2015: EUR 271 thousand).

12 Expenses for severance payments, payments to occupational pension funds and expenses for pensions

EUR 1,000		
	2016	2015
Expenses for severance payments	4,535	3,904
Payments to occupational pension funds	631	643
Defined contribution personnel expense	3,400	3,344
Defined benefit personnel expense	5,667	5,498
Total	14,233	13,389

Expenses for personnel reduction programs are included in position Expenses for severance payments amounting to EUR 3,259 thousand (2015: EUR 3,594) as well as in position Defined benefit personnel expense amounting to EUR 1,359 thousand (2015: EUR 1,293 thousand).

The breakdown of expenses for severance payments and pensions is as follows:

EUR 1,000				
	2016		2015	
	Severance	Pensions	Severance	Pensions
Current and former members of Executive Board	112	974	1,804	1,138
Senior executives	1,709	783	166	885
Other employees	2,399	3,234	2,567	2,929
Actuarial (gains) and losses	946	4,076	10	3,890

13 Other operating expenses

EUR 1,000		
	2016	2015
Taxes not shown under item 16 (Taxes on income)	1,500	1,473
Other	71,253	64,942
Total	72,753	66,415

The tax item largely concerns fees paid to Austrian Financial Market Authority. Other expenses include: EUR 18,796 thousand in services delivered by OMV Group's internal service provider (2015: EUR 21,843 thousand), EUR 7,600 thousand in advertising expenditure (2015: EUR 9,365 thousand), EUR 29,100 thousand in legal and consultancy fees (2015: EUR 10,968 thousand), EUR 3,160 thousand in various third-party services (2015: 7,344 thousand) and EUR 2,504 thousand in insurance premiums (2015: EUR 2,782 thousand).

14 Financial income and expenses

Income from investments amounting to EUR 593,208 thousand (2015: EUR 602,097 thousand) include EUR 540,699 thousand (2015: EUR 497,653 thousand) from profit-pooling arrangements, EUR 32,617 thousand in dividends from affiliated companies (2015: EUR 96,105 thousand) and EUR 19,891 thousand (2015: EUR 8,339 thousand) from other investment income. As of the balance sheet date, there were profit and loss pooling agreements with the following companies: OMV Solutions GmbH, OMV Refining & Marketing GmbH, OMV Insurance Broker GmbH and OMV Gas & Power GmbH.

Income from investments includes gains from disposal of affiliated companies amounting to EUR 78,718 thousand (2016: EUR nil).

The expenses arising from financial assets include EUR 330,318 thousand (2015: EUR 184,706 thousand) in expenses arising from profit pooling agreements. This item also contains impairment losses of EUR 288,995 thousand (2015: EUR 424,363 thousand) related to OMV Petrol Ofisi A.Ş. based on the fair value of disposal derived from the agreed sales price. Information on this topic is provided in the "Subsequent events" section.

15 Taxes on income

EUR 1,000	2016	2015
Current taxes	(151,245)	308,346
Deferred taxes	100	(131)
Total	(151,145)	308,215

Current taxes comprise in EUR 5,240 thousand tax income from previous years (2015: tax expense EUR 956 thousand) and in EUR 146,004 thousand corporate tax income (2015: corporate tax expense of EUR 307,390 thousand) attributable to the top-tier corporation in consequence of the formation of a tax group under section 9 Corporate Tax Act, after the tax contributions charged. Current corporate tax income includes corporate tax income of EUR 36,002 thousand (2015: corporate tax expense of EUR 23,981 thousand) due to the change in the corporate tax provision for the retroactive taxation of tax losses declared by foreign tax group members. Corporate tax expense includes a provision of EUR 25,472 thousand (2015: EUR 290,336 thousand) recognized for future tax contribution liabilities arising from the transfer of losses incurred by domestic tax group members.

The difference of EUR 45,758 thousand arising from discounting of the long-term provisions for domestic and foreign Group companies was recognized as tax income.

The reported deferred tax expense amounting to EUR 100 thousand (2015: deferred tax income EUR 131 thousand) resulted from the valuation allowance of neutral adjustments.

Supplementary Information

16 Interest rate risk management and derivatives

To facilitate management of interest rate risk, liabilities are analyzed in terms of fixed and floating rate borrowings, currencies and maturities. Appropriate ratios for the various categories are established, and where necessary derivative instruments are used to hedge fluctuations outside predetermined ranges.

Where necessary, the Company hedges its own and Group companies' foreign currency risks. OMV Aktiengesellschaft has entered hedges with banks, and transferred them to Group companies. For these hedges a valuation unit has been built, and these hedges are accounted in Group companies. As of December 31, 2016, the main exposures were to the EUR-GBP, EUR-USD as well as the EUR-HUF exchange rates.

As of December 31 the value of transactions used to hedge foreign currency for Group companies, which is not recognized in the balance sheet due to the formation of a valuation unit, was as follows:

Currency derivatives: Forwards

EUR 1,000

	2016			2015		
	Notional value	Fair value	Carrying value	Notional value	Fair value	Carrying value
Currency forwards	292,709	(2,283)	—	156,641	(214)	—

OMV Aktiengesellschaft employs currency swaps for liquidity management purposes.

Interest rate swaps are used from time to time to convert fixed rate debt into floating rate debt, and vice versa. In 2015 the last interest rate hedge expired, and afterwards no further interest rate derivatives were concluded.

As of December 31 the value of transactions used to hedge foreign currency for OMV Aktiengesellschaft was as follows:

Currency derivatives: Swaps

EUR 1,000

	2016			2015		
	Notional value	Fair value	Carrying value	Notional value	Fair value	Carrying value
FX Swap AUD-USD	28,090	65	—	—	—	—
FX Swap USD-NOK	71,860	778	—	—	—	—
FX Swap EUR-NOK	—	—	—	42,782	96	—

The fair value of the derivative instruments reflects the estimated amounts that OMV would pay or receive if the positions were closed at balance sheet date. Quotations from banks or appropriate pricing models are used to estimate the fair value of financial instruments at balance sheet date. These models apply the forward rates/forward prices and exchange rates ruling at balance sheet date, as well as volatility indicators to the price calculations. Recognition is under other provisions.

17 Governing bodies, employees and related parties

The average number of employees was:

	2016	2015
Salaried employees	384	430
Total	384	430

The remuneration received by the Executive Board was made up as follows:

Remuneration received by the Executive Board

EUR 1,000

	2016								
	active members of the Executive Board as of December 31, 2016				former members of the Executive Board				Total
	Seele	Florey	Pleiningner	Leitner	Davies ^{4, 5}	Floren ^{6, 7}	Huijskes ⁸	Roiss ^{9, 10}	
Short Term Benefits	1,237	640	694	1,217	1,502	—	702	1,086	7,079
Fixed (base salary)	900	560 ¹	550	700	886	—	181	—	3,778
Variable (cash bonus)	324	—	132	504	603	—	521	1,086 ¹¹	3,170
Benefits in kind	13	80 ²	12	13	13	—	—	—	131
Post Employment Benefits	225	75	138	175	323	—	39	—	974
Pension fund contributions	225	75	138	175	323	—	39	—	974
Share based payments	327	—	133	679	893	203	729	1,465	4,430
Variable (Matching Share Plan)	327	—	133	509	609	—	526	1,086 ¹¹	3,191
Variable (LTIP)	—	—	— ³	169	284	203	203	379	1,238
Total	1,790	715	965	2,071	2,717	203	1,470	2,552	12,483

¹ Including EUR 260 thousand linked to an obligation to buy OMV shares for the LTIP shareholding requirements

² Including rent, home flights, relocation costs, schooling costs and related taxes

³ Johann Pleiningner was entitled to EUR 100 thousand based on the senior manager LTIP 2013 (paid out in cash)

⁴ David C. Davies resigned from the Executive Board effectively July 31, 2016

⁵ David C. Davies is entitled to bonus payments and payments under the Long Term Incentive Plans until March 31, 2017, which have been agreed as a lump-sum payment and payments under the Strategic Incentive Plan until March 31, 2017

⁶ Hans-Peter Floren resigned from the Executive Board effectively December 31, 2014

⁷ Hans-Peter Floren is entitled to bonus payments under the Strategic Incentive Plan until June 30, 2015

⁸ Jaap Huijskes resigned from the Executive Board effectively August 31, 2015

⁹ Gerhard Roiss resigned from the Executive Board effectively June 30, 2015

¹⁰ In addition to the remuneration received in 2016, Gerhard Roiss is entitled to bonus payments under the Long Term Incentive Plans and the Strategic Incentive Plan until March 31, 2017 based on target achievement

¹¹ Including upfront bonus payments for the period January 2016 to March 2017

Remuneration for David C. Davies was partly paid out under the employment contract with OMV Solutions GmbH.

Remuneration received by the Executive Board

EUR 1,000

	2015							Total
	active members of the Executive Board as of December 31, 2015				former members of the Executive Board			
	Seele	Davies	Pleininger	Leitner	Floren ^{4, 5}	Huijskes ^{8, 9}	Roiss ^{10, 11}	
Short term benefits	2,039	1,251	187	971	874	793	897	7,012
Fixed (base salary)	1,970 ¹	880	183	700	300	464	478	4,975
Variable (cash bonus)	—	361	—	261	572 ⁶	323	414	1,931
Benefits in kind	69 ²	10	3	10	3	6	5	106
Post employment benefits	113	321	49	175	300	181	—	1,138
Pension fund contributions	113	321	49	175	300	181	—	1,138
Termination benefits	—	—	—	—	750	372	1,220	2,343
Termination benefits	—	—	—	—	750	372	1,220	2,343
Share based payments	—	684	—	458	771	528	835	3,275
Variable (Matching Share Plan)	—	405	—	292	605 ⁷	362	463	2,127
Variable (LTIP)	—	279	— ³	166	166	166	372	1,148
Total	2,151	2,256	236	1,604	2,695	1,874	2,952	13,767

¹ Including EUR 1,517 thousand linked to an obligation to buy OMV shares for the LTIP shareholding requirements

² Including rent, parking, home flights, rental car, relocation costs and related taxes

³ Johann Pleininger was entitled to EUR 90 thousand based on the senior manager LTIP 2012 (partly paid out in cash)

⁴ Hans-Peter Floren resigned from the Executive Board effectively December 31, 2014

⁵ Including variable cash bonus for 2015 EUR 300 thousand

⁶ Including EUR 300 thousand for Matching Share Plan 2015

⁷ Jaap Huijskes resigned from the Executive Board effectively August 31, 2015

⁸ In addition to the remuneration received in 2015, Jaap Huijskes is entitled to salary and pension fund payments until March 31, 2016 amounting to EUR 220 thousand, to cash bonus and to payments under the Long Term Incentive Plans and the Strategic Incentive Plan until March 31, 2016 based on target achievement

⁹ Gerhard Roiss resigned from the Executive Board effectively June 30, 2015

¹⁰ In addition to the remuneration received in 2015, Gerhard Roiss is entitled to a bonus payment (covering cash bonus and Matching Share Plan bonus) for 2015 until March 31, 2017 amounting to EUR 2,173 thousand, payable on June 30, 2016 and payments under the Long Term Incentive Plans and the Strategic Incentive Plan until March 31, 2017 based on target achievement

The members of the Executive Board and the members of the Supervisory Board are covered by directors and officers liability insurance (D&O) and legal costs insurance, A large number of other OMV employees also benefit from these two forms of insurance, and the insurers levy lump-sum premiums, which are not specifically attributed to the Board members.

In 2016, remuneration expenses for the Supervisory Board amounted to EUR 489 thousand (2015: EUR 482 thousand).

OMV Aktiengesellschaft is the parent company of the OMV Group and acts as a holding company, OMV Aktiengesellschaft also provides the other Group companies with corporate financial and management services.

All transactions with related parties were concluded at arm's length.

Regarding the expenses rendered by the Auditor for the year just ended OMV Aktiengesellschaft refers to the consolidated financial statements of OMV Group.

18 Dividend recommendation

Unappropriated income for the 2016 financial year amounted to EUR 408,769 thousand (2015: EUR 445,898 thousand).

For 2016, the Executive Board of OMV Aktiengesellschaft proposes a dividend of EUR 1,20 (2015: EUR 1,00) per eligible share, which is subject to confirmation by the Annual General Meeting in 2017. The dividend for 2015 was paid in May 2016 and amounted to EUR 326,448 thousand (2015 payment amounted to EUR 407,948 thousand).

19 Report on payments to governments

The consolidated report on payments to governments is integrated in the Group's annual report and is available on OMV's website: www.omv.com > Investor Relations > Reports & Presentation.

20 Subsequent events

On January 13, 2017, OMV Group closed the sale of 100% of the shares held in OMV (U.K.) Limited to Siccar Point Energy Limited, Aberdeen, following the fulfillment of the agreed conditions, including regulatory approval. The consideration received amounted to approximately USD 870 mn. The transaction documentation provides for further contingent purchase price elements depending on the co-venturers' approval of the Rosebank project final investment decision.

On March 3, 2017, OMV Group signed an agreement to sell 100% of the shares in OMV Petrol Ofisi to VIPTurkey Enerji AS, a subsidiary of Vitol Investment Partnership Ltd. The transaction is subject to conditions, including the relevant regulatory approvals and is anticipated to close in Q3/17 at the latest.

On March 5, 2017, OMV Group signed an agreement to acquire a 24.99% in the Yuzhno Russkoye natural gas field located in Western Siberia from Uniper SE. The purchase price amounts to USD 1,850 mn (approx. EUR 1,749 mn based on an agreed exchange rate of EUR 1 = USD 1.0575). The transaction is anticipated to close by year end and will be retroactively effective as of January 1, 2017. The implementation of the transaction is subject to further conditions, including co-shareholder consent as well as merger control and foreign investment control clearance in Russia.

Direct Investments by OMV Aktiengesellschaft (interest of at least 20%)

1,000 in stated currency

	Equity interest in %	Currency	Equity as of 31 Dec. 2016	Net income/ loss in 2016
Domestic				
OMV Exploration & Production GmbH, Vienna ¹	100	EUR	1,589,177	(698,813)
OMV Gas & Power GmbH, Vienna ¹	100	EUR	543,802	(332,620)
OMV Insurance Broker GmbH, Vienna ¹	100	EUR	45	12
OMV Refining & Marketing GmbH, Vienna ¹	100	EUR	1,303,646	269,928
OMV Solutions GmbH, Vienna ¹	100	EUR	3,616,709	280,467
Foreign				
Amical Insurance Limited, Douglas	100	EUR	82,980	7,838
OMV AUSTRALIA PTY LTD, Sydney ¹	100	AUD	(154,903)	(5,685)
OMV International Oil & Gas GmbH, Zug ²	100	CHF	1,516	761
OMV Petrol Ofisi Holding Anonim Şirketi, Istanbul	100	TRY	6,829,090	268,484
OMV PETROM SA, Bucharest	51.01	RON	26,000,810	907,850

¹ Tax group member under section 9 Corporate Tax Act² from 2015

Supervisory Board

Peter Löscher (from May 18, 2016)
Chairman

Peter Oswald (till May 18, 2016)
Chairman

Gertrude Tumpel-Gugerell
Deputy Chairwoman

Murtadha Al Hashmi
Deputy Chairman

Wolfgang C. Berndt

Karl Rose (from May 18, 2016)

Alyazia Ali Saleh Al Kuwaiti (till May 18, 2016)

Helmut Draxler

Marc H. Hall (from May 18, 2016)

Wolfram Littich (till May 18, 2016)

Ahmed Matar Al Mazrouei (from May 18, 2016)

Herbert Stepic (till May 18, 2016)

Herbert Werner

Elif Bilgi Zapparoli

Delegated by the Works Council:

Christine Asperger

Wolfgang Baumann

Herbert Lindner

Alfred Redlich

Martin Rossmann (till September 26, 2016)

Gerhard Singer (from September 26, 2016)

In addition to internationally experienced board members and directors of the core shareholder, the Supervisory Board appointed in the Annual General Meeting is made up of highly qualified independent members, OMV observes EU recommendations relating to independence,

Presidential and Nomination Committee:

Löscher (Chairman) (from May 18, 2016), Oswald (Chairman) (till May 18, 2016), Tumpel-Gugerell (Deputy Chairwoman), Berndt, Al Hashmi (Stellvertreter), Al Kuwaiti (till May 18, 2016), Al Mazrouei (till May 18, 2016), Baumann, Redlich, Rossmann (till September 26, 2016)

Audit Committee:

Tumpel-Gugerell (Chairwoman), Al Hashmi (Deputy), Berndt, Oswald (till May 18, 2016), Löscher (from May 18, 2016), Draxler, Littich (till May 18, 2016), Werner, Baumann, Lindner, Rossmann (till September 26, 2016), Singer (from September 26, 2016)

Project Committee:

Rose (Chairman) (from May 18, 2016), Löscher (Deputy) (from May 18, 2016), Oswald (Chairman) (till May 18, 2016), Berndt, Al Hashmi (Deputy), Al Kuwaiti (till May 18, 2016), Hall (from May 18, 2016), Littich (till May 18, 2016), Tumpel-Gugerell, Al Mazrouei (from May 18, 2016), Asperger (from September 26, 2016), Baumann, Lindner, Rossmann (till September 26, 2016), Singer (from September 26, 2016)

Remuneration Committee:

Löscher (Chairman) (from May 18, 2016), Oswald (till May 18, 2016), Berndt (Deputy), Al Hashmi (Deputy), Draxler

Executive Board

Rainer Seele

Chairman of the Executive Board and CEO

Reinhard Florey

CFO

Johann Pleininger

Upstream

Manfred Leitner

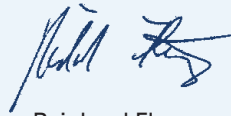
Downstream

Vienna, March 22, 2017

The Executive Board



Rainer Seele
Chairman



Reinhard Florey



Johann Pleininger



Manfred Leitner

Statement of Fixed Assets in Accordance with Section 226 (1) ACC

Development of acquisition costs

EUR 1,000

	As of Jan. 1, 2016	Additions
Tangible assets		
Land	776	
Other fixtures and fittings, tools and equipment	1,014	241
	1,790	241
Financial assets		
Investments in affiliated companies	12,405,276	1,544,489
Loans to affiliated companies	2,068,555	2,501,463
Other investments	26,625	
Securities (loan stock rights) held as fixed assets	4,506	
Other lendings	11,291	307
	14,516,253	4,046,259
	14,518,043	4,046,500

Disposals	As of Dec. 31, 2016	Depreciation and amortization as of Dec 31, 2016 (cumulative)	Carrying value as of Dec. 31, 2016	Carrying value as of Dec. 31, 2015
54	722		722	776
235	1,020	529	491	427
289	1,742	529	1,213	1,203
1,015,974	12,933,791	2,197,058	10,736,733	9,725,639
1,329,578	3,240,440		3,240,440	2,068,555
	26,625		26,625	26,625
	4,506		4,506	4,506
8,446	3,152		3,152	11,291
2,353,998	16,208,514	2,197,058	14,011,456	11,836,616
2,354,287	16,210,256	2,197,587	14,012,669	11,837,819

Depreciation movement

EUR 1,000

	As of Jan. 1, 2016	Depreciation	Impairment	Disposals	As of Dec. 31, 2016
Tangible assets					
Land					
Other fixtures and fittings, tools and equipment	587	116	—	174	529
	587	116	—	174	529
Financial assets					
Investments in affiliated companies	2,679,636	—	288,995	771,573	2,197,058
Loans to affiliated companies	—	—	—	—	—
Other investments	—	—	—	—	—
Securities (loan stock rights) held as fixed assets	—	—	—	—	—
Other lendings	—	—	—	—	—
	2,679,636	—	288,995	771,573	2,197,058
	2,680,223	116	288,995	771,747	2,197,587

Abbreviations and Definitions

A

ACC

Austrian Company Code

ACCG

Austrian Code of Corporate Governance

AGM

Annual General Meeting

B

bbl, bbl/d

Barrel (1 barrel equals approximately 159 liters), barrels per day

bcf, bcm

Billion standard cubic feet (60 °F/16 °C), billion standard cubic meters (32 °F/0 °C)

bn

Billion

boe, boe/d

Barrel of oil equivalent, boe per day

C

CAPEX

Capital Expenditure

capital employed

Equity including non-controlling interests plus net debt

cbm, cf

Standard cubic meters (32 °F/0 °C), standard cubic feet (60 °F/16 °C)

CCS/CCS effects/inventory holding gains/(losses)

Current Cost of Supply; inventory holding gains and losses represent the difference between the cost of sales calculated using the current cost of supply and the cost of sales calculated using the weighted

average method after adjusting for any changes in valuation allowances in case the net realizable value of the inventory is lower than its cost. In volatile energy markets, measurement of the costs of petroleum products sold based on historical values (e.g. weighted average cost) can have distorting effects on reported results (EBIT, net income, etc.). The amount disclosed as CCS effect represents the difference between the charge to the income statement for inventory on a weighted average basis (adjusted for the change in valuation allowances related to net realizable value) and the charge based on the current cost of supply. The current cost of supply is calculated monthly using data from supply and production systems at the Downstream Oil level

CEE

Central and Eastern Europe

Clean CCS EBIT

Earnings Before Interest and Taxes adjusted for special items and CCS effects. Group clean CCS EBIT is calculated by adding the clean CCS EBIT of Downstream Oil, the clean EBIT of the other segments and the reported consolidation effect adjusted for changes in valuation allowances, in case the net realizable value of the inventory is lower than its cost

Clean CCS EPS

Clean CCS Earnings Per Share is calculated as clean CCS net income attributable to stockholders divided by weighted number of shares

Clean CCS net income attributable to stockholders

Net income attributable to stockholders, adjusted for the after tax effect of special items and CCS

Clean CCS ROACE

Clean CCS Return On Average Capital Employed is calculated as NOPAT (as a sum of current and last three quarters) adjusted for the after-tax effect of special items and CCS, divided by average capital employed (%)

Co&O

Corporate and Other

E

EBIT

Earnings Before Interest and Taxes

EBITD

Earnings Before Interest, Taxes, Depreciation and amortization, impairments and write-ups of fixed assets

EPS

Earnings Per Share; net income attributable to stockholders divided by total weighted average shares

EPSA

Exploration and Production Sharing Agreement

equity ratio

Equity divided by balance sheet total, expressed as a percentage

EU

European Union

EUR

Euro

F

FX

Foreign exchange

gearing ratio

Net debt divided by equity, expressed as a percentage

<p>G</p> <hr/> <p>GDP Gross Domestic Product</p>	<p>MW Megawatt</p> <p>MWh Megawatt hour</p>	<p>O</p> <hr/> <p>OECD Organisation for Economic Cooperation and Development</p> <p>OPEX Operating Expenditures; cost of material and personnel during production, excluding royalties</p>
<p>H</p> <hr/> <p>H1, H2 First, second half of the year</p> <p>HSSE Health, Safety, Security and Environment</p>	<p>N</p> <hr/> <p>n.a. Not available</p> <p>n.m. Not meaningful</p> <p>net assets Intangible assets, property, plant and equipment, equity-accounted investments, investments in other companies, loans granted to equity-accounted investments, total net working capital, less provisions for decommissioning and restoration obligations</p>	<p>P</p> <hr/> <p>payout ratio Dividend per share divided by earnings per share, expressed as a percentage</p> <p>PJ Petajoule, 1 petajoule corresponds to approx. 278 mn kilowatt hours</p>
<p>I</p> <hr/> <p>IASs International Accounting Standards</p> <p>IFRSs International Financial Reporting Standards</p>	<p>net debt Interest-bearing debts including bonds and finance lease liabilities less liquid funds (cash and cash equivalents)</p> <p>net income Net operating profit or loss after interest and tax</p>	<p>Q</p> <hr/> <p>Q1, Q2, Q3, Q4 First, second, third, fourth quarter of the year</p>
<p>K</p> <hr/> <p>kbbl, kbbl/d Thousand barrels, thousand bbl per day</p> <p>kboe, kboe/d Thousand barrels of oil equivalent, thousand boe per day</p> <p>km² Square kilometer</p> <p>KPI Key Performance Indicator</p>	<p>NGL Natural Gas Liquids; natural gas that is extracted in liquid form during the production of hydrocarbons</p> <p>NOK Norwegian krone</p> <p>NOPAT Net Operating Profit After Tax; Net income + Net interest related to financing – Tax effect of net interest related to financing NOPAT is a KPI that shows the financial performance after tax, independent of the financing structure of the company.</p>	<p>R</p> <hr/> <p>ROACE Return On Average Capital Employed; NOPAT divided by average capital employed expressed as a percentage</p> <p>ROE Return On Equity; net income/loss for the year divided by average equity, expressed as a percentage</p> <p>ROFA Return On Fixed Assets, EBIT divided by average intangible and tangible assets expressed as a percentage</p> <p>RONA Return On Net Assets; NOPAT divided by average net assets, expressed as a percentage</p> <p>RON New Romanian leu</p>
<p>L</p> <hr/> <p>LNG Liquefied Natural Gas</p> <p>LTIR Lost-Time Injury Rate per million hours worked</p>		
<p>M</p> <hr/> <p>mn Million</p>		

RRR

Reserve Replacement Rate;
total changes in reserves
excluding production, divided
by total production

S

sales revenues

Sales excluding petroleum
excise tax

SEE

Southeastern Europe

Special items

Special items are expenses and
income reflected in the financial
statements that are disclosed
separately, as they are not part
of underlying ordinary business
operations. They are being
disclosed separately in order
to enable investors to better
understand and evaluate OMV
Group's reported financial
performance

T

t, toe

Metric tonne, tonne of oil
equivalent

TRIR

Total Recordable Injury Rate

TRY

Turkish lira

TSR

Total Shareholder Return

TWh

Terawatt hour

U

USD

US dollar

For more abbreviations and definitions, please visit
www.omv.com > Press Room > Glossary.

Contact at Investor Relations:

OMV Aktiengesellschaft

Investor Relations

Trabrennstrasse 6–8

1020 Vienna, Austria

Tel. +43 1 40440-21600

Fax +43 1 40440-621600

investor.relations@omv.com

www.omv.com

www.twitter.com/omv

www.omv.com/socialmedia

In the interest of a fluid style that is easy to read,
non-gender-specific terms have been used in the notes
chapter of this annual report.



OMV Aktiengesellschaft
Trabrennstrasse 6-8
1020 Vienna
Austria
Tel +43 1 40440-0
www.omv.com
www.omv.com/socialmedia