

Annual Financial Statements of Volkswagen AG

BALANCE SHEET OF VOLKSWAGEN AG AS OF DECEMBER 31, 2013

€ million		Note	Dec. 31, 2013	Dec. 31, 2012
Assets				
Fixed assets		1		
Intangible assets			123	124
Tangible assets			6,438	5,565
Long-term financial assets			63,370	55,407
			69,931	61,096
Current assets				
Inventories		2	3,695	3,795
Receivables and other assets		3	22,066	19,247
Cash-in-hand and bank balances		4	11,279	6,880
			37,041	29,922
Prepaid expenses			66	100
Total assets			107,037	91,118
Equity and Liabilities				
Equity				
Subscribed capital		5	1,191	1,191
Ordinary shares	755			
Preferred shares	436			
Contingent capital	102			
Capital reserves		6	9,414	9,413
Revenue reserves		7	13,395	10,630
Net retained profits			1,874	3,200
			25,874	24,434
Special tax-allowable reserves		8	41	47
Provisions		9	28,523	27,734
Liabilities		10	52,481	38,869
Deferred income			117	33
Total equity and liabilities			107,037	91,118

**INCOME STATEMENT OF VOLKSWAGEN AG
 FOR THE PERIOD JANUARY 1 TO DECEMBER 31, 2013**

€ million	Note	2013	2012
Sales	11	65,587	68,361
Cost of sales		-61,937	-63,458
Gross profit on sales		3,650	4,903
Selling expenses		-4,832	-4,746
General and administrative expenses		-1,256	-1,240
Other operating income	12	4,287	4,673
Other operating expenses	13	-3,344	-3,409
Financial result	14	6,144	7,969
Write-downs of long-term financial assets and securities classified as current assets		-29	-65
Result from ordinary activities		4,620	8,084
Taxes on income		-1,542	-1,704
Net income for the year		3,078	6,380

Notes to the Annual Financial Statements of Volkswagen AG for the Peri- od ended December 31, 2013

Financial statements in accordance with the German Commercial Code

The annual financial statements of Volkswagen AG have been prepared in accordance with the provisions of the Handelsgesetzbuch (HGB – German Commercial Code) and comply with the provisions of the Aktiengesetz (AktG – German Stock Corporation Act). The fiscal year corresponds to the calendar year.

To enhance the clarity of presentation, we have combined individual items of the balance sheet and the income statement. These items are disclosed separately in the notes. The income statement uses the cost of sales (function of expense) format to enable better international comparability. Information that can be disclosed optionally in the balance sheet or the income statement, or in the notes to the annual financial statements, is disclosed in its entirety in the notes to the annual financial statements or the management report. All figures shown are rounded, so minor discrepancies may arise from adding together these amounts.

Volkswagen AG performs electricity generation and distribution/sales activities together with a Group subsidiary. As a result, Volkswagen AG and this subsidiary are classed as a vertically integrated energy company within the meaning of section 3 no. 38 of the Energiewirtschaftsgesetz (EnWG – German Energy Industry Act) and are therefore subject to the provisions of the EnWG. Separate accounts must normally be maintained for certain activities in the energy sector in accordance with section 6b(3) of the EnWG (unbundling requirement in accounting systems). Volkswagen AG itself only operates customer systems in accordance with section 3 no. 24 b and 24 a of the EnWG (medium-voltage and low-voltage grids). The subsidiary distributes the electricity via a general supply network (high-voltage grid in Wolfsburg, section 3 no. 17 of the EnWG).

The list of all shareholdings is a component of the notes and can also be downloaded from the electronic companies register at www.unternehmensregister.de and from www.volkswagenag.com/ir under the heading “Mandatory Publications”.

Declaration on the German Corporate Governance Code in accordance with section 161 of the AktG/section 285 no. 16 of the HGB

The Board of Management and Supervisory Board of Volkswagen AG issued the declaration of conformity in accordance with section 161 of the AktG on November 22, 2013.

The declaration of conformity has been made permanently available at www.volkswagenag.com/ir under the heading “Corporate Governance” and the menu item “Declarations”.

Significant events in the fiscal year

In the fiscal year, Volkswagen AG contributed the 73.7% interest in the share capital of MAN SE, Munich (€9.1 billion), that it had acquired in previous years to Truck & Bus GmbH, a wholly owned subsidiary. In addition, Volkswagen AG contributed €3.3 billion to the capital reserves of Truck & Bus GmbH. Losses totaling €1.0 billion were absorbed by Truck & Bus GmbH in 2013 as a result of the control and profit and loss transfer agreement with MAN SE.

Volkswagen AG acquired an interest from Volkswagen Bank GmbH, Braunschweig, and then contributed this to VW Finance Luxembourg S.A., Luxembourg, by way of a noncash contribution (€1.7 billion).

In addition, a capital contribution was implemented at AUDI AG, Ingolstadt (€1.9 billion). There were also smaller capitalization measures at affiliated companies. Noncash assets in the amount of €1.1 billion were returned at Global Automotive C.V. Amsterdam, the Netherlands. Volkswagen AG invested a total of 1.0 billion in the HI-TV treasury fund.

Accounting policies

In most cases, the accounting policies applied in the previous year were retained. As before, the items Other investment income and expenses and Other financial result have been added to the classification format for the income statement. These two items are addressed in greater detail in note (14) Financial result.

Purchased intangible assets are measured at cost and amortized over three to five years using the straight-line method. Grants paid for third-party assets are capitalized as purchased rights to use and amortized over five years. These assets are derecognized once they have been fully amortized.

Tangible assets are carried at cost and reduced by depreciation. Investment grants are deducted from cost.

Production costs are recognized on the basis of directly attributable material and labor costs, as well as proportionate indirect material and labor costs, including depreciation and amortization. Administrative cost components are not included.

Depreciation is based primarily on the following useful lives:

	Useful lives
Buildings	25 – 50 years
Leasehold improvements	9 – 33 years
Technical equipment and machinery	5 – 20 years
Operating and office equipment (including special tools)	3 – 25 years

For additions up until December 31, 2009, to the extent allowed by tax law, depreciation of movable items of tangible assets is generally charged initially using the declining balance method, and subsequently using the straight-line method, and also reflects the use of assets in multishift operation. The option to retain and adjust lower carrying amounts of tangible asset balances at December 31, 2009 in accordance with section 67(4) of the Einführungsgesetz zum Handelsgesetzbuch (EGHGB – Introductory Act to the German Commercial Code) has been exercised. Movable items of tangible assets purchased or manufactured as from January 1, 2010 are depreciated using the straight-line method.

As a general rule, additions of movable assets are depreciated ratably in the year of acquisition.

Low-value assets are written off and derecognized in full in the year they are acquired. In addition, certain items of operating and office equipment with individual purchase costs of up to €1,500 are treated as disposals when their standard useful life has expired.

The differences between the carrying amounts required by the HGB and the lower carrying amounts allowed under tax law were recorded in the special tax-allowable reserves presented between equity and liabilities in the balance sheet. Existing special reserves are reversed to the income statement; these are based on the provisions of section 3(2) of the Zonenrandförderungsgesetz (German Zonal Border Development Act), section 6b of the Einkommensteuergesetz (EStG – German Income Tax Act)/regulation 6.6 of the Einkommensteuerrichtlinien (EStR – German Income Tax Regulations), section 7d of the EStG, section 82d of the Einkommensteuer-Durchführungsverordnung (EStDV – German Income Tax Implementing Regulation) and regulation 35 of the EStR. New special reserves due to tax regulations are not recognized.

Write-downs are recognized if the impairment is expected to be permanent; write-downs are reversed up to the amount of historical cost, net of depreciation or impairment, as soon as the reasons for impairment no longer apply.

Shares in affiliated companies and other equity investments are measured at the lower of cost and net realizable value. Long-term investments are carried at the lower of cost or fair value. Annual impairment tests are performed.

Securities held to cover post-employment benefit obligations are offset against the corresponding provisions. Plan assets are measured at fair value. Non- or low-interest-bearing loans are carried at their present value; other loans are carried at their principal amount.

Raw materials, consumables and supplies, and merchandise carried in inventories are measured at the lower of average cost and replacement cost. In addition to direct materials and direct labor costs, the carrying amount of finished goods and work in progress also includes proportionate indirect materials and labor costs, including depreciation in the amount required.

Adequate valuation allowances take account of all identifiable storage and inventory risks.

Receivables and other assets are carried at their principal amounts. Write-downs to the lower fair value are recognized for identifiable specific risks.

Receivables due after more than one year are carried at their present value at the balance sheet date by applying an interest rate to match the maturity.

Volkswagen AG recognizes emission certificates as of the date of issue or acquisition. They are measured at the lower of cost or fair value. Emission certificates issued free of charge are recognized as a memorandum item. Each certificate is valued at €4.91 per tonne of CO₂ as of the reporting date (quoted prices: Carbix).

Receivables denominated in foreign currencies are translated at the middle spot rate prevailing at the date of initial recognition. Receivables that are due within less than one year are translated at the middle spot rate at the reporting date. In the case of receivables with a longer term, a lower exchange rate at the balance sheet date results in the remeasurement of the receivable at a lower carrying amount, with the difference recognized in the income statement; a higher exchange rate at the balance sheet date (remeasurement gain) is not recognized. Hedged receivables are not remeasured at the closing rate.

Purchased foreign currency options are carried at the lower of cost or fair value until maturity.

Securities classified as current assets are carried at the lower of cost or fair value.

Adequate provisions are recognized at their settlement amount for identifiable risks and uncertain obligations on the basis of prudent business judgment, taking into account expected future price and cost increases. Provisions cover all identifiable risks of future settlement. The principles for measuring the pension provisions can be found in note (9) Provisions.

Provisions that have an expected remaining maturity of more than one year are discounted at an interest rate to match the maturity. A long-term provision has been recognized in accordance with the net presentation principle to present the actual economic burden. The amounts to be presented in the financial result (mainly unwinding the discount on the amount brought forward) are included in the Other financial result item.

Provisions for warranty obligations are recognized on the basis of the historical or estimated probability of claims affecting vehicles delivered.

Currency forwards and commodity futures contracts are measured by comparing the agreed rate with the forward rate for the same maturity at the balance sheet date. A provision is recognized for any resulting unrealized loss. Any positive gains (remeasurement gains) are not recognized. Gains and losses are not offset. Measurement gains or losses are discounted to the present value.

Financial instruments such as currency forwards and options are combined together with assets, liabilities, executory contracts, or highly probable forecast transactions to form a hedge, where possible and feasible. A significant portion of the currency forwards entered into for hedging purposes are combined together with similar transactions with comparable risks. The items are not measured to the extent that and for as long as offsetting changes in value or cash flows are compensated.

Liabilities are carried at their redemption or settlement amount.

Liabilities denominated in foreign currencies are translated at the middle spot rate prevailing at the date of initial recognition. Short-term foreign currency liabilities due within one year or less are measured at the middle spot rate. Long-term foreign currency liabilities are recognized at a higher carrying amount, with the difference recognized in the income statement if the closing rate is higher. In contrast, lower exchange rates at the balance sheet date (remeasurement gains) are not recognized.

The amount of contingent liabilities disclosed corresponds to the liable amount.

In the income statement, the allocation of expenses to the cost of sales, selling and general and administrative functions is based on cost center accounting principles.

Cost of sales contains all expenses relating to the purchase of materials and the production function, the costs of merchandise, the cost of research and development, and warranties and product liability expenses.

Selling expenses include personnel and non-personnel operating costs of our sales and marketing activities, as well as shipping, advertising, sales promotion, market research and customer service costs.

General and administrative expenses include personnel and non-personnel operating costs of the administrative functions.

Other taxes are allocated to the consuming functions.

Foreign currency translation

Transactions denominated in foreign currencies are translated at the exchange rates prevailing at the transaction dates or at agreed exchange rates. Expected exchange rate losses at the balance sheet date are reflected in the measurement of the items. Equity investments are translated at the rate prevailing at the date of acquisition.

To hedge future cash flows – primarily from expected future sales, purchases of materials and credit transactions – against currency and interest rate fluctuations, Volkswagen AG uses derivatives such as currency forwards and options, including structured options, as well as interest rate hedges. Where possible and feasible, they are recognized in accordance with section 254 of the HGB (hedge accounting) (see Accounting policies). The remaining transactions are measured in accordance with the imparity principle (under which expected or unrealized losses must be recognized, but the recognition of unrealized gains is prohibited). Assets or liabilities hedged by cross-currency swaps and currency forwards are translated at the contractually agreed rates at the time of initial recognition.

Balance Sheet Disclosures

(1) FIXED ASSETS

The classification of the assets combined in the balance sheet and their changes during the year are presented on pages 9 to 10. The carrying amount of fixed assets at the balance sheet date is €69,931 million. Fixed assets are composed of intangible assets, tangible assets and long-term financial assets.

Capital expenditures amounted to:

€ million	2013	2012
Intangible assets	53	43
Tangible assets	2,449	2,447
Long-term financial assets	19,895	9,661
	22,397	12,152

The additions to shares in affiliated companies and other equity investments primarily relate to capital increases at various subsidiaries, as well as an addition to shares in VW Finance Luxembourg S.A., Luxembourg, by way of an exchange of shares in connection with the return of noncash assets at Global Automotive C.V., Amsterdam, the Netherlands. In the fiscal year, the shares of MAN SE, Munich, acquired in previous years were contributed to Truck & Bus GmbH, whose capital was also increased (total additions of €12.3 billion). Long-term investments also include securities (Time Assets fund and pension fund); these have a fair value of €3,850 million.

Depreciation, amortization and write-downs were charged on:

€ million	2013	2012
Intangible assets	54	54
Tangible assets	1,535	1,377
Long-term financial assets	29	65
	1,618	1,496

Write-downs of financial assets relate to the carrying amount of the investment in SGL Carbon SE, Wiesbaden. Depreciation of tangible assets includes declining balance depreciation in the amount of €0.2 billion.

DISCLOSURES IN ACCORDANCE WITH SECTION 285 NO. 26 OF THE HGB

Securities investment funds (values as of December 31, 2013; daily redemption allowed by the funds)

€ million	Carrying amount	Fair value	Fair value – carrying amount	Distribution 2012*	Daily redemption possible	Write-downs not recognized
HI-TV Fund	4,639	4,648	–9	79	yes	yes
HI-ZW Fund	1,331	1,331	–	44	yes	no
HI-PF Fund	2,438	2,438	–	69	yes	no

* Distributions in 2013 relate to fiscal year 2012.

The funds' investment objectives are a return to match the maturity with appropriate risk diversification using the following asset classes: equities, fixed-income securities, cash investments and other assets that can be invested in both Germany and internationally. The fund units can be redeemed on a daily basis. Fair values are calculated on the basis of quoted market prices.

The treasury fund (HI-TV) is allocated to fixed assets at Volkswagen AG and measured at cost. In this context, in accordance with section 253(3) sentence 3 of the HGB, they are only written down if the impairment of the fund units is expected to be permanent. The HI-TV Fund was not written down to the lower fair value in 2013 as no permanent impairment was expected. The reason for this was an upward trend in the average fair value of the fund in the course of 2013 and the improvement in the negative difference between the average fair value and the carrying amount.

The Time Assets fund (HI-ZW) and the pension fund (HI-PF) exclusively serve to meet occupational pension obligations and similar long-term obligations. In accordance with section 253(1) of the HGB in conjunction with section 246(2) of the HGB, assets that are exempt from attachment by all creditors and that serve to settle liabilities from post-employment benefit obligations are recognized at fair value. The fair value of these assets corresponds to the market price (section 255(4) of the HGB). After measuring these assets at fair value, the Bilanzrechtsmodernisierungsgesetz (BilMoG – German Accounting Law Modernization Act) requires them to be offset against the related obligations (section 246(2) of the HGB). As a result, the funds are offset against the related obligations in the annual financial statements. Income and expenses from fair value measurement of the funds are recognized immediately in income. This means that there is no requirement to test them for any potential permanent impairment.

STATEMENT OF CHANGES IN FIXED ASSETS OF VOLKSWAGEN AG

GROSS CARRYING AMOUNTS						
€ million	Cost Jan. 1, 2013	Additions	Transfers	Disposals	Cost Dec. 31, 2013	
Intangible assets						
Industrial and similar rights and assets, and licenses in such rights and assets	339	37	4	64	316	
Payments on account	5	16	-3	-	17	
	344	53	0	64	333	
Tangible assets						
Land, land rights and buildings, including buildings on third-party land	4,793	123	77	12	4,981	
Technical equipment and machinery	10,700	602	313	460	11,154	
Other equipment, operating and office equipment	15,519	946	196	332	16,329	
Payments on account and assets under construction	841	778	-586	9	1,024	
	31,853	2,449	-0	813	33,489	
Long-term financial assets						
Shares in affiliated companies	47,901	17,044	-	10,159	54,787	
Loans to affiliated companies	490	40	-	17	513	
Other equity investments	2,245	1,681	-	1,679	2,247	
Loans to other investees and investors	1	-	-	0	1	
Long-term investments	5,064	1,130	-	51	6,144	
Other loans	24	-	-	1	24	
	55,726	19,895	-	11,906	63,715	
Total fixed assets	87,923	22,397	-	12,783	97,537	

ANNUAL FINANCIAL STATEMENTS OF VOLKSWAGEN AG

Notes to the Annual Financial Statements of Volkswagen AG for the Period ended December 31, 2013

DEPRECIATION, AMORTIZATION AND WRITE-DOWNS

	Cumulative depreciation, amortization and write-downs Jan. 1, 2013	Depreciation, amortization and write-downs in current year	Disposals	Transfers	Reversals of write-downs	Cumulative depreciation, amortization and write-downs Dec. 31, 2013	Carrying amounts Dec. 31, 2013	Carrying amounts Dec. 31, 2012
	220	54	64	0	–	210	105	119
	–	–	–	–	–	–	17	5
	220	54	64	0	–	210	123	124
	3,850	93	12	0	–	3,931	1,050	943
	9,133	579	421	0	–	9,291	1,864	1,567
	13,305	863	339	–0	–	13,829	2,500	2,214
	–	–	–	–	–	–	1,024	841
	26,288	1,535	772	–0	–	27,051	6,438	5,565
	234	–	–	–	–	234	54,553	47,667
	0	–	0	–	0	0	513	490
	57	29	–	–	–	86	2,161	2,188
	1	–	0	–	0	1	0	0
	28	–	–	–	3	24	6,120	5,037
	0	–	0	–	0	0	23	24
	320	29	0	–	4	345	63,370	55,407
	26,827	1,618	836	–	4	27,606	69,931	61,096

(2) INVENTORIES

€ million	Dec. 31, 2013	Dec. 31, 2012
Raw materials, consumables and supplies	860	749
Work in progress	839	880
Finished goods and merchandise	1,972	2,146
Payments on account	25	21
	3,695	3,795

(3) RECEIVABLES AND OTHER ASSETS

€ million	Dec. 31, 2013	Dec. 31, 2012
Trade receivables	1,172	1,457
due after more than one year	(4)	(0)
Receivables from affiliated companies	18,840	16,117
of which trade receivables	(2,511)	(2,678)
due after more than one year	(1,695)	(7,583)
Receivables from other investees and investors	794	532
of which trade receivables	(779)	(524)
due after more than one year	-	-
Other assets	1,260	1,141
due after more than one year	(149)	(97)
	22,066	19,247

In addition to trade receivables, receivables from affiliated companies are composed primarily of short- and medium-term loans and receivables relating to profit distributions, including income tax allocations.

Other assets primarily include tax reimbursements that are not yet due (€714 million), claims for reimbursement of warranty payments (€148 million), payments on account (€127 million) and receivables from the sale of used cars on behalf of subsidiaries (€99 million).

(4) CASH-IN-HAND AND BANK BALANCES

Of the bank balances, €1,081 million relates to balances at an affiliated company due within one year (previous year: €1,098 million, of which €200 million had a term of more than one year).

(5) SUBSCRIBED CAPITAL

The subscribed capital of Volkswagen AG is composed of no-par value bearer shares with a notional value of €2.56. As well as ordinary shares, there are preferred shares that entitle the bearer to a €0.06 higher dividend than ordinary shares, but do not carry voting rights.

The subscribed capital is composed of 295,089,818 no-par value ordinary shares and 170,148,171 preferred shares. Volkswagen AG issued 5,393 newly created preferred shares (notional value: €13,806) resulting from the exercise of mandatory convertible notes.

Authorized capital of up to €110 million, expiring on April 18, 2017, was approved for the issue of new ordinary bearer shares or preferred shares based on the resolution by the Annual General Meeting on April 19, 2012.

Following the capital increase implemented in fiscal year 2010, there is still authorized capital of up to €179.4 million, resolved by the Extraordinary General Meeting on December 3, 2009 and expiring on December 2, 2014, to issue up to 70,095,502 new no-par value preferred bearer shares.

The Annual General Meeting on April 22, 2010 resolved to create contingent capital in the amount of up to €102.4 million expiring on April 21, 2015 that can be used to issue up to €5 billion in bonds with warrants and/or convertible bonds. To date, Volkswagen AG has used this contingent capital as follows:

In November 2012, Volkswagen AG placed a mandatory convertible note in the amount of €2.5 billion that entitles and obliges holders to subscribe for preferred shares via a subsidiary, Volkswagen International Finance N.V. Amsterdam/the Netherlands (issuer). The issuer granted a loan to Volkswagen AG in the amount of the issue proceeds; this is recognized under liabilities to affiliated companies. The preemptive rights of existing shareholders were disapplied. The convertible note bears interest of 5.50%. The convertible note expires on November 9, 2015.

This mandatory convertible note was supplemented by the issue of another mandatory convertible note in the amount of €1.2 billion in June 2013. The features of the new mandatory convertible note correspond to those of the mandatory convertible note issued in November 2012. It was issued at a price of 105.64% of the principal amount. Additionally, accrued interest (€1 million) was received and deferred. The new mandatory convertible note also matures on November 9, 2015.

The current minimum conversion price is €150.81, and the maximum conversion price is €180.97. The conversion price will be adjusted if certain events occur. The convertible notes will be settled by issuing new preferred shares no later than at maturity. The issuer is entitled to convert the mandatory convertible notes at any time at the minimum conversion price. The note terms and conditions also provide for early conversion options. This discretionary conversion right was exercised in the reporting period, with a total of €1 million of the notes being converted into 5,393 newly created preferred shares at the effective maximum conversion price at the conversion date.

(6) CAPITAL RESERVES

€ million	Dec. 31, 2013	Dec. 31, 2012
	9,414	9,413

The capital reserves comprise the share premium totaling €9,088 million from capital increases, the share premium of €219 million (previous year: €219 million) from the issue of bonds with warrants and an amount of €107 million appropriated on the basis of the capital reduction implemented in 2006. The capital reserves rose by €1 million in the fiscal year due to the exercise of conversion rights attached to the mandatory convertible note (see section (5) Subscribed capital). No amounts were withdrawn from the capital reserves.

(7) REVENUE RESERVES

€ million	Dec. 31, 2013	Dec. 31, 2012
Legal reserve	31	31
Other revenue reserves	13,364	10,599
	13,395	10,630

In accordance with section 58(2) of the AktG, a total of €1,210 million was appropriated from net income for the year to other revenue reserves. A total of €1,555 million was appropriated from the prior-year net retained profits to other revenue reserves in accordance with section 58(3) of the AktG.

(8) SPECIAL TAX-ALLOWABLE RESERVES

€ million	Dec. 31, 2013	Dec. 31, 2012
Accelerated tax depreciation	41	47
	41	47

(9) PROVISIONS

€ million	Dec. 31, 2013	Dec. 31, 2012
Provisions for pensions and similar obligations	12,424	11,957
Provisions for taxes	5,026	4,904
Other provisions	11,073	10,872
	28,523	27,734
Short-term (up to 1 year)	8,020	7,340
Medium-term	8,298	8,160
Long-term (over 5 years)	12,205	12,234
	28,523	27,734

Provisions for pensions and similar obligations

Provisions for pensions are recognized for commitments in the form of retirement, invalidity and dependents' benefits payable under pension plans. The benefits usually depend on the employees' length of service and remuneration. At Volkswagen AG, pension plans are based on defined benefit plans, whereby a distinction is made between provision-funded and externally funded pension plans. Pension provisions are measured in accordance with section 253 of the HGB.

Volkswagen AG uses the projected unit credit method for the actuarial measurement of defined benefit plans in accordance with the German Commercial Code; under this, future obligations are measured on the basis of the ratable benefit entitlements earned as of the balance sheet date.

In addition to the pension payments and vested entitlements known at the balance sheet date, future increases in salaries and pensions are taken into consideration, along with other relevant parameters. The discount rate is based on the discount rate of 4.89% published by the Deutsche Bundesbank in accordance with section 253(2) of the HGB for the month of November 2013 for a remaining maturity of 15 years. The key assumptions used in calculating the pension provisions in 2013 are:

	Dec. 31, 2013	Dec. 31, 2012
Discount rate	4.89%	5.05%
Salary trend	3.32%	2.70%
Pension trend	1.80%	1.80%
Fluctuation	0.75%	0.75%
Basis of calculation	2005 G mortality tables	2005 G mortality tables
	RV-Altersgrenzen- anpassungsgesetz (German Act to Adapt the Standard Retirement Age to Reflect Demographic Trends and to Strengthen the Funding Basis for the Statutory Pension Insurance System) 2007	RV-Altersgrenzen- anpassungsgesetz (German Act to Adapt the Standard Retirement Age to Reflect Demographic Trends and to Strengthen the Funding Basis for the Statutory Pension Insurance System) 2007
Age limits		

The percentage figure used for the salary trend takes into account increases attributable to career development, in addition to regular salary increases.

Unfunded pension obligations are recognized in the balance sheet as follows:

€ million	Dec. 31, 2013	Dec. 31, 2012
Settlement amount of unfunded obligations	12,424	11,957

Externally funded pension benefits

Since 1996, the occupational pension arrangements of Volkswagen AG have been based on a specially developed expense-related pension model. With effect from January 1, 2001, this model was developed into a pension fund, with the annual remuneration-linked contributions being invested in funds by Volkswagen Pension Trust e.V. as the trustee. By investing in funds, this model offers an opportunity for increasing benefit entitlements, while at the same time fully safeguarding them. Since the fund investments held by the trust meet the criteria of section 246(2) of the HGB for classification as plan assets, they are offset against the pension liabilities. The plan assets are measured at fair value in accordance with section 253(1) of the HGB. As the corresponding post-employment obligations exceed the minimum benefits awarded and their amount is determined solely by the fair value of the assets, they are also carried at the fair value of the plan assets.

Plan assets (pension fund) in 2013:

€ million	Dec. 31, 2013	Dec. 31, 2012
Fair value of the pension fund	2,438	2,121
Cost of the pension fund	2,362	2,043

The fair value of the assets offset was determined using market prices in an active market.

Pension obligations in the pension fund model are recognized in the balance sheet as follows:

€ million	Dec. 31, 2013	Dec. 31, 2012
Settlement amount of the obligations in the pension fund model (fair value of the pension fund)	2,438	2,121
Pension provisions – funded	2,438	2,121
Offset against the fair value of the pension fund (in accordance with section 246(2) of the HGB)	2,438	2,121

The following amounts were offset in the following income statement line items in 2013:

€ million	Offset income and expenses of the obligations funded by the pension fund, incl. the plan assets
Financial result	
Income	
- Distributions from pension fund	69
- Adjustments to obligations resulting from change in value	3
Expenses	
- Adjustments to obligations resulting from pension fund distributions	69
- Changes in value of the pension fund	3

Personnel expenses are included as pension costs in the personnel expenses of the functions; interest expenses from obligations and interest income on changes in the fair value of pension fund assets are offset in finance costs.

Other provisions

Among other items, other provisions include provisions for warranties (€3.7 billion), personnel expenses (€2.6 billion mainly for long-service jubilees, special benefits and other workforce costs) and other selling expenses (€2.1 billion). Provisions in the amount of €7 million were recognized for the obligation to return emission certificates.

The accounting policy for bonus payments and settlement amounts payable in connection with partial retirement agreements was adjusted in 2013 to reflect the actual legal and economic contractual relationship in accordance with IDW RS HFA 3. New partial retirement agreements were classified as individual agreements with a remuneratory character. Provisions for new agreements are recognized under other provisions, while legacy agreements are recognized under other liabilities and are subject to the principle of consistency. Provisions would have been €42.8 million higher if the previous accounting policy had been applied unchanged.

Provisions for personnel expenses include liabilities relating to employee Time Assets. Volkswagen AG has been issuing Time Assets as a retirement benefit concept for working life planning since January 1, 1998. This allows employees to acquire "Time Assets", which represent a corresponding liability for Volkswagen AG. An approved fund (Time Assets fund) was launched to safeguard employees' claims. Investments are also made in a money market fund. The plan assets from both of these funds are measured at fair value in accordance with section 253(1) of the HGB. The fair value of offset assets in the Time Assets fund was determined by reference to market prices (stock market prices) in an active market. Fund assets and liabilities relating to Time Assets are offset.

Plan assets (Time Assets fund including the money market fund) in 2013:

€ million	Dec. 31, 2013	Dec. 31, 2012
Fair value of the Time Assets fund	1,412	1,235
Cost of the Time Assets fund	1,490	1,300
Offset against fair value (in accordance with section 246(2) of the HGB)	1,412	1,235
Settlement amount of offset liability	1,412	1,235

The following amounts were offset in the following income statement line items in 2013:

€ million	Offset income and expenses of the obligations funded by the Time Assets fund, incl. the plan assets
Financial result	
Income	
- Distributions from pension fund	44
- Adjustments to obligations resulting from change in value	12
Expenses	
- Adjustments to obligations resulting from pension fund distributions	44
- Changes in value of the pension fund	12

Unwinding of the discount/discounting

An additional discount of €211 million should have been recognized on the provisions as of December 31, 2009 in the course of the transition to the new HGB. Volkswagen AG exercised the option to continue to recognize the higher level of provisions. As of December 31, 2013, the unrecognized discount on this legacy balance still amounted to €4 million.

(10) LIABILITIES

€ million	Total		Total	
	Dec. 31, 2013	Due within 1 year	Dec. 31, 2012	Due within 1 year
Type of liability				
Liabilities to banks	419	419	419	19
Payments received on account of orders	44	44	24	24
Trade payables	2,277	2,277	2,124	2,124
Liabilities to affiliated companies	48,555	23,358	35,184	16,122
Liabilities to other investees and investors	151	151	161	161
Other liabilities	1,035	683	957	489
of which taxes	(164)	(164)	(51)	(51)
of which social security	(16)	(16)	(14)	(14)
	52,481	26,932	38,869	18,939

Liabilities to affiliated companies include liabilities to Volkswagen International Finance N.V. Amsterdam/the Netherlands ("VIF"), attributable to hybrid notes and to mandatory convertible notes (€3.7 billion as of December 31, 2013). Further information on the mandatory convertible note can be found in note (6) Subscribed capital.

In August 2013, Volkswagen AG placed unsecured subordinated hybrid notes with an aggregate principal amount of €2 billion via a subsidiary, Volkswagen International Finance N.V. Amsterdam/the Netherlands (issuer). The issuer transferred the proceeds to Volkswagen AG under the terms of a loan agreement. The perpetual hybrid notes were issued in two tranches and can be called by the issuer. The first call date for the first tranche (€1.25 billion and a coupon of 3.875%) is after five years, and the first call date for the second tranche (€0.75 billion and a coupon of 5.125%) is after ten years.

€1,102 million (previous year: €1,071 million) of the liabilities to affiliated companies and €39 million (previous year: €76 million) of the liabilities to other investees and investors relate to trade payables. €45,086 million (previous year: €33,124 million) of the liabilities is interest-bearing. €4,170 million of liabilities (previous year: €1,742 million) to affiliated companies is due after more than five years. €75 million (previous year: €126 million) of other liabilities relates to liabilities due after more than five years.

Standard retention of title applies to the liabilities from deliveries of goods contained in the amounts shown above. Real estate liens in the amount of €800 million are used to secure liabilities to employees (€501 million).

Liabilities due after more than five years total €4,245 million.

Contingencies and commitments

Contingent liabilities

€ million	Dec. 31, 2013	Dec. 31, 2012
Contingent liabilities from guarantees	12	13
Contingent liabilities from warranties	32,782	31,946
of which relating to affiliated companies	(2,883)	(3,551)
Granting of security for third-party liabilities, other contingent liabilities	2,504	2,482
	35,297	34,441

Contingent liabilities from warranties relate primarily to guarantees given to creditors of subsidiaries and for bonds issued by these subsidiaries.

As part of the contribution of the holding company operating business of Porsche SE in the previous year, Volkswagen AG undertook until August 31, 2014 to ensure that Porsche Siebte Vermögensverwaltung GmbH, Stuttgart, can discharge its financial obligations by providing it with the necessary financial resources. In addition, Volkswagen AG has guaranteed to MAN SE that Truck & Bus GmbH will be managed and provided with the necessary financial resources to ensure that Truck & Bus GmbH is able to discharge its obligations under section 5 of the control and profit and loss transfer agreement with MAN SE.

Risk assessment of the settlement of contingent liabilities

Volkswagen AG provides guarantees for the capital market issues of the finance companies, for development loans from supranational financial institutions and, in specific cases, for loans to newly formed subsidiaries. Volkswagen AG manages its subsidiaries in such a way that they can discharge their financial obligations at any time. In addition to the preparation of a monthly liquidity report for Volkswagen AG, regular financial reviews are held during which the variances between the actual and projected liquidity are analyzed and the necessary corrective measures are implemented. Based on this information, the Company sees no risk of a claim being brought under the guarantees provided.

Transactions not included in the balance sheet (section 285 no. 3 of the HGB)

Volkswagen AG finances the majority of its trade receivables from foreign affiliated companies and certain selected non-Group importers on the basis of nonrecourse factoring via its subsidiary Volkswagen Group Services S. A., Brussels, or Volkswagen Finance Belgium S. A., Brussels. Selected receivables from partners of the domestic sales organization are financed on the basis of nonrecourse factoring via Volkswagen Bank GmbH, Braunschweig. The amount concerned was €34.5 billion in the fiscal year. The Company received liquid funds in this amount. These transactions do not lead to any specific new risks.

Volkswagen AG sells a small number of vehicles, mainly to car rental companies, subject to the obligation to repurchase them for a predefined price after a fixed period of time. This was the case for approximately 13,100 vehicles worth approximately €0.2 billion in total as of December 31, 2013. Provisions are recognized for the risk arising from potential differences between the agreed prices and the market prices when such vehicles are marketed in the future.

Other financial commitments

€ million	Dec. 31, 2013	Due 2014	Due 2015 - 2018	Due after 2018
Loan commitments	15,585	15,585	–	–
Rental and leasing agreements	867	222	337	308
Management agreements	66	46	20	–
	16,518	15,853	357	308

In 2013 affiliated companies accounted for €15,578 million of loan commitments, €214 million of rental and leasing agreements and €19 million of management agreements.

€ million	Dec. 31, 2012	Due 2013	Due 2014 - 2017	Due after 2017
Loan commitments	10,704	10,704	–	–
Rental and leasing agreements	826	226	288	311
Management agreements	71	71	–	–
	11,601	11,001	288	311

In 2012 affiliated companies accounted for €10,659 million of loan commitments, €217 million of rental and leasing agreements and €19 million of management agreements.

The other financial obligations item contains long-term rental and leasing agreements for storage, logistics and office space, test tracks, as well as sponsorship and advertising agreements, which are common for the industry. These transactions do not lead to any specific new risks. Other financial obligations to Porsche SE from guarantee fees in the amount of €19 million exist until 2019. Around 52 hectares of land (carrying amount €7 million) are encumbered by heritable building rights. The new co-investor in LeasePlan was granted an option to put back the shares to Volkswagen AG at the original selling price until January 12, 2012. On November 18, 2013, the option was extended until January 12, 2016. The nominal value of this option amounts to €1,477 million. Its value as of December 31, 2013 amounted to €-38.6 million. In the course of the formation of LLC VW Rus, a co-investor was granted a put option that entitles it to return its interest in the company (now: OOO VW Group Rus) at cost plus an appropriate return after six years. The option was exercised on November 8, 2013.

The sales guarantees issued in the course of the sale of the gedas Group were met in 2013.

In accordance with Art. 5(10) of the statutes of the Einlagensicherungsfonds (Deposit Protection Fund), Volkswagen AG has given an undertaking to indemnify Bundesverband deutscher Banken e.V., Cologne, against any losses incurred that are attributable to measures taken by it in favor of a majority-owned bank.

Volkswagen AG has liabilities from its investments in commercial partnerships.

The purchase commitment for capital expenditure projects is within the normal levels.

Disclosures on derivatives

MEASUREMENT METHODS

The fair values of the derivatives generally correspond to the market or quoted market price. If no active market exists, fair value is determined using valuation techniques, such as by discounting the future cash flows at the market interest rate, or by using recognized option pricing models, and verified by confirmations from the banks that handle the transactions. The calculations were based on the following term structures:

in %	CHF	CZK	EUR	GBP	JPY	MXN	RUB	SEK	USD
Interest rate for six months	0.180	0.402	0.401	0.553	0.162	3.958	7.378	0.918	0.258
Interest rate for one year	0.230	0.524	0.428	0.644	0.181	4.060	6.973	0.991	0.304
Interest rate for five years	0.770	1.255	1.258	2.136	0.398	5.415	7.210	2.170	1.753
Interest rate for ten years	1.638	2.055	2.155	2.986	0.933	6.330	7.660	2.858	3.030

DERIVATIVES

Currency forwards, currency options, commodity futures and cross-currency swaps are used as hedging instruments. All instruments serve to hedge currency, interest rate and commodity price risk exposures of hedged items attributable to the real economy, independently of whether or not they are included in hedge accounting. The following table shows the hedging volume of the financial instruments not included in hedge accounting. Provisions are recognized for hedging instruments with a negative fair value; hedging instruments with a positive fair value are not recognized as assets.

€ million	NOTIONAL AMOUNT		FAIR VALUE	
	Dec. 31, 2013	Dec. 31, 2012	Dec. 31, 2013	Dec. 31, 2012
Hedged risks				
Interest rate swaps				
negative fair values	-	-	-	-
Cross-currency swaps				
negative fair values	-	-	-	-
Currency futures contracts	2,493	3,676	-31	73
of which: currency purchases	2,292	3,204	-	-
of which: positive fair values	-	-	12	87
negative fair values	-	-	-43	-10
of which: currency sales	202	473	-	-
of which: positive fair values	-	-	0	1
negative fair values	-	-	-1	-5
Currency option contracts	986	-	-	-
positive fair values	-	-	39	-
Commodity futures contracts	2,030	2,505	-	-
of which: positive fair values	-	-	31	114
negative fair values	-	-	-210	-161

BALANCE SHEET ITEMS AND CARRYING AMOUNTS

Derivatives not included in hedges are contained in the following balance sheet items at the carrying amounts shown:

€ million Type	Balance sheet item	CARRYING AMOUNT	
		Dec. 31, 2013	Dec. 31, 2012
Option premiums	Other assets	28	–
Expected losses from open currency forwards	Other provisions	44	14
Expected losses from open commodity future contracts	Other provisions	210	161

DERIVATIVES – INCLUDED IN HEDGES

Explanations of the risks hedged, the hedging strategy and the highly probable forecast transactions are included in the management report.

HEDGES OF CURRENCY, INTEREST RATE AND COMMODITY PRICE RISK EXPOSURES

The following risk exposures are included in hedge accounting:

€ million Hedged risks	NOTIONAL AMOUNT		FAIR VALUE	
	Dec. 31, 2013	Dec. 31, 2012	Dec. 31, 2013	Dec. 31, 2012
Currency risk from assets	654	119		
negative fair values			–	–10
positive fair values			15	–
Currency risk from forecast transactions	68,269	55,347		
negative fair values			–1,457	–1,065
positive fair values			2,225	1,020
Currency option contracts	618	–		
negative fair values			–25	–
positive fair values			–	–
Commodity futures contracts	719	–		
negative fair values			–9	–
positive fair values			79	–
Currency risk from open transactions	320	405		
negative fair values			–11	–2
positive fair values			0	8

Intragroup loans are hedged by combining a cross-currency swap with a micro hedge; the term of the hedge is based on the term of the underlying transaction (usually around five years). The effectiveness of the hedge is assessed prospectively using the critical terms match method and retrospectively using the dollar offset method.

Executory contracts and forecast transactions mainly relate to planned commodity purchases in foreign currency and revenue from vehicle sales that are highly probable in the coming five years. An insignificant amount of individual planned sales and purchases also relates to periods beyond this. These are included in hedge accounting to mitigate the resulting risks. Micro hedges, macro hedges and portfolio hedges are recognized for the forecast transactions. Their effectiveness is assessed prospectively using the critical terms match method and retrospectively using the dollar offset method.

With respect to the hedging of forecast transactions, risk exposures in the amount of €21,641 million are hedged by micro hedges, €45,849 million by macro hedges and €46 million by portfolio hedges. Currency risk exposures relating to executory contracts are hedged by micro hedges.

A portfolio approach is used to hedge currency risk exposures, under which expected cash inflows and outflows in foreign currencies are offset in order to hedge the net position. Since the volume of the hedges is lower than the volume of the planned commodity purchases and sales, there is a strong presumption that the changes in cash flows from hedging instruments in the future will offset the effects relating to commodity purchases and sales. Furthermore, the extent of hedging decreases the later the commodity purchase or sale is planned within the planning period. All hedges were recognized using the “net hedge presentation method”. The recognized hedges were 100% effective.

HEDGING OF CURRENCY AND COMMODITY PRICE RISK EXPOSURES FOR SUBSIDIARIES

Volkswagen AG combines the currency and purchase price risk exposures of certain subsidiaries with its own exposures as part of uniform planning in order to hedge them using currency forwards, currency options and commodity futures with external partners. The notional amounts of the aggregate hedging transactions entered into by Volkswagen AG for forecast transactions and planned commodity purchases therefore also include amounts attributable to consolidated subsidiaries. They are allocated to subsidiaries either via hedging transactions between the subsidiary and Volkswagen AG that mirror the external hedging transactions, or by the subsidiary participating in the gain or loss when the hedging transaction falls due.

The term and method used to assess the effectiveness of hedging transactions entered into between Volkswagen AG and a subsidiary are the same as for external hedging transactions. Hedge accounting is applied only to micro hedges. The underlying is defined as the entire hedging transaction or a part of the hedging transaction entered into between Volkswagen AG and external partners.

Derivatives

The following table shows the hedging volume attributable to consolidated subsidiaries that is not included in hedge accounting:

€ million	NOTIONAL AMOUNT		FAIR VALUE	
	Dec. 31, 2013	Dec. 31, 2012	Dec. 31, 2013	Dec. 31, 2012
Hedged risks				
Currency futures contracts	119	1,136	-2	30
of which: currency purchases	117	1,076	-	-
of which: positive fair values	-	-	1	36
negative fair values	-	-	-2	-4
of which: currency sales	2	60	-	-
of which: positive fair values	-	-	0	0
negative fair values	-	-	-	-2
Currency option contracts	39	-	-	-
positive fair values	-	-	2	-
Commodity futures contracts	117	1,039	-	-
of which: positive fair values	-	-	2	42
negative fair values	-	-	-12	-70

Balance sheet items and carrying amounts

The carrying amounts of hedges not included in hedge accounting and attributable to subsidiaries are contained in the following balance sheet items:

€ million Type	Balance sheet item	CARRYING AMOUNT	
		Dec. 31, 2013	Dec. 31, 2012
Option premiums	Other assets	–	–
Expected losses from open currency forwards	Other provisions	2	6
Expected losses from open commodity future contracts	Other provisions	12	70

Hedging of currency and commodity price risk exposures

The following exposures were hedged for subsidiaries and included in hedge accounting:

€ million Hedged risks	Hedging instrument	DEC. 31. 2013		
		Amount hedged	Positive fair value	Negative fair value
Currency risk from forecast transactions	Currency futures contracts	22,375	131	–1,044
	Currency option contracts	618	–	–25
	Commodity futures contracts	719	79	–9
		23,712	210	–1,077

Income Statements Disclosures

(11) SALES

€ million	2013	%	2012	%
by region				
Germany	24,415	37.2	24,938	36.5
Europe (excl. Germany)	26,397	40.2	26,766	39.2
North America	3,878	5.9	5,060	7.4
South America	1,021	1.6	997	1.5
Africa	1,525	2.3	1,449	2.1
Asia-Pacific	8,351	12.7	9,151	13.4
	65,587	100.0	68,361	100.0
by segment				
Vehicle sales	43,577	66.4	46,561	68.1
Genuine parts	5,806	8.9	5,197	7.6
Other sales	16,204	24.7	16,603	24.3
	65,587	100.0	68,361	100.0

Other sales relate primarily to materials and other intragroup deliveries to our subsidiaries.

(12) OTHER OPERATING INCOME

€ million	2013	2012
Other operating income	4,287	4,673
of which income from the reversal of special tax-allowable reserves	(6)	(5)

Other operating income relates primarily to cost allocations (€1.5 billion), foreign currency translation of goods and services deliveries (€1.4 billion) and income from the reversal of provisions (€0.9 billion). Other operating income in the total amount of €1,093 million (previous year: €1,596 million) is attributable to previous fiscal years and mainly relates to income from the reversal of provisions.

(13) OTHER OPERATING EXPENSES

€ million	2013	2012
Other operating expenses	3,344	3,409

Other operating expenses primarily comprises foreign currency translation expenses (€1.4 billion) and consulting expenses attributable to subsidiaries and services allocated to Volkswagen AG (€1.2 billion), which were in turn recharged to subsidiaries. Foreign currency translation expenses mainly relate to recognized exchange rate losses and exchange rate losses from the translation of operating receivables and liabilities that have not been offset. Other operating expenses of €1,025 million (previous year: €667 million) are attributable to previous fiscal years and mainly relate to warranty expenses.

(14) FINANCIAL RESULT

€ million	2013	2012
Income and expenses from investments	7,741	9,551
Interest income and expense	-489	-729
Other financial result	-1,109	-853
	6,144	7,969

INCOME AND EXPENSES FROM INVESTMENTS

€ million	2013	2012
Income from investments	2,229	3,666
of which from affiliated companies	(601)	(2,369)
Income from profit and loss transfer agreements	7,210	6,023
Other investment income	-	309
Other investment expenses	632	404
Cost of loss absorption	1,066	43
	7,741	9,551

Income from investments primarily comprises income from the Chinese joint ventures, VW Logistics GmbH & Co, OHG, Scania AB and VW of South Africa (Pty.) Ltd.

Income from profit and loss transfer agreements, which includes allocations of income-related taxes, primarily comprises income from AUDI AG, Porsche Holding Stuttgart GmbH, VW Financial Services AG, AutoVision GmbH, VW Kraftwerk GmbH and VW Sachsen GmbH.

Other investment expenses mainly comprise the transfer of investment income to AUDI AG, a grant to VW India Pvt. Ltd., Pune, and a debt waiver in respect of VW Argentina S.A. Buenos Aires, Argentina. The cost of loss absorption in 2013 relates almost exclusively to losses assumed by Truck & Bus GmbH.

Interest income and expense

€ million	2013	2012
Income from other investments and long-term loans	143	146
of which from affiliated companies	(26)	(27)
Other interest and similar income	393	218
of which from affiliated companies	(338)	(171)
Interest and similar expenses	1,025	1,093
of which to affiliated companies	(933)	(984)
	-489	-729

Interest and similar expenses mainly relate to interest expenses to affiliated companies (including Volkswagen International Finance N.V., Amsterdam, and Porsche Holding Stuttgart GmbH, Stuttgart), interest from additional tax payments, as well as expenses from the factoring business (financing of non-interest-bearing trade receivables), primarily with Volkswagen Group Services S. A., Brussels.

Other financial result

€ million	2013	2012
Loss on sales of securities	–	–21
Interest component of pension expenses	–861	–717
Unwinding of the discount on provisions	–230	–133
Discounting of provisions	2	14
Unwinding of the discount on/discounting of liabilities	–20	4
	–1,109	–853

Other taxes

The other taxes allocated to the consuming functions amounted to €39 million (previous year: €40 million). They relate to land taxes, vehicle taxes and sales taxes.

Deferred taxes

In accordance with the balance sheet liability concept in the version introduced by the BilMoG, deferred taxes are calculated for temporary differences between the carrying amounts required by the HGB and the tax base of all assets and liabilities. As Volkswagen AG is the consolidated tax group parent and thus also the taxpayer for affiliated companies with which there are profit and loss transfer agreements, the differences at those companies are also included when calculating deferred taxes. Volkswagen AG is also a partner in various partnerships. Deferred taxes in respect of the difference between the HGB carrying amounts of assets and liabilities and their tax base are also reported at Volkswagen AG where these relate to corporation tax. The deferred taxes in respect of these differences are calculated on the basis of an average income tax rate of 29.8% and 15.8% respectively. Offsetting deferred tax assets and liabilities resulted in an excess of tax assets, which are not recognized as allowed under the option contained in section 274 of the HGB.

Deferred taxes in 2013

€ million Item	DEFERRED TAX ASSETS		DEFERRED TAX LIABILITIES	
	Difference	Tax	Difference	Tax
Assets				
Fixed assets	2,690	800	-46	-14
Current assets	1,778	529	-317	-94
Other assets	13	4	-0	-0
Liabilities				
Special reserves	-	-	-7	-2
Provisions	11,703	3,487	-	-
Liabilities	1,856	553	0	0
Deferred income items	61	18	-	-
Total		5,393		-111
Offset		-111		111
Net deferred tax assets		5,283		

Deferred taxes in 2012

€ million Item	DEFERRED TAX ASSETS		DEFERRED TAX LIABILITIES	
	Difference	Tax	Difference	Tax
Assets				
Fixed assets	2,231	660	-39	-12
Current assets	1,170	346	-301	-89
Other assets	9	3	0	0
Liabilities				
Special reserves	-	-	-4	-1
Provisions	8,867	2,624	-	-
Liabilities	442	131	-	-
Deferred income items	57	17	-	-
Total		3,781		-102
Offset		-102		102
Net deferred tax assets		3,679		

NOTICES AND DISCLOSURE OF CHANGES REGARDING THE OWNERSHIP OF VOTING RIGHTS IN VOLKSWAGEN AG IN ACCORDANCE WITH SECTION 21 AND SECTION 26 OF THE WERTPAPIERHANDELSGESETZ (WPHG – GERMAN SECURITIES TRADING ACT)

PORSCHÉ

1) Porsche Automobil Holding SE, Stuttgart, Germany has notified us in accordance with section 21(1) of the WpHG that its share of the voting rights in Volkswagen Aktiengesellschaft, Wolfsburg, Germany, exceeded the threshold of 50% on January 5, 2009 and amounted to 50.76% (149,696,680 voting rights) at this date.

2) The following persons notified us in accordance with section 21(1) of the WpHG that their share of the voting rights in Volkswagen Aktiengesellschaft in each case exceeded the threshold of 50% on January 5, 2009 and in each case amounted to 50.76% (149,696,680 voting rights) at this date. All of the above-mentioned 149,696,680 voting rights are attributable to each of the persons making the notification in accordance with section 22(1) sentence 1 no. 1 of the WpHG. The voting rights attributed to the persons making the notifications are held via subsidiaries within the meaning of section 22(3) of the WpHG, whose attributed share of the voting rights amounts to 3% or more and whose names are given in brackets:

Mag. Josef Ahorner, Austria

(Ferdinand Porsche Privatstiftung, Salzburg/Austria; Ferdinand Porsche Holding GmbH, Salzburg/Austria; Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Mag. Louise Kiesling, Austria

(Ferdinand Porsche Privatstiftung, Salzburg/Austria; Ferdinand Porsche Holding GmbH, Salzburg/Austria; Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Prof. Ferdinand Alexander Porsche, Austria

(Ferdinand Porsche Privatstiftung, Salzburg/Austria; Ferdinand Porsche Holding GmbH, Salzburg/Austria; Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Dr. Oliver Porsche, Austria

(Ferdinand Porsche Privatstiftung, Salzburg/Austria; Ferdinand Porsche Holding GmbH, Salzburg/Austria; Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Kai Alexander Porsche, Austria

(Ferdinand Porsche Privatstiftung, Salzburg/Austria; Ferdinand Porsche Holding GmbH, Salzburg/Austria; Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Mark Philipp Porsche, Austria

(Ferdinand Porsche Privatstiftung, Salzburg/Austria; Ferdinand Porsche Holding GmbH, Salzburg/Austria; Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Gerhard Anton Porsche, Austria

(Ferdinand Porsche Privatstiftung, Salzburg/Austria; Ferdinand Porsche Holding GmbH, Salzburg/Austria; Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Ing. Hans-Peter Porsche, Austria

(Familie Porsche Privatstiftung, Salzburg/Austria; Familie Porsche Holding GmbH, Salzburg/Austria; Ing. Hans-Peter Porsche GmbH, Salzburg/Austria; Hans-Peter Porsche GmbH, Grünwald/Germany; Familie Porsche Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Peter Daniell Porsche, Austria

(Familie Porsche Privatstiftung, Salzburg/Austria; Familie Porsche Holding GmbH, Salzburg/Austria; Ing. Hans-Peter Porsche GmbH, Salzburg/Austria; Hans-Peter Porsche GmbH, Grünwald/Germany; Familie Porsche Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Dr. Wolfgang Porsche, Germany

(Familie Porsche Privatstiftung, Salzburg/Austria; Familie Porsche Holding GmbH, Salzburg/Austria; Ing. Hans-Peter Porsche GmbH, Salzburg/Austria; Hans-Peter Porsche GmbH, Grünwald/Germany; Wolfgang Porsche GmbH, Grünwald/Germany; Familie Porsche Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Ferdinand Porsche Privatstiftung, Salzburg/Austria

(Ferdinand Porsche Holding GmbH, Salzburg/Austria; Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Familie Porsche Privatstiftung, Salzburg/Austria

(Familie Porsche Holding GmbH, Salzburg/Austria; Ing. Hans-Peter Porsche GmbH, Salzburg/Austria; Hans-Peter Porsche GmbH, Grünwald/Germany; Familie Porsche Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Ferdinand Porsche Holding GmbH, Salzburg/Austria

(Louise Daxer-Piëch GmbH, Salzburg/Austria; Louise Daxer-Piech GmbH, Grünwald/Germany; Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria; Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Gerhard Anton Porsche GmbH, Salzburg/Austria; Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Familie Porsche Holding GmbH, Salzburg/Austria

(Ing. Hans-Peter Porsche GmbH, Salzburg/Austria; Hans-Peter Porsche GmbH, Grünwald/Germany; Familie Porsche Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Louise Daxer-Piëch GmbH, Salzburg/Austria
(Louise Daxer-Piech GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany),

Prof. Ferdinand Alexander Porsche GmbH, Salzburg/Austria
(Ferdinand Alexander Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Gerhard Anton Porsche GmbH, Salzburg/Austria
(Gerhard Porsche GmbH, Grünwald/Germany; Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Louise Daxer-Piech GmbH, Grünwald/Germany
(Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Ferdinand Alexander Porsche GmbH, Grünwald/Germany
(Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Gerhard Porsche GmbH, Grünwald/Germany
(Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Ing. Hans-Peter Porsche GmbH, Salzburg/Austria
(Hans-Peter Porsche GmbH, Grünwald/Germany; Familie Porsche Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Hans-Peter Porsche GmbH, Grünwald/Germany
(Familie Porsche Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Wolfgang Porsche GmbH, Grünwald/Germany
(Familie Porsche Beteiligung GmbH, Grünwald/Germany; Porsche Automobil Holding SE, Stuttgart/Germany),

Familien Porsche-Daxer-Piech Beteiligung GmbH, Grünwald/Germany
(Porsche Automobil Holding SE, Stuttgart/Germany),

Familie Porsche Beteiligung GmbH, Grünwald/Germany
(Porsche Automobil Holding SE, Stuttgart/Germany),

Porsche GmbH, Stuttgart/Germany
(Porsche Automobil Holding SE, Stuttgart/Germany),

Dr. Hans Michel Piëch, Austria
(Porsche Automobil Holding SE, Stuttgart/Germany; Hans Michel Piech GmbH, Grünwald/Germany; Dr. Hans Michel Piëch GmbH, Salzburg/Austria),

Dr. Hans Michel Piëch GmbH, Salzburg/Austria
(Porsche Automobil Holding SE, Stuttgart/Germany; Hans Michel Piech GmbH, Grünwald/Germany),

Hans Michel Piech GmbH, Grünwald/Germany
(Porsche Automobil Holding SE, Stuttgart/Germany),

Dipl.-Ing. Dr. h.c. Ferdinand Piëch, Austria

(Porsche Automobil Holding SE, Stuttgart/Germany; Ferdinand Piech GmbH, Grünwald/Germany; Dipl.-Ing. Dr. h.c. Ferdinand Piëch GmbH, Salzburg/Austria; Ferdinand Karl Alpha Privatstiftung, Vienna/Austria),

Ferdinand Karl Alpha Privatstiftung, Vienna/Austria

(Porsche Automobil Holding SE, Stuttgart/Germany; Ferdinand Piech GmbH, Grünwald/Germany; Dipl.-Ing. Dr. h.c. Ferdinand Piëch GmbH, Salzburg/Austria),

Dipl.-Ing. Dr. h.c. Ferdinand Piëch GmbH, Salzburg/Austria

(Porsche Automobil Holding SE, Stuttgart/Germany; Ferdinand Piech GmbH, Grünwald/Germany),

Ferdinand Piech GmbH, Grünwald/Germany

(Porsche Automobil Holding SE, Stuttgart/Germany).

3) Porsche Holding Gesellschaft m.b.H., Salzburg/Austria, and Porsche GmbH, Salzburg/Austria, notified us in accordance with section 21(1) of the WpHG that their share of the voting rights in Volkswagen Aktiengesellschaft in each case exceeded the threshold of 50% on January 5, 2009 and in each case amounted to 53.13% (156,702,015 voting rights) at this date.

All the above-mentioned 156,702,015 voting rights are attributable to Porsche Holding Gesellschaft m.b.H. in accordance with section 22(1) sentence 1 no. 1 of the WpHG. The companies via which the voting rights are actually held and whose attributed share of the voting rights amounts to 3% or more are:

- Porsche GmbH, Salzburg/Austria;
- Porsche GmbH, Stuttgart/Germany;
- Porsche Automobil Holding SE, Stuttgart/Germany.

Of the above-mentioned 156,702,015 voting rights, 50.76% of the voting rights (149,696,753 voting rights) are attributable to Porsche GmbH, Salzburg/Austria, in accordance with section 22(1) sentence 1 no. 1 of the WpHG. The companies via which the voting rights are actually held and whose attributed share of the voting rights amounts to 3% or more are:

- Porsche GmbH, Stuttgart/Germany;
- Porsche Automobil Holding SE, Stuttgart/Germany.

4) Porsche Wolfgang 1. Beteiligungs GmbH & Co. KG, Stuttgart, Germany has notified us in accordance with section 21(1) of the WpHG that its (indirect) share of the voting rights in Volkswagen Aktiengesellschaft, Wolfsburg, Germany, exceeded the thresholds of 3%, 5%, 10%, 15%, 20%, 25%, 30% and 50% of the voting rights on September 29, 2010 and amounted to 50.74% of the voting rights (149,696,680 voting rights) at this date.

Of this figure, 50.74% of the voting rights (149,696,680 voting rights) are attributable to Porsche Wolfgang 1. Beteiligungs GmbH & Co. KG in accordance with section 22(1) sentence 1 no. 1 of the WpHG.

The voting rights attributed to Porsche Wolfgang 1. Beteiligungs GmbH & Co. KG are held via the following enterprises controlled by it, whose share of the voting rights in Volkswagen Aktiengesellschaft amounts to 3% or more in each case: Wolfgang Porsche GmbH, Grünwald, Familie Porsche Beteiligung GmbH, Grünwald, Porsche Automobil Holding SE, Stuttgart.

5) We received the following notification in accordance with article 25 WpHG on February 1, 2013:

1. Issuer: VOLKSWAGEN AKTIENGESELLSCHAFT, Berliner Ring 2, 38440 Wolfsburg, Germany
2. Notifying party: Porsche Piech Holding GmbH, Salzburg, Austria
3. Reason for notification: threshold exceeded
4. Notification thresholds affected: 5%, 10%, 15%, 20%, 25%, 30%, 50%

5. Date threshold exceeded: January 31, 2013
6. Reportable share of voting rights: 53.10% (corresponds to 156,701,942 voting rights)
7. Further information on the share of voting rights:

Share of voting rights resulting from (financial/other) instruments in accordance with article 25 WpHG: 2.00% (corresponds to 5,901,796 voting rights)

Of which held indirectly: 2.00% (corresponds to 5,901,796 voting rights)

Share of voting rights in accordance with articles 21 and 22 WpHG: 53.10% (corresponds to 156,701,942 voting rights)
8. Further information on (financial/other) instruments in accordance with Article 25 WpHG:
Chain of controlled companies: Porsche Gesellschaft m.b.H., Salzburg; Porsche Piech GmbH & Co. KG, Salzburg
Exercise period: from December 31, 2022

6) We received the following notification in accordance with article 25 WpHG on February 1, 2013:

1. Issuer: VOLKSWAGEN AKTIENGESELLSCHAFT, Berliner Ring 2, 38440 Wolfsburg, Germany
2. Notifying party: Porsche Gesellschaft m.b.H., Salzburg, Austria
3. Reason for notification: threshold exceeded
4. Notification thresholds affected: 5%, 10%, 15%, 20%, 25%, 30%, 50%
5. Date threshold exceeded: January 31, 2013
6. Reportable share of voting rights: 53.10% (corresponds to 156,701,942 voting rights)
7. Further information on the share of voting rights:

Share of voting rights resulting from (financial/other) instruments in accordance with article 25 WpHG: 2.00% (corresponds to 5,901,796 voting rights)

Of which held indirectly: 2.00% (corresponds to 5,901,796 voting rights)

Share of voting rights in accordance with articles 21 and 22 WpHG: 53.10% (corresponds to 156,701,942 voting rights)
8. Further information on (financial/other) instruments in accordance with Article 25 WpHG:
Chain of controlled companies: Porsche Piech GmbH & Co. KG, Salzburg
Exercise period: from December 31, 2022

7) We received the following notification in accordance with article 25a, Section 1 WpHG on August 2, 2013:

1. Issuer: VOLKSWAGEN AKTIENGESELLSCHAFT, Berliner Ring 2, 38440 Wolfsburg, Germany
2. Notifying party: LK Holding GmbH, Salzburg, Austria
3. Reason for notification: threshold exceeded

4. Notification thresholds affected: 5%, 10%, 15%, 20%, 25%, 30%, 50%
 5. Date threshold exceeded: July 30, 2013
 6. Reportable share of voting rights: 50.73% (corresponds to 149,696,681 voting rights) calculated from the following total number of voting rights issued: 295,089,818
 7. Further information on the share of voting rights:

Share of voting rights resulting from (financial/other) instruments in accordance with article 25a WpHG: 50.73% (corresponds to 149,696,681 voting rights)

Of which held indirectly: 0% (corresponds to 0 voting rights)

Share of voting rights resulting from (financial/other) instruments in accordance with article 25 WpHG: 0% (corresponds to 0 voting rights)

Of which held indirectly: 0% (corresponds to 0 voting rights)

Share of voting rights in accordance with articles 21 and 22 WpHG: 0% (corresponds to 0 voting rights)
 8. Further information on (financial/other) instruments in accordance with Article 25a WpHG:

Chain of controlled companies: -

ISIN or name/description of the (financial/other) instrument: Spaltungs- und Übernahmevertrag

Maturity: n/a

Expiration date: n/a
- 8) We received the following notification in accordance with article 25a, Section 1 WpHG on August 12, 2013:
1. Issuer: VOLKSWAGEN AKTIENGESELLSCHAFT, Berliner Ring 2, 38440 Wolfsburg, Germany
 2. Notifying party: LK Holding GmbH, Salzburg, Austria
 3. Reason for notification: falling below threshold
 4. Notification thresholds affected: 5%, 10%, 15%, 20%, 25%, 30%, 50%
 5. Date threshold exceeded: August 10, 2013
 6. Reportable share of voting rights: 0.00% (corresponds to 0 voting rights) calculated from the following total number of voting rights issued: 295,089,818
 7. Further information on the share of voting rights:

Share of voting rights resulting from (financial/other) instruments in accordance with article 25a WpHG: 0.00% (corresponds to 0 voting rights)

Of which held indirectly: 0% (corresponds to 0 voting rights)

Share of voting rights resulting from (financial/other) instruments in accordance with article 25 WpHG: 0% (corresponds to 0 voting rights)

Of which held indirectly: 0% (corresponds to 0 voting rights)

Share of voting rights in accordance with articles 21 and 22 WpHG: 50.73% (corresponds to 149,696,681 voting rights)

8. Further information on (financial/other) instruments in accordance with Article 25a WpHG:

Chain of controlled companies: -

ISIN or name/description of the (financial/other) instrument: -

Maturity: -

Expiration date: -

9) On August 12, 2013, LK Holding GmbH, Salzburg, Austria, has notified us in accordance with article 21, section 1 of the WpHG that its share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT, Wolfsburg, Germany, exceeded the thresholds of 3%, 5%, 10%, 15%, 20%, 25%, 30% and 50% of the voting rights on August 10, 2013 and amounted to 50.73% of the voting rights (149,696,681 voting rights) at this date.

Of this figure, 50.73% of the voting rights (149,696,681 voting rights) are attributable to LK Holding GmbH in accordance with article 22, section 1, sentence 1 no. 1 of the WpHG.

The voting rights attributed to LK Holding GmbH are held via the following enterprises controlled by it, whose share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT amounts to 3% or more in each case: Porsche Automobil Holding SE, Stuttgart; Familien Porsche-Kiesling Beteiligung GmbH, Grünwald; Louise Daxer-Piech GmbH, Grünwald.

10) On August 12, 2013, Louise Daxer-Piech GmbH, Salzburg, Austria, has notified us in accordance with article 21, section 1 of the WpHG that its share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT, Wolfsburg, Germany, fell below the thresholds of 50%, 30%, 25%, 20%, 15%, 10%, 5% and 3% of the voting rights on August 10, 2013 and amounted to 0% of the voting rights (0 voting rights) at this date.

11) On September 11, 2013, Ahorner Alpha Beteiligungs GmbH, Grünwald, Germany, has notified us in accordance with article 21, section 1 of the WpHG that its share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT, Wolfsburg, Germany, exceeded the thresholds of 3%, 5%, 10%, 15%, 20%, 25%, 30% and 50% of the voting rights on September 11, 2013 and amounted to 50.73% of the voting rights (149,696,681 voting rights) at this date. Of this figure, 50.73% of the voting rights (149,696,681 voting rights) are attributable to Ahorner Alpha Beteiligungs GmbH in accordance with article 22, section 1, sentence 1 no. 1 of the WpHG.

The voting rights attributed to Ahorner Alpha Beteiligungs GmbH are held via the following enterprises controlled by it, whose share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT amounts to 3% or more in each case: Porsche Automobil Holding SE, Stuttgart.

12) On September 11, 2013, Ahorner Beta Beteiligungs GmbH, Grünwald, Germany, has notified us in accordance with article 21, section 1 of the WpHG that its share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT, Wolfsburg, Germany, exceeded the thresholds of 3%, 5%, 10%, 15%, 20%, 25%, 30% and 50% of the voting rights on September 11, 2013 and amounted to 50.73% of the voting rights (149,696,681 voting rights) at this date. Of this figure, 50.73% of the voting rights (149,696,681 voting rights) are attributable to Ahorner Beta Beteiligungs GmbH in accordance with article 22, section 1, sentence 1 no. 1 of the WpHG.

The voting rights attributed to Ahorner Beta Beteiligungs GmbH are held via the following enterprises controlled by it, whose share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT amounts to 3% or more in each case: Ahorner Alpha Beteiligungs GmbH, Grünwald; Porsche Automobil Holding SE, Stuttgart.

13) On September 11, 2013, Louise Daxer-Piech GmbH, Salzburg, Austria, has notified us in accordance with article 21, section 1 of the WpHG that its share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT, Wolfsburg, Germany, exceeded the thresholds of 3%, 5%, 10%, 15%, 20%, 25%, 30% and 50% of the voting rights on September 11, 2013 and amounted to 50.73% of the voting rights (149,696,681 voting rights) at this date. Of this figure, 50.73% of the voting rights (149,696,681 voting rights) are attributable to Louise Daxer-Piech GmbH in accordance with article 22, section 1, sentence 1 no. 1 of the WpHG.

The voting rights attributed to Louise Daxer-Piech GmbH are held via the following enterprises controlled by it, whose share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT amounts to 3% or more in each case: Ahorner Beta Beteiligungs GmbH, Grünwald; Ahorner Alpha Beteiligungs GmbH, Grünwald; Porsche Automobil Holding SE, Stuttgart.

14) On September 11, 2013, Ahorner Holding GmbH, Salzburg, Austria, has notified us in accordance with article 21, section 1 of the WpHG that its share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT, Wolfsburg, Germany, exceeded the thresholds of 3%, 5%, 10%, 15%, 20%, 25%, 30% and 50% of the voting rights on September 11, 2013 and amounted to 50.73% of the voting rights (149,696,681 voting rights) at this date. Of this figure, 50.73% of the voting rights (149,696,681 voting rights) are attributable to Ahorner Holding GmbH in accordance with article 22, section 1, sentence 1 no. 1 of the WpHG.

The voting rights attributed to Ahorner Holding GmbH are held via the following enterprises controlled by it, whose share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT amounts to 3% or more in each case: Louise Daxer-Piech GmbH, Salzburg, Austria; Ahorner Beta Beteiligungs GmbH, Grünwald; Ahorner Alpha Beteiligungs GmbH, Grünwald; Porsche Automobil Holding SE, Stuttgart.

15) On December 04, 2013, Porsche Wolfgang 1. Beteiligungsverwaltungs GmbH, Stuttgart, Germany, has notified us in accordance with article 21, section 1 of the WpHG that its share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT, Wolfsburg, Germany, exceeded the thresholds of 3%, 5%, 10%, 15%, 20%, 25%, 30% and 50% of the voting rights on December 2, 2013 and amounted to 50.73% of the voting rights (149,696,681 voting rights) at this date. Of this figure, 50.73% of the voting rights (149,696,681 voting rights) are attributable to Porsche Wolfgang 1. Beteiligungsverwaltungs GmbH in accordance with article 22, section 1, sentence 1 no. 1 of the WpHG.

The voting rights attributed to Porsche Wolfgang 1. Beteiligungsverwaltungs GmbH are held via the following enterprises controlled by it, whose share of the voting rights in VOLKSWAGEN AKTIENGESELLSCHAFT amounts to 3% or more in each case: Porsche Wolfgang 1. Beteiligungs GmbH & Co. KG, Stuttgart; Wolfgang Porsche GmbH, Stuttgart; Familie Porsche Beteiligung GmbH, Grünwald; Porsche Automobil Holding SE, Stuttgart.

QATAR

We have received the following notification:

- (1) Pursuant to section 21 (1) WpHG we hereby notify for and on behalf of the State of Qatar, acting by and through the Qatar Investment Authority, Doha, Qatar, that its indirect voting rights in Volkswagen Aktiengesellschaft
 - (a) exceeded the threshold of 10 % on December 17, 2009 and amounted to 13.71 % of the voting rights of Volkswagen Aktiengesellschaft (40,440,274 voting rights) as per this date
 - (i) 6.93 % (20,429,274 voting rights) of which have been obtained by the exercise by Qatar Holding LLC of financial instruments within the meaning of section 25 (1) sentence 1 WpHG on that date granting the right to acquire shares in Volkswagen Aktiengesellschaft, and
 - (ii) all of which are attributed to the State of Qatar pursuant to section 22 (1) sentence 1 no. 1 WpHG.
 - (b) exceeded the threshold of 15 % on December 18, 2009 and amounted to 17.00 % of the voting rights of Volkswagen Aktiengesellschaft (50,149,012 voting rights) as per this date
 - (i) 3.29 % (9,708,738 voting rights) of which have been obtained by the exercise by Qatar Holding LLC of financial instruments within the meaning of section 25 (1) sentence 1 WpHG on that date granting the right to acquire shares in Volkswagen Aktiengesellschaft, and
 - (ii) all of which are attributed to the State of Qatar pursuant to section 22 (1) sentence 1 no. 1 WpHG.

Voting rights that are attributed to the State of Qatar pursuant to lit. (a) and (b) above are held via the following entities which are controlled by it and whose attributed proportion of voting rights in Volkswagen Aktiengesellschaft amount to 3 % each or more:

- (aa) Qatar Investment Authority, Doha, Qatar;
- (bb) Qatar Holding LLC, Doha, Qatar;
- (cc) Qatar Holding Luxembourg II S.à.r.l., Luxembourg, Luxembourg;
- (dd) Qatar Holding Netherlands B.V., Amsterdam, The Netherlands.

(2) Pursuant to section 21 (1) WpHG we hereby notify for and on behalf of the Qatar Investment Authority, Doha, Qatar, that its indirect voting rights in Volkswagen Aktiengesellschaft

(a) exceeded the threshold of 10 % on December 17, 2009 and amounted to 13.71 % of the voting rights of Volkswagen Aktiengesellschaft (40,440,274 voting rights) as per this date

(i) 6.93 % (20,429,274 voting rights) of which have been obtained by the exercise by Qatar Holding LLC of financial instruments within the meaning of section 25 (1) sentence 1 WpHG on that date granting the right to acquire shares in Volkswagen Aktiengesellschaft, and

(ii) all of which are attributed to the Qatar Investment Authority pursuant to section 22 (1) sentence 1 no. 1 WpHG.

(b) exceeded the threshold of 15 % on December 18, 2009 and amounted to 17.00 % of the voting rights of Volkswagen Aktiengesellschaft (50,149,012 voting rights) as per this date

(i) 3.29 % (9,708,738 voting rights) of which have been obtained by the exercise by Qatar Holding LLC of financial instruments within the meaning of section 25 (1) sentence 1 WpHG on that date granting the right to acquire shares in Volkswagen Aktiengesellschaft, and

(ii) all of which are attributed to the Qatar Investment Authority pursuant to section 22 (1) sentence 1 no. 1 WpHG.

Voting rights that are attributed to the Qatar Investment Authority pursuant to lit. (a) and (b) above are held via the entities as set forth in (1) (bb) through (dd) which are controlled by it and whose attributed proportion of voting rights in Volkswagen Aktiengesellschaft amount to 3 % each or more.

(3) Pursuant to section 21 (1) WpHG we hereby notify for and behalf of Qatar Holding LLC, Doha, Qatar, that its direct and indirect voting rights in Volkswagen Aktiengesellschaft

(a) exceeded the threshold of 10 % on December 17, 2009 and amounted to 13.71 % of the voting rights of Volkswagen Aktiengesellschaft (40,440,274 voting rights) as per this date

(i) 6.93 % (20,429,274 voting rights) of which have been obtained by the exercise of financial instruments within the meaning of section 25 (1) sentence 1 WpHG on that date granting the right to acquire shares in Volkswagen Aktiengesellschaft, and

(ii) 6.78 % (20,011,000 voting rights) of which are attributed to Qatar Holding LLC pursuant to section 22 (1) sentence 1 no. 1 WpHG.

(b) exceeded the threshold of 15 % on December 18, 2009 and amounted to 17.00 % of the voting rights of Volkswagen Aktiengesellschaft (50,149,012 voting rights) as per this date

- (i) 3.29 % (9,708,738 voting rights) of which have been obtained by the exercise of financial instruments within the meaning of section 25 (1) sentence 1 WpHG on that date granting the right to acquire shares in Volkswagen Aktiengesellschaft, and
- (ii) 6.78 % (20,011,000 voting rights) of which are attributed to Qatar Holding LLC pursuant to section 22 (1) sentence 1 no. 1 WpHG.

Voting rights that are attributed to Qatar Holding LLC pursuant to lit. (a) and (b) above are held via the entities as set forth in (1) (cc) through (dd) which are controlled by it and whose attributed proportion of voting rights in Volkswagen Aktiengesellschaft amount to 3 % each or more.

We have received the following notification:

- (1) Pursuant to section 21 (1) WpHG we hereby notify for and on behalf of Qatar Holding Luxembourg II S.à.r.l., Luxembourg, Luxembourg, that its indirect voting rights in Volkswagen Aktiengesellschaft exceeded the thresholds of 10 % and 15 % on December 18, 2009 and amounted to 17.00 % of the voting rights of Volkswagen Aktiengesellschaft (50,149,012 voting rights) as per this date, all of which are attributed to Qatar Holding Luxembourg II S.à.r.l. pursuant to section 22 (1) sentence 1 no.1 WpHG.

Voting rights that are attributed to Qatar Holding Luxembourg II S.à.r.l. are held via the following entities which are controlled by it and whose attributed proportion of voting rights in Volkswagen Aktiengesellschaft amount to 3 % each or more:

- (a) Qatar Holding Netherlands B.V., Amsterdam, The Netherlands;
- (b) Qatar Holding Germany GmbH, Frankfurt am Main, Germany.

- (2) Pursuant to section 21 (1) WpHG we hereby notify for and on behalf of Qatar Holding Netherlands B.V., Amsterdam, The Netherlands, that its indirect voting rights in Volkswagen Aktiengesellschaft exceeded the thresholds of 10 % and 15 % on December 18, 2009 and amounted to 17.00 % of the voting rights of Volkswagen Aktiengesellschaft (50,149,012 voting rights) as per this date, all of which are attributed to Qatar Holding Luxembourg II S.à.r.l. pursuant to section 22 (1) sentence 1 no. 1 WpHG.

Voting rights that are attributed to Qatar Holding Netherlands B.V. are held via the entity as set forth in (1) (b) which is controlled by it and whose attributed proportion of voting rights in Volkswagen Aktiengesellschaft amounts to 3 % or more.

- (3) Pursuant to section 21 (1) WpHG we hereby notify for and on behalf of Qatar Holding Germany GmbH, Frankfurt am Main, Germany, that its direct voting rights in Volkswagen Aktiengesellschaft exceeded the thresholds of 3 %, 5 %, 10 % and 15 % on December 18, 2009 and amounted to 17.00 % of the voting rights of Volkswagen Aktiengesellschaft (50,149,012 voting rights) as per this date.

STATE OF LOWER SAXONY

The State of Lower Saxony notified us on January 8, 2014 that it held a total of 59,022,310 ordinary shares as of December 31, 2013. It held 440 VW ordinary shares directly and 59,021,870 ordinary shares indirectly via Hannoverische Beteiligungsgesellschaft mbH (HanBG), which is owned by the State of Lower Saxony.

RECONCILIATION OF NET INCOME TO NET RETAINED PROFITS

€ million	2013	2012
Net income for the year	3,078	6,380
Retained profits brought forward	6	10
Appropriations to revenue reserves		
to other revenue reserves	-1,210	-3,190
Net retained profits	1,874	3,200

TOTAL EXPENSE FOR THE PERIOD

Cost of materials

€ million	2013	2012
Cost of raw materials, consumables and supplies, and of purchased merchandise	45,755	47,907
Cost of purchased services	3,920	3,320
	49,675	51,227

Personnel expenses

€ million	2013	2012
Wages and salaries	7,476	7,349
Social security, post-employment and other employee benefit costs	1,695	1,851
of which in respect of post-employment benefits	(564)	(778)
	9,170	9,200

OTHER DISCLOSURES

The tax expense is attributable to the result from ordinary activities.

WRITE-DOWN OF LONG-TERM FINANCIAL ASSETS

€ million	2013	2012
Affiliated companies	-	65
Other equity investments	29	-
Loans to other investees and investors	-	0
Long-term investments	-	0
	29	65

AVERAGE NUMBER OF EMPLOYEES OF VOLKSWAGEN AG DURING THE YEAR

	2013	2012
by group		
Performance-related wage-earners	48,832	46,687
Time-rate wage-earners	18,376	18,115
Salaried employees	36,768	34,325
	103,977	99,127
Vocational trainees	4,492	4,354
	108,468	103,481
by plant		
Wolfsburg	59,400	56,684
Hanover	13,042	12,743
Braunschweig	6,185	5,877
Kassel	15,014	14,186
Emden	8,442	7,934
Salzgitter	6,385	6,057
	108,468	103,481

Information about the composition of the Board of Management and the Supervisory Board, on changes in these executive bodies and on the memberships of members of the Board of Management and the Supervisory Board of other statutory supervisory boards and comparable supervisory bodies is contained in an annex to the notes.

RELATED PARTY DISCLOSURES

Related parties as defined by IAS 24 are natural persons and entities that Volkswagen AG has the ability to control or on which it can exercise significant influence, or natural persons and entities that have the ability to control or exercise significant influence on Volkswagen AG, or that are influenced by another related party of Volkswagen AG.

At 50.73%, Porsche SE held the majority of the voting rights in Volkswagen AG as of the reporting date. The creation of rights of appointment for the State of Lower Saxony was resolved at the Extraordinary General Meeting of Volkswagen AG on December 3, 2009. As a result, Porsche SE can no longer appoint the majority of the members of Volkswagen AG's Supervisory Board for as long as the State of Lower Saxony holds at least 15% of Volkswagen AG's ordinary shares. However, Porsche SE has the power to participate in the operating policy decisions of the Volkswagen Group.

Porsche SE contributed its holding company operating business to Volkswagen AG by way of singular succession on August 1, 2012.

In addition, the contribution of Porsche SE's holding company operating business to Volkswagen AG has the following effects on the agreements between Porsche SE, Volkswagen AG and companies of the Porsche Holding Stuttgart Group that existed prior to the contribution and were entered into on the basis of the Comprehensive Agreement and its related implementation agreements:

- › Porsche SE had already issued an undertaking to Volkswagen AG, Porsche Holding Stuttgart and Porsche AG under an implementation agreement relating to the Comprehensive Agreement to indemnify those companies in relation to obligations arising from certain legal disputes, tax liabilities (including interest in accordance with section 233a of the Abgabenordnung (AO – German Tax Code)) and certain major losses. Unless otherwise described in the following, these indemnifications ceased to apply effective August 1, 2012 because of the contribution of Porsche SE's holding company operating business to Volkswagen AG.
- › Moreover, Porsche SE had issued various guarantees relating to Porsche Holding Stuttgart and Porsche AG to Volkswagen AG under an implementation agreement relating to the Comprehensive Agreement. Among other things, these related to the proper issuance of and full payment for shares and capital contributions, to the ownership of the shares of Porsche Holding Stuttgart and Porsche AG, and to the existence of the approvals, permissions and industrial property rights required to operate the business activities of Porsche AG. Unless otherwise described in the following, these indemnifications ceased to apply effective August 1, 2012 because of the contribution of Porsche SE's holding company operating business to Volkswagen AG.

- > Volkswagen AG continues to indemnify Porsche SE against certain financial guarantees issued by Porsche SE to creditors of the companies belonging to the Porsche Holding Stuttgart Group up to the amount of its share in the capital of Porsche Holding Stuttgart, which amounts to 100% since the contribution as of August 1, 2012. Porsche Holding Finance plc, Dublin, Ireland, was contributed to the Volkswagen Group in the course of the transfer of Porsche SE's holding company operating business. Since August 1, 2012, the indemnification therefore includes financial guarantees issued by Porsche SE to creditors of Porsche Holding Finance plc, in relation to interest payments on and the repayment of bonds in the aggregate amount of €310 million. As part of the contribution of Porsche SE's holding company operating business to Volkswagen AG, Volkswagen AG undertook to assume standard market liability compensation effective August 1, 2012 for guarantees issued to external creditors, whereby it is indemnified internally.
- > Until the date of the contribution, Volkswagen AG guaranteed loans made by Porsche Holding Stuttgart or Porsche AG to Porsche SE in the case that these loans fell due and could not be recovered because of the insolvency of Porsche Holding Stuttgart or Porsche AG, to the extent that these obligations could have been settled if the companies had not been insolvent on the due date by offsetting them against counterclaims against Porsche SE. As a result of the contribution of the holding company operating business, these loan liabilities were transferred to the Volkswagen Group with the effect of discharging the liability, such that Volkswagen AG can no longer have any guarantee obligations to Porsche SE.
- > Volkswagen AG continues to indemnify Porsche SE internally against claims by the Einlagensicherungsfonds (German deposit protection fund) after Porsche SE submitted an indemnification agreement required by the Bundesverband Deutscher Banken (Association of German Banks) to the Einlagensicherungsfonds in August 2009. Volkswagen AG has also undertaken to indemnify the Einlagensicherungsfonds against any losses caused by measures taken by the latter in favor of a bank in which Volkswagen AG holds a majority interest.
- > Under certain conditions, Porsche SE continues to indemnify Porsche Holding Stuttgart, Porsche AG and their legal predecessors against tax liabilities that exceed the obligations recognized in the financial statements of those companies relating to periods up to and including July 31, 2009. In return, Volkswagen AG has undertaken in principle to reimburse Porsche SE for any tax benefits or tax refunds of Porsche Holding Stuttgart, Porsche AG and their legal predecessors and subsidiaries for tax assessment periods up to July 31, 2009.

Under the terms of the Comprehensive Agreement, Porsche SE and Volkswagen AG had granted each other put and call options with regard to the remaining 50.1% interest in Porsche Holding Stuttgart held by Porsche SE until the contribution of its holding company operating business to Volkswagen AG. The strike price for the two options amounted to €3,883 million and was subject to certain adjustments. In the course of the contribution, the legal position of Porsche SE under the put and call options was transferred to Volkswagen AG in each case such the options were extinguished due to confusion of rights.

Both Volkswagen AG (if it had exercised its call option) and Porsche SE (if it had exercised its put option) had undertaken to bear the tax burden resulting from the exercise of the options and any subsequent activities in relation to the equity investment in Porsche Holding Stuttgart (e.g. from recapture taxation on the spin-off in 2007 and/or 2009). If tax benefits had accrued to Volkswagen AG, Porsche Holding Stuttgart, Porsche AG, or their respective subsidiaries as a result of recapture taxation on the spin-off in 2007 and/or 2009, the purchase price to be paid by Volkswagen AG for the transfer of the outstanding 50.1% equity investment in Porsche Holding Stuttgart if the put option had been exercised by Porsche SE would have been increased by the present value of the tax benefit. This arrangement was taken over under the terms of the contribution agreement to the effect that Porsche SE has a claim against Volkswagen AG for payment in the amount of the present value of the realizable tax benefits from any recapture taxation of the spin-off in 2007 as a result of the contribution. It was also agreed under the terms of the contribution that Porsche SE will indemnify Volkswagen AG, Porsche Holding Stuttgart and their subsidiaries against taxes if measures taken by or not taken by Porsche SE result in recapture taxation for 2012 at these companies in the course of or following implementation of the contribution. In this case, too, Porsche SE is entitled to assert a claim for payment against Volkswagen AG in the amount of the present value of the realizable tax benefits that arise at the level of Volkswagen AG or one of its subsidiaries as a result of such a transaction.

To secure any potential remaining claims by Volkswagen AG under the agreement between Porsche SE and Volkswagen AG on the acquisition by Volkswagen AG of an interest in Porsche Holding Stuttgart, a purchase price retention mechanism had been agreed in favor of Volkswagen AG for the case that the put or call options were exercised. The corresponding agreements were extinguished in the course of the contribution of Porsche SE's holding company operating business to Volkswagen AG.

Further agreements were entered into and declarations were issued in connection with the contribution of Porsche SE's holding company operating business to Volkswagen AG, in particular:

- › Porsche SE issued various guarantees to Volkswagen AG in the course of the contribution relating to Porsche Holding Stuttgart, Porsche AG and its other transferred investees. Among other things, these relate to the proper issuance of and full payment for shares and capital contributions, and/or to the ownership of the shares of Porsche Holding Stuttgart and Porsche AG.
- › Under the terms of the contribution of its holding company operating business, Porsche SE also issued guarantees to Volkswagen AG for other assets transferred and liabilities assumed. In doing so, Porsche SE guarantees that these have not been assigned and are, in principle, free from third-party rights up to the date of completion of the contribution.
- › As a general principle, Porsche SE's liabilities for these guarantees is restricted to the consideration paid by Volkswagen AG.
- › Porsche SE indemnifies its contributed subsidiaries, Porsche Holding Stuttgart, Porsche AG and their subsidiaries against liabilities to Porsche SE that relate to the period up to and including December 31, 2011 and that exceed the obligations recognized in the financial statements of those companies for that period.
- › Porsche SE indemnifies Porsche Holding Stuttgart and Porsche AG against obligations arising from certain legal disputes; this includes the costs of an appropriate legal defense.
- › Moreover, Porsche SE indemnifies Volkswagen AG, Porsche Holding Stuttgart, Porsche AG and their subsidiaries against half of the taxes (other than taxes on income) arising at those companies in conjunction with the contribution that would not have been incurred in the event of the exercise of the call option on the shares of Porsche Holding Stuttgart that continued to be held by Porsche SE until the contribution. Volkswagen AG therefore indemnifies Porsche SE against half of such taxes that it incurs. In addition, Porsche Holding Stuttgart is indemnified against half of the land transfer tax and other costs triggered by the merger.
- › Additionally, Porsche SE and Porsche AG agreed to allocate any subsequent VAT receivables or liabilities from transactions in the period up to December 31, 2009 to the company entitled to the receivable or incurring the liability.
- › A range of information, conduct and cooperation obligations were agreed by Porsche SE and the Volkswagen Group.

According to a notification dated January 8, 2014, the State of Lower Saxony and Hannoversche Beteiligungsgesellschaft mbH, Hanover, continued to hold 20.00% of the voting rights of Volkswagen AG on December 31, 2013. As mentioned above, the General Meeting of Volkswagen AG on December 3, 2009 also resolved that the State of Lower Saxony may appoint two members of the Supervisory Board (right of appointment).

Members of the Board of Management and Supervisory Board of Volkswagen AG are members of supervisory and management boards or shareholders of other companies with which Volkswagen AG has relations in the normal course of business. All transactions with related parties are conducted on an arm's length basis.

The following tables present the amounts of supplies and services transacted between Volkswagen AG and related parties. The scope of such related parties was defined on the basis of IAS 24 and comprises consolidated and unconsolidated subsidiaries, joint ventures, associates, Porsche SE and its affiliated companies as well as other related parties. In addition to the amounts disclosed in the following tables, Volkswagen AG paid dividends to Porsche SE in the amount of €524 million (previous year: €449 million).

RELATED PARTIES

€ million	SUPPLIES AND SERVICES RENDERED	SUPPLIES AND SERVICES RECEIVED
	2013	2013
Porsche SE	1	5
Supervisory Board members	0	–
Board of Management members	0	–
Consolidated subsidiaries	6,391	6,383
Unconsolidated subsidiaries	134	224
Joint ventures	1,903	809
Associates	2	17
Pension plans	3	–
State of Lower Saxony, its majority interests and joint ventures	7	2

€ million	INCOME FROM PROFIT AND LOSS TRANSFER AGREEMENTS	COST OF LOSS ABSORPTION	INTEREST INCOME	INTEREST EXPENSE
	2013	2013	2013	2013
Porsche SE	–	–	–	5
Consolidated subsidiaries	4,883	–	28	182
Unconsolidated subsidiaries	3	0	0	0
Joint ventures	1,610	–	–	0

€ million	COLLATERAL GRANTED	COLLATERAL RECEIVED	CREDIT LINES GRANTED
	2013	2013	2013
Consolidated subsidiaries	487	–	6,336
Unconsolidated subsidiaries	4	–	100
Joint ventures	–	611	–
Associates	6	–	–
State of Lower Saxony, its majority interests and joint ventures	–	2	–
Other related parties	–	–	7

The Board of Management and Supervisory Board of the Volkswagen Group are related parties. The following benefits and remuneration were recorded for these persons in connection with their executive body membership:

€	2013	2012
Short-term benefits	73,129,268	64,570,389
Post-employment benefits	7,361,018	-1,105,492
	80,490,286	63,464,897

Employee representatives on the Supervisory Board continue to receive a regular salary as stipulated in their employment contracts. This is based on the provisions of the Betriebsverfassungsgesetz (BetrVG – German Works Constitution Act) and is appropriate to their respective function or role in the Company. The same applies for representatives of senior management on the Supervisory Board.

There are outstanding balances for bonuses of the Board of Management members in the amount of €51,964,300 at the end of the fiscal year (previous year: €46,520,000). The post-employment benefits relate to additions to pension provisions for current members of the Board of Management. The expenses shown above do not correspond to the definition of remuneration of members of the Board of Management and the Supervisory Board in accordance with the German Corporate Governance Code.

REMUNERATION OF THE BOARD OF MANAGEMENT AND THE SUPERVISORY BOARD

€	2013	2012
Board of Management remuneration		
Non-performance-related remuneration	11,638,328	9,506,343
Performance-related remuneration	52,444,300	47,000,000
Supervisory Board remuneration		
Fixed remuneration components	256,546	279,350
Variable remuneration components	8,745,159	7,739,896

The fixed remuneration of the Board of Management also includes differing levels of remuneration for the assumption of appointments at Group companies, as well as noncash benefits, which consist in particular of the use of company cars and the grant of insurance cover. The additional annual variable amount paid to each member of the Board of Management contains annually recurring components that are tied to the business success of the Company. It is primarily oriented on the results achieved and the financial position of the Company.

On December 31, 2013, the present value of pension obligations for members of the Board of Management amounted to €88,704,661 (previous year: €75,445,501). Current pensions are index-linked in accordance with the index-linking of the highest collectively agreed salary insofar as the application of section 16 of the Gesetz zur Verbesserung der betrieblichen Altersversorgung (BetrAVG – German Company Pension Act) does not lead to a larger increase.

Retired members of the Board of Management and their surviving dependents received €9,977,972 (previous year: €8,797,230). The present value of pension obligations for this group of people amounted to €125,376,525 (previous year: €122,324,853). Members of the Board of Management with contracts entered into on or after January 1, 2010 are entitled to payment of their normal remuneration for twelve months in the event of illness. Contracts entered into before that date grant remuneration for six months. Surviving dependents receive a widow's pension of 66 2/3% and a 20% orphan's pension per child – but no more than a maximum of 100% – based on the pension of the former member of the Board of Management.

The individual remuneration of the members of the Board of Management and the Supervisory Board is explained in the remuneration report in the management report.

Interest-free advances in the total amount of €480,000 (previous year: €480,000) have been granted to members of the Board of Management. The advances will be set off against performance-related remuneration in the following year. Loans in the total amount of €25,000 (repayments in 2013: €10,833.22; amount outstanding: €0) had originally been granted to members of the Supervisory Board. The loans generally bore interest at a rate of 4% and had an agreed term of up to 15 years.

Wolfsburg, February 11, 2014

Volkswagen Aktiengesellschaft

The Board of Management

Responsibility Statement

To the best of our knowledge, and in accordance with the applicable reporting principles, the annual financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of Volkswagen AG, and the management report includes a fair review of the development and performance of the business and the position of the Company, together with a description of the material opportunities and risks associated with the expected development of the Company.

Wolfsburg, February 11, 2014

Volkswagen Aktiengesellschaft

The Board of Management

Martin Winterkorn

Francisco Javier Garcia Sanz

Jochem Heizmann

Christian Klingler

Michael Macht

Horst Neumann

Leif Östling

Hans Dieter Pötsch

Rupert Stadler

Auditor's Report

On completion of our audit, we issued the following unqualified auditor's report dated February 12, 2014. This report was originally prepared in German. In case of ambiguities the German version takes precedence:

Auditor's Report

We have audited the annual financial statements, comprising the balance sheet, the income statement and the notes to the financial statements, together with the bookkeeping system, and the management report, which is combined with the group management report of VOLKSWAGEN AKTIENGESELLSCHAFT, Wolfsburg, for the business year from January 1 to December 31, 2012. As required by Article 6b (5) EnWG ("Energiewirtschaftsgesetz", "German Energy Industry Law"), the audit also included the company's observance of obligations for the accounting pursuant to Article 6b (3) EnWG whereby the activities pursuant to Article 6b (3) EnWG have to be accounted for in separate accounts. The maintenance of the books and records and the preparation of the annual financial statements and the combined management report in accordance with German commercial law as well as the observance of the obligations pursuant to Article 6b (3) EnWG are the responsibility of the Company's Board of Management. Our responsibility is to express an opinion on the annual financial statements, together with the bookkeeping system and the combined management report and on the observance of obligations for the accounting pursuant to Article 6b (3) EnWG based on our audit.

We conducted our audit of the annual financial statements in accordance with § (Article) 317 HGB ("Handelsgesetzbuch": "German Commercial Code") and German generally accepted standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer (Institute of Public Auditors in Germany) (IDW). Those standards require that we plan and perform the audit such that misstatements materially affecting the presentation of the net assets, financial position and results of operations in the annual financial statements in accordance with (German) principles of proper accounting and in the combined management report are detected with reasonable assurance and to obtain reasonable assurance about whether, in all material respects, the obligations for accounting pursuant to Article 6b (3) EnWG have been observed. Knowledge of the business activities and the economic and legal environment of the Company and expectations as to possible misstatements are taken into account in the determination of audit procedures. The effectiveness of the accounting-related internal control system and the evidence supporting the disclosures in the books and records, the annual financial statements and the combined management report, as well as the observance of obligation for the accounting pursuant to Article 6b (3) EnWG are examined primarily on a test basis within the framework of the audit. The audit includes assessing the accounting principles used and significant estimates made by the Company's Board of Management, as well as evaluating the overall presentation of the annual financial statements and the combined management report, and assessing whether the amounts stated and the classification of accounts pursuant to Article 6b (3) EnWG are appropriate and comprehensible and whether the principle of consistency has been observed. We believe that our audit provides a reasonable basis for our opinion.

Our audit of the annual financial statements, together with the bookkeeping system and of the management report has not led to any reservations.

In our opinion based on the findings of our audit, the annual financial statements comply with the legal requirements and give a true and fair view of the net assets, financial position and results of operations of the Company in accordance with (German) principles of proper accounting. The combined management report is consistent with the annual financial statements and as a whole provides a suitable view of the Company's position and suitably presents the opportunities and risks of future development.

The audit of the observance of obligations for accounting pursuant to Article 6b (3) EnWG whereby the activities pursuant to Article 6b (3) EnWG have to be accounted for in separate accounts has not led to any reservations.

Hanover, February 12, 2014

PricewaterhouseCoopers
Aktiengesellschaft
Wirtschaftsprüfungsgesellschaft

Harald Kayser
Wirtschaftsprüfer
(German Public Auditor)

Martin Schröder
Wirtschaftsprüfer
(German Public Auditor)

Executive Bodies

Members of the Board of Management and their Appointments as of December 31, 2013

**PROF. DR. DR. H. C. MULT.
MARTIN WINTERKORN (66)**
Chairman (since January 1, 2007)
Research and Development
July 1, 2000*
Chairman of the Executive Board of
Porsche Automobil Holding SE
November 25, 2009*
Appointments:
○ FC Bayern München AG, Munich

**DR. RER. POL. H.C.
FRANCISCO JAVIER
GARCIA SANZ (56)**
Procurement
July 1, 2001*
Appointments:
○ Hochtief AG, Essen
○ Criteria CaixaHolding S.A., Barcelona

**PROF. DR. RER. POL.
HORST NEUMANN (64)**
Human Resources and Organization
December 1, 2005*
Appointments:
○ Wolfsburg AG, Wolfsburg

**PROF. DR. RER. POL. DR.-ING. E.H.
JOCHEM HEIZMANN (62)**
China
January 11, 2007*
Appointments:
○ Lufthansa Technik AG, Hamburg
○ OBO Bettermann GmbH & Co. KG,
Menden

DR. H.C. LEIF ÖSTLING (68)
Commercial Vehicles
September 1, 2012*
Appointments:
○ SKF AB, Gothenburg
○ EQT Holdings AB, Stockholm

CHRISTIAN KLINGLER (45)
Sales and Marketing
January 1, 2010*
Appointments:
○ Messe Frankfurt GmbH, Frankfurt am
Main

HANS DIETER PÖTSCH (62)
Finance and Controlling
January 1, 2003*
Chief Financial Officer of Porsche
Automobil Holding SE
November 25, 2009*
Appointments:
○ Bertelsmann SE & Co. KGaA,
Gütersloh

DR.-ING E.H. MICHAEL MACHT (53)
Production
October 1, 2010*

PROF. RUPERT STADLER (50)
Chairman of the Board of Management
of AUDI AG
January 1, 2010*
Appointments:
○ FC Bayern München AG, München

As part of their duty to manage and supervise the Group's business, the members of the Board of Management hold other offices on the supervisory boards of consolidated Group companies and other significant investees.

○ Membership of statutory supervisory boards in Germany.
○ Comparable appointments in Germany and abroad.

* The date signifies the beginning or period of membership of the Board of Management

Members of the Supervisory Board and their Appointments as of December 31, 2013

HON.-PROF. DR. TECHN. H.C.

DIPL.-ING. ETH

FERDINAND K. PIÉCH (76)

(Chairman)

April 16, 2002*

Appointments:

- AUDI AG, Ingolstadt
- Dr. Ing. h.c. F. Porsche AG, Stuttgart
- MAN SE, Munich (Chairman)
- Porsche Automobil Holding SE, Stuttgart
- Ducati Motor Holding S.p.A., Bologna
- Porsche Gesellschaft m.b.H., Salzburg
- Porsche Holding Gesellschaft m.b.H., Salzburg
- Porsche Piech Holding GmbH, Salzburg
- Scania AB, Södertälje
- Scania CV AB, Södertälje

BERTHOLD HUBER (63)

(Deputy Chairman)

IG Metall

May 25, 2010*

Appointments:

- AUDI AG, Ingolstadt (Deputy Chairman)
- Porsche Automobil Holding SE, Stuttgart
- Siemens AG, Munich (Deputy Chairman)

DR. JUR. KLAUS LIESEN (82)

July 2, 1987 – May 3, 2006*

Honorary Chairman of the Supervisory Board of
Volkswagen AG (since May 3, 2006)

DR. HUSSAIN ALI AL-ABDULLA (57)

Board member of Qatar Holding LLC

April 22, 2010*

Appointments:

- Gulf Investment Corporation, Safat/Kuwait
- Masraf Al Rayan, Doha (Chairman)
- Qatar Exchange, Doha (Chairman)
- Qatar Investment Authority, Doha
- Qatar Holding, Doha

KHALIFA JASSIM AL-KUWARI (37)

May 3, 2011 – April 25, 2013*

AHMAD AL-SAYED (37)

Chief Executive Officer of Qatar Investment
Authority and Managing Director (CEO)
of Qatar Holding LLC

June 28, 2013*

Appointments:

- Canary Wharf Group, London
- Qatar Exchange, Doha (Deputy Chairman)
- Qatar National Bank, Doha

JÖRG BODE (43)

November 4, 2009 – February 19, 2013*

JÜRGEN DORN (47)

Chairman of the Works Council of the MAN
Truck & Bus AG Munich plant, the General
Works Council of MAN Truck & Bus AG, as well
as the Group Works Council and SE Works
Council of MAN SE
January 1, 2013*

Appointments:

- MAN SE, Munich
- MAN Truck & Bus AG, Munich (Deputy
Chairman)

ANNIKA FALKENGREN (51)

President and Group Chief Executive of
Skandinaviska Enskilda Banken AB
May 3, 2011*

Appointments:

- Münchener Rückversicherungs-
Gesellschaft AG, Munich
- Securitas AB, Stockholm

DR. JUR. HANS-PETER FISCHER (54)

Chairman of the Board of Management of Volkswagen Management Association
January 1, 2013*

Appointments:

- ⊙ Volkswagen Pension Trust e.V., Wolfsburg

UWE FRITSCH (57)

Chairman of the Works Council at the Volkswagen AG Braunschweig plant
April 19, 2012*

Appointments:

- ⊙ Eintracht Braunschweig GmbH & Co KGaA, Braunschweig
- ⊙ Phantoms Basketball Braunschweig GmbH, Braunschweig

BABETTE FRÖHLICH (48)

IG Metall,
Department head for coordination of Executive Board duties and planning
October 25, 2007*

Appointments:

- ⊙ MTU Aero Engines AG, München

OLAF LIES (46)

Minister of Economic Affairs, Labor and Transport for the Federal State of Lower Saxony
February 19, 2013*

Appointments:

- ⊙ Deutsche Messe AG, Hanover

DAVID MCALLISTER (43)

July 1, 2010 – February 19, 2013*

HARTMUT MEINE (61)

Director of the Lower Saxony and Saxony-Anhalt Regional Office of IG Metall
December 30, 2008*

Appointments:

- ⊙ Continental AG, Hannover
- ⊙ KME Germany GmbH, Osnabrück

PETER MOSCH (41)

Chairman of the General Works Council of AUDI AG
January 18, 2006*

Appointments:

- ⊙ AUDI AG, Ingolstadt
- ⊙ Porsche Automobil Holding SE, Stuttgart
- ⊙ Dr.-Richard-Bruhn-Hilfe, Altersversorgung der AUTO UNION GmbH, VVaG, Ingolstadt

BERND OSTERLOH (57)

Chairman of the General and Group Works Councils of Volkswagen AG
January 1, 2005*

Appointments:

- ⊙ Autostadt GmbH, Wolfsburg
- ⊙ Porsche Automobil Holding SE, Stuttgart
- ⊙ Wolfsburg AG, Wolfsburg
- ⊙ Allianz für die Region Braunschweig GmbH, Braunschweig
- ⊙ Porsche Holding Gesellschaft m.b.H., Salzburg
- ⊙ VfL Wolfsburg-Fußball GmbH, Wolfsburg
- ⊙ Volkswagen Immobilien GmbH, Wolfsburg

DR. JUR. HANS MICHEL PIËCH (72)

Lawyer in private practice
August 7, 2009*

Appointments:

- ⊙ AUDI AG, Ingolstadt
- ⊙ Dr. Ing. h.c. F. Porsche AG, Stuttgart
- ⊙ Porsche Automobil Holding SE, Stuttgart
- ⊙ Porsche Cars Great Britain Ltd., Reading
- ⊙ Porsche Cars North America Inc., Wilmington
- ⊙ Porsche Gesellschaft m.b.H., Salzburg (Chairman)
- ⊙ Porsche Holding Gesellschaft m.b.H., Salzburg
- ⊙ Porsche Ibérica S.A., Madrid
- ⊙ Porsche Italia S.p.A., Padua
- ⊙ Porsche Piech Holding GmbH, Salzburg (Chairman)
- ⊙ Schmittenhöhebahn AG, Zell am See
- ⊙ Volksoper Wien GmbH, Vienna

URSULA PIËCH (57)

Member of the Supervisory Board of AUDI AG
April 19, 2012*

Appointments:

- ⊙ AUDI AG, Ingolstadt

DR. JUR. FERDINAND OLIVER PORSCHE (52)

Member of the Board of Management of Familie Porsche AG Beteiligungsgesellschaft
August 7, 2009*

Appointments:

- ⊙ AUDI AG, Ingolstadt
- ⊙ Dr. Ing. h.c. F. Porsche AG, Stuttgart
- ⊙ Porsche Automobil Holding SE, Stuttgart
- ⊙ PGA S.A., Paris
- ⊙ Porsche Holding Gesellschaft m.b.H., Salzburg
- ⊙ Porsche Lizenz- und Handelsgesellschaft mbH & Co. KG, Bietigheim-Bissingen

DR. RER. COMM. WOLFGANG PORSCHE (70)
Chairman of the Supervisory Board of Porsche Automobil Holding SE; Chairman of the Supervisory Board of Dr. Ing. h.c. F. Porsche AG April 24, 2008*

Appointments:

- AUDI AG, Ingolstadt
- Dr. Ing. h.c. F. Porsche AG, Stuttgart (Chairman)
- Porsche Automobil Holding SE, Stuttgart (Chairman)
- Familie Porsche AG Beteiligungsgesellschaft, Salzburg (Chairman)
- Porsche Cars Great Britain Ltd., Reading
- Porsche Cars North America Inc., Wilmington
- Porsche Gesellschaft m.b.H., Salzburg (Deputy Chairman)
- Porsche Holding Gesellschaft m.b.H., Salzburg
- Porsche Ibérica S.A., Madrid
- Porsche Italia S.p.A., Padua
- Porsche Piëch Holding GmbH, Salzburg (Deputy Chairman)
- Schmittenhöhebahn AG, Zell am See

STEPHAN WEIL (55)
Minister-President of the Federal State of Lower Saxony
February 19, 2013*

STEPHAN WOLF (47)
Deputy Chairman of the General and Group Works Councils of Volkswagen AG
January 1, 2013*

Appointments:

- Wolfsburg AG, Wolfsburg
- Sitech Sitztechnik GmbH, Wolfsburg
- Volkswagen Pension Trust e.V., Wolfsburg

THOMAS ZWIEBLER (48)
Chairman of the Works Council of Volkswagen Commercial Vehicles
May 15, 2010*

COMMITTEES OF THE SUPERVISORY BOARD
As of December 31, 2013

Members of the Executive Committee

Hon.-Prof. Dr. techn. h.c. Dipl.-Ing. ETH Ferdinand K. Piëch (Chairman)
Berthold Huber (Deputy Chairman)
Bernd Osterloh
Dr. Wolfgang Porsche
Stephan Weil
Stephan Wolf

Members of the Mediation Committee in accordance with section 27(3) of the Mitbestimmungsgesetz (German Codetermination Act)

Hon.-Prof. Dr. techn. h.c. Dipl.-Ing. ETH Ferdinand K. Piëch (Chairman)
Berthold Huber (Deputy Chairman)
Bernd Osterloh
Stephan Weil

Members of the Audit Committee

Dr. Ferdinand Oliver Porsche (Chairman)
Peter Mosch (Deputy Chairman)
Annika Falkengren
Babette Fröhlich

Members of the Nomination Committee

Hon.-Prof. Dr. techn. h.c. Dipl.-Ing. ETH Ferdinand K. Piëch (Chairman)
Dr. Wolfgang Porsche
Stephan Weil

- Membership of statutory supervisory boards in Germany.
- Group appointments to statutory supervisory boards.
- Comparable appointments in Germany and abroad.

* The date signifies the beginning or period of membership of the Supervisory Board.