

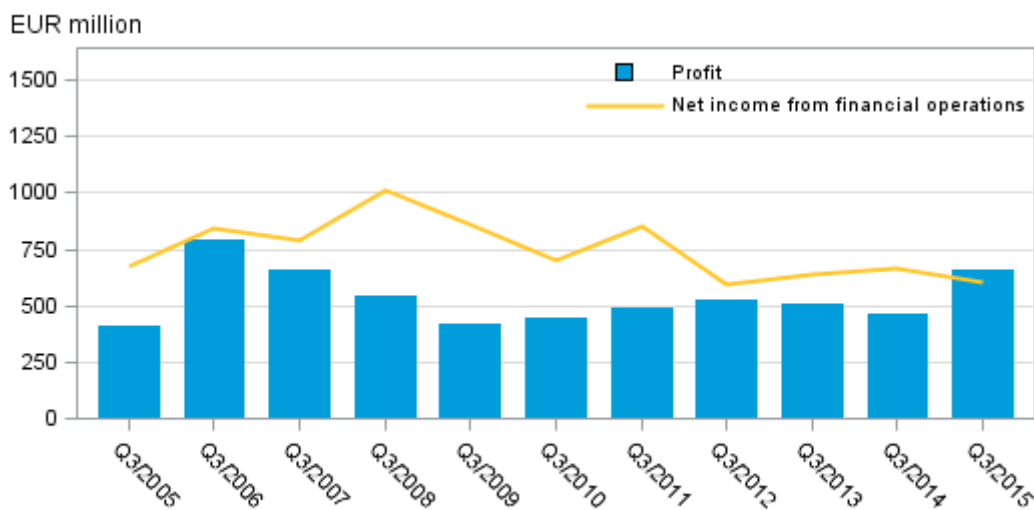
Financial statement statistics on credit institutions

2015, 3rd quarter

Domestic banks' net income from financial operations contracted by 9 per cent in the third quarter 2015

In the third quarter of 2015, domestic banks' net income from financial operations amounted to EUR 601 million. Their net income from financial operations contracted by nine per cent from the respective quarter of the year before. Compared with the previous quarter, net income from financial operations remained unchanged. These data derive from Statistics Finland's financial statement statistics on credit institutions.

Domestic banks' net income from financial operations and operating profit, 3rd quarter 2005–2015, EUR million



Interest income and expenses

During the third quarter, interest income amounted to EUR 1.2 billion, which is EUR 160 million less than one year previously. From the previous quarter, interest income went up by EUR seven million. Over

the quarter, interest expenses amounted to EUR 625 million, which is 14 per cent less than one year previously. From the previous quarter, interest expenses grew by one per cent.

Commission income

Commission income amounted to EUR 452 million in the third quarter, which is three per cent more than one year earlier. Compared with the previous quarter, the commission income went down by four per cent.

Administrative expenses

The administrative expenses of domestic banks amounted to EUR 567 million in the third quarter, which is two per cent more than one year earlier. From the previous quarter, administrative expenses went down by close on EUR 51 million.

Operating profit and balance sheet

The net operating profit amounted to EUR 658 million in the third quarter, which is 41 per cent or EUR 192 million more than one year earlier. The aggregate value of the balance sheets was EUR 530 billion. The balance sheets grew by six per cent year-on-year. The share of own equity in the total of the balance sheets was 4.9 per cent.

Contents

Tables

Appendix table

| | |
|---|---|
| Appendix table 1. Profit and loss accounts of domestic banks 1.1.- 30.9.2015, EUR thousands..... | 4 |
| Appendix table 2. Balance sheets of domestic banks 1.1.- 30.9.2015, EUR thousands..... | 6 |
| Appendix table 3. Itemisation of interest income and expenses of domestic deposit banks 1.1.- 30.9.2015, EUR thousands..... | 7 |
| Appendix table 4. Itemisation of commission income and expenses of domestic deposit banks 1.1.- 30.9.2015, EUR thousands..... | 8 |
| Appendix table 5. Itemisation of domestic deposit banks' administrative expenses 1.1.- 30.9.2015, EUR thousands. | 9 |

Figures

Figures

| | |
|--|----|
| Appendix figure 1. Domestic banks' interest income and commission income by quarter, 3rd quarter 2005–2015, EUR million..... | 10 |
| Appendix figure 2. Domestic banks' net operating profit by quarter 2009–2015, EUR million..... | 10 |

Appendix table

Appendix table 1. Profit and loss accounts of domestic banks 1.1.- 30.9.2015, EUR thousands

| | 1.1.- 30.9.2015 | | | |
|--|------------------|--------------------------|---------------------|----------------------|
| | Commercial banks | Co-operative banks total | Savings banks total | Domestic banks total |
| Interest income | 2 882 880 | 668 672 | 163 700 | 3 715 252 |
| Interest expenses | 1 719 362 | 139 443 | 47 662 | 1 906 467 |
| NET INCOME FROM FINANCIAL OPERATIONS | 1 163 518 | 529 229 | 116 038 | 1 808 785 |
| (Expenses on share capital repayable on demand) | - ¹⁾ | - | - | - |
| Dividend income | 334 946 | 387 982 | 3 861 | 726 789 |
| Fee and comission income | 1 009 161 | 319 252 | 67 184 | 1 395 597 |
| (Fee and comission expenses) | 565 712 | 39 439 | 8 088 | 613 239 |
| Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net | 78 898 | 184 793 | 17 886 | 281 577 |
| Gains or (-) losses on financial assets and liabilities held for trading, net | 272 336 | 2 593 | -1 738 | 273 192 |
| Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net | 10 196 | -261 | -132 | 9 803 |
| Gains or (-) losses from hedge accounting, net | -6 592 | -49 | 257 | -6 384 |
| Exchange differences [gain or (-) loss], net | 650 331 | 245 | -65 | 650 510 |
| Gains or (-) losses on derecognition of non financial assets, net | 6 529 | 217 | 301 | 7 048 |
| Other operating income | 98 093 | 52 637 | 19 443 | 170 172 |
| (Other operating expenses) | 46 692 | 108 452 | 27 771 | 182 915 |
| TOTAL OPERATING INCOME, NET | 3 005 012 | 1 328 749 | 187 176 | 4 520 938 |
| (Administrative expenses) | 1 227 957 | 473 090 | 97 903 | 1 798 950 |
| of which: Wages, salaries and fees (including staff-related cost) | 633 197 | 265 245 | 50 005 | 948 447 |
| of which: Other administrative expenses | 594 760 | 207 845 | 47 898 | 850 503 |
| (Depreciation) | 48 628 | 21 812 | 4 144 | 74 584 |
| (Provisions or (-) reversal of provisions) | -3 013 | - | - | -3 013 |
| (Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit of loss) | 92 028 | 27 649 | 6 256 | 125 932 |
| (Impairment or (-) reversal of impairment of investmets in subsidiaries, joint ventures and associates) | - | - | - | - |
| (Impairment or (-) reversal of impairment on non-financial assets) | 5 | 1 778 | 0 | 1 784 |
| Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations | - | - | - | - |
| PROFIT OR (-) LOSS | 1 639 408 | 804 420 | 78 873 | 2 522 700 |
| (Appropriations) | 38 923 | -696 | 22 097 | 60 323 |
| (Tax expense or (-) income related to profit or loss from continuing operations) | 324 715 | 84 195 | 10 903 | 419 813 |
| PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS | 1 275 769 | 720 921 | 45 874 | 2 042 564 |
| Profit or (-) loss after tax from discontinued operations | - | - | - | - |

| | 1.1.- 30.9.2015 | | | |
|---------------------------------|------------------|--------------------------|---------------------|----------------------|
| | Commercial banks | Co-operative banks total | Savings banks total | Domestic banks total |
| PROFIT OR (-) LOSS FOR THE YEAR | 1 275 769 | 720 921 | 45 874 | 2 042 564 |

1) No observations

Appendix table 2. Balance sheets of domestic banks 1.1.- 30.9.2015, EUR thousands

| | 1.1.- 30.9.2015 | | | |
|--|------------------|--------------------------|---------------------|----------------------|
| | Commercial banks | Co-operative banks total | Savings banks total | Domestic banks total |
| ASSETS | . | . | . | . |
| Cash and cash balances at central banks | 58 403 630 | 872 165 | 294 849 | 59 570 645 |
| Financial assets held for trading | 188 040 945 | 135 702 | 1 431 | 188 178 077 |
| Financial assets designated at fair value through profit or loss | 279 825 | 12 617 | 18 956 | 311 398 |
| Available-for-sale financial assets | 23 751 005 | 6 552 174 | 1 466 640 | 31 769 819 |
| Loans and receivables | 165 361 801 | 48 147 853 | 8 108 411 | 221 618 064 |
| Held-to-maturity investments | 957 713 | 78 155 | 24 469 | 1 060 336 |
| Derivatives - Hedge accounting (assets) | 1 839 060 | 103 983 | 89 054 | 2 032 097 |
| Fair value changes of the hedge items in portfolio hedge of interest rate risk (assets) | 55 353 | - ¹⁾ | - | 55 353 |
| Investments in subsidiaries, joint ventures and associates | 1 864 057 | 16 950 | 1 499 | 1 882 506 |
| Tangible assets | 156 678 | 783 433 | 130 656 | 1 070 766 |
| Intangible assets | 199 965 | 5 988 | 9 980 | 215 933 |
| Tax assets | 47 549 | 11 140 | 4 746 | 63 435 |
| Other assets | 22 233 998 | 75 145 | 48 291 | 22 357 435 |
| Non-current assets and disposal groups classified as held for sale | - | - | - | - |
| TOTAL ASSETS | 463 191 580 | 56 795 305 | 10 198 981 | 530 185 866 |
| LIABILITIES | . | . | . | . |
| Financial liabilities held for trading | 164 935 023 | 37 692 | - | 164 972 716 |
| Financial liabilities designated at fair value through profit and loss | 638 836 | - | - | 638 836 |
| Financial liabilities measured at amortised cost | 250 711 040 | 47 064 492 | 8 922 639 | 306 698 171 |
| Derivatives - Hedge accounting (liabilities) | 857 919 | 4 898 | 878 | 863 696 |
| Fair value changes of the hedge items in portfolio hedge of interest rate risk (liabilities) | 667 586 | 8 975 | 68 630 | 745 192 |
| Provisions | 126 260 | 12 110 | 353 | 138 723 |
| Tax liabilities | 82 103 | 65 545 | 14 239 | 161 888 |
| Share capital repayable on demand | - | - | - | - |
| Other liabilities | 26 415 999 | 311 946 | 61 391 | 26 789 337 |
| Liabilities included in disposal groups classified as held for sale | - | - | - | - |
| TOTAL LIABILITIES | 445 870 379 | 49 016 431 | 9 368 252 | 504 255 062 |
| Capital | 3 234 727 | 2 578 237 | 111 643 | 5 924 607 |
| Share premium | 1 157 282 | - | 10 320 | 1 167 602 |
| Other equity | - | - | - | - |
| Other | 40 389 | - | - | 40 389 |
| Accumulated other comprehensive income | 80 040 | 66 647 | 26 848 | 173 536 |
| Retained earnings | 6 630 500 | 3 100 670 | 375 858 | 10 107 027 |
| Revaluation reserves | - | - | - | - |
| Other reserves | 6 179 640 | 2 033 321 | 306 060 | 8 519 021 |
| (-) Treasury shares | -1 378 | - | - | -1 378 |
| (-) Interim dividends | - | - | - | - |

| | 1.1.- 30.9.2015 | | | |
|------------------------------------|------------------|--------------------------|---------------------|----------------------|
| | Commercial banks | Co-operative banks total | Savings banks total | Domestic banks total |
| TOTAL EQUITY | 17 321 201 | 7 778 875 | 830 729 | 25 930 804 |
| TOTAL EQUITY AND TOTAL LIABILITIES | 463 191 580 | 56 795 305 | 10 198 981 | 530 185 866 |

1) No observations

Appendix table 3. Itemisation of interest income and expenses of domestic deposit banks 1.1.- 30.9.2015, EUR thousands

| | 1.1.- 30.9.2015 | | | |
|--|------------------|--------------------------|---------------------|----------------------|
| | Commercial banks | Co-operative banks total | Savings banks total | Domestic banks total |
| INTEREST INCOME, total | 2 882 880 | 668 672 | 163 700 | 3 715 252 |
| Derivatives held for trading | 1 047 199 | -9 812 | 636 | 1 038 023 |
| Derivatives □ hedge accounting | -73 554 | 20 583 | 18 121 | -34 850 |
| Debt securities | 252 501 | 16 039 | 18 403 | 286 943 |
| Claims on credit institutions | 152 935 | 39 446 | 2 871 | 195 252 |
| Claims on the public and public sector entities | 1 484 628 | 602 330 | 123 669 | 2 210 627 |
| Advances | - ¹⁾ | - | - | - |
| Other financial assets | 19 172 | 84 | - | 19 256 |
| INTEREST EXPENSES, total | 1 719 362 | 139 443 | 47 662 | 1 906 467 |
| Derivatives held for trading | 960 490 | - | - | 960 490 |
| Derivatives □ hedge accounting | -266 517 | 202 | 635 | -265 680 |
| Liabilities to credit institutions | 224 427 | 26 029 | 5 001 | 255 457 |
| Liabilities to the public and public sector entities | 154 943 | 107 169 | 36 378 | 298 490 |
| Debt securities issued | 637 329 | 464 | 5 648 | 643 441 |
| Other financial liabilities | 8 690 | 5 579 | - | 14 269 |

1) No observations

**Appendix table 4. Itemisation of commission income and expenses of domestic deposit banks
1.1.- 30.9.2015, EUR thousands**

| | 1.1.- 30.9.2015 | | | |
|--|------------------|-----------------------------|------------------------|----------------------|
| | Commercial banks | Co-operative banks total | Savings banks total | Domestic banks total |
| FEE AND COMISSION INCOME, Income from current period | 1 009 161 | 319 252 | 67 184 | 1 395 597 |
| Securities | 99 534 | 5 174 | 952 | 105 660 |
| Clearing and settlement | 293 | - ¹⁾ | - | 293 |
| Asset management | 125 830 | 29 275 | 746 | 155 852 |
| Custody | 29 373 | 7 182 | 753 | 37 314 |
| Central administration services for institutional customers | - | - | - | - |
| Payment services | 348 250 | 125 519 | 27 740 | 501 509 |
| Customer resources distributed but not managed | 71 379 | 110 527 | 14 783 | 196 689 |
| Structured Finance | 6 450 | - | - | 6 450 |
| Servicing fees from securitization activities | - | - | - | - |
| Loan commitments given | 135 827 | 103 200 | 15 705 | 254 732 |
| Guarantees given | 78 377 | 5 310 | 1 120 | 84 807 |
| Other | 113 848 | -66 993 | 5 386 | 52 291 |
| FEE AND COMISSION EXPENSES, Expenses of the current period | 565 712 | 39 439 | 8 088 | 613 239 |
| Clearing and settlement | 302 204 | - | - | 302 204 |
| Custody | 15 593 | - | - | 15 593 |
| Servicing fees from securitization activities | - | - | - | - |
| Loan commitments received | 5 889 | -2 | - | 5 887 |
| Guarantees received | 121 789 | - | - | 121 789 |
| Other | 120 236 | 39 441 | 8 088 | 167 765 |

1) No observations

Appendix table 5. Itemisation of domestic deposit banks' administrative expenses 1.1.- 30.9.2015, EUR thousands

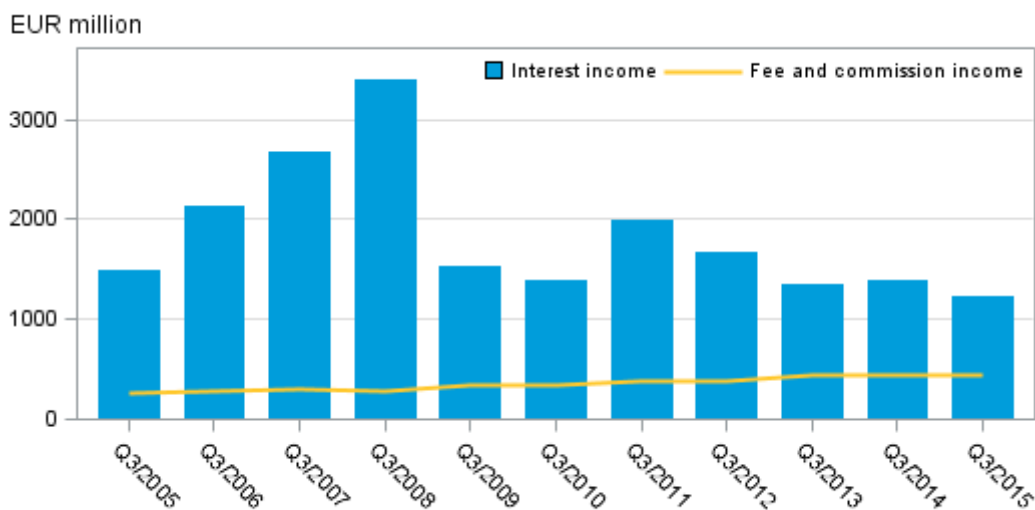
| | 1.1.- 30.9.2015 | | | |
|--|------------------|--------------------------|---------------------|-------------------------|
| | Commercial banks | Co-operative banks total | Savings banks total | Domestic banks total |
| ADMINISTRATIVE EXPENSES, total | 1 127 256 | 473 090 | 97 903 | 1 698 249 ²⁾ |
| 1. Staff costs | 622 596 | 265 245 | 50 005 | 937 847 |
| 1.1 Wages, salaries and fees | 511 800 | 218 224 | 40 251 | 770 277 |
| 1.2 Staff-related costs | 110 796 | 47 020 | 9 753 | 167 570 |
| 2. Other administrative expenses | 504 660 | 207 844 | 47 898 | 760 402 |
| 2.1 Office costs | 33 476 | 41 928 | 6 061 | 81 465 |
| 2.2 Data processing expenses | 254 010 | 109 579 | 27 948 | 391 536 |
| 2.3 Expenses related to communications | 28 571 | 11 644 | 3 206 | 43 422 |
| 2.4 Entertainment and marketing expenses | 29 695 | 17 624 | 6 825 | 54 188 |
| 2.5 Research and development expenses | 3 569 | 8 579 | - ¹⁾ | 12 149 |
| 2.6 Other staff-related expenses (not included in staff costs) | 33 300 | 13 298 | 3 858 | 50 456 |
| 2.7 Other administrative expenses | 122 039 | 5 147 | - | 127 187 |

1) No observations

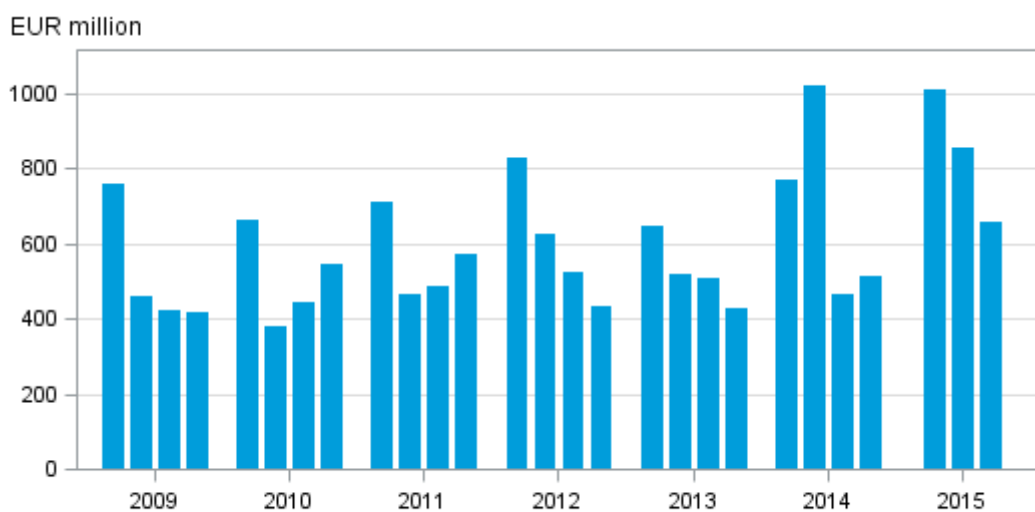
2) The administrative expense data of the profit and loss account differ from the specification of administrative expenses in Appendix table 5 because financial institutions can report part of their administrative expenses under "Other operating expenses".

Figures

Appendix figure 1. Domestic banks' interest income and commission income by quarter, 3rd quarter 2005–2015, EUR million



Appendix figure 2. Domestic banks' net operating profit by quarter 2009–2015, EUR million



Inquiries

Hilkka Jaatinen 029 551 3630

Sari Kuisma 029 551 2645

Director in charge:

Ville Vertanen

rahoitusmarkkinat@stat.fi

www.stat.fi

Source: Credit institutions' annual accounts, Statistics Finland