

Raiffeisen International Bank Holding AG  
**CORPORATE GOVERNANCE  
REPORT 2009**

Report on the external examination of  
Raiffeisen International Bank Holding AG's compliance  
with the rules of the Austrian Corporate Governance Code  
during the financial year 2009

Vienna, March 2010

Raiffeisen International Bank Holding AG  
**CORPORATE GOVERNANCE  
REPORT 2009**

Report on the external examination of  
Raiffeisen International Bank Holding AG's compliance  
with the rules of the Austrian Corporate Governance Code  
during the financial year 2009

Company evaluated:

Raiffeisen International Bank Holding AG

Period evaluated:

January 1 to December 31, 2009

Evaluating organization:

Univ. Prof. DDr. Waldemar Jud Corporate Governance Forschung CGF GmbH

Vienna, March 2010

## Summary of the findings of the external examination of Raiffeisen International's compliance with the rules set out in the Austrian Corporate Governance Code 2009 during the financial year 2009

Raiffeisen International Bank Holding AG („Raiffeisen International“) undertook to comply with the Austrian Corporate Governance Code (“Code”/“ÖCGK”) along with their quotation at the Austrian Stock Exchange in April 2005.

In compliance with Rule 62 of the Code, the board of the Raiffeisen International commissioned us to independently monitor its compliance with the rules stipulated by the Austrian Working Group for Corporate Governance in 2009 during the financial year 2009.

The main aim of the external examination is to provide the public with an independent view on the company's compliance with the rules set out in the Code.

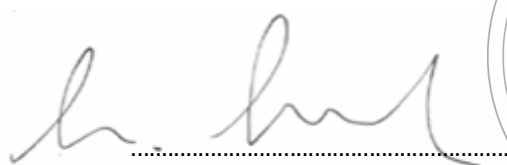
We made our examination on the basis of a questionnaire drafted by the Austrian Working Group for Corporate Governance for the external examination of compliance to the Code. Our report is primarily based on questioning company personnel and a random examination of the evidence and details provided.

Based on our examination we can state that Raiffeisen International has complied with the rules of the Code as far as they were agreed – with the exception of the rule regarding functions of supervisory board members on boards of companies, which are competitors (Rule N° 45) - during the financial year 2009. Some rules were not applicable to Raiffeisen International during this year.

This statement is not an investment recommendation and should be passed over when making decisions about investments in or contracts with Raiffeisen International. We do not accept any liability against third parties.

Vienna, 8 March 2010

Univ. Prof. DDr. Waldemar Jud Corporate Governance Forschung CGF GmbH



Dr. Wolfgang Graf



o. Univ. Prof. DDr. Waldemar Jud

**QUESTIONNAIRE FOR THE EXTERNAL EVALUATION OF COMPLIANCE  
WITH THE AUSTRIAN CORPORATE GOVERNANCE CODE (according to rule 62)**

This questionnaire has been prepared by the Austrian Working Group for Corporate Governance and is designed to ensure the highest level of uniformity in the external evaluation as a means to guarantee the highest degree of comparability of the evaluation results. The objective of the evaluation is to make available to the public an overview of the status of compliance of those companies, which have publicly declared their adherence to corporate governance principles. The questionnaire will be the basis of the evaluation, except in those cases, where the designated questions exceed the content of the rule queried. This questionnaire has been designed to give investors an easy-to-understand and quick overview of a company's corporate governance practices. Therefore, the completed questionnaires may be published by the companies to meet this end.

The questionnaire is divided into one part with the questions organized to follow the comply-or-explain principle of the C-Rules of the Code, and into a second part containing the R-Rules of the Code. The L-Rules of the Code have not been included, because law mandates compliance with these rules. The field with the heading "Notes of the reviewing organization" is for the use of the reviewer, especially for explanations as to whether a company has satisfactorily explained in an understandable manner its non-compliance with a C-Rule. When selecting a reviewing organization, please ensure that it meets at least the following requirements: It must be independent of the company being reviewed; it may not pursue any own interests; it must have the necessary expert knowledge and must observe the obligation to maintain secrecy.

Company evaluated: Raiffeisen International Bank Holding AG

Period evaluated: January 1 to December 31, 2009 as well as events material to the annual financial statements for 2009 occurring after the balance sheet date and before March 5, 2010.

Evaluating organization: Univ.Prof. DDr. Waldemar Jud Corporate Governance Forschung CGF GmbH [FN 204548g, HG Wien]

Principles and procedure of the evaluation:

Application of the rules of the Austrian Corporate Governance Codex 2009 and analogue application of the rules issued by the International Federation of Accountants (IFAC) for projects involving an audit review of annual financial statements (ISRE 2400, former ISA 910). This Standard requires that we plan and perform the examination to obtain moderate assurance as to whether the Corporate Governance Report is free of material misstatement. Our report is primarily based on questioning company personnel and a random examination of the evidence and details provided. According to the Code, special ruling for banks has priority over that stipulated in the ÖCGK, which has to be taken into consideration when monitoring a bank's compliance.

Section I: "C" Rules

Chapter II: Shareholders and Annual General Meeting

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
2	1	Does the principle of "one share, one vote" apply to your company, i.e., has the company issued only shares with one voting right per share?	X			
4	1	Was the general meeting convened at least three weeks prior to the date of the general meeting?	X			
4	2	Did the company publish the invitation on its website at least one week before the general meeting (date, place, agenda)?	X			
4	3	Were the motions and documents that must be presented to the shareholders by law published at least one week in advance of the general meeting on the website with the possibility of downloading?	X			
4	4	Were any other motions such as dividend distribution proposals, remuneration of members of the supervisory board, election of an auditor and any counter motions – insofar as notified to the company in time – published on the website at least one week in advance of the general meeting with the possibility of downloading?	X			
5	1	Have the candidates for the election of the supervisory board been announced (name, age, professional experience) one week prior to the general meeting on the condition that the company has received this information officially and in a timely manner?	X			
6	1	Have the detailed voting results as well as any changes to the articles of incorporation been published on the website immediately after the close of the general meeting?	X			

**Chapter III: Cooperation between Supervisory Board and Managing Board**

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
10	1	Does a joint statement by the supervisory board and the management board exist declaring that open discussions are conducted between supervisory board members and management board members?	X			
10	2	Does a statement of the management board exist declaring that open discussions are conducted among the members of the management board?	X			
12	1	Are the documents for supervisory board meetings made available as a rule at least one week before the respective meeting?	X			

**Chapter IV: Managing Board**

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
16	1	Does the management board consist of several persons?	X			
16	2	Is there a chairperson of the management board?	X			
16	3	Do the internal rules of procedure contain a clear distribution of responsibilities and rules for the mode of cooperation within the management board?	X			
16	4	Are name, date of birth, date of initial appointment and end of the current period of tenure of the members of the management board, as well as assignment of competence in the management board made public in the Corporate Governance Report?	X			
16	5	Are other supervisory board mandates or similar functions of members of the management board in other Austrian or foreign companies (unless these are included in the consolidated financial statements) disclosed in the Corporate Governance Report,	X			

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
17	1	Are communication tasks relating to major issues the direct responsibility of the management board?	X			
18	1	Has a separate staff unit to the management board been created for internal auditing or has this task been delegated to a competent external institution?	X			
18	2	Are the report on the internal auditing plan and any material findings presented to the accounting committee at least once a year?	X			
21	1	Has the management board taken measures to ensure that the rules of the Compliance Decree for Issuers are complied with throughout the entire company group (especially the definition of possible confidentiality areas)?	X			
26	1	Do members of the management board hold no more than four supervisory board mandates (chairperson counts double) in stock corporations that do not belong to the group?	X			
26	2	Is the consent of the management board required for senior staff members to assume functions in the corporate bodies of companies not belonging to the group and/or in which no interests are held?	X			
26	3	Has the company refrained from repealing non-competition clauses applicable to management board members and senior management staff?	X			
27	1	Is the compensation for the members of the management board including payments due to termination of the function determined by the scope of the members' tasks, degree of responsibility and the extent to which the company's performance targets have been achieved, as well as by the economic situation of the company?	X			
27	2	Does the remuneration scheme for the management board contain fixed and performance-linked components?	X			
27	3	Do the performance-linked components of numeration gear to long-term and sustainable performance criteria?	X			

Rule	Question No.	Question	COMPLY		EXPLAIN		Notes of the reviewing organization
			YES	NO	YES	NO	
27	4	Do the same principles apply to members of senior management?	X				
28	1	Have comparison parameters been defined for stock option plans? <sup>1</sup>					Not applicable, as no stock option plan exists.
28	2	Does the stock option plan contain criteria for achieving sustainable value creation?					Not applicable, as no stock option plan exists.
28	3	Has re-pricing in the review period been avoided, excluded or restricted to exceptional cases for which objective, well-founded reasons can be given?					Not applicable, as no stock option plan exists.
28	4	Are changes to stock option plans explained and disclosed?					Not applicable, as no stock option plan exists.
28	5	Does the stock option plan define blocking periods and exercise periods as well as the timeframe for exercising stock options?					Not applicable, as no stock option plan exists.
28	6	Does the general meeting decide on stock option plans for the management board and on any changes to such plans?					Not applicable, as no stock option plan exists.
30	1	Are the principles of the performance-linked components of the management board payments (especially the criteria for the performance-linked component) disclosed in the Corporate Governance Report as well as any changes versus the previous year?	X				
30	2	Is the ratio between the fixed and performance-linked components of the total remuneration of the management board members published in the Corporate Governance Report?	X				
30	3	Are the principles governing the company retirement plan for management board members and its conditions published in the Corporate Governance Report?	X				
30	4	Are the principles governing any entitlements of management board members in the event of termination of their function published in the Corporate Governance Report?	X				

<sup>1</sup> Questions 1 to 6 to Rule 28 should only be answered if a stock option plan exists.



Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
30	5	Is the existence of a D&O insurance mentioned in the Corporate Governance Report, if the costs are borne by the company?	X			
31	1	Are the fixed and performance-linked annual remunerations of each individual management board member disclosed in the Corporate Governance Report?		X		<i>„The disclosure of compensation pertains to the Board of Management as a whole. The disclosure of individual remuneration has been refrained from due to reasons of data protection and due to consideration of the law for the protection of privacy of the individual member of the Board of Management.“</i>

**Chapter V: Supervisory Board**

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
34	1	Has the supervisory board adopted internal rules of procedure for its work?	X			
34	2	Do these rules of procedure contain the information and reporting obligations of the management board insofar as they are not already defined in the articles of incorporation and in the internal rules of procedure of the management board?	X			
34	3	Does the reporting obligation apply to subsidiaries as well?	X			
34	4	Do the internal rules of procedure define the establishment of committees and their scope of competence?	X			
34	5	Is the number and type of committees set up as well as their decision-making scope of competence disclosed in the Corporate Governance Report?	X			
36	1	Have, if necessary, additional supervisory board meetings been held in addition to the statutory number of meetings?	X			
36	2	Is the number of supervisory board meetings reported in the Corporate Governance Report?	X			
36	3	Does the supervisory board annually discuss the efficiency of its activities, in particular of its organisation and work procedures (self evaluation)?	X			

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
37	1	Does the chairperson of the supervisory board regularly communicate with the chairperson of the management board and discuss the strategy, the course of business and the risk management of the company?	X			
38	1	Does a pre-defined (structured) appointment procedure exist for the appointment of management board members? <sup>2</sup>	X			
38	2	Has a job specification been defined for the management board that takes into account the company's business focus and situation? <sup>3</sup>	X			
38	3	Does the supervisory board or a committee pay due attention to the issue of successor planning in their deliberations?	X			
38	4	Does the supervisory board take care that no member of the management board has been convicted by law for a criminal act that would compromise the professional reliability as a management board member?	X			
39	1	Do committee chairpersons report regularly to the supervisory board?	X			
39	2	Does a committee exist that has the authorisation to take decisions in urgent cases?	X			
39	3	Does the majority of the committee members meet the criteria for independence of the Rule 53?	X			
39	4	Is the number of committee meetings disclosed in the Corporate Governance Report and are the activities of the committees discussed?	X			
39	5	Does the Corporate Governance Report state the names of the committee members and the name of the chairperson?	X			
41	1	Has a nomination committee been set up if the supervisory board has more than six members?	X			
43	1	If the supervisory board has more than six members, has a remuneration committee been set up or have these matters been delegated to the nomination committee?	X			

<sup>2</sup> Only complete if a management board member was appointed during the reporting period.

<sup>3</sup> Only complete if a management board member was appointed during the reporting period.

ÖSTERREICHISCHER ARBEITSKREIS FÜR CORPORATE GOVERNANCE

Release: January 2009

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
45	1	Do supervisory board members refrain from assuming functions on boards of other companies, which are competitors?			X	One supervisory board member holds a function on a board of a company, which is a competitor.
46	1	Were any conflicts of interest immediately disclosed to the chairperson of the supervisory board or do other relevant provisions for such cases exist?	X			
47	1	Has the company, which has no banking license, not granted any loans (goods or cash) that are beyond the scope of routine daily business transactions?	X			
49	1	Are contracts subject to approval pursuant to the L-Rule 48 and the respective remuneration published in the Corporate Governance Report?	X			
51	1	Is the remuneration to supervisory board members reported in the Corporate Governance Report for each individual member of the supervisory board?	X			
51	2	Do generally no stock option plans exist for members of the supervisory boards? Have stock option plans be decided in every detail by the general meeting, if in exceptional cases stock option plans were granted to supervisory board members?	X			
52	1	Is the number of supervisory board members exclusive of works' council representatives at the maximum 10?	X			
52	2	Have new members of the supervisory board adequately informed themselves about the organization and activities, as well as the tasks and responsibilities of supervisory board members?	X			
53	1	Does the supervisory board (exclusive of works' council representatives) have a majority number of members independent of the company and the management board?	X			
53	2	Has the supervisory board defined criteria for the independence and published these criteria in the Corporate Governance Report?	X			
53	3	Does the Corporate Governance Report name the independent members?	X			

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
54	1	If the free float is over 20%: Is there at least one independent member pursuant to C-Rule 53, who is not a shareholder with a stake of more than 10% or who represents such a shareholder's interests? In the case of a free float of over 50%: Are there at least two independent members pursuant to C-Rule 53 who are not shareholders with a stake of more than 10% or who represent such a shareholder's interests?	X			
54	2	Does the Corporate Governance Report indicate which members meet these criteria?	X			
55	1	Is the chairperson of the supervisory board not a former chairperson of the management board unless a period of two years has expired between the termination of and the start of the functions?	X			
57	1	Do supervisory board members serving on the management board of a listed company hold no more than 4 positions on the supervisory board (position of chairperson counts double) of stock corporations not belonging to the group?	X			
58	1	Does the Corporate Governance Report state the chairperson and vice chairman as well as the name, year of birth, the year of the first appointment of every supervisory board member and the end of the current period of office?	X			
58	2	Are the other supervisory board mandates or similar functions in Austrian or foreign listed companies published in the Corporate Governance Report or on the website of the company for every supervisory board member?	X			
58	3	When a supervisory board member fails to personally attend more than half of the meetings, is this fact stated in the Corporate Governance Report? <sup>4</sup>				not applicable as no such absences have occurred during the reporting period.

<sup>4</sup> Only complete if such absences occurred.

Chapter VI: Transparency and Audit

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
61	1	Does the Corporate Governance Report contain a declaration of commitment to comply with the Austrian Code of Corporate Governance?	X			
61	2	Has the Corporate Governance Report been disclosed on the website of the company?	X			
64	1	Has the company disclosed on its website and in the annual report – if it has knowledge thereof – the current shareholder structure broken down by geographical origin and type of investor, any cross-holdings, the existence of syndicate agreements, restrictions to voting rights, registered shares and their related rights and restrictions?	X			
64	2	Were the latest changes to voting rights disclosed on the website?	X			
64	3	Have the articles of incorporation of the company been disclosed on the website of the company?	X			
66	1	Were the quarterly reports prepared in accordance the International Financial Reporting Standards (IAS34) ?	X			
66	2	Have material deviations in the course of the year from previously published targets been explained in the company's regular disclosures and reports? <sup>5</sup>				not applicable, as no such deviations occurred during the reporting period.
67	1	Has capital market relevant information from presentations and analysts conferences been made available to all shareholders at the same time?	X			

<sup>5</sup> Only complete if deviations of this type occurred during the reporting period.

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
68	1	Have the reports been made available in English as well?	X			
68	2	Have the reports been made available on the company's website?	X			
68	3	Have the individual financial statements required by the Austrian Commercial Code been made available at the same time as the consolidated financial statements?	X			
70	1	Are main risk management instruments used with respect to non-financial risks described in the consolidated management report?	X			
72	1	Has a contact person for investor relations been appointed and such person's contact details published on the company's website?	X			
73	1	Are any reported director's dealing immediately disclosed on the company's website and is such information kept on the website for at least three months, or has a reference (link) been made to the corresponding website of the Financial Market Authority?	X			
74	1	Has a calendar of corporate financial events for the coming business year that includes the content stipulated in the Code been prepared at the latest by the end of the business year and published immediately on the company's website?	X			
77	1	Does the auditor's report on the consolidated financial statements state the application of internationally recognised auditing principles?	X			

Rule	Question No.	Question	COMPLY	EXPLAIN		Notes of the reviewing organization
			YES	YES	NO	
82	1	Has the auditor submitted a management letter to the management board?	X			
82	2	Has the management letter been brought to the notice of the chairperson of the supervisory board?	X			
82	3	Was the management letter dealt with by the audit committee and reported on to the supervisory board?	X			
83	1	Has the auditor reported on the effectiveness of the company's risk management to the management board?	X			
83	2	Has this report been brought to the notice of the chairperson of the supervisory board?	X			
83	3	Was the report dealt with by the accounting committee and reported on to the supervisory board?	X			

Section II: "R" Rules

Rule	Question No.	Question	Compliance Yes	Notes of the reviewing organization
7	1	Does the company support shareholders in participating in the annual general meetings and in exercising their rights as best as possible?	X	
42	1	In case of mandates of the supervisory board becoming free, has the nomination committee or the entire supervisory board presented proposals to the general meeting for appointments?	X	
42	2	Have especially personal and professional qualifications been taken into account in these proposals? Have the aspects of diversity of the supervisory board with respect to the international background of the members, the representation of both genders, and the age structure been taken into account	X	
62	1	Has the compliance with the C- and R-rules of the code been evaluated periodically, but at least every three years, by an external institution and has a report of the audit been published in the Corporate Governance Report?	X	
75	1	Does the company regularly organise information events, and if demand is high every quarter, for analysts and investors and does it make the documents used at these events available on its website?	X	
76	1	Does the company simultaneously make available on its website all financial information on the company that has been published through other media?	X	
76	2	Does the company follow the applicable rules for publication on the website?		No, as the documents published on the website do not bear the date on which they were posted on the Internet.