

Interim Report 2025

Mercedes-Benz International Finance B.V.





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INTERIM MANAGEMENT REPORT

Corporate profile

Mercedes-Benz International Finance B.V., (the “Company”) was incorporated in the Netherlands on April 4, 1986. With effect from January 1, 2023, Mercedes-Benz Group AG as sole shareholder transferred the ownership of the Company to its subsidiary Mercedes-Benz Capital Investments B.V. Since 1 January 2023 the Company is part of the fiscal unity for corporate income tax together with Mercedes-Benz Group companies located in the Netherlands. The purpose of the Company is to assist the financing of business activities conducted by companies of the Mercedes-Benz Group and to provide financial services in connection therewith. The Company’s goal is to mitigate the related market risks, especially interest rate and currency risk, and liquidity risk associated with financial instruments by applying the matched funding principle and by using derivative financial instruments, such as interest rate swaps and foreign exchange swaps.

Given its objectives and strategy, the Company is economically interrelated with the ultimate parent company, Mercedes-Benz Group AG, Germany. In assessing the general risk profile of the Company, the solvency of the Mercedes-Benz Group as a whole needs to be considered. The liquidity is assured by managing and monitoring the liquidity position on the basis of a rolling cash flow forecast. The derived funding requirements are secured by a spectrum of various debt instruments issued on the international money and capital market. The debt securities are guaranteed by Mercedes-Benz Group AG.

The Financial Statements of the Company for the six months ended June 30, 2025 and June 30, 2024 have been prepared in accordance with Part 9 of Book 2 of the Dutch Civil Code and comply with the International Financial Reporting Standards as issued by the IASB (“IFRS Accounting Standards”) as adopted by the European Union.

At the end of June 2025, the Company employed 3 people (2024: 3).

Business development

In the first half of 2025, the Company’s Financial result of euro 19.8 million (2024: euro 11.4 million) exceeds the prior-year level. In 2025, the Company received a compensation payment of euro 21 million from its shareholder Mercedes-Benz Capital Investments B.V. (first half year 2024: no compensation payments were paid nor received). General administrative expense were in line with last year at euro 0.9 million (2024: euro 0.9 million).

The Income tax expense of euro 9.2 million (2024: euro 10.9 million) decreased primarily due to the lower foreign taxes. Altogether, this results in a Net income of euro 9.7 million (2024: a loss of euro 0.3 million).

The Other comprehensive income was comprised of unrealized gains and losses as well as reclassifications from cash flow hedges. In 2025 the Company recorded a negative Other comprehensive income of euro 1.2 million in comparison with a positive Other comprehensive income of euro 8.0 million in the previous year.

The balance sheet total decreased compared with December 31, 2024 from euro 22,734 million to euro 20,957 million. This decrease of 7.8% in total assets relates to a decline in financing activities for Mercedes-Benz Group companies performed by the Company.

In the first half of 2025, the company issued 5 bonds in a total nominal amount of euro 2.3 billion.

The Company's equity increased compared with December 31, 2024 from euro 582 million to euro 591 million. The effect in equity relates primarily to the positive net income of euro 9.7 million.

The net positive cash flow from operating activities in the amount of euro 1,542 million (2024: positive euro 2,083 million) was largely influenced by the decrease in Receivables from Mercedes-Benz Group companies, while the negative cash flow from financing activities in the amount of euro 1,542 million (2024: euro 2,083 million) was driven by the related development of Debt Securities.

Risk and opportunity report

The Company is primarily exposed to financial risks that are directly and indirectly linked to the business development of the Mercedes-Benz Group and the international financial markets.

The Company has aligned its risk and opportunity management system with the Mercedes-Benz Group to identify business risks and opportunities at an early stage and to assess, control and manage them consequently. This is integrated into the value-based management and planning system of the Mercedes-Benz Group and is an integral part of the overall planning, management and reporting process in the Company. Standardized rules and procedures are consistently applied in line with the internationally recognized COSO framework for internal control systems. The Company identified no risks which threaten the going concern status or have a materially adverse impact on its liquidity or capital resources as well as financial performance or position.

The financial management aims to minimize the impact of fluctuations in interest rate and currency price on the earnings of the Company by matching amounts and maturities (natural hedges) or using derivative financial instruments based on exposure assessments. The Company manages its liquidity by holding adequate volumes of cash and by applying as far as possible the matched funding principle. In accordance with internal guidelines, this ensures that financial liabilities generally have at least the same maturity profile as the financial assets, and thus reduces the Company's liquidity risk.

The Company's exposure to credit risk is mainly influenced by the Mercedes-Benz Group related default risk, as the Company solely provides loans to Mercedes-Benz Group companies which are managed based on internal limit systems. The credit risk from deposits or financial derivatives are steered based on Mercedes-Benz Group's global counterparty limits.

Integrity and compliance

As part of the Mercedes-Benz organization, the Company has implemented all compliance principles, as set out in binding form in the Group's Integrity Code. This framework contains central corporate principles of behavior that Mercedes-Benz expects all of its employees and business partners to adhere to out of a sense of conviction. Mercedes-Benz's goal is to maintain a common understanding of ethical behavior in order to reduce risks and help ensure the Group's sustained success. This also means acting in accordance with laws and regulations within the daily business activities. Among other things, the guideline includes the compliance with anti-corruption regulations, data protection laws, equal treatment rules, sanctions and the prevention of money laundering.

Outlook

The Company is expected to maintain its current core activities and will actively support all major changes in the treasury operation deemed necessary to ensure the sustainable efficiency and effectiveness of financing capital use within the Mercedes-Benz Group. Hand in hand with the business the number of newly contracted interest rate and foreign exchange derivatives is expected to develop.

For the year 2025, the Financial result from the Company's operating activities is expected to evolve in line with the balance sheet development. The changes in the fair value of derivative financial instruments may have another impact on the financial performance of the Company.

This interim report contains forward-looking statements based on current expectations of the management. Various known and unknown risks, uncertainties and other factors could lead to considerable differences between the future results, financial situation development and/or performance and the historical results presented. Undue reliance should not be placed on forward-looking statements which speak only as of the date of this report.

Diversity of Board members

The Board of Management and the Supervisory Board are unbalanced since less than 30% of its members are female. The Board members have been appointed based on qualifications and availability, irrespective of gender. In order to create more balance, the Boards will take these regulations ("Diversiteitswet") into account to the extent possible for future appointments of Board members.

Climate change

Given the nature of the Company the Board of Management believes there is no significant impact on the operations. The Company had no CSRD reporting obligations to observe in the reporting period, but will closely follow the implementation into local legislation in the future.

INTERIM FINANCIAL STATEMENTS

Interim Report 2025 · Mercedes-Benz International Finance B.V.
Financial Statements • Statement of Income and Statement of Comprehensive Income/Loss
(unaudited)

in euro thousand	Note	30.06.2025	30.06.2024
Interest income Mercedes-Benz Group companies		761,882	946,570
Interest income third parties		4,577	16,512
Interest income		766,459	963,082
Interest expense Mercedes-Benz Group companies		-523,686	-711,718
Interest expense third parties		-222,077	-239,855
Interest expense		-745,763	-951,573
Net interest income		20,696	11,509
Other financial income and expense		-907	-93
Financial result		19,789	11,416
General and administrative expenses		-883	-884
Income before taxation		18,906	10,532
Income taxes		-9,210	-10,872
Net income		9,696	-340
Other comprehensive income/loss			
Derivative financial instruments			
Unrealized revaluation of cash flow hedges charged directly to shareholder's equity	7	-1,238	8,014
Total comprehensive income/loss		8,458	7,674

The Total comprehensive income is attributable to the shareholder of the Company.

Interim Report 2025 · Mercedes-Benz International Finance B.V.
Financial Statements • Statement of Financial Position
(before appropriation of result, unaudited)

Assets	Note	30.06.2025	31.12.2024
in euro thousand			
Property, plant and equipment		221	246
Receivables from Mercedes-Benz Group companies	3	6,102,210	8,456,196
Derivative assets	10	292,496	309,879
Deferred tax assets		8,071	7,640
Total non-current assets		6,402,998	8,773,961
Receivables from Mercedes-Benz Group companies	3	14,447,102	13,863,717
Derivative assets	10	102,466	92,799
Cash and cash equivalents	4	4,411	3,869
Total current assets		14,553,979	13,960,385
Total assets		20,956,977	22,734,346

Equity and liabilities	Note	30.06.2025	31.12.2024
in euro thousand			
Issued capital	5	500	500
Share premium reserve	6	500,000	500,000
Cash flow hedge reserve	7	-23,053	-21,815
Retained earnings		103,448	84,087
Undistributed income		9,696	19,361
Total equity		590,591	582,133
Debt securities	8	13,042,482	14,792,159
Liabilities due to Mercedes-Benz Group companies	9	50,000	50,000
Derivative liabilities	10	270,706	451,239
Total non-current liabilities		13,363,188	15,293,398
Debt securities	8	6,729,514	6,524,896
Liabilities due to Mercedes-Benz Group companies	9	112,547	120,229
Derivative liabilities	10	156,088	211,818
Other liabilities		5,049	1,872
Total current liabilities		7,003,198	6,858,815
Total equity and liabilities		20,956,977	22,734,346

Interim Report 2025 · Mercedes-Benz International Finance B.V.
Financial Statements • Statement of Cash Flows (unaudited)

in euro thousand	Note	30.06.2025	30.06.2024
Net income/loss		9,696	-340
Adjustments for non-cash items			
Interest income		-766,459	-963,082
Interest expense		745,763	951,573
Other financial income and expense		907	93
Income taxes		9,210	10,872
Changes in operating assets and liabilities			
Additions to Receivables from Mercedes-Benz Group companies		-108,826,470	-26,415,628
Repayment of Receivables from Mercedes-Benz Group companies		110,411,018	28,547,480
Other liabilities		-662	-2,621
Derivative foreign currency received		273,468	330,571
Derivative foreign currency paid		-274,972	-326,340
Interest received		873,373	1,012,967
Interest paid		-906,536	-1,045,848
Tax paid		-6,013	-16,392
Cash used for/provided by operating activities		1,542,323	2,083,305
Cash flows from financing activities			
Additions to Debt securities		2,262,965	5,036,511
Repayment of Debt securities		-3,804,746	-2,661,734
Additions to Liabilities due to Mercedes-Benz Group companies		-	42,164,043
Repayment of Liabilities due to Mercedes-Benz Group companies		-	-46,625,000
Cash inflow/outflow from financing activities		-1,541,781	-2,086,180
Net increase/decrease in Cash and cash equivalents		542	-2,875
Cash and cash equivalents at January 1		3,869	5,486
Cash and cash equivalents at June 30	4	4,411	2,611

Interim Report 2025 · Mercedes-Benz International Finance B.V.
Financial Statements • Statement of Changes in Equity (unaudited)

in euro thousand	Issued capital	Share premium reserve	Cash flow hedge reserve	Retained earnings	Undis-tributed income	Total equity
Balance at January 1, 2024	500	500,000	16,119	67,771	16,316	600,706
Net income/loss	-	-	-	-	-340	-340
Other comprehensive income/loss after tax	-	-	8,014	-	-	8,014
Total comprehensive income/loss	-	-	8,014	-	-340	7,674
Appropriation of results 2023	-	-	-	16,316	-16,316	-
Balance at June 30, 2024	500	500,000	24,133	84,087	-340	608,380

Balance at January 1, 2025	500	500,000	-21,815	84,087	19,361	582,133
Net income/loss	-	-	-	-	9,696	9,696
Other comprehensive income/loss after tax	-	-	-1,238	-	-	-1,238
Total comprehensive income/loss	-	-	-1,238	-	9,696	8,458
Appropriation of results 2024	-	-	-	19,361	-19,361	-
Balance at June 30, 2025	500	500,000	-23,053	103,448	9,696	590,591

01. Material accounting policies

General information

Mercedes-Benz International Finance B.V. is a private limited company under the laws of the Netherlands. The Company is entered in the Commercial Register of the Chamber of Commerce under No. 30078162 and its registered office is located at Ravenswade 4, Nieuwegein, The Netherlands. The issued share capital is fully owned by the parent company Mercedes-Benz Capital Investments B.V. With effect from January 1, 2023 Mercedes-Benz Group AG as sole shareholder transferred the ownership of the Company to its subsidiary Mercedes-Benz Capital Investments B.V. The Supervisory Board comprised the three members: Frank Wetter (chairman), Jürgen Vogt and Dr. Stephanie Pfeifer. The purpose of the Company is to assist the financing of business activities conducted by Mercedes-Benz Group companies and to provide financial services in connection therewith. During the first half of 2025, the Company employed 3 persons in the Netherlands (2024: 3 persons).

The Interim Financial Statements of the Company are presented in euros. Unless otherwise stated, all amounts are reported in thousands of euros. All figures shown are rounded in accordance with standard business rounding principles.

The Board of Management authorized the Interim Financial Statements for issue on August 22, 2025.

Basis of preparation

The unaudited Interim Financial Statements of June 30, 2025 have been prepared in accordance with Part 9 of Book 2 of the Dutch Civil Code and comply with the International Financial Reporting Standards as issued by the IASB' ("IFRS Accounting Standards") as adopted by the European union in accordance with the International Accounting Standard (IAS) 34 by using, in all material aspects, the same accounting policies as those used for preparation of the Annual Report 2024. The Interim Financial Statements should be read in conjunction with the December 31, 2024 audited IFRS Financial Statements and notes which were submitted to the Luxembourg Stock Exchange on April 30, 2025. The Interim Financial Statements of June 30, 2025 have neither been audited nor reviewed. The Statements of Income for the interim periods presented are not necessarily indicative of the results that may be expected for any future period or the full fiscal year.

02. Accounting estimates and management judgments

In the Interim Financial Statements, to a certain degree, estimates and management judgments have to be made which can affect the amounts and reporting of assets and liabilities, the reporting of contingent assets and liabilities on the balance sheet date, and the amounts of income and expense reported for the period. The major items affected by such estimates and management judgments are described as follows. Actual amounts may differ from the estimates. The estimates and the underlying assumptions are constantly assessed. Revisions of estimates are recognized in the period, in which the estimate is revised and in future periods, on which the revision has an impact.

In the context of fair value measurement for financial instruments, estimates have to be made to determine the fair values of financial assets and liabilities, especially when no quoted prices

in active markets are available. In accordance with the established Mercedes-Benz Group framework, the Company uses valuation techniques on the basis of the discounted estimated future cash flows by applying appropriate market interest rates and forward exchange rates. These are not considered to be significant estimates (note 10).

The Company assesses the expected credit losses associated with its financial assets at amortized cost and FVOCI. On making its assessment, the Company has to make assumptions about risk of default and expected loss rates, which requires judgement. The inputs used for risk assessment and for calculation of the loss allowances for financial assets include: (i) credit ratings for external credit rating agencies companies such like Standard & Poor and Moody's; (ii) significant changes in the expected performance and behavior of the borrower, including changes in the payment status of borrowers in the Mercedes-Benz Group AG group and changes in the operating results of the borrower; (iii) Public market data, namely on probabilities of default and loss given default expectations; (iv) internal credit risk assessments on the credit profiles of Mercedes-Benz Group AG subsidiaries; and (v) macroeconomic information (such as market interest rates or growth rates). There were no significant changes in the assumptions or methodology applied in the assessment of expected credit losses, compared to prior year.

The Company regularly estimates the creditworthiness of Mercedes-Benz Group companies related to the default risk of Mercedes-Benz Group AG and takes further factors into consideration (note 11).

The Company applies judgement in presenting related information together in a manner that it considers to be most relevant to an understanding of its financial performance and position. The outcome of the ECL calculation has not been presented and recorded.

03. Receivables from Mercedes-Benz Group companies

in euro thousand	30.06.2025	31.12.2024
Non-current receivables from Mercedes-Benz Group companies	6,102,210	8,456,196
Current receivables from Mercedes-Benz Group companies	14,447,102	13,863,717
Receivables from Mercedes-Benz Group companies	20,549,312	22,319,913

The Receivables from Mercedes-Benz Group companies declined by euro 1,770 million to a level of euro 20,549 million as per June 30, 2025. This decrease relates to a decline in financing activities for Mercedes-Benz Group companies performed by the Company. The Company strives to develop its funding activities for the Mercedes-Benz Group both in Europe and globally.

The Receivables from Mercedes-Benz Group companies consisted of 97% (2024: 96%) fixed rate loans. The Inhouse Bank position with Mercedes-Benz Group AG is described in note 4.

in euro thousand	30.06.2025	31.12.2024
Receivables from Mercedes-Benz Group companies	20,489,792	22,290,215
Inhouse Bank Mercedes-Benz Group AG	59,520	29,698
Receivables from Mercedes-Benz Group companies	20,549,312	22,319,913

The Receivables from Mercedes-Benz Group companies have the following maturity structure:

in euro thousand	Maturity within one year	Maturity between one and five years	Maturity later than five years	Total receivables
30.06.2025	14,447,102	6,102,210	-	20,549,312
31.12.2024	13,863,717	8,456,196	-	22,319,913

04. Cash and cash equivalents

The Company participates in the global cash pool structures of Mercedes-Benz Group AG. Therefore, the daily available intergroup cash positions are reflected in the Inhouse Bank position with Mercedes-Benz Group AG. The total balance is accounted for as Receivable from Mercedes-Benz Group companies (note 3).

05. Issued capital

The authorized share capital consists of 5,000 ordinary shares with a par value of euro 500 of which 1,000 shares have been called up and fully paid-in. The holder of ordinary shares, Mercedes-Benz Capital Investments B.V., is entitled to execute its rights under the Dutch Civil Code without any restrictions. Since January 1, 2017, there has been no changes in the number of shares outstanding.

06. Share premium reserve

The share premium reserve comprises additional paid-in capital on the issue of the shares. Since January 1, 2017, there has been no changes in this line item.

07. Cash flow hedge reserve

The Cash flow hedge reserve comprises the effective portion of the accumulated net change in the fair value of derivatives included in a cash flow hedge relationship. This Cash flow hedge reserve is released during the period that the cash flows from the hedged items are realized. The Cash flow hedge reserve is not freely distributable in accordance with the Dutch Civil Code. At June 30, 2025, the Cash flow hedge reserve charged directly to shareholder's equity add up to euro 1.2 million negative (2024: euro 8.0 million positive). The Cash flow hedge reserve is presented in the Statement of Financial Position.

08. Debt securities

in euro thousand	30.06.2025	31.12.2024
Total bonds	19,771,996	21,317,055
Non-current bonds	13,042,482	14,792,159
Current bonds	6,729,514	6,524,896
Debt securities	19,771,996	21,317,055

The Company participated as an issuer in Mercedes-Benz's euro 70 billion Euro Medium Term Note program ("EMTN"), Mercedes-Benz's euro 15 billion multi-currency Commercial Paper program ("CP") and in its Universal Registration program for debt financing instruments in the China Interbank Bond Market ("Bond Connect" NAFMII).

These Mercedes-Benz debt issuance programs are based on unconditional and irrevocable guarantees from Mercedes-Benz Group AG. The outstanding bonds issued by the Company are either listed on the Luxembourg Stock Exchange or SIX Swiss Exchange or are non-listed.

In the six months ended June 30, 2025, the company issued a number of 5 bonds in a total nominal amount of euro 2.3 billion.

Its outstanding volume under CP program ("CP") amounted to euro nil (2024: euro nil).

09. Liabilities due to Mercedes-Benz Group Companies

in euro thousand	30.06.2025	31.12.2024
Non-current liabilities due to Mercedes-Benz Group companies	50,000	50,000
Current liabilities due to Mercedes-Benz Group companies	112,547	120,229
Liabilities due to Mercedes-Benz Group companies	162,547	170,229

All Liabilities due to Mercedes-Benz Group companies are based on fixed interest rates.

in euro thousand	30.06.2025	31.12.2024
Liabilities due to Mercedes-Benz Group AG	11,653	21,616
Liabilities due to Mercedes-Benz Capital Investments B.V.	150,694	148,388
Liabilities due to Mercedes-Benz Nederland B.V.	200	225
Liabilities due to Mercedes-Benz Group companies	162,547	170,229

10. Financial instruments

Carrying amounts and fair values of financial instruments

The following table shows the carrying amounts and fair values of the respective classes of the Company's financial instruments in accordance with IFRS 9:

Assets	Carrying amount		Fair value	
in euro thousand	30.06.2025	31.12.2024	30.06.2025	31.12.2024
Derivative assets				
Fair value hedges	372,846	368,312	372,846	368,312
Cash flow hedges	1,525	14,358	1,525	14,358
Other derivative assets	20,591	20,008	20,591	20,008
Receivables from Mercedes-Benz Group Companies	20,549,312	22,319,913	20,505,369	22,468,101
Cash and cash equivalents	4,411	3,869	4,411	3,869
Total financial assets	20,948,685	22,726,460	20,904,742	22,874,648

Liabilities	Carrying amount		Fair value	
in euro thousand	30.06.2025	31.12.2024	30.06.2025	31.12.2024
Derivative liabilities				
Fair value hedges	413,989	523,272	413,989	523,272
Cash flow hedges	12,539	112,337	12,539	112,337
Other derivative liabilities	266	27,448	266	27,448
Debt securities	19,771,996	21,317,055	19,783,173	21,305,886
Liabilities due to Mercedes-Benz Group Companies	162,547	170,229	163,581	171,484
Other liabilities	5,049	1,872	5,049	1,872
Total financial liabilities	20,366,386	22,152,213	20,378,597	22,142,299

The fair value of a financial instrument is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Given the varying influencing factors, the reported fair values can only be viewed as indicators of the prices that may actually be achieved on the market. The fair values of financial instruments were calculated on the basis of market information available on the balance sheet date.

The fair values in the financial asset and liability categories approximate their carrying values, except for Mercedes-Benz Group receivables with fixed interest rates and non-current debt securities. The fair values of Mercedes-Benz Group receivables with fixed interest rates are determined on the basis of discounted expected future cash flows. The discounting is based on the current interest rates at which similar loans with identical terms could be obtained at year-end. Non-current debt securities measured at fair value were measured using quoted market prices at year-end. If quoted market prices were not available, the fair value is measured based on inputs that are either directly or indirectly observable in active markets.

Financial instruments measured at fair value through profit or loss include derivative financial instruments not used in designated hedge relationship. These financial instruments as well as derivative financial instruments used in designated hedge relationship comprise:

- derivative currency hedging contracts; the fair values of cross currency interest rate swaps are determined on the basis of the discounted estimated future cash flows using market interest rates appropriate to the remaining terms of the financial instruments.
- derivative interest rate hedging contracts; the fair values of interest rate swaps are calculated on the basis of the discounted estimated future cash flows using the market interest rates appropriate to the remaining terms of the financial instruments.

Measurement hierarchy

The following table provides an overview of the classification into measurement hierarchies for the fair values of the financial assets and liabilities in accordance with IFRS 13:

Assets	30.06.2025			31.12.2024		
in euro thousand	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Derivative assets						
Fair value hedges	-	372,846	-	-	368,312	-
Cash flow hedges	-	1,525	-	-	14,358	-
Other derivative assets	-	20,591	-	-	20,008	-
Receivables from Mercedes-Benz Group companies	-	20,505,369	-	-	22,468,101	-
Cash and cash equivalents	-	4,411	-	-	3,869	-

Liabilities	30.06.2025			31.12.2024		
in euro thousand	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Derivative liabilities						
Fair value hedges	-	413,989	-	-	523,272	-
Cash flow hedges	-	12,539	-	-	112,337	-
Other derivative liabilities	-	266	-	-	27,448	-
Debt securities	18,677,726	1,105,447	-	20,273,376	1,032,510	-
Liabilities due to Mercedes-Benz Group companies	-	163,581	-	-	171,484	-
Other liabilities	-	5,049	-	-	1,872	-

Level 1 inputs are based on quoted prices (unadjusted) in active markets for these or identical assets or liabilities.

Level 2 inputs are based on inputs that are observable on active markets either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3 inputs are based on inputs for which no observable market data is available.

At the end of each reporting period, the Company reviews the necessity of reclassification between the measurement hierarchies.

Measurement categories

The carrying amounts of financial instruments according to measurement categories are shown in the table below. The table does not include the carrying amounts of derivative financial instruments used in hedge accounting as these financial instruments are not assigned to a measurement category.

Assets	30.06.2025	31.12.2024
in euro thousand		
Receivables from Mercedes-Benz Group companies	20,549,312	22,319,913
Cash and cash equivalents	4,411	3,869
Total financial assets measured at amortized cost	20,553,723	22,323,782
Liabilities	30.06.2025	31.12.2024
in euro thousand		
Debt securities	19,771,996	21,317,055
Liabilities due to Mercedes-Benz Group companies	162,547	170,229
Other liabilities	5,049	1,872
Total financial liabilities measured at amortized cost	19,939,592	21,489,156

11. Management of risks

The exposure of the Company can be broken down into financial and non-financial risks.

Risk management framework

During the normal course of its business, the Company is exposed to, especially market risks, interest rate and currency, as well as credit, liquidity and other operational risks. To mitigate the main market risks, derivative financial instruments are used. The Company does not trade speculatively in these derivative financial instruments. The standardized rules and procedures adopted by the Company to cover banking, foreign exchange and other treasury matters are in line with objectives and policies for financial risk management within the Mercedes-Benz Group.

Solvency

Given its objectives and strategy, the Company is economically interrelated with the ultimate parent company, Mercedes-Benz Group AG, Germany. In assessing the general risk profile of the Company, the solvency of the Mercedes-Benz Group as a whole, headed by Mercedes-Benz Group AG, needs to be considered.

Credit risk

Credit risk is the risk of economic loss arising from counterparty's failure to repay or service debt in accordance with the contractual terms. Credit risk encompasses both the direct risk of default and the risk of a deterioration of creditworthiness. The credit risk is regularly monitored and consequently managed based on the defined standards, guidelines and procedures. The Mercedes-Benz Group has established appropriate credit risk and counterparty limit systems which are continuously reassessed together with their respective utilizations.

The Company provides financing within the Mercedes-Benz Group and concludes derivative financial instruments for hedging risks almost exclusively with Mercedes-Benz Group AG.

Therefore, the Company's exposure to credit risk is mainly influenced by the Mercedes-Benz Group related default risk, as the Company solely provides loans to Mercedes-Benz Group companies which are managed based on internal limit and risk management systems. In this context, further factors are taken into consideration, including historical loss experience, size and composition of certain portfolios as well as current and forward-looking economic conditions. As a result, the credit risk of intergroup financial receivables is effectively mitigated to the default risk of Mercedes-Benz Group AG. The Receivables from Mercedes-Benz Group companies are attributed to stage 1 in accordance with IFRS 9 (note 3).

Liquidity risk

Liquidity risk comprises the risk that a company cannot meet its financial obligations as they fall due. The Company manages its liquidity by holding adequate volumes of intergroup cash (note 3) and by applying as far as possible the matched funding principle. In accordance with internal guidelines, this principle ensures that financial obligations generally have the same maturity profile as the financial assets, and thus mitigates the Company's liquidity risk.

Mercedes-Benz Group AG unconditionally and irrevocably guarantees all the debt securities.

Market risk

The Company is mainly exposed to market risks which comprises interest rate and currency risks. The Company manages market risks to minimize the impact of fluctuations in interest rates and foreign exchange rates on the results. The exposure to these market risks are regularly calculated to provide the basis for hedging decisions which include the selection of hedging instruments and the determination of hedging volumes and the corresponding periods.

As part of its risk management system, the Mercedes-Benz Group employs value at risk analyses. In performing these analyses, the Company quantifies its market risk due to changes in interest rates and foreign currency exchange rates on a regular basis by predicting the potential loss over a target time horizon (holding period) and confidence level.

The value at risk calculations employed:

- express potential losses in fair values, and
- assume a 99% confidence level and a holding period of five days.

Mercedes-Benz Group calculates the value at risk based on the variance-covariance approach.

Hedge accounting. When designating derivative financial instruments, a hedge ratio of 1 is generally applied. The respective volumes, interest curves and currencies of the hedged item and the hedging instrument as well as maturity dates are matched. In the case of combined derivative financial instruments for interest currency hedges, the cross currency basis spread is not designated into the hedge relationship, but deferred as a hedging cost in Other Comprehensive Income and recognized in profit and loss pro rata over the hedge term. The Company ensures an economic relationship between the underlying transaction and the hedging instrument by ensuring consistency of interest rate, currency, volume and maturity. The effectiveness of the hedge is assessed at the beginning and during the economic relationship using the hypothetical derivative method.

Interest rate risk

The Company's general policy is to mitigate interest rate risk by matching funding in terms of maturities and interest rates wherever economically feasible. Potential interest rate gaps are managed in manner that the portfolio is immunized to a considerable degree against interest rate changes. The Company assesses its interest rate risk position by comparing assets and liabilities for corresponding maturities, including the impact of the relevant derivative financial instruments. An asset and liability committee within the Mercedes-Benz Group sets targets for the interest rate risk position which are monitored on a monthly basis. In order to achieve the targeted interest rate risk positions in terms of maturities and interest rate fixing periods, the Company also uses derivative financial instruments such as interest rate swaps.

Currency risk

The objective of the Company is to eliminate currency risk. Therefore, the Company enters into foreign exchange contracts to hedge currency risks as far as cash flows and earnings are not lent on in the same currency (natural hedge). As a result, the Company incurred only limited foreign currency risk from its ordinary debt issuances and intergroup financing activities.

The Company mainly incurred a minor currency risk on the intergroup cash position (note 3) which is recognized against the exchange rate applying on the balance sheet date.

Operating and Compliance risks

The non-financial risks consist of operating risks mainly resulting from the usage of information technology, and compliance risks. The Company uses IT systems to monitor financial positions and daily cash flows, and to process payments to internal and external counterparties. System failures can, therefore, lead to delays in payment processes. Further operating risks can arise in connection with the settlement of financial transactions. The management of daily cash flows at the Company depends on the timely receipt of funds from external institutions who act as counterparties to financial transactions. To avoid negative impacts of system failures, all key systems are set up in parallel or backup facilities or available within the Mercedes-Benz Group.

12. Capital management

The Company's objectives when managing capital at an individual company level are to safeguard its ability to continue as a going concern in order to provide returns for shareholder and benefits for other stakeholders, and to maintain an optimal capital structure to reduce the cost of capital. The Company may issue new shares or adjust the amount of dividends paid to shareholder to steer the capital structure. The Company has no prescribed dividend policy.

The Company's equity, as shown in the Statement of Financial Position, constitutes its capital. The Company maintains its level of capital by reference to its financial obligations and commitments arising from operations requirements. In view of the Company's borrowings or debt, the capital level as at the end of the reporting periods is deemed adequate by the Board of Management. The Company is not subject to externally imposed capital requirements. There were no changes in the Company's approach to capital management during the relevant years.

13. Related party disclosures

An exchange of internal cooperation between affiliates of a multinational corporation as the Mercedes-Benz Group is common practice.

Identity of related parties

In its responsibility to assist the financing of business activities conducted by companies of the Mercedes-Benz Group, Mercedes-Benz International Finance B.V. applies transfer prices for financial instruments in conformity with external market levels and in accordance with national and international tax requirements (such as arm's length principle, principle of economic allegiance, separate entity approach, Art 9 OECD-MA Rz 126).

Key personnel

Mercedes-Benz International Finance B.V. has two directors in the Board of Management who receive compensation from Mercedes-Benz International Finance B.V. The Company does not have other key personnel than the Board of Management and the Supervisory Board.

Transactions with Mercedes-Benz Group companies

Mercedes-Benz International Finance B.V. obtains funds mainly from the capital markets, and affiliated companies by entering into loan agreements. The debt issuances under the EMTN, the Chinese Private and Public Placement and CP programs are unconditionally and irrevocably guaranteed by Mercedes-Benz Group AG for which the Company pays a guarantee fee to its parent company. The funds represent currently 99% of the borrowed funds (2024: 99%). The Company also obtained funds from affiliated companies in the amount of euro 148 million (2024: euro 148 million). Together with the Company's equity, all of these funds are made available to Mercedes-Benz Group companies.

RESPONSIBILITY STATEMENT

To the best of our knowledge, and in accordance with Part 9 of Book 2 of the Dutch Civil Code and the International Financial Reporting Standards as issued by the IASB' ("IFRS Accounting Standards"), the Interim Financial Statements give a true and fair view of the financial position, cash flows and profit or loss of Mercedes-Benz International Finance B.V., and the Company's Interim Management Report includes a fair review of the development and performance of the business and the position of Mercedes-Benz International Finance B.V. together with a description of the principal risks and opportunities associated with the expected development of the Company.

Nieuwegein, August 22, 2025

Mercedes-Benz International Finance B.V.
The Board of Management

Maarten van Pelt

Tim Tode

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