



Q3/2024

Oma Savings Bank Group
Interim Report 30 September 2024



Interim Report 30 September 2024 is a translation of the original Finnish version "Osavuositarkastus 30.9.2024". If discrepancies occur, the Finnish version is dominant.

Oma Savings Bank Group's Interim Report Jan–Sep 2024

- The Company's Board of Directors appointed Karri Alameri, B.Sc. (Econ.), CEFA as the Company's new CEO on 30 September 2024. Alameri will start his position no later than 1 April 2025. The Finnish Financial Supervisory Authority (FIN-FSA) has no objections to the appointment. Interim CEO Sarianna Liiri will continue in her position until Karri Alameri starts.
- On 1 September 2024, the Company completed the acquisition of Svenska Handelsbanken AB's SME business in Finland as planned. The transferred deposit portfolio to the Company amounts to approximately EUR 440 million and the loan portfolio approximately EUR 500 million. According to preliminary calculations, goodwill of EUR 14.9 million was recognised from the acquisition. Approximately 10,000 customers transferred to the Company in the acquisition, and at the same time 30 people transferred to the Company as old employees.
- During the second quarter, the Company launched an extensive risk management action plan (the "Noste"), which has been implemented according to plan. More information on the objectives and progress of the risk management action plan can be found on page 23 of the Interim Report.
- In January–September, net interest income grew 15.7% compared with the same period last year. Net interest income totalled EUR 162.2 (140.1) million. In the third quarter, net interest income decreased by 4.2% compared to the comparison period.
- Home mortgage portfolio increased by 6.4% during the previous 12 months. Corporate loan portfolio increased by 9.9% during the previous 12 months.
- Deposit base increased by 3.5% over the past 12 months.
- In January-September, fee and commission income and expenses (net) increased due to volume growth by 6.8%. In the third quarter, fee and commission income and expenses (net) remained almost on level with the comparison period and was EUR 12.2 (12.2) million.
- In January–September, total operating income grew by 14.3% compared to the comparison period. Comparable total operating income decreased by 3.2% during the third quarter and was EUR 64.9 (67.1) million.
- In January-September, total operating expenses grew in total by 14.9%. The growth is mainly explained by expenses arising from business arrangements as well as from extensive risk management development projects and investigation costs related to non-compliance with the guidelines. Comparable operating expenses grew by 21.5% during the third quarter and were EUR 23.8 (19.6) million, of which the development costs of the risk management action plan (the "Noste") amounted to EUR 2.8 million.
- For January-September, the impairment losses on financial assets were in total EUR -75.8 (-9.9) million. The increase is mainly explained by significant discretionary allowances recognised in the first and second quarters, totalling EUR 49.5 million. The allowances were due to non-compliance with the Company's guidelines and its impact on the weakening credit risk position. As a result of the events, the Company initiated extensive measures and a review of its loan portfolio, which are described in more detail on page 23 of the Interim Report. Impairment losses on financial assets amounted to EUR -13.3 (-5.5) million in the third quarter. The growth is explained by reclassifications made during the reporting period in accordance with the calculation model, in connection with which the Company has recorded EUR 9.2 million impairment losses on financial assets.
- For January-September, profit before taxes was EUR 52.0 (102.5) million. For the third quarter, profit before taxes was EUR 22.8 (40.5) million.


- In January-September, comparable profit before taxes was EUR 58.7 (104.8) million. For the third quarter, comparable profit before taxes was EUR 27.6 (41.8) million.
- In January-September, cost/income ratio was 37.6 (37.4)%. In the third quarter, cost/income ratio was 43.4 (30.1)%. In January-September, comparable cost/income ratio was 34.5 (36.0)%. For the third quarter, comparable cost/income ratio was 36.8 (29.2)%.
- In January-September, comparable return on equity (ROE) was 11.4 (25.7)%. For the third quarter, comparable return on equity (ROE) was 16.2 (27.4)%.
- Total capital (TC) ratio was 15.4 (16.5)%.

Outlook for the financial year 2024 (updated 24 July 2024)

The profitable development of the Company's business continues, supported by the investments made in customer experience and service network. The Company will continue to invest extensively in the development of risk management and quality processes in the second half of 2024. The SME customer business to be acquired from Handelsbanken will improve the Company's profitability from the second half of 2024 onwards.

We estimate the Group's comparable profit before taxes to be EUR 80-100 million for the financial year 2024 (comparable profit before taxes was EUR 143.6 million in the financial year 2023).

The Group's key figures (1,000 euros)	1-9/2024	1-9/2023	Δ %	1-12/2023	2024 Q3	2023 Q3	Δ %
Net interest income	162,184	140,138	16%	197,045	52,374	54,679	-4%
Fee and commission income and expenses, net	37,641	35,234	7%	47,421	12,176	12,226	0%
Total operating income	205,687	179,877	14%	247,067	64,111	65,999	-3%
Total operating expenses	-77,087	-67,066	15%	-90,550	-27,697	-19,824	40%
Impairment losses on financial assets, net	-75,807	-9,857	669%	-17,126	-13,272	-5,548	139%
Profit before taxes	52,007	102,501	-49%	138,048	22,836	40,506	-44%
Cost/income ratio, %	37.6%	37.4%	1%	36.9%	43.4%	30.1%	44%
Balance sheet total	7,775,086	7,071,703	10%	7,642,906	7,775,086	7,071,703	10%
Equity	557,950	505,290	10%	541,052	557,950	505,290	10%
Return on assets (ROA) %	0.7%	1.7%	-57%	1.6%	1.0%	1.8%	-47%
Return on equity (ROE) %	10.1%	25.1%	-60%	24.3%	13.4%	26.5%	-49%
Earnings per share (EPS), EUR	1.26	2.59	-51%	3.49	0.55	0.97	-43%
Total capital (TC) ratio %	15.4%	16.6%	-7%	16.5%	15.4%	16.6%	-7%
Common Equity Tier 1 (CET1) capital ratio %	14.2%	14.8%	-4%	14.9%	14.2%	14.8%	-4%
Comparable profit before taxes	58,711	104,819	-44%	143,609	27,575	41,840	-34%
Comparable cost/income ratio, %	34.5%	36.0%	-4%	35.1%	36.8%	29.2%	26%
Comparable return on equity (ROE) %	11.4%	25.7%	-56%	25.3%	16.2%	27.4%	-41%



**1-9/2024
Comparable profit
before taxes
EUR 58.7 million**

CEO's review

The business developed as expected and the risk management action plan is progressing

OmaSp's business development has continued as expected during the third quarter. The development of both main sources of income was in line with expectations. Significant investments in the development of risk management processes continued and the implementation of an extensive action plan proceeded as planned, which in part increased costs in the third quarter. Despite the investments, the Company's comparable cost/income ratio remained at a good level at approximately 37 percent. Key events during the third quarter were the completion of the acquisition of Svenska Handelsbanken AB's SME businesses in Finland. In the acquisition, approximately 10,000 new customers were transferred to OmaSp. In addition, the product range of the card business expanded, and a new K-Business Credit card was launched for SMEs in cooperation with K Group.



**1-9/2024
Comparable
cost/income
ratio 34.5%**

As a result of lower market interest rates, net interest income growth halted as expected in the third quarter and net interest income decreased by 4 percent to the comparison period of the previous year. Net interest income has grown by 16 percent during the beginning of the year. In the third quarter, the level of fee and commission income and expenses remained at the previous year's level, and for the beginning of the year, the growth amounted to 7 percent compared to the previous year. Comparable operating income decreased by 3 percent during the third quarter.

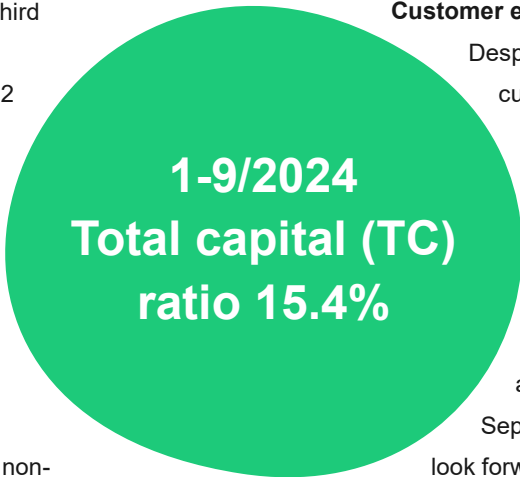
The credit and deposit stock grew due to volumes transferred from Handelsbanken. In other respects, the development was affected by the continued weak market situation and the Company's focus on implementing the action plan.

During the third quarter, a lot of work has been done to

resolve the shortcomings in risk management that emerged in spring. The Company has focused a significant amount of both internal and external resources on improving its risk management and quality processes. The measures will ensure a risk culture and operating practices in accordance with OmaSp's strategy in all operations. Nearly three million euros have been invested in risk management during the third quarter. Comparable operating expenses increased by nearly 22 percent during the third quarter. The Company will continue to make significant investments during the rest of the year. As part of the implementation of the action plan, a controlled winding down of the approximately EUR 240 million credit portfolio related to non-compliance with the guidelines was also initiated.

The impairment losses on financial assets remained high due to non-compliance with the guidelines. In the third quarter, impairment losses on financial assets of EUR 13.3 million were recorded. The growth is explained by reclassifications according to the calculation model, in connection with which EUR 9.2 million has been recorded as impairment losses on financial assets. Impairment losses on financial assets were recorded in total EUR 75.8 million for the entire beginning of the year, of which EUR 49.5 million is discretionary additional allowance.

The comparable profit before taxes was EUR 27.6 million for the third quarter and the comparable return on equity was 16.2 percent. The total capital (TC) ratio was 15.4 percent. The development of the capital adequacy was affected by the transfer of business operations from Handelsbanken.



Customer experience remains at the core

Despite an exceptional year, we continue the current financial year with confidence.

OmaSp's financial position is strong.

Our operations will expand with the opening of new branches, and we will continue to invest in excellent customer experience and service accessibility. The news of the

appointment of the CEO, announced in September, has been received with joy. We

look forward to Karri Alameri starting in his position as the bank's new CEO. He brings with him strong expertise in the financial sector and stability, which OmaSp especially needs in this situation.

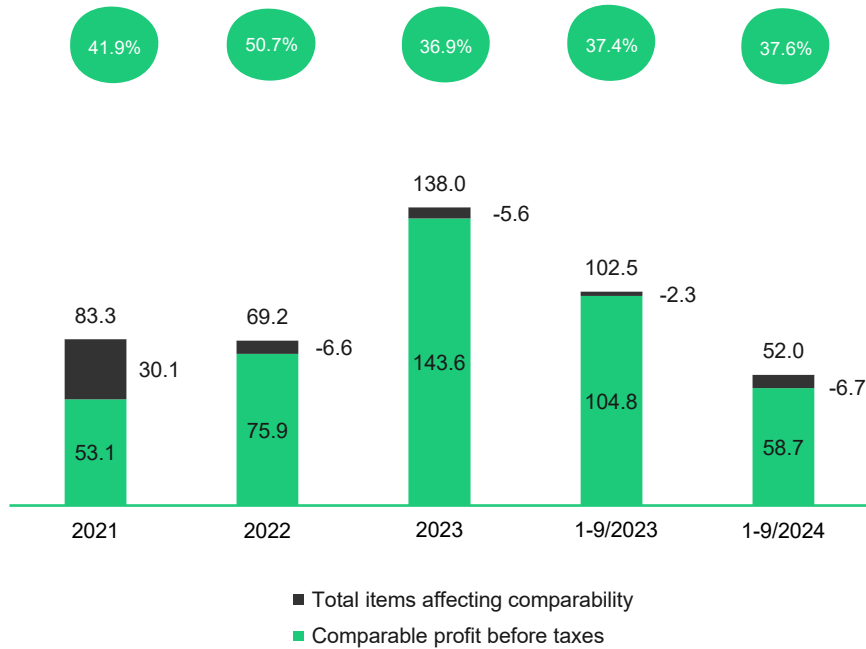
Our goal is to continue to provide the best banking service in town every day for both current and future customers.

Sarianna Liiri
CEO

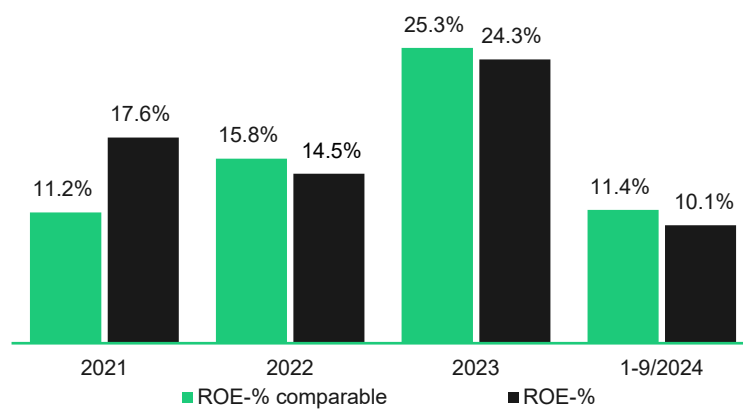
Solvent and profitable Finnish bank

Profit before taxes, EUR mill.

Cost/income ratio

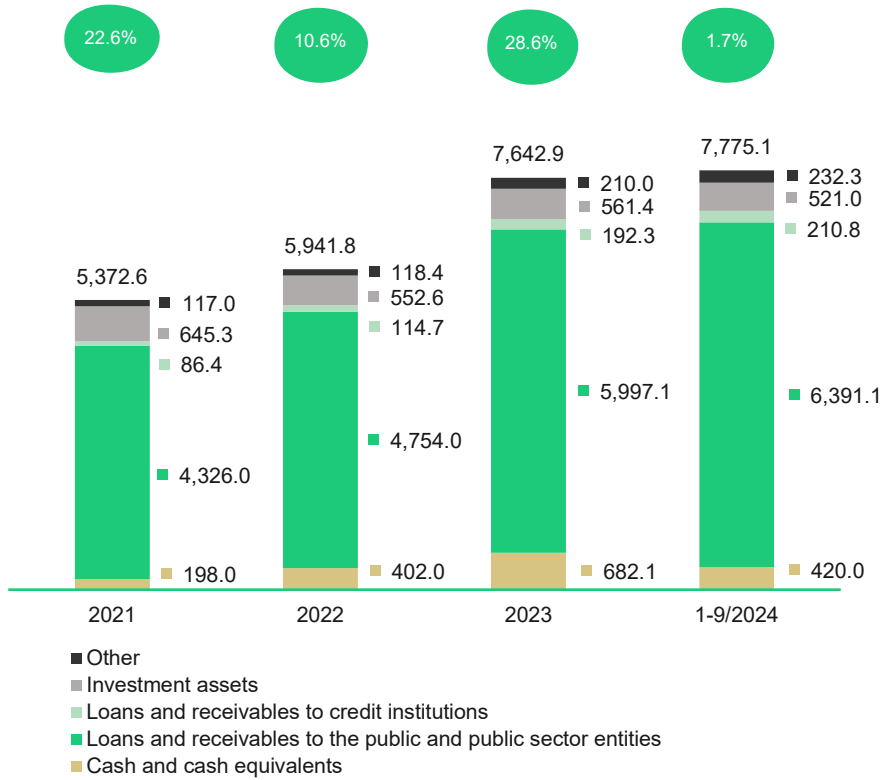


Return on equity (ROE) %



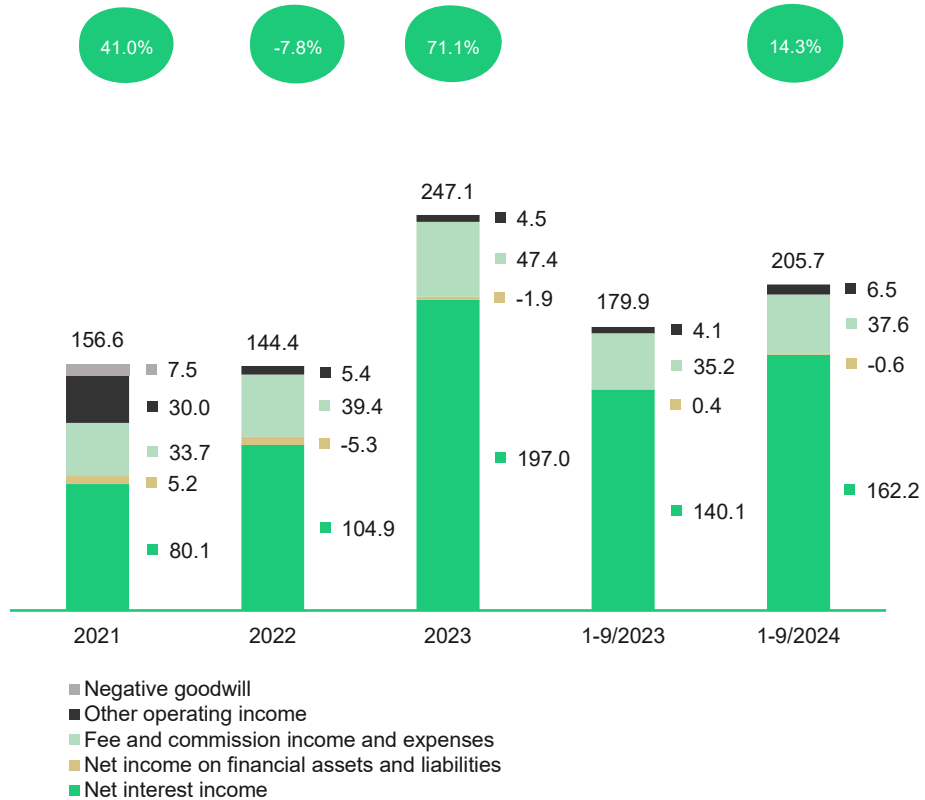
Balance sheet total, EUR mill.

Growth



Total operating income, EUR mill.

Growth



Significant events during the period

- The Company's Board of Directors appointed Karri Alameri, B.Sc. (Econ.), CEFA as the Company's new CEO on 30 September 2024. Alameri will start his position no later than 1 April 2025. The Finnish Financial Supervisory Authority (FIN-FSA) has on 24 October 2024 announced that they have no objections to the appointment of the CEO. Interim CEO Sarianna Liiri will continue in her position until Karri Alameri starts.
- On 1 September 2024, Oma Savings Bank Plc completed the acquisition as planned of Svenska Handelsbanken AB's SME business in Finland. As part of the acquisition of the SME business, entrepreneurs' personal banking services, excluding asset management and investment services, were also transferred to the Company. The acquired SME business was geographically located all over Finland. The transferred deposit portfolio amounted to approximately EUR 440 million and the loan portfolio approximately EUR 500 million. In the acquisition, approximately 10,000 customers were transferred to the Company. At the same time 30 people transferred to the Company as old employees. More information on the effects of the transaction on page 23 of the Interim Report.
- In cooperation with K Group, the Company launched a new credit card for SMEs, the K-Business Credit card.
- In August and September, the Company issued senior unsecured bonds as part of the bond program.
- On 24 July 2024, the Company issued a negative profit warning, published preliminary information on the second quarter result and updated its guidance due to a significant additional allowance based on the management's judgement in the second quarter. According to the updated guidance, the Company estimates that the Group's comparable profit before taxes to be EUR 80–100 million for the financial year 2024.
- On 24 July 2024, the Company announced the completion of the review of the credit portfolio. The quality of the entire loan portfolio was verified by external, independent experts. The results confirmed that the problems are limited to previously identified non-compliance with the guidelines, and the quality of the rest of the credit portfolio (approximately EUR 6 billion) corresponds to what was previously reported. In light of the latest information, customer entities accounted for approximately 4% of the Company's EUR 6 billion credit portfolio. Based on the results, the Company reassessed the credit risk position of the customer entities in question and recognised EUR 35.7 million additional allowance based on the management's judgement and impairment losses for the second quarter. The increase was based on specified customer groups and a more detailed assessment of credit risk based on further studies carried out by the Company's internal and external experts.
- On 19 June 2024, the Company announced that the Company's Board of Directors and CEO Pasi Sydänlammi had agreed that Sydänlammi will leave his position as CEO immediately. At the same time, the Board of Directors announced that it will immediately commence the search process to select a new CEO. Deputy CEO Sarianna Liiri was appointed as interim CEO and Head of Service Network Markus Souru was elected as deputy CEO. In addition, the Company announced that it had continued its internal study announced in April regarding non-compliance with the guidelines in lending and had submitted a request for investigation to the police for its findings. The non-compliance with the guidelines is targeted to a limited part of the loan portfolio, and the quality of the loans granted has been studied internally. It was also decided to verify the internal report by external quality assurance. The Company also announced that it has initiated extensive measures to improve its risk management processes and other control processes. More about ongoing measures on page 23 of the Interim Report.

- On 23 May 2024, Jarmo Salmi, Chairman of the Board of Directors, left his position and Jaakko Ossa became Chairman of the Board. Jyrki Mäkynen continued as Vice Chairman. After the change, the Company's Board of Directors will have six members. At the same time, the Board of Directors decided to establish an Audit Committee to support the supervisory duties of the Board of Directors. When appointing the members of the Audit Committee, the Board of Directors has taken into account the expertise and experience required for the position. The Board of Directors has elected Jyrki Mäkynen, Jaakko Ossa and Jaana Sandström as members of the Audit Committee. More detailed information on the composition of the Company's Board of Directors is available on the Company's website.
- On 16 April 2024, the Company provided preliminary information on the result for the first quarter and updated its guidance based on the management's judgement related to a significant additional allowance recognised for the first quarter. As a result of its own monitoring processes, the Company detected non-compliance with the guidelines, as a result of which the Company's credit risk position deteriorated materially for certain customer entities. The event was due to non-compliance of the Company's lending guidelines, as a result of which individual customer entities were consciously formed incorrectly. The weakening of the collateral position due to non-compliance with the guidelines combined with the prevailing general weak economic situation increased the Company's credit risk from what was previously reported. Due to the change in the risk position, an additional allowance of EUR 19.5 million was recognised based on the management's judgement for the first quarter. The Company updated its guidance and comparable profit before taxes was estimated to be EUR 120-140 million in the financial year 2024.
- On 17 June 2024, S&P Global Ratings (S&P) confirmed that the Company's short-term and long-term borrowing remain unchanged and is at BBB+/A-2. At the same time, S&P changed the outlook for the Company's credit rating from stable to negative.
- On 1 June 2024, the representatives of the five largest shareholders have been appointed to the Shareholders' Nomination Committee according to the shareholders' register:
 - Raimo Härmä, appointed by the Etelä-Karjala's Savings Bank Foundation
 - Ari Lamminmäki, appointed by the Parkano's Savings Bank Foundation
 - Jouni Niuro, appointed by the Lieto's Savings Bank Foundation
 - Aino Lamminmäki, appointed by the Töysä's Savings Bank Foundation
 - Simo Haarajärvi, appointed by the Kuortane's Savings Bank Foundation
- In May, the Company issued EUR 250 million covered bond increase (tap issue). The bond was issued on the same terms and conditions as the bond issued by OmaSp on 8 February 2023 and maturing on 15 June 2028.
- On 3 May 2024, the Company announced that the Finnish Financial Supervisory Authority (FIN-FSA) has submitted a pre-trial investigation request to the police for securities market crimes related to the Company. At the same time, the FIN-FSA announced that it was investigating the need to impose administrative sanctions on the Company.
- At the Annual General Meeting of Oma Savings Bank Plc on 26 March 2024, Aila Hemminki, Aki Jaskari, Jyrki Mäkynen, Jaakko Ossa, Jarmo Salmi and Jaana Sandström were re-elected as members of the Board of Directors and Essi Kautonen as a new member.
- On 5 March 2024, the Deputy CEO and Head of Corporate Customer Business, Pasi Turtio, left the Company.
- In February, The Board of Directors of the Company decided to establish an employee share savings plan OmaOsake for the employees. By encouraging employees to acquire and own shares in the Company, the Company seeks to align the objectives of shareholders and employees in order to increase the value of the Company in the long term. The aim is

also to support employee motivation and commitment as well as the Company's corporate culture. The OmaOsake consists of annually commencing plan periods, each with a 12-month savings period followed by a holding period of approximately two years. The first savings period started on 1 April 2024.

- In February, The Board of Directors of the Company decided on a new performance period for the share based incentive scheme for key employees for the financial years 2024–2025. The target group of the performance period 2024–2025 consists of approximately 45 key employees, including the Company's CEO and members of the Management Team. The potential reward for the performance period will be mainly based on the comparable cost-income ratio, customer and personnel satisfaction and quality of the credit portfolio. The rewards to be paid from the performance period correspond to the value of an approximate maximum of 405,000 Oma Savings Bank Plc shares in total, including the proportion to be paid in cash.

Oma Savings Bank Group's key figures

(1,000 euros)	1-9/2024	1-9/2023	Δ %	1-12/2023	2024 Q3	2024 Q2	2024 Q1	2023 Q4	2023 Q3
Net interest income	162,184	140,138	16%	197,045	52,374	52,442	57,369	56,907	54,679
Fee and commission income and expenses,	37,641	35,234	7%	47,421	12,176	12,699	12,766	12,188	12,226
Total operating income	205,687	179,877	14%	247,067	64,111	67,497	74,080	67,190	65,999
Total operating expenses	-77,087	-67,066	15%	-90,550	-27,697	-23,432	-25,958	-23,483	-19,824
¹⁾ Cost/income ratio, %	37.6%	37.4%	1%	36.9%	43.4%	34.8%	35.2%	35.4%	30.1%
Impairment losses on financial assets, net	-75,807	-9,857	669%	-17,126	-13,272	-39,423	-23,112	-7,269	-5,548
Profit before taxes	52,007	102,501	-49%	138,048	22,836	4,504	24,668	35,546	40,506
Profit/loss for the accounting period	41,659	81,866	-49%	110,051	18,321	3,439	19,899	28,185	32,325
Balance sheet total	7,775,086	7,071,703	10%	7,642,906	7,775,086	7,284,410	7,531,291	7,642,906	7,071,703
Equity	557,950	505,290	10%	541,052	557,950	533,259	527,426	541,052	505,290
¹⁾ Return on assets (ROA) %	0.7%	1.7%	-57%	1.6%	1.0%	0.2%	1.0%	1.5%	1.8%
¹⁾ Return on equity (ROE) %	10.1%	25.1 %	-60%	24.3%	13.4%	2.6%	14.9%	21.5%	26.5%
¹⁾ Earnings per share (EPS), EUR	1.26	2.59	-51%	3.49	0.55	0.10	0.60	0.85	0.97
¹⁾ Equity ratio %	7.2%	7.1%	0%	7.1%	7.2%	7.3%	7.0%	7.1%	7.1%
¹⁾ Total capital (TC) ratio %	15.4%	16.6%	-7%	16.5%	15.4%	16.6%	16.9%	16.5%	16.6%
¹⁾ Common Equity Tier 1 (CET1) capital ratio %	14.2%	14.8%	-4%	14.9%	14.2%	15.2%	15.4%	14.9%	14.8%
¹⁾ Tier 1 (T1) capital ratio %	14.2%	14.8%	-4%	14.9%	14.2%	15.2%	15.4%	14.9%	14.8%
¹⁾ ³⁾ Liquidity coverage ratio (LCR) %	165.9%	153.6%	8%	248.9%	165.9%	199.1%	154.6%	248.9%	153.6%
¹⁾ ²⁾ Net Stable Funding Ratio (NSFR) %	117.4%	115.3%	2%	117.8%	117.4%	118.7%	117.3%	117.8%	115.3%
Average number of employees	499	438	14%	445	527	499	470	463	476
Employees at the end of the period	548	463	18%	464	548	511	471	464	463
Alternative performance measures excluding items affecting comparability:									
¹⁾ Comparable profit before taxes	58,711	104,819	-44%	143,609	27,575	5,510	25,626	38,790	41,840
¹⁾ Comparable cost/income ratio, %	34.5%	36.0%	-4%	35.1%	36.8%	32.9%	34.1%	32.8%	29.2%
¹⁾ Comparable earnings per share (EPS), EUR	1.42	2.65	-46%	3.63	0.67	0.13	0.62	0.93	1.01
¹⁾ Comparable return on equity (ROE) %	11.4%	25.7%	-56%	25.3%	16.2%	3.2%	15.5%	23.5%	27.4%

1) Calculation principles of alternative performance measures and key figures are presented in Note 18 of the Interim Report. Comparable profit calculation is presented in the Income Statement.

2) NSFR calculation adjusted retrospectively as of 30 September 2023.

3) LCR calculation adjusted retrospectively as of 31 March 2024

Operating environment

Growth in the Finnish economy was subdued in the beginning of the year and, according to the Bank of Finland's forecast, the economy will recover slowly. In the next few years, economic recovery and stronger growth will be supported by improving employment and moderate inflation. Rising earnings will strengthen purchasing power in the immediate years ahead, and growth in export markets will improve export prospects. ⁽¹⁾ The year-on-year change in consumer prices calculated by Statistics Finland was 0.8% in September. The change in inflation from one year ago was affected among other things by the risen average interest rate on housing loans, maintenance charges and interest rates on consumer credit, as well as lower prices of electricity, petrol and diesel. ⁽³⁾

Inflation is declining at a good pace, but at the same time financing conditions have remained tight. The European Central Bank seeks to ensure that inflation returns to the target level of 2% in a timely manner. In October, the European Central Bank cut all three key ECB interest rates by 0.25 percentage points. ⁽²⁾ Interest rates have continued to fall, and during January-September the quotation of the 12-month Euribor has fallen by approximately 0.7 percentage points. ⁽¹⁰⁾

Private consumption and private investments have developed weakly, a fragile growth on economy has relied on exports and on public demand. According to the Bank of Finland's preliminary calculations, the GDP is projected to decrease by 0.5% in 2024 and increase by 1.1% in 2025. In 2026, the GDP is projected to grow by 1.8%. ⁽¹⁾

The seasonally adjusted saving rate of households remained at the same level compared to the previous quarter and was 3% in April-June. In the second quarter of 2024, the disposable income of households and consumption expenditure fell by the same amount and the saving rate remained unchanged. The adjusted disposable income of households grew by 1.2%, and adjusted for price changes, it remained unchanged compared to the quarter one year ago. The investment rate decreased slightly from the previous quarter and was 9.3%. Majority of the investments of households is directed in housing

investments. The corporate investment rate decreased by 2.0 percentage points compared to the previous quarter. ⁽⁴⁾

According to Statistics Finland, the number of employed people aged 15 to 74 was 54,000 lower in September and the number of unemployed was 30,000 higher than a year ago. In September, the employment rate was 76.4% (20 to 64 years) and the average unemployment rate was 8.1% (15 to 74 years). ⁽⁵⁾

According to Statistics Finland's preliminary data, prices of old dwellings in housing companies decreased in the whole country by 1.5% in August from one year ago. Prices of old dwellings in housing companies decreased by 2.9% in the six biggest towns and increased by 0.9% in the rest of Finland in August from one year ago. At the same time, the number of sales of old dwellings in blocks of flats and terraced houses made through real estate agents increased by 15% from the comparison period. ⁽⁶⁾

In August 2024, housing loans were withdrawn by EUR 1.1 billion, which is EUR 40 million less than in the previous year. Annual growth of all loans for households decreased by 0.4% and the annual growth of mortgage stock by 0.7%. The number of corporate loans rose 1.1% over the same period. The average interest rate on new mortgages was 3.93% in August. Over the 12-month period, the number of household deposits reduced by a total of 1.2%. ⁽⁷⁾

In September 2024, the 12-month moving annual change in enterprises that filed for bankruptcy was 10%. ⁽⁸⁾ During June-August 2024, the cubic volume of granted permits for new buildings decreased by 17% compared to the previous year and was 6.5 million cubic meters. ⁽⁹⁾

- 1) Bank of Finland, *Sticky recovery in Finland's economy. Published on 16 September 2024.*
- 2) Bank of Finland, *European Central Bank's monetary policy decisions. Published on 17 October 2024.*
- 3) Statistics Finland, *Inflation 0.8% in September 2024. Published on 14 October 2024.*
- 4) Statistics Finland, *Households' saving rate on level with the previous quarter in April to June 2024. Published on 18 September 2024.*
- 5) Statistics Finland, *Fewer employed persons and more unemployed persons in September 2024 compared to one year ago. Published on 22 October 2024.*
- 6) Statistics Finland, *Prices of old dwellings in housing companies decreased by 1.5 per cent year-on-year in August 2024. Published on 4 October 2024.*
- 7) Bank of Finland, *MFI balance sheet (loans and deposits) and interest rates. The amount of student loan available for drawing down was raised in August. Published on 30 September 2024.*
- 8) Statistics Finland, *Altogether 274 bankruptcies were instigated in September 2024. Published on 18 October 2024.*
- 9) Statistics Finland, *Cubic volume of granted building permits decreased in by 17 per cent year-on-year in June to August 2024. Published on 22 October 2024.*
- 10) Bank of Finland, *Euribor interest rates tables. Published on 1 October 2024.*

Credit rating and liquidity

In June 2024, S&P Global Ratings confirmed that Oma Savings Bank Plc's rating for long-term borrowing will remain unchanged at BBB+ and rating for short-term borrowing will remain at level A-2. In June, S&P changed the outlook for its long-term credit rating from stable to negative following non-compliance with guidance in the first half of the year. In addition, S&P Global Ratings has confirmed an AAA- rating for the Company's bond program.

	30 Sep 2024	31 Dec 2023
LCR	165.9%	248.9%
NSFR	117.4%	117.8%

The Group's Liquidity Coverage Ratio (LCR) remained at a good level, standing at 165.9% at the end of the third quarter. Also the Net Stable Funding Ratio (NSFR) remained at a stable level and was 117.4%.

According to the Bank of Finland, the domestic economy is expected to recover from the recession in the next few years, but economic growth has been subdued in the early part of the year, and according to the Bank of Finland's forecast, economic recovery will be slow. ⁽¹⁾

Interest rates have started to decline during the third quarter, but the relatively high level of interest rates is reflected especially in the competitive bidding of domestic deposits, as banks continue to offer high deposit rates to customers. High interest rates on deposits are particularly visible as an increase in funding costs.

Despite the general economic uncertainty, the Company's liquidity remained stable in the third quarter. In addition, the Company has strengthened its liquidity position and reduced refinancing risk by implementing EUR 140 million unsecured senior financing during August-September as part of the Company's financing plan for 2024.

⁽¹⁾ Bank of Finland: Sticky recovery in Finland's economy. Published on 16 September 2024

Related party disclosures

Related party is defined as key persons in a leading position at Oma Savings Bank Plc and their family members, subsidiaries, associated companies and joint ventures, joint operations and companies in which a key person in a leading position has control or significant influence, and organizations that have significant influence in Oma Savings Bank Plc. Key persons are members of the Board of Directors, the CEO and deputy to the CEO and the rest of the management team. Loans and guarantees have been granted to the related party with conditions that are applied to similar loans and guarantees granted to customers. More detailed information on related parties is given in Note G31 of the 2023 Financial Statements.

More detailed information on the share-based incentive schemes for key persons is given in note G32 of the Financial Statements for 2023 and in note 14 of the Half-Year Financial Report.

Financial statements

The corresponding period last year has been used as the year under comparison in income statement items, and the date of 31 December 2023 as the comparison period for the balance sheet and capital adequacy.

Result 7–9 / 2024

For the third quarter, the Group's profit before taxes was EUR 22.8 (40.5) million and the profit for the period was EUR 18.3 (32.3) million. The cost/income ratio was 43.4 (30.1)%.

Comparable profit before taxes amounted to EUR 27.6 (41.8) million in the third quarter and the comparable cost/income ratio was 36.8 (29.2)%. The comparable profit has been adjusted for the net income on financial assets and liabilities as well as the one-off expenses related to the acquisitions and costs incurred in investigating non-compliance with guidelines.

Income

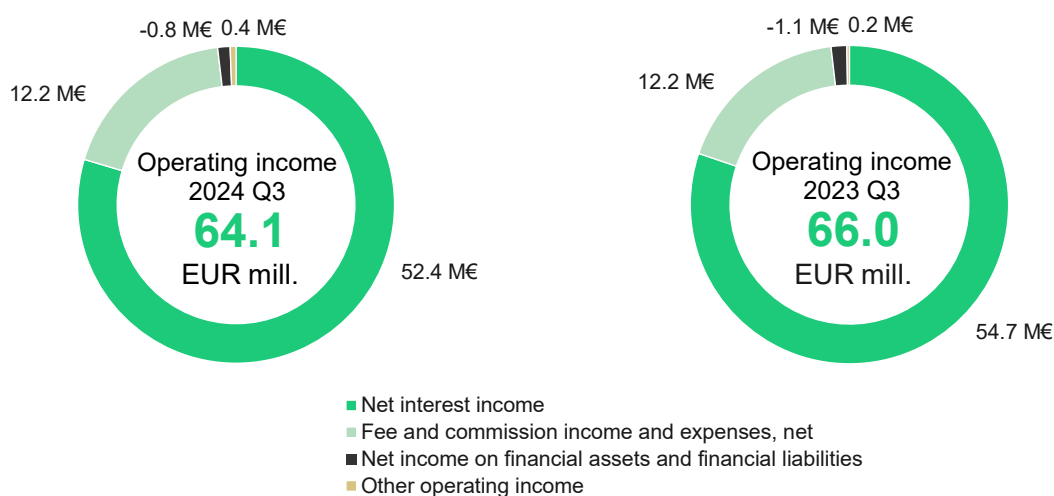
Total operating income was EUR 64.1 (66.0) million. Total operating income decreased 2.9% compared to the comparable period. Comparable operating income was

EUR 64.9 (67.1) million, a decrease of 3.2% compared to the comparison period. Net income on financial assets and liabilities of EUR -0.8 (-1.1) million has been adjusted from the operating income as an item affecting comparability.

Net interest income decreased by 4.2%, totalling EUR 52.4 (54.7) million. During the review period, interest income decreased by 2.7%, totalling EUR 87.7 (90.1) million. The decrease in interest income can be explained by the decrease in market interest rates. The impact on hedges related to interest rate risk management reduced interest income and interest expenses. During the third quarter, net interest income from hedging the interest rate risk was EUR -3.5 million. During the reporting period, the average margin of the loan portfolio has remained almost unchanged.

Interest expenses were EUR 35.3 (35.4) million in the third quarter. The average interest on deposits paid to the Company's customers was 0.98 (0.70)% at the end of the period.

Fee and commission income and expenses (net) remained at the level of the comparison period, EUR 12.2 (12.2) million. The total amount of fee and commission income was EUR 14.9 (14.9) million.



Net fee and commission income from cards and payment transactions was EUR 9.1 (8.9) million, an increase of 2% over the previous year. The increase is mainly explained by the increase in customer volume. The amount of commission income from lending was EUR 2.1 (2.6) million.

The net income on financial assets and liabilities were EUR -0.8 (-1.1) million during the period. Other operating income was EUR 0.4 (0.2) million.

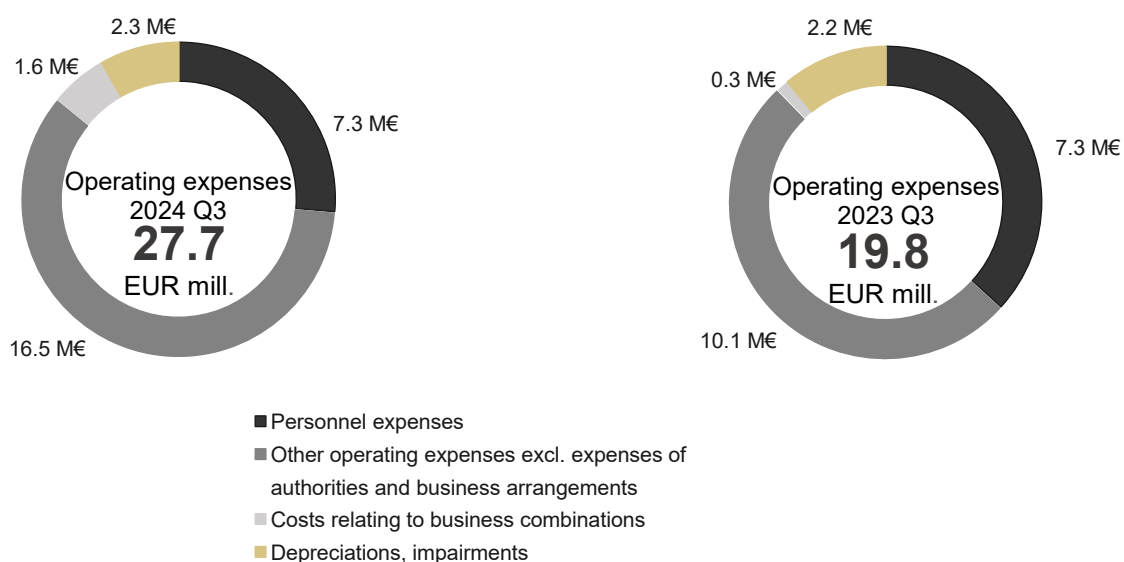
Expenses

Operating expenses were in total EUR 27.7 (19.8) million and they increased by 39.7% compared to the previous year's corresponding period. For the reporting period, expenses affecting comparability were recorded in total of EUR 1.6 million for the arrangement of the business to be acquired from Handelsbanken, and costs incurred in investigating non-compliance with the guidelines EUR 2.3 million. In the comparison period, expenses included EUR 0.3 million related to the acquisition of Handelsbanken. Comparable operating expenses were EUR 23.8 (19.6) million. The increase in comparable operating expenses was 21.5%.

Personnel expenses were EUR 7.3 (7.3) million. At the end of the period, the number of employees was 548 (463), of which 62 (70) were fixed-term.

Other operating expenses increased by 75.0% to EUR 18.1 (10.4) million. The item includes authority fees, office, IT, PR and marketing costs and those stemming from the business premises in own use. The increase in costs compared to the comparison period was affected by costs arising from risk management development projects, investigation of non-compliance activities and Handelsbanken's business arrangements. The costs of the risk management development project "Noste" amounted to EUR 2.8 million in the third quarter.

Depreciation, amortisation and impairments on tangible and intangible assets were EUR 2.3 (2.2) million.



Impairment losses on financial assets

During the third quarter, impairment losses on financial assets (net) increased compared to the comparative period and were EUR -13.3 million. The impairment losses on financial assets recorded in the comparative period amounted to EUR -5.5 million. The growth is explained by reclassifications made during the reporting period in accordance with the calculation model, in connection with which the Company has recorded EUR 9.2 million impairment losses on financial assets.

During the third quarter, the amount of expected credit losses (ECL) increased and was EUR 11.2 million, while the expected credit losses were EUR 3.3 million in the comparison period. EUR 8 million of the expected credit losses were targeted at receivables from customers and off-balance sheet items.

In the third quarter, an additional allowance of EUR 30 million, based on the management's judgement in the second quarter for certain customer entities due to a study carried out by the Company and an external report commissioned on the quality of the credit portfolio, was targeted as planned for customer entities. In addition, the Company made additional allowance of EUR 2.5 million based on the management's judgement for an individual customer in connection with the above-mentioned customer entities in the second quarter.

At the beginning of the third quarter, the fair value adjustment made in connection with the acquisition of Liedon Savings Bank amounted to EUR 6.1 million. In the reporting period, the Company has reassessed the fair value adjustment made in connection with the acquisition of Liedon Savings Bank to be EUR 2.0 million of which a positive profit-related EUR 4.1 million was recorded.

In the third quarter, a fair value adjustment of EUR 5.8 million has been made to the receivables transferred to the Company in connection with Handelsbanken's business acquisition. The fair value of receivables, EUR 497.2 million, was lower than the gross contractual amount EUR 503.0 million at the time of the acquisition. The difference is expected to materialise as credit losses after the date of the acquisition. In the reporting period,

EUR 3.3 million of the fair value adjustment was allocated to loans.

The net amount of realised credit losses decreased compared to the comparison period and was EUR 2.0 (2.3) million in the third quarter.

At the end of the reporting period, the Company has additional loss allowances based on the management's judgement and fair value adjustments recorded in the balance sheet in total EUR 4.6 million. Additional allowances are targeted at stage 2.

Result 1–9 / 2024

The Group's profit before taxes was EUR 52.0 (102.5) million in January-September and the profit for the period was EUR 41.7 (81.9) million. The cost/income ratio was 37.6 (37.4)%.

Comparable profit before taxes amounted to EUR 58.7 (104.8) million for January-September and the comparable cost/income ratio was 34.5 (36.0)%. The comparable profit before taxes has been adjusted for the net income on financial assets and liabilities as well as one-off items related to the acquisitions and costs incurred in investigating non-compliance with guidelines.

Income

Total operating income was EUR 205.7 (179.9) million. Total operating income increased 14.3% year-on-year. The increase can be explained by the growth of net interest income and fee and commission income.

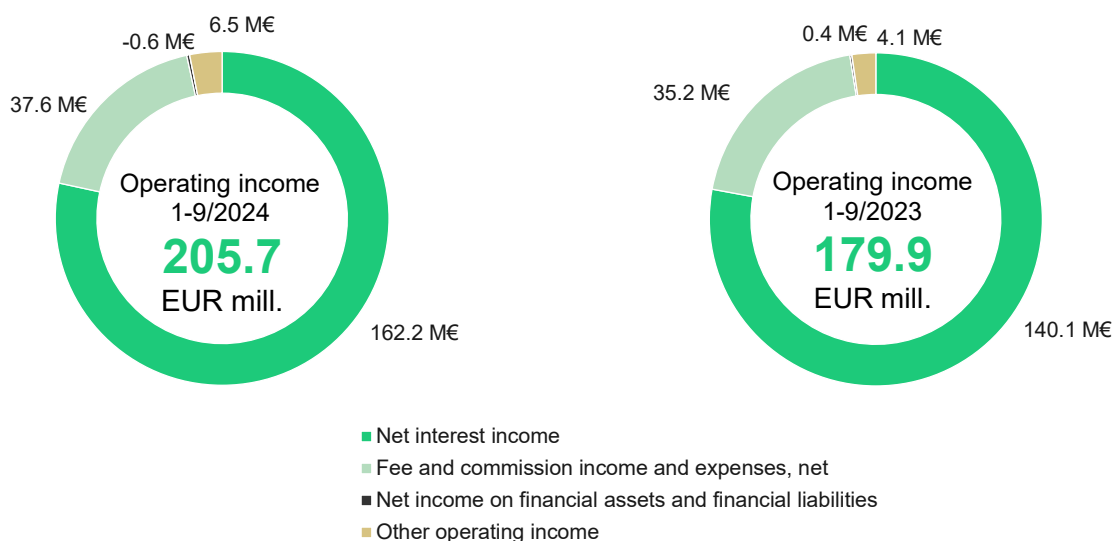
Comparable total operating income was EUR 206.3 (179.5) million and the increase of comparable total operating income was 14.9%. During the reporting period, net income on financial assets and liabilities of EUR -0.6 (0.4) million has been eliminated from operating income as an item affecting comparability.

Net interest income grew 15.7%, totalling EUR 162.2 (140.1) million. During the reporting period, interest income grew 18.6% and was EUR 265.6 (223.9) million.

Market interest rates have started to decline during the third quarter, but the increase in interest income during the reporting period is explained by the continued rise in market interest rates in the early part of the year and the increased loan portfolio due to the acquisition of Liedon Savings Bank in March 2023 and the acquisition of Handelsbanken's business operations in September 2024. The management of derivatives hedging interest rate risk has been changed during the reporting period. The change of management decreased interest income and expenses, the change had no effect on net interest income. During the reporting period, net interest income from hedging the interest rate risk was EUR 1.5 (25.3) million. During the period, the average margin of the loan portfolio has remained almost unchanged.

Interest expenses increased significantly compared to the previous year to EUR 103.4 (83.8) million. The increase in interest expenses has been influenced by higher interest on issued bonds, due to the increase in the interest rate. The impact of derivatives hedging the interest rate risk on interest expenses reduced from the comparison period and was EUR -11.2 (-26.8) million. The average interest on deposits paid to the Company's customers was 0.98 (0.70)% at the end of the period.

Fee and commission income and expenses (net) increased by 6.8% and was EUR 37.6 (35.2) million. The total amount of fee and commission income was EUR 45.2 (41.6) million.



Commissions from cards and payment transactions net grew 7.8% compared to the comparison year and amounted to EUR 27.0 (25.1) million. The increase is mainly explained by volume growth. The amount of commission income on lending was EUR 7.4 (7.2) million.

The net income on financial assets and liabilities was EUR -0.6 (0.4) million during the period.

Other operating income was EUR 6.5 (4.1) million. Other operating income includes a deposit guarantee fee of EUR 3.9 million recorded during the reporting period as well as a positive change in fair value of EUR 2.6 million from the revaluation of joint debts recorded in connection with the business transactions of Eurajoen Savings Bank and Liedon Savings Bank. In the comparison period, a deposit guarantee fee of EUR 2.6 million and the positive change in fair value of EUR 0.7 million from the revaluation of joint debt recorded in connection with the Eurajoen Savings Bank's business transaction were recorded in other operating income.

Expenses

Operating expenses increased 14.9% compared to the previous year's corresponding period. Operating expenses came to a total of EUR 77.1 (67.1) million. For the reporting period, expenses affecting comparability have been recorded in relation to the acquisition of Handelsbanken's business of EUR 3.8 million and costs incurred in investigating non-compliance with guidelines, EUR 2.3 million. In the comparison period, operating expenses included costs of EUR 2.7 million arising from the acquisition of Liedon Savings Bank's and

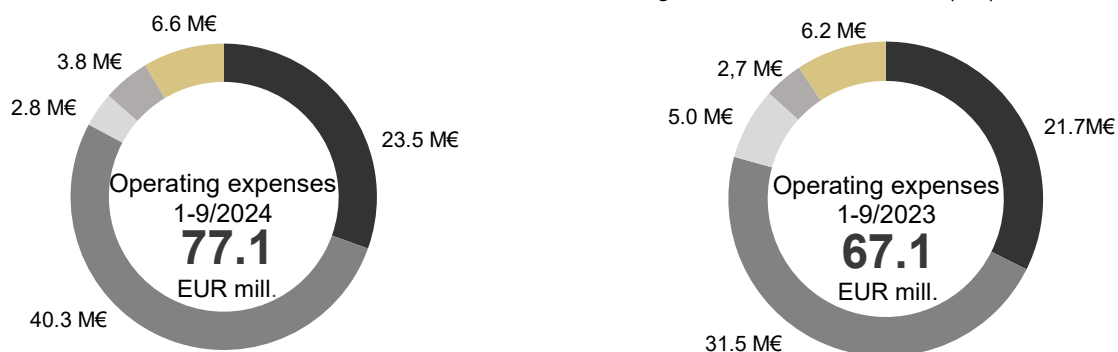
Handelsbanken's businesses. Comparable operating expenses were EUR 71.0 (64.4) million. The increase of comparable operating expenses was 10.2%.

Personnel expenses increased 8.2%, totalling EUR 23.5 (21.7) million. The increase in personnel costs was impacted by the increased number of personnel as a result of the business arrangement with Liedon Savings Bank as well as the business arrangement with Handelsbanken. The number of employees at the end of the period was 548 (463), of which 62 (70) were fixed-term.

Other operating expenses increased 20.1% to EUR 47.0 (39.1) million. The item includes authority fees, office, IT, PR and marketing costs and those stemming from the business premises in own use. The increase in costs compared to the comparison period was affected by costs arising from the arrangement of development projects and Handelsbanken's business operations. The impact of the costs arising from the risk management development project "Noste" was EUR 2.9 million during the reporting period.

At the end of 2023, the Single Resolution Fund for Banking Union reached its target level, due to which a significantly lower national stability fee will be collected instead of an EU-level fee in 2024. For the reporting period, a total of EUR 2.8 million has been recorded as a deposit guarantee fee, which will be covered by refunds from the old deposit guarantee fund. A total of EUR 2.8 (5.0) million was recorded as authority fees.

Depreciation, amortisation and impairment on tangible and intangible assets were EUR 6.6 (6.2) million.



- Personnel expenses
- Other operating expenses excl. expenses of authorities and business arrangements
- Authority fees
- Expenses of business arrangements
- Depreciations, impairments

Impairment losses on financial assets

Impairment losses of financial assets increased compared to the comparison year and were EUR -75.8 million, while the impairment losses of financial assets recorded in the comparison period were EUR -9.9 million.

The increase is mainly explained by significant discretionary allowances recognised in the first and second quarters, totalling EUR 49.5 million. The allowances were based on non-compliance with the Company's guidelines and the resulting weakening of the credit risk position.

During the reporting period, the amount of expected credit losses increased and was EUR 66.1 million targeting receivables from customers and off-balance sheet items. The net amount of realised credit losses increased compared to the comparison year and was EUR 9.7 (2.6) million during January-September.

In the first quarter, an additional allowance of EUR 19.5 million based on the management's judgement due to the change in the Company's credit risk position related to certain customer entities was targeted at customer entities as planned in the second quarter. In the second quarter, the Company's additional allowance of EUR 30 million based on management judgement for the customer entities in question, based on a study conducted by the Company and an external report on the quality of the credit portfolio was targeted at customer entities as planned in the third quarter. In addition, the Company made additional allowance of EUR 2.5 million based on the management's judgement for an individual customer related to the above-mentioned customer entities in the second quarter. Impairment losses on financial assets totalling EUR 64.4 million were recognised during January-September for the above-mentioned customer entities of which EUR 4.9 million was due to final impairment losses on financial assets. In the reporting period, when credit risks were realised, the Company allocated an additional discretionary allowance of EUR 1.0 million based on the management's judgement, which was previously made to prepare for the uncertainty of the economic environment.

At the beginning of the reporting period, a fair value adjustment made in connection with the acquisition of

Liedon Savings Bank amounted to EUR 7.3 million. The Company has reassessed the fair value adjustment made in connection with the acquisition of Liedon Savings Bank to be EUR 2.0 million of which a positive profit-related EUR 5.3 million was recorded during the second and third quarters.

In the third quarter, a fair value adjustment of EUR 5.8 million has been made to the receivables transferred to the Company in connection with Handelsbanken's business acquisition. Fair value of receivables, EUR 497.2 million, was lower than the gross contractual amount, EUR 503.0 million at the time of acquisition. The difference is expected to materialise as credit losses after the date of acquisition. In the reporting period, EUR 3.3 million of the fair value adjustment was allocated to loans.

At the end of the reporting period, the Company has based on the management's judgement additional allowances and fair value adjustments recognised in the balance sheet in total EUR 4.6 million. The additional allowances are targeted at stage 2.

Balance sheet

The Group's balance sheet total increased by 1.7% during January-September 2024 and was EUR 7,775.1 (7,642.9) million. EUR 443.9 million of the growth came from Handelsbanken's business acquisition.

Loans and receivables

Loans and receivables in total, EUR 6,601.9 (6,189.4), million increased 6.7% compared to the comparison period. Loans and receivables from credit institutions were EUR 210.8 (192.3) million at the end of the period and loans and receivables from the public and public sector entities were in total EUR 6,391.1 (5,997.1) million. The acquisition of Handelsbanken's business increased loans and receivables by EUR 497.2 million.

The average size of loans issued over the past 12 months has been approximately EUR 118 thousand.

Loan portfolio by customer group (excl. credit institutions), before the expected credit losses

Credit balance (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Private customers	3,816,144	3,585,722	3,577,680
Corporate customers	1,415,043	1,255,520	1,286,474
Housing associations	728,701	736,068	719,947
Agricultural customers	320,280	300,447	304,585
Other	218,322	154,776	131,763
Total	6,498,489	6,032,533	6,020,449

Investment assets

The Group's investment assets decreased 7.2% during the period, totaling EUR 521.0 (561.4) million. The majority of the change is due to the maturity of a single large bond investment. The primary purpose of managing investment assets is securing the Company's liquidity position.

Intangible assets and goodwill

At the end of the period, intangible assets recorded in the balance sheet totaled EUR 9.8 (8.8) million and a goodwill of EUR 19.7 (4.8) million. In the third quarter, a goodwill of EUR 14.9 million was recognised for the acquisition of Handelsbanken's business.

Liabilities to credit institutions and to the public sector entities

During the period, liabilities to credit institutions and to the public and public sector entities increased by 7.2% to EUR 4,228.6 (3,943.6) million. The item consists mostly of deposits received from the public, which came to EUR 3,923.0 (3,733.3) million at the end of September. Fixed-term deposits accounted for 14% of these. The impact on the acquisition of Handelsbanken's business to the deposit portfolio was EUR 443.3 million. Liabilities to the credit institutions were EUR 240.5 (165.3) million at the end of the period.

Debt securities issued to the public

Total debt securities issued to the public decreased during the period by 8.8% to EUR 2,671.6 (2,930.1) million. In January, EUR 55 million bond matured, and in April, EUR 300 million covered bond matured. In September, EUR 150 million bond matured. In May, the Company issued a EUR 250 million covered bond increase. During the third quarter, the Company issued EUR 140 million senior unsecured bonds. Debt securities issued to the public are shown in more detail in note 8.

At the end of the period, covered bonds were secured by loans to the value of EUR 3,008.0 (3,024.0) million.

Equity

The Group's equity EUR 557.9 (541.1) million increased by 3.1% during the period. The change in equity is mainly explained by the result of the period, the change in the fair value fund and the payment of dividends.

Own shares

On 30 September 2024, the number of own shares held by Oma Savings Bank was 136,647. In March, the Company transferred 64,739 shares held by the Company to persons entitled to the remuneration of the 2024 reward installment of the share incentive scheme 2020–2021 and 2022–2023.

Share capital	30 Sep 2024	31 Dec 2023
Average number of shares (excluding own shares)	33,106,221	31,546,596
Number of shares at the end of the year (excluding own shares)	33,138,590	33,073,851
Number of own shares	136,647	201,386
Share capital (1,000 euros)	24,000	24,000

Off-balance-sheet commitments

Off-balance-sheet commitments included commitments given to a third party on behalf of a customer and irrevocable commitments given to a customer.

Commitments given to a third party on behalf of a customer, EUR 43.1 (41.9) million, were mostly made up of bank guarantees and other guarantees. Irrevocable commitments given to a customer, which totalled EUR 340.7 (330.6) million at the end of September, consisted mainly of undrawn credit facilities.

The Company's ongoing action plan

In June, the Company announced that it will launch an extensive action plan to improve its risk management processes and other control processes. During the third quarter, the Company completed the following actions related to risk management processes:

- System support for declarations of interests and conflicts of interest as well as a process development for management's interests
- Updating the principles and guidelines for handling conflicts of interest
- Updating the Company's risk management strategy and increasing the operational mandate of the risk management function
- Updating the Company's risk taxonomy and establishing committees dealing with all risk types.
- Strategy for the controlled winding down of the credit portfolio related to non-compliance with the guidelines
- Establishing new credit decision-making roles.

The Company will continue the implementation and development of the action plan during the rest of the year. In particular, the Company will strengthen the resources of risk management, compliance function and credit process, as well as develop related systems and procedures. In addition, development measures related to the KYC and AML processes are ongoing.

Progress of key development projects

The Company's project of transitioning to the application of the IRB approach is progressing as planned. In the first stage, the Company applies for permission to apply an internal risk classification under the IRB approach to the calculation of capital requirements for credit risks in retail exposures. Later, the Company will apply for a similar permission for other types of exposures. In February 2022, the Company has applied to the Finnish Financial Supervisory Authority (FIN-FSA) for the application of the IRB approach in capital adequacy, after which the

application process has progressed based on dialogue with the supervisor. During the review period, a project for the next development versions of internal credit risk models has been launched based on preliminary feedback received from the supervisor.

The Company has reform projects ongoing regarding regulatory reporting to improve the reporting systems together with its partners. In addition, a sustainability reporting development project is underway to prepare for the reporting requirements of CSRD regulation.

During the second quarter, the Company initiated a development project for loan, collateral and customer information systems, which will update the systems and add automation and control, among other things, to the customer information system. The aim of the system project is to improve efficiency, reduce manual work and improve credit quality controls. The key goal of the project is to further develop excellent customer experience in all service channels. Approximately EUR 10 million will be invested in the project during 2024–2027 and the development project will be carried out in cooperation with Samlink and Evitec.

Acquisition of Handelsbanken's SME enterprise operations in Finland

In May 2023, the Company and Handelsbanken agreed on an arrangement whereby the Company will acquire Handelsbanken's SME enterprise operations in Finland. Authority approval for the transaction was received on 24 July 2023. The acquisition was completed as planned on 1 September 2024. The SME enterprise operations to be purchased were geographically located all over Finland. In connection with the transaction, the Company will open new branches in Vaasa, Vantaa and Kuopio.

The size of the deposit base transferring to the Company was approximately EUR 440 million and the lending volume approximately EUR 500 million. In the business acquisition, approximately 10,000 customers were transferred to the Company. A total of 30 people from Handelsbanken transferred to the Company as old employees.

With the arrangement the Company's market position will strengthen among SMEs in Finland. The growing business volumes will further improve the Company's cost efficiency and business profitability, and substantially strengthen the annual profit-making ability. The acquisition of the business is estimated to increase the Company's profit before taxes by approximately EUR 7–10 million annually. The impact of the transaction on the Company's solvency position was approximately -1.6 percentage points based on increasing risk-weighted assets and recognised goodwill. The purchase price is the net value of the balance sheet items to be transferred at closing plus a maximum of EUR 12 million plus interest. The purchase price is paid in cash, so the transaction has no impact on the number of the Company's shares outstanding.

Significant events after the period

Events following the end of the reporting period that would require the presentation of additional information or that would materially affect the Company's financial position are unknown.

Dividend policy and dividend payment

The Company aims to pay a steady and growing dividend, at least 20% of net income. The Company's Board of Directors assesses the balance between the dividend or capital return to be distributed and the amount of own funds required by the Company's capital adequacy requirements and target on an annual basis and makes a proposal on the amount of dividend or capital return to be distributed.

Financial goals

The Company has financial goals set by the Board of Directors for growth, profitability, return on equity and capital adequacy. The Board of Directors of Oma Savings Bank Plc has confirmed the following financial goals:

Growth: 10–15 percent annual growth in total operating income under the current market conditions.

Profitability: Cost/income ratio less than 45 percent.

Return on equity (ROE): Long-term return on equity (ROE) over 16 percent.

Capital adequacy: Common Equity Tier 1 (CET1) capital ratio at least 2 percentage points above regulatory requirement.

Financial reporting in 2025

The Company will publish financial information in 2025 as follows:

10 Feb 2025	Financial Statements Release 2024
5 May 2025	Interim Report 1-3/2025
4 Aug 2025	Interim Report 1-6/2025
3 Nov 2025	Interim Report 1-9/2025

The Company's Financial Statements, Annual Report, Sustainability Report and Auditor's Report for 2024 will be published in week 11.

Outlook for the 2024 accounting period

New outlook and guidance (updated 24 July 2024):

The profitable development of the Company's business continues, supported by the investments made in customer experience and service network. The Company will continue to invest extensively in the development of risk management and quality processes in the second half of 2024. The SME customer business to be acquired from Handelsbanken will improve the Company's profitability from the second half of 2024 onwards.

Oma Savings Bank Plc provides earnings guidance on comparable profit before taxes for 2024. Earnings guidance is based on the forecast for the entire year,

which takes into account the current market and business situation. Forecasts are based on the management's insight into the Group's business development.

We estimate the Group's comparable profit before taxes to be EUR 80–100 million for the financial year 2024 (the comparable profit before taxes was EUR 143.6 million in the financial year 2023).

Capital adequacy

The total capital (TC) ratio of Oma Savings Bank Group decreased and was 15.4 (16.5)% at the end of the period. The Common Equity Tier 1 capital (CET1) ratio was 14.2 (14.9)%, being above the minimum level of the medium-term financial goal set by the Company's Board (at least 2 percentage points above the regulatory requirement).

Risk-weighted assets, EUR 3,626.6 (3,300.0) million, increased from the level of the comparison period. The increase was mainly due to Handelsbanken's business acquisition and an increase in exposures in default. Oma Savings Bank Group applies in the capital requirement calculation for credit risk calculation, the standardised approach and for operational risk the basic indicator approach. The capital requirement for market risk is calculated using the standard method for foreign

exchange position. The Company's project on shifting to the IRB approach is ongoing.

At the end of the review period, the capital structure of the Group was strong and consisted mostly of Common Equity Tier 1 capital (CET1). The change in own funds is most significantly explained by retained earnings for the financial year 2024, which have been included in the Common Equity Tier 1 capital with permission granted by the Finnish Financial Supervisory Authority (FIN-FSA). The Group's own funds (TC) of EUR 560.0 (544.5) million exceeded by EUR 87,9 million the total capital requirement for own funds EUR 472.1 (396.5) million. Taking into account the indicative additional capital recommendation, the surplus of own funds was EUR 51.6 million. The Group's leverage ratio was 6.6 (6.3)% at the end of the period.

The main items in the capital adequacy calculation (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Common Equity Tier 1 capital before regulatory adjustments	547,640	505,611	485,993
Regulatory adjustments on Common Equity Tier 1	-32,237	-14,663	-14,756
Common Equity Tier 1 (CET1) capital, total	515,403	490,948	471,237
Additional Tier 1 capital before regulatory adjustments	-	-	-
Regulatory adjustments on additional Tier 1 capital	-	-	-
Additional Tier 1 (AT1) capital, total	-	-	-
Tier 1 capital (T1 = CET1 + AT1), total	515,403	490,948	471,237
Tier 2 capital before regulatory adjustments	44,567	53,571	56,331
Regulatory adjustments on Tier 2 capital	-	-	-500
Tier 2 (T2) capital, total	44,567	53,571	55,831
Total capital (TC = T1 + T2), total	559,971	544,519	527,068
Risk-weighted assets			
Credit and counterparty risk	3,246,537	2,926,776	2,904,714
Credit valuation adjustment risk (CVA)	57,740	50,949	44,413
Market risk (foreign exchange risk)	-	-	-
Operational risk	322,280	322,280	233,043
Risk-weighted assets, total	3,626,557	3,300,005	3,182,170
Common Equity Tier 1 (CET1) capital ratio, %	14.21%	14.88%	14.81%
Tier 1 (T1) capital ratio, %	14.21%	14.88%	14.81%
Total capital (TC) ratio, %	15.44%	16.50%	16.56%
Leverage ratio (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Tier 1 capital	515,403	490,948	471,237
Total amount of exposures	7,857,438	7,749,639	7,208,526
Leverage ratio	6.56%	6.34%	6.54%

The total capital requirement for banks' own funds consists of the Pillar I minimum capital requirement (8.0%) and various buffer requirements. Buffer requirements are, among other things, the capital conservation buffer (2.5%) set by the Credit Institution Act, the discretionary SREP requirement according to Pillar II, the countercyclical buffer requirement and the systematic risk buffer.

The SREP requirement 1.5% based on the supervisory authority's estimate imposed by the Finnish Financial Supervisory Authority's (FIN-FSA) for Oma Savings Bank Plc is valid until further notice, but no later than 30 June 2026. The SREP requirement is possible to be partially covered by Tier 1 capital and Tier 2 capital in addition to Common Equity Tier 1. According to the overall assessment based on risk indicators, there are no grounds for applying a countercyclical buffer, and thus the Finnish Financial Supervisory Authority (FIN-FSA) maintained the requirement of countercyclical buffer at its basic level of 0%. The systemic risk buffer requirement of 1.0% entered into force after the transition period on 1 April 2024. The requirement set by the Finnish Financial Supervisory Authority (FIN-FSA) for Finnish credit institutions, to be covered by Consolidated Common Equity, strengthens the risk-bearing capacity of the banking sector.

In October 2023, the Finnish Financial Supervisory Authority (FIN-FSA) issued an indicative additional capital recommendation for own funds and a discretionary additional capital requirement based on the Finnish Act on Credit Institutions for Oma Savings Bank Plc. The indicative additional capital recommendation of 1.0%, covered by Common Equity Tier 1 capital, is valid until further notice as of 31 March 2024. The discretionary additional capital requirement (Pillar II) of 0.25% is valid until further notice as of 31 March 2024, but no later than 31 March 2026. The requirement must be covered by Tier 1 capital. The binding capital adequacy requirement for the leverage ratio is 3%.

The minimum requirement for own funds and eligible liabilities (MREL) set by the Financial Stability Authority for Oma Savings Bank Plc under the Resolution Act consists of a requirement based on overall risk (9.5%) and a requirement based on the total amount of liabilities used in calculating the leverage ratio (3.0%). In the situation on 30 September 2024, Oma Savings Bank Group will fulfil the set requirement with its own funds. In spring 2024, the Financial Stability Authority imposed an updated MREL requirement on Oma Savings Bank Group. According to the new decision, the total risk-based requirement is 20.88% and the leverage ratio is 7.82%. The new MREL requirement must be fulfilled no later than three years after the decision was issued.

Group's total capital requirement 30 Sep 2024 (1,000 euros)

Buffer requirements

Capital	Pillar I minimum capital requirement*	Pillar II (SREP) capital requirement*	Capital conservation buffer	Countercyclical buffer**	O-SII	Systemic risk buffer	Total capital requirement	
CET1	4.50%	0.84%	2.50%	0.02%	0.00%	1.00%	8.86%	321,333
AT1	1.50%	0.28%					1.78%	64,598
T2	2.00%	0.38%					2.38%	86,131
Total	8.00%	1.50%	2.50%	0.02%	0.00%	1.00%	13.02%	472,062

* AT1 and T2 capital requirements are possible to fill with CET1 capital

**Taking into account the geographical distribution of the Group's exposures

The Group publishes information on capital adequacy and risk management compliant with Pillar III in its Capital and Risk Management Report. The document will be released as a separate report in connection with the Annual Report and it provides a more detailed description of Oma Savings Bank Group's capital adequacy and risk position. The substantial information in accordance with Pillar III will be published as a separate report alongside the Half-Year Financial Report.

Tables and notes to the Interim Report

Consolidated condensed income statement

Note (1,000 euros)	1-9/2024	1-9/2023	1-12/2023	2024 Q3	2023 Q3
Interest income	265,554	223,925	322,506	87,655	90,051
Interest expenses	-103,369	-83,787	-125,461	-35,281	-35,372
9 Net interest income	162,184	140,138	197,045	52,374	54,679
Fee and commission income	45,217	41,621	56,621	14,950	14,858
Fee and commission expenses	-7,577	-6,387	-9,200	-2,773	-2,632
10 Fee and commission income and expenses, net	37,641	35,234	47,421	12,176	12,226
11 Net income on financial assets and financial liabilities	-596	359	-1,875	-832	-1,084
Other operating income	6,458	4,146	4,476	393	178
Total operating income	205,687	179,877	247,067	64,111	65,999
Personnel expenses	-23,495	-21,712	-29,611	-7,297	-7,295
Other operating expenses	-46,988	-39,124	-52,517	-18,112	-10,352
Depreciation, amortisation and impairment losses on tangible and intangible assets	-6,604	-6,230	-8,422	-2,288	-2,178
Total operating expenses	-77,087	-67,066	-90,550	-27,697	-19,824
12 Impairment losses on financial assets, net	-75,807	-9,857	-17,126	-13,272	-5,548
Share of profit of equity accounted entities	-786	-452	-1,344	-306	-120
Profit before taxes	52,007	102,501	138,048	22,836	40,506
Income taxes	-10,348	-20,635	-27,997	-4,514	-8,181
Profit for the accounting period	41,659	81,866	110,051	18,321	32,325
Of which:					
Shareholders of Oma Savings Bank Plc	41,659	81,866	110,051	18,321	32,325
Total	41,659	81,866	110,051	18,321	32,325
Earnings per share (EPS), EUR	1.26	2.59	3.49	0.55	0.97
Earnings per share (EPS) after dilution, EUR	1.24	2.58	3.47	0.55	0.97

Profit before taxes excluding items affecting comparability

(1,000 euros)	1-9/2024	1-9/2023	1-12/2023	2024 Q3	2023 Q3
Profit before taxes	52,007	102,501	138,048	22,836	40,506
Operating income:					
Net income on financial assets and liabilities	596	-359	1,875	832	1,084
Operating expenses					
Costs relating to business combinations	3,818	2,677	3,292	1,617	250
Investigation costs for non-compliance with the guidelines	2,290	-	-	2,290	-
Expenses from the co-operation negotiations	-	-	394	-	-
Comparable profit before taxes	58,711	104,819	143,609	27,575	41,840
Income taxes in income statement	-10,348	-20,635	-27,997	-4,514	-8,181
Change of deferred taxes	-1,341	-464	-1,112	-948	-267
Comparable profit/loss for the accounting period	47,022	83,720	114,500	22,113	33,392

Consolidated statement of comprehensive income

(1,000 euros)	1-9/2024	1-9/2023	1-12/2023	2024 Q3	2023 Q3
Profit for the accounting period	41,659	81,866	110,051	18,321	32,325
Other comprehensive income before taxes					
Items that will not be reclassified through profit or loss					
Gains and losses on remeasurements from defined benefit pension plans	-	-	191	-	-
Items that may later be reclassified through profit or loss					
Measured at fair value, net	11,154	7,106	18,012	8,402	2,771
Transferred to Income Statement as a reclassification change	312	383	422	-	24
Other comprehensive income before taxes	11,466	7,489	18,624	8,402	2,795
Income taxes					
For items that will not be reclassified to profit or loss					
Gains and losses on remeasurements from defined benefit pension plans	-	-	-38	-	-
Items that may later be reclassified to profit or loss					
Measured at fair value	-2,293	-1,498	-3,687	-1,680	-559
Income taxes	-2,293	-1,498	-3,725	-1,680	-559
Other comprehensive income for the accounting period after taxes	9,173	5,992	14,899	6,722	2,236
Comprehensive income for the accounting period	50,832	87,857	124,950	25,043	34,561
Attributable to:					
Shareholders of Oma Savings Bank Plc	50,832	87,857	124,950	25,043	34,561
Total	50,832	87,857	124,950	25,043	34,561

Consolidated condensed balance sheet

Note	Assets (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
	Cash and cash equivalents	419,997	682,117	260,572
4	Loans and receivables to credit institutions	210,761	192,305	113,561
4	Loans and receivables to the public and public sector entities	6,391,090	5,997,074	5,976,087
5	Financial derivatives	77,071	44,924	3,644
6	Investment assets	520,987	561,414	539,319
	Equity accounted entities	24,216	24,131	26,304
	Intangible assets	9,791	8,801	9,089
	Goodwill	19,709	4,837	4,837
	Tangible assets	38,248	34,594	32,847
	Other assets	48,232	75,097	84,116
	Deferred tax assets	14,984	17,610	20,597
	Current income tax assets	-	-	731
	Assets, total	7,775,086	7,642,906	7,071,703
Note	Liabilities (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
7	Liabilities to credit institutions	240,482	165,255	129,937
7	Liabilities to the public and public sector entities	3,988,079	3,778,310	3,771,663
5	Financial derivatives	13,390	9,455	17,052
8	Debt securities issued to the public	2,671,563	2,930,058	2,430,611
	Subordinated liabilities	60,000	60,000	60,000
	Provisions and other liabilities	203,953	113,297	110,876
	Deferred tax liabilities	34,727	42,899	39,882
	Current income tax liabilities	4,943	2,580	6,393
	Liabilities, total	7,217,136	7,101,854	6,566,413
	Equity	30 Sep 2024	31 Dec 2023	30 Sep 2023
	Share capital	24,000	24,000	24,000
	Reserves	157,994	148,822	139,814
	Retained earnings	375,955	368,230	341,475
	Shareholders of Oma Savings Bank Plc	557,950	541,052	505,290
	Shareholders of Oma Savings Bank Plc	557,950	541,052	505,290
	Equity, total	557,950	541,052	505,290
	Liabilities and equity, total	7,775,086	7,642,906	7,071,703
	Group's off-balance sheet commitments (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
	Off-balance sheet commitments			
	Guarantees and pledges	43,079	41,926	39,950
	Commitments given to a third party on behalf of a customer	43,079	41,926	39,950
	Undrawn credit facilities	340,652	330,599	324,379
	Irrevocable commitments given in favour of a customer	340,652	330,599	324,379
	Group's off-balance sheet commitments, total	383,730	372,525	364,329

Consolidated statement of changes in equity

(1,000 euros)

	Share capital	Fair value reserve	Other reserves	Reserves, total	Retained earnings	Shareholders of Oma Savings Bank Plc	Equity, total
30 Sep 2024							
Equity, 1 January 2024	24,000	-61,756	210,578	148,822	368,230	541,052	541,052
Comprehensive income							
Profit for the accounting period	-	-	-	-	41,659	41,659	41,659
Other comprehensive income	-	9,173	-	9,173	-	9,173	9,173
Comprehensive income, total	-	9,173	-	9,173	41,659	50,832	50,832
Transactions with owners							
Emission of new shares	-	-	-	-	-	-	-
Repurchase/sale of own shares	-	-	-	-	1,066	1,066	1,066
Distribution of dividends	-	-	-	-	-33,139	-33,139	-33,139
Share-based incentive schemes	-	-	-	-	-1,862	-1,862	-1,862
Other changes	-	-	-	-	-	-	-
Transactions with owners, total	-	-	-	-	-33,934	-33,934	-33,934
Equity total, 30 September 2024	24,000	-52,583	210,578	157,994	375,955	557,950	557,950
31 Dec 2023							
Equity, 1 January 2023	24,000	-76,503	145,324	68,822	272,139	364,961	364,961
Comprehensive income							
Profit for the accounting period	-	-	-	-	110,051	110,051	110,051
Other comprehensive income	-	14,747	-	14,747	153	14,899	14,899
Comprehensive income, total	-	14,747	-	14,747	110,204	124,950	124,950
Transactions with owners							
Emission of new shares	-	-	65,001	65,001	-	65,001	65,001
Repurchase/sale of own shares	-	-	-	-	-1,556	-1,556	-1,556
Distribution of dividends	-	-	-	-	-13,270	-13,270	-13,270
Share-based incentive scheme	-	-	-	-	552	552	552
Other changes	-	-	252	252	162	414	414
Transactions with owners, total	-	-	65,253	65,253	-14,112	51,141	51,141
Equity total, 31 December 2023	24,000	-61,756	210,578	148,822	368,230	541,052	541,052
30 Sep 2023							
Equity, 1 January 2023	24,000	-76,503	145,324	68,822	272,139	364,961	364,961
Comprehensive income							
Profit for the accounting period	-	-	-	-	81,866	81,866	81,866
Other comprehensive income	-	5,992	-	5,992	-	5,992	5,992
Comprehensive income, total	-	5,992	-	5,992	81,866	87,857	87,857
Transactions with owners							
Emission of new shares	-	-	65,001	65,001	-	65,001	65,001
Repurchase/sale of own shares	-	-	-	-	410	410	410
Distribution of dividends	-	-	-	-	-13,270	-13,270	-13,270
Share-based incentive scheme	-	-	-	-	168	168	168
Other changes	-	-	-	-	162	162	162
Transactions with owners, total	-	-	65,001	65,001	-12,529	52,472	52,472
Equity total, 30 September 2023	24,000	-70,511	210,326	139,814	341,475	505,290	505,290

Consolidated condensed cash flow statement

Note	(1,000 euros)	1-9/2024	1-9/2023	1-12/2023
Cash flow from operating activities				
	Profit/loss for the accounting period	41,659	81,866	110,051
	Changes in fair value	626	393	2,104
	Share of profit of equity accounted entities	786	452	1,344
11	Depreciation and impairment losses on investment properties	21	46	59
	Depreciation, amortisation and impairment losses on tangible and intangible assets	6,604	6,230	8,422
12	Impairment and expected credit losses	75,807	9,857	17,126
	Income taxes	10,348	20,635	27,997
	Other adjustments	5,433	5,683	9,446
	Adjustments to the profit/loss of the accounting period	99,625	43,298	66,498
Cash flow from operations before changes in receivables and liabilities		141,284	125,164	176,549
Increase (-) or decrease (+) in operating assets				
	Debt securities	53,814	57,367	58,741
	Loans and receivables to credit institutions	-	32,882	45,052
	Loans and receivables to customers	29,789	-225,396	-254,038
	Derivatives in hedge accounting	102	246	246
	Investment assets	-179	-759	-758
	Other assets	3,585	-33,488	-37,101
Total		87,111	-169,148	-187,859
Increase (+) or decrease (-) in operating liabilities				
	Liabilities to credit institutions	71,254	-326,990	-288,103
	Deposits	-253,684	-233,459	-289,309
	Provisions and other liabilities	46,296	26,746	28,639
Total		-136,133	-533,702	-548,773
Paid income taxes		-15,825	-11,129	-17,796
Total cash flow from operating activities		76,438	-588,815	-577,879
Cash flow from investments				
	Investments in tangible and intangible assets	-5,348	-5,107	-6,559
	Changes in other investments	-457	-764	-3,270
	Acquisition or sale of business	-11,310	-	-
Total cash flow from investments		-17,116	-5,871	-9,829
Cash flows from financing activities				
	Other cash increases in equity items	-	-	252
	Repurchase of own shares	-	-	-2,054
	Subordinated liabilities, changes	-	20,000	20,000
	Debt securities issued to the public	-267,063	326,208	832,413
	Acquisition or sale of business	-	143,071	143,071
	Payments of lease liabilities	-2,785	-2,561	-3,442
	Dividends paid	-33,139	-13,270	-13,270
Total cash flows from financing activities		-302,986	473,448	976,971
Net change in cash and cash equivalents		-243,664	-121,238	389,262
Cash and cash equivalents at the beginning of the accounting period		873,923	484,660	484,660
Cash and cash equivalents at the end of the accounting period		630,258	363,422	873,923
Cash and cash equivalents are formed by the following items				
3	Cash and cash equivalents	419,997	260,572	682,117
4	Receivables from credit institutions repayable on demand	210,261	102,851	191,805
Total		630,258	363,422	873,923
Received interest		285,802	191,021	290,255
Paid interest		-81,953	-50,710	-101,834
Dividends received		269	179	179

Consolidated condensed income statement, quarterly trend

Note	(1 000 euros)	2024 Q3	2024 Q2	2024 Q1	2023 Q4	2023 Q3
	Interest income	87,655	87,194	90,705	98,581	90,051
	Interest expenses	-35,281	-34,752	-33,336	-41,674	-35,372
9	Interest income, net	52,374	52,442	57,369	56,907	54,679
	Fee and commission income	14,950	15,199	15,069	15,000	14,858
	Fee and commission expenses	-2,773	-2,500	-2,303	-2,812	-2,632
10	Fee and commission income and expenses, net	12,176	12,699	12,766	12,188	12,226
11	Net income on financial assets and financial liabilities	-832	411	-175	-2,234	-1,084
	Other operating income	393	1,945	4,120	330	178
	Operating income, total	64,111	67,497	74,080	67,190	65,999
	Personnel expenses	-7,297	-8,801	-7,397	-7,898	-7,295
	Other operating expenses	-18,112	-12,485	-16,390	-13,393	-10,352
	Depreciation, amortisation and impairment losses on tangible and intangible assets	-2,288	-2,146	-2,170	-2,192	-2,178
	Operating expenses, total	-27,697	-23,432	-25,958	-23,483	-19,824
12	Impairment losses on financial assets, net	-13,272	-39,423	-23,112	-7,269	-5,548
	Share of profit from joint ventures and associated companies	-306	-138	-342	-891	-120
	Profit before taxes	22,836	4,504	24,668	35,546	40,506
	Income taxes	-4,514	-1,065	-4,768	-7,361	-8,181
	Profit for the accounting period	18,321	3,439	19,899	28,185	32,325
	Of which:					
	Shareholders of Oma Savings Bank Plc	18,321	3,439	19,899	28,185	32,325
	Total	18,321	3,439	19,899	28,185	32,325
	Earnings per share (EPS), EUR	0.55	0.10	0.60	0.85	0.97
	Earnings per share (EPS) after dilution, EUR	0.55	0.10	0.60	0.85	0.97
	Profit before taxes excluding items affecting comparability:					
	Profit before taxes	22,836	4,504	24,668	35,546	40,506
	Operating income:					
	Net income on financial assets and liabilities	832	-411	175	2,234	1,084
	Operating expenses					
	Costs relating to business combinations	1,617	1,417	783	615	250
	Sales and impairment losses of commercial premises in own use	2,290	-	-	-	-
	Expenses from the co-operation negotiations	-	-	-	394	-
	Comparable profit before taxes	27,575	5,510	25,626	38,790	41,840
	Income taxes in income statement	-4,514	-1,065	-4,768	-7,361	-8,181
	Change of deferred taxes	-948	-201	-192	-649	-267
	Comparable profit/loss for the accounting period	22,113	4,243	20,666	30,780	33,392

Note 1 Accounting principles for the Interim Report

1. About the accounting principles

The Group's parent Company is Oma Savings Bank Plc, whose domicile is in Seinäjoki and head office is in Lappeenranta, Valtakatu 32, 53100 Lappeenranta. Copies of the Financial Statements, Financial Statements Release, Interim and Half-Year Financial Reports are available on the bank's website www.omasp.fi.

Oma Savings Bank Group is formed as follows:

Subsidiary

- Real estate company Lappeenrannan Säästökeskus holding 100%

Associated companies

- GT Invest Oy holding 48.7%
- City Kauppapaikat Oy holding 43.3%

Joint ventures

- Figure Taloushallinto Oy holding 25%
- Deleway Projects Oy holding 49%
- SAV-Rahoitus Oyj holding 48.2%

Joint operations

- Housing company Seinäjoen Oma Savings Bank house holding 30.5%

The Interim Report is drawn up in accordance with the IAS 34 *Interim Financial Reporting* standard. The accounting principles for the Interim Report are the same as for the 2023 Financial Statements.

The figures of the Interim Report are presented in thousands of euros unless otherwise specified. The figures in the notes are rounded off, so the combined sum of single figures may deviate from the grand total presented in a table or a calculation. The accounting and functional currency of the Group and its companies is the euro.

The Board of Directors has approved the Interim Report 1 January – 30 September 2024 in its meeting on 28 October 2024.

2. Changes to the accounting principles

Future new standards, changes to standards or interpretations effective or published on 1 January 2024 have not a material impact on the consolidated financial statements. Furthermore, future new standards or changes to standards published by the IASB are not expected to have a material impact on the consolidated financial statements.

3. Accounting principles and uncertainties related to estimates requiring management's judgement

The preparation of this Interim Report in accordance with IFRS has required certain estimates and assumptions from the Group's management that affect the number of items presented in the Interim Report and the information provided in the note. The management's key estimates concern the future and key uncertainties about the reporting date. They relate to, among other things, fair value assessment, impairment of financial assets, loans and other assets, investment assets and tangible and intangible assets. Although the estimates are based on the management's current best view, it is possible that the realisations differ from the estimates used in the Interim Report.

The uncertainties contained in the accounting principles that require management's judgement and those contained in the estimates are described in the 2023 Financial Statements. Uncertainty in the economic environment due to the effects of inflation and the changes in interest rates may bring changes to the estimates presented in the Financial Statements that require management judgement.

The application of the impairment losses on financial assets model under IFRS 9 requires the management to make estimates and assumptions about whether the credit risk associated with the financial instrument has increased significantly since the initial recognition and requires forward-looking information to be considered in the recognition of on-demand credit losses.

The Company's management has used specific judgement when assessing additional allowances to non-compliance with the guidelines. During the reporting period, EUR 52 million additional allowances based on the management's specific judgement were recognised.

Determining fair values in business combination requires judgement on the part of the Company's management regarding the recording of the transferred consideration and identifiable assets, liabilities and contingent liabilities and valuing them at fair value. The receivables transferred in connection with the acquisition of Liedon Savings Bank's business were valued at fair value in connection with the acquisition in March 2024. In connection with the business transaction, the Company has reassessed the fair value adjustment to EUR 2.0 million, resulting in a positive recognition of EUR 5.3 million through profit or loss. In connection with the acquisition, a liability measured at fair value through profit or loss, totalling EUR 15.0 million, was recognised concerning the five-year fixed-term liability of Liedon Savings Bank as a credit institution member leaving the consortium of Savings Bank. In connection with the reassessment of liability measured in profit or loss, the amount of liability was reduced by EUR 1.9 million in the second quarter. At the end of the reporting period, after the reassessment, the remaining liability is EUR 13.1 million.

In December 2021, in connection with the acquisition of Eurajoki Savings Bank's business operations, a liability measured at fair value through profit or loss, totalling EUR 6.5 million, was recognised. In connection with the reassessment of liability measured in profit or loss, the amount of liability was reduced by EUR 0.8 million in the second quarter. At the end of the reporting period, after the reassessment, the remaining liability is EUR 3.8 million.

The portfolio of receivables transferred in connection with Handelsbanken's business acquisition, carried out in the third quarter, was measured at fair value in connection with the acquisition. From change in fair value to expected credit losses, EUR 3.3 million was allocated to the portfolio

that was the subject of the acquisition at the contract level. At the end of the reporting period, the remaining fair value adjustment is EUR 2.6 million. More detailed information on the acquisition of business operations is presented in note 16.

Note 2 Risk management

Risk management strategy

The Company's overall risk management system is described in the risk management strategy confirmed by the Board of Directors. The Company's risk management strategy was updated during the third quarter, and the mandate of the independent risk control function has been increased in the updated strategy. The most significant changes in the new risk management strategy are:

- Strengthening a unified risk taxonomy
- Describing an integrated documentation structure for risk control
- Establishing a committee for each main risk type and description of committee work
- More detailed description of escalation procedures and linking them to committee and board work
- Risk control mandate for opposing decision motions, requests for clarifications and providing observations to the business
- Obligation of risk control to report deviations to the Board of Directors and Internal Audit

The risk management strategy describes all risk categories company-wide, covering the most key arrangements to ensure that the observations and findings of independent risk control are regularly discussed by committees consisting of business operations and independent functions. The practical implementation and documentation of the risk management strategy is facilitated by the uniform control and observation recording systems introduced during the third quarter.

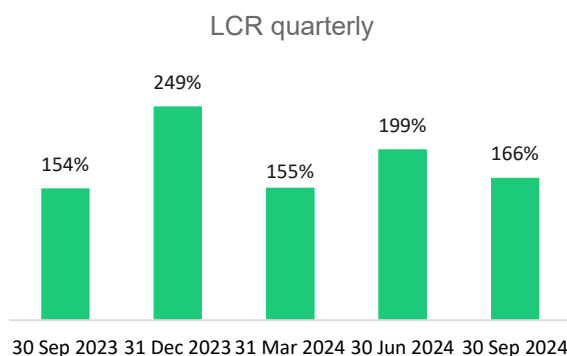
1. Liquidity risk

Growth in the Finnish economy was subdued in the beginning of the year and, according to the Bank of Finland's forecast, the economy will recover slowly. ⁽¹⁾ Despite the general uncertainty in the economy, the Company's liquidity has remained stable at the end of the third quarter of 2024. The Company strengthened its liquidity by implementing three senior secured loans in August and September 2024. With the issuance, the Company increased its liquidity buffers as the volatile market situation prolongs.

The management of Oma Savings Bank Plc's liquidity risk is based on the Company's ability to procure sufficient cash that is competitive in price in both the short and long term. A key component of liquidity risk management is the planning of the liquidity position in both the short and long term. Additionally, the planning of the liquidity reserve prepares for deteriorating economic conditions in the market and possible changes in legislation. The goal of the Company's liquidity reserve is to cover one month's outflows. Liquidity risk management is supported by active risk management, monitoring balance sheet and cash flows and internal calculation models. The Company's liquidity is monitored daily by the Company's Treasury unit. The main objective of the Treasury unit is to ensure that the liquidity position always remains above the regulated and internally set threshold values. The function monitors and measures the amounts of incoming and outgoing cash flows and assesses the possible occurrence of liquidity shortfalls over the course of the day.

The Group's liquidity ratio (LCR), which describes short-term liquidity, was 165.9% on 30 September 2024. The Company's liquidity has remained strong despite the uncertain market situation.

The Company has increased buffers in response to a weakening economic cycle and continues to maintain and strengthen liquidity and capital buffers. In addition, the Company has implemented hedging operations against interest rate risk during the third quarter of 2024. The Company's financial structure has also developed according to assumptions, and the Company has no significant financial concentrations during the rest of the year. The Company has no other maturing bonds during 2024.



⁽¹⁾ Bank of Finland: Sticky recovery in Finland's economy. Published on 16 September 2024.

2. Credit risk

Credit risk refers to the risk that a contracting party to a financial instrument will not be able to meet its obligations, thereby causing the other party a financial loss. Oma Savings Bank Plc's credit risk primarily consists of exposures secured by immovable property, retail exposures and corporate loans. The goal of credit risk management is to limit the profit and loss and capital adequacy effects of risks resulting from customer exposures to an acceptable level. Credit risk management and procedures have been described in Note G2 of the 2023 Financial Statements.

The recovery of the Finnish economy has been slow, and the slow recovery has continued to be reflected in customers' payment difficulties, an increase in short arrears, insolvent credits and expected credit losses. In addition, the increase in volumes has been significantly affected by previously reported events related to non-compliance with the guidelines and the measures taken as a result.

Share of insolvent responsibilities of total loan portfolio was 5.4 (2.9)% at the end of the review period. The growth was particularly due to the re-formation of two individual customer entities made more extensive during the review period, and the assessment of the contagion of insolvencies within customer entities made after this re-formation. Due to the changes made, several individual customers have been classified as insolvent during the review period.

At the same time non-performing receivables from the credit portfolio rose and were 6.0 (3.4)%. The Company monitors the development of possible payment delays and repayment exemption applications as well as the development of values of collaterals. The Company has drawn up an action plan with the aim of reducing insolvent liabilities already during the rest of 2024. Several options for implementation have been set out in the action plan. In addition, the Company has examined its medium- and long-term options for reducing receivables that cannot be addressed immediately.

2.1 Allowances based on the management's judgement

The Company has additional allowances based on the management's judgement and fair value adjustments in total EUR 4.6 million at the end of the third quarter. During the second quarter, an additional allowance of EUR 30 million based on the management's judgement was made due to the change in the Company's credit risk position for certain customer entities. As planned, the Company targeted additional allowance to customer entities during the third quarter. In addition, the Company allocated EUR 2.5 million additional allowance based on the management's judgement for an individual customer in connection with the above-mentioned customer entities during the second quarter.

The Company has reassessed the fair value adjustment made in connection with the acquisition of Liedon Savings Bank to be EUR 2 million, which resulted a profit-related adjustment of EUR 4.1 million based on the realised development of expected credit losses arising from the acquired business. In addition, the Company made a fair value adjustment of EUR 5.8 million to the receivables transferred to the Company in connection with Handelsbanken's business acquisition. Of the fair value adjustment, EUR 3.3 million was allocated to loans.

During the third quarter, credit losses of EUR 2.0 million were recorded. The Company continuously monitors the development of areas affecting the credit risk position.

The Company's extensive risk management and quality control development project, which is described in more detail under the development measures, is still ongoing.

2.2 Distribution by risk class

The Company classifies all its customers into risk classes based on information available on the counterparty. The classification uses its own internal assessment and external credit rating data. Monitoring is continuous and can lead to a transfer from one risk class to another.

In lending, risk concentration may occur, for example, when the loan portfolio includes large amounts of loans and other liabilities:

- to a single counterparty
- to groups that are made up of individual counterparties or entities tied to them
- to specific sectors
- against specific collateral
- whose maturity is the same or
- whose product/instrument is the same.

Matured and non-performing exposures and forbearances

(1,000 euros)	30 Sep 2024	% of credit portfolio	31 Dec 2023	% of credit portfolio
Matured exposures, 30-90 days	35,046	0.5%	31,253	0.5%
Non-matured or matured less than 90 days, non-repayment likely	256,519	3.9%	89,842	1.5%
Non-performing exposures, 90-180 days	51,702	0.8%	16,950	0.3%
Non-performing exposures, 181 days - 1 year	48,065	0.7%	14,374	0.2%
Non-performing exposures, > 1 year	34,194	0.5%	21,882	0.4%
Matured and non-performing exposures total	425,527	6.5%	174,301	2.9%
Non-performing exposures total	390,481	6.0%	143,048	2.4%
Performing exposures and matured exposures with forbearances	84,082	1.3%	74,099	1.2%
Non-performing exposures with forbearances	70,339	1.1%	57,593	1.0%
Forbearances total	154,421	2.4%	131,692	2.2%

Figures include interest due on items.

Geographic breakdown of collaterals

(1,000 euros)	30 Sep 2024		31 Dec 2023	
	Collateral value	Share (%)	Collateral value	Share (%)
Southwest Finland	1,925,828	24.1%	2,045,862	27.0%
South Ostrobothnia	1,099,769	13.8%	1,077,115	14.2%
Uusimaa	1,102,187	13.8%	908,332	12.0%
Pirkanmaa	804,187	10.1%	759,812	10.0%
Satakunta	524,930	6.6%	511,233	6.7%
South Karelia	501,388	6.3%	482,921	6.4%
Kymenlaakso	280,417	3.5%	269,012	3.5%
Kanta-Häme	280,228	3.5%	260,447	3.4%
Central Finland	244,425	3.1%	242,617	3.2%
South Savo	224,444	2.8%	201,811	2.7%
North Ostrobothnia	206,872	2.6%	183,107	2.4%
Päijät-Häme	196,728	2.5%	172,003	2.3%
North Karelia	173,093	2.2%	161,413	2.1%
Other regions	419,278	5.3%	306,137	4.0%
Total	7,983,776	100.0%	7,581,822	100.0%

Industry breakdown of loan portfolio (excluding private customers)

Industry	30 Sep 2024		31 Dec 2023	
	Credit balance	Collateral gap	Credit balance	Collateral gap
Real Estate	46.0%	12.0%	49.2%	7.4%
Agriculture, forestry, fishing industry	11.6%	11.7%	11.9%	7.6%
Trade	6.5%	40.4%	6.7%	37.2%
Finance and insurance	6.1%	33.2%	5.7%	35.5%
Construction	5.6%	28.1%	5.3%	16.7%
Industry	4.1%	24.6%	3.9%	22.9%
Professional, scientific and technical activities	3.6%	28.7%	3.3%	20.1%
Accommodation and food service activities	3.0%	21.9%	3.5%	19.5%
Transportation and storage	2.6%	13.3%	3.0%	9.1%
Art, entertainment and recreation	2.3%	14.8%	1.1%	12.1%
Other lines of business, total	8.6%	28.7%	6.3%	19.2%
Total	100%	19.0%	100%	13.8%

Large exposures (as set in part four in capital requirements regulation)

Groups (1,000 euros)	Exposure before adjustments	Adjustments	Exposure after adjustments	Share of capital (Tier 1)
Customer group 1	153,687	-31,062	122,624	23.8%
Customer group 2	40,758	-2,082	38,676	7.5%
Customer group 3	31,030	-	31,030	6.0%
Customer group 4	42,862	-13,831	29,031	5.6%
Customer group 5	34,184	-8,926	25,258	4.9%
Sum	302,520	-55,901	246,619	
Total exposure of customer groups	302,520	-55,901	246,619	

The table shows the total amount of exposure of the five largest customer entities and its share of Tier 1 Equity. Different customer groups may include the same individual customer relationships, i.e. the total exposure of different customer groups may include the same individual customer exposure. Total exposure of customer groups is presented on two different lines. The line "Sum" adds up the exposure of all customer entities. The line "Total exposure of customer groups" shows the total amount of exposure so that the individual customer's exposures are calculated only once. If the lines match, there are no identical individual customers within the customer entities. Adjustments include acceptable credit risk mitigation techniques and exemptions in accordance with part four.

During the review period, the bank's largest customer entity was reformed due to the interpretation of the customer entity regulation. The previously reported five largest customer entities have been reformed so that in the future they will form only one customer entity, which is the largest customer entity presented in the table.

Loans and receivables and off-balance sheet commitments by risk rating and credit risk concentrations

Risk rating 1: Low-risk items are considered to include the Company's internal credit rating of AAA level private, corporate, housing association and AAA-AA+ level agricultural customers.

Risk rating 2: Reasonable risk items include the Company's internal credit rating of AA-B+ level private customers, AA-A+ level corporate and housing associations and AA-A level agricultural customers.

Risk rating 3: Increased risk items include the Company's internal credit rating of B-C-level private customers and A-B-level corporate and housing associations, as well as B+-B-level agricultural customers.

Risk rating 4: The highest risk items are considered to be the Company's internal credit rating of D-level private customers, C-level corporate and housing associations, C-D-level agricultural customers and defaulted customers.

Other customers are based on the Company's internal assessment of the risk rating.

The 'No rating' item includes loans and debt securities for which the Company has not defined credit ratings or for which there are no external credit ratings available.

Private customers

Loans and receivables and off-balance sheet commitments (1,000 euros)	30 Sep 2024			Total	31 Dec 2023
	Stage 1	Stage 2	Stage 3		
Risk rating 1	1,511,420	13,384	-	1,524,805	1,491,431
Risk rating 2	2,042,287	140,078	-	2,182,365	2,040,053
Risk rating 3	8,718	140,345	-	149,063	132,059
Risk rating 4	1,998	46,314	91,173	139,485	84,935
No rating	3,082	66	-	3,148	2,671
Capital items by risk category, total	3,567,506	340,187	91,173	3,998,866	3,751,150
Loss allowance	1,134	5,856	13,298	20,288	19,495
Total	3,566,372	334,331	77,876	3,978,578	3,731,655

Corporates

Loans and receivables and off-balance sheet commitments (1,000 euros)	30 Sep 2024			Total	31 Dec 2023
	Stage 1	Stage 2	Stage 3		
Risk rating 1	465,439	13,133	-	478,572	479,239
Risk rating 2	623,319	37,610	-	660,930	614,543
Risk rating 3	67,864	139,897	-	207,761	196,319
Risk rating 4	153	8,228	167,655	176,036	60,964
No rating	369	8	-	377	405
Capital items by risk category, total	1,157,144	198,876	167,655	1,523,675	1,351,470
Loss allowance	504	4,732	31,458	36,694	11,964
Total	1,156,640	194,144	136,197	1,486,981	1,339,506

Housing associations

Loans and receivables and off-balance sheet commitments (1,000 euros)	30 Sep 2024			Total	31 Dec 2023
	Stage 1	Stage 2	Stage 3		
Risk rating 1	511,531	2,325	-	513,856	651,897
Risk rating 2	129,507	4,843	-	134,350	73,089
Risk rating 3	2,455	21,795	-	24,250	29,462
Risk rating 4	1	19,021	52,085	71,107	2,817
No rating	-	5	-	5	-
Capital items by risk category, total	643,494	47,989	52,085	743,568	757,264
Loss allowance	105	14,406	8,138	22,649	449
Total	643,389	33,583	43,948	720,919	756,815

30 Sep 2024

Agriculture

Loans and receivables and off-balance sheet commitments (1,000 euros)	Stage 1	Stage 2	Stage 3	Total	31 Dec 2023
Risk rating 1	99,130	1,483	-	100,614	109,179
Risk rating 2	136,270	8,098	-	144,368	159,145
Risk rating 3	21,124	17,752	-	38,877	22,332
Risk rating 4	340	8,582	16,431	25,352	17,331
No rating	20,832	-	-	20,832	6,454
Capital items by risk category, total	277,695	35,916	16,431	330,042	314,442
Loss allowance	205	355	4,480	5,040	3,146
Total	277,490	35,561	11,951	325,002	311,296

Others

30 Sep 2024

Loans and receivables and off-balance sheet commitments (1,000 euros)	Stage 1	Stage 2	Stage 3	Total	31 Dec 2023
Risk rating 1	67,676	-	-	67,676	96,123
Risk rating 2	80,744	51,448	-	132,192	76,829
Risk rating 3	149	1,444	-	1,594	932
Risk rating 4	2	-	30,027	30,028	42
No rating	7	2	-	9	-
Capital items by risk category, total	148,579	52,894	30,027	231,500	173,926
Loss allowance	114	2,840	20,097	23,050	674
Total	148,465	50,054	9,930	208,450	173,252

30 Sep 2024

Debt securities (1,000 euros)	Stage 1	Stage 2	Stage 3	Total	31 Dec 2023
Risk rating 1	488,648	-	-	488,648	476,133
Risk rating 2	1,507	-	-	1,507	1,366
Risk rating 3	-	-	-	-	252
Risk rating 4	-	-	142	142	-
No rating	7,220	7,339	198	14,757	68,425
Capital items by risk category, total	497,375	7,339	340	505,054	546,177
Loss allowance	285	13	88	386	478
Total	497,090	7,326	252	504,668	545,699

Loans and receivables and off-balance sheet commitments by industry (1,000 euros)	Risk rating 1	Risk rating 2	Risk rating 3	Risk rating 4	No rating	30 Sep 2024	31 Dec 2023
Enterprises	1,007,658	843,682	230,755	247,293	19,883	2,349,270	2,171,713
Real estate	636,632	389,434	86,152	154,099	22	1,266,339	1,250,967
Agriculture	5,001	48,544	1,265	1,075	19,538	75,424	61,607
Construction	74,604	48,245	16,955	13,288	49	153,141	125,645
Accommodation and food service	15,173	30,543	21,721	11,996	20	79,454	84,755
Wholesale and retail	78,998	80,979	26,985	11,386	53	198,401	182,695
Finance and insurance	15,629	35,678	8,074	8,238	1	67,621	44,500
Others	181,619	210,259	69,602	47,210	201	508,891	421,542
Public entities	656	15,211	60	-	-	15,926	16,486
Non-profit communities	16,145	72,288	420	524	3	89,380	34,832
Financial and insurance institutions	35,278	35,883	1,113	29,504	6	101,785	103,977
Households	1,625,786	2,287,141	189,196	164,688	4,479	4,271,290	4,021,245
Total	2,685,522	3,254,205	421,544	442,009	24,371	6,827,652	6,348,252

3. Operational risk

Operational risk includes, for example, risks included in manual processes and internal controls. Deficiencies in internal controls and the possibility of misconduct due to manual processes have enabled lending, contrary to the Company's internal guidelines and the incorrect formation and reporting of customer entities. The risk appetite for operational risk has been exceeded, and the Company carried out an extensive study during the second and third quarters, as a result of which several areas for development have been identified to prevent similar risks in the future. These development targets are included in the Company's ongoing extensive development programme, which is described in more detail under the development measures.

Oma Savings Bank Plc's another essential source of operational risk is cyber risks. The operational environment has changed in recent years and the risk level of information security has significantly increased from before and cyberattacks against Finnish financial actors continue. The IT-risk is protected with many different methods and protection against cyberattacks applies not only to the IT environment but also to the entire personnel. Cyber threats and other risks, such as electrical and telecommunications disruptions have been surveyed continuously in cooperation with service providers to ensure that the Company is well prepared in the event of a possible disruption. The Company has updated its own preparedness measures and operating guidelines by assessing various threat scenarios and their probabilities and impacts. So far, the effects on the Company have been very limited.

Note 3 Classification of financial assets and liabilities

Assets (1,000 euros)		Fair value through other comprehensive income	Fair value through profit or loss	Hedging derivatives	Carrying value, total	Fair value
30 Sep 2024	Amortised cost					
Cash and cash equivalents	419,997	-	-	-	419,997	419,997
Loans and receivables to credit institutions	210,761	-	-	-	210,761	210,761
Loans and receivables to customers	6,391,090	-	-	-	6,391,090	6,391,090
Derivatives, hedge accounting	-	-	-	77,071	77,071	77,071
Debt instruments	-	504,668	1,187	-	505,855	505,855
Equity instruments	-	-	13,987	-	13,987	13,987
Financial assets, total	7,021,848	504,668	15,174	77,071	7,618,761	7,618,761
Investments in associated companies					24,216	24,216
Investment properties					1,145	1,145
Other assets					130,963	130,963
Assets, total	7,021,848	504,668	15,174	77,071	7,775,086	7,775,086

Liabilities (1,000 euros)		Hedging derivatives	Carrying value, total	Fair value
30 Sep 2024	Other liabilities			
Liabilities to credit institutions	240,482	-	240,482	240,482
Liabilities to customers	3,988,079	-	3,988,079	3,988,079
Derivatives, hedge accounting	-	13,390	13,390	13,390
Debt securities issued to the public	2,671,563	-	2,671,563	2,671,563
Subordinated liabilities	60,000	-	60,000	60,000
Financial liabilities, total	6,960,124	13,390	6,973,514	6,973,514
Non-financial liabilities			243,622	243,622
Liabilities, total	6,960,124	13,390	7,217,136	7,217,136

Assets (1,000 euros)		Fair value through other comprehensive income	Fair value through profit or loss	Hedging derivatives	Carrying value, total	Fair value
31 Dec 2023	Amortised cost					
Cash and cash equivalents	682,117	-	-	-	682,117	682,117
Loans and receivables to credit institutions	192,305	-	-	-	192,305	192,305
Loans and receivables to customers	5,997,074	-	-	-	5,997,074	5,997,074
Derivatives, hedge accounting	-	-	-	44,924	44,924	44,924
Debt instruments	-	545,699	1,030	-	546,729	546,729
Equity instruments	-	-	13,519	-	13,519	13,519
Financial assets, total	6,871,497	545,699	14,549	44,924	7,476,669	7,476,669
Investments in associated companies					24,131	24,131
Investment properties					1,167	1,167
Other assets					140,939	140,939
Assets, total	6,871,497	545,699	14,549	44,924	7,642,906	7,642,906

Liabilities (1,000 euros)		Hedging derivatives	Carrying value, total	Fair value
31 Dec 2023	Other liabilities			
Liabilities to credit institutions	165,255	-	165,255	165,255
Liabilities to customers	3,778,310	-	3,778,310	3,778,310
Derivatives, hedge accounting	-	9,455	9,455	9,455
Debt securities issued to the public	2,930,058	-	2,930,058	2,930,058
Subordinated liabilities	60,000	-	60,000	60,000
Financial liabilities, total	6,933,623	9,455	6,943,078	6,943,078
Non-financial liabilities			158,776	158,776
Liabilities, total	6,933,623	9,455	7,101,854	7,101,854

Assets (1,000 euros)		Fair value through other comprehensive income	Fair value through profit or loss	Hedging derivatives	Carrying value, total	Fair value
30 Sep 2023	Amortised cost					
Cash and cash equivalents	260,572	-	-	-	260,572	260,572
Loans and receivables to credit institutions	113,561	-	-	-	113,561	113,561
Loans and receivables to customers	5,976,087	-	-	-	5,976,087	5,976,087
Derivatives, hedge accounting	-	-	-	3,644	3,644	3,644
Debt instruments	-	522,900	957	-	523,857	523,857
Equity instruments	-	-	13,314	-	13,314	13,314
Financial assets, total	6,350,219	522,900	14,271	3,644	6,891,035	6,891,035
Investments in associated companies					26,304	26,304
Investment properties					2,147	2,147
Other assets					152,217	152,217
Assets, total	6,350,219	522,900	14,271	3,644	7,071,703	7,071,703

Liabilities (1,000 euros)		Hedging derivatives	Carrying value, total	Fair value
30 Sep 2023	Other liabilities			
Liabilities to credit institutions	129,937	-	129,937	129,937
Liabilities to customers	3,771,663	-	3,771,663	3,771,663
Derivatives, hedge accounting	-	17,052	17,052	17,052
Debt securities issued to the public	2,430,611	-	2,430,611	2,430,611
Subordinated liabilities	60,000	-	60,000	60,000
Financial liabilities, total	6,392,211	17,052	6,409,262	6,409,262
Non-financial liabilities			157,150	157,150
Liabilities, total	6,392,211	17,052	6,566,413	6,566,413

Note 4 Loans and receivables

(1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Loans and receivables to credit institutions			
Deposits	210,261	191,805	102,851
Other	500	500	10,710
Loans and receivables to credit institutions, total	210,761	192,305	113,561
Loans and receivables to the public and public sector entities			
Loans	6,253,211	5,871,747	5,855,584
Utilised overdraft facilities	79,490	65,637	63,672
Loans intermediated through the State's assets	15	20	21
Credit cards	57,531	58,929	56,224
Bank guarantee receivables	844	741	586
Loans and receivables to the public and public sector entities, total	6,391,090	5,997,074	5,976,087
Loans and receivables, total	6,601,851	6,189,379	6,089,647

Reconciliations from the opening and the closing balances of the expected credit losses are presented in the notes 12
Impairment losses on financial assets.

Note 5 Financial derivatives

Assets (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Fair value hedge			
Interest rate derivatives	77,071	44,924	3,643
Other hedging derivatives			
Share and share index derivatives	-	-	1
Derivative assets, total	77,071	44,924	3,644

Liabilities (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Fair value hedge			
Interest rate derivatives	13,390	9,455	17,052
Derivative liabilities, total	13,390	9,455	17,052

Fair value of hedge items on hedge accounting (1,000 euros)	30 Sep 2024		31 Dec 2023		30 Sep 2023	
	Book value on hedge item	of which the change in the fair value of the hedged item	Book value on hedge item	of which the change in the fair value of the hedged item	Book value on hedge item	of which the change in the fair value of the hedged item
Fair value portfolio hedge						
Loans and receivables to credit institutions	228,906	10,906	227,523	9,523	214,284	-3,716
Assets, total	228,906	10,906	227,523	9,523	214,284	-3,716
Liabilities to the public and public sector entities	2,015,080	65,080	1,345,014	45,014	1,282,514	-17,486
Liabilities, total	2,015,080	65,080	1,345,014	45,014	1,282,514	-17,486

Nominal values of underlying items and fair values of derivatives (1,000 euros)	Remaining maturity				Fair values	
	30 Sep 2024	Less than 1 year	1-5 years	Over 5 years	Total	Assets
Fair value hedge	-	1,441,000	727,000	2,168,000	77,071	13,390
Interest rate swaps	-	1,441,000	727,000	2,168,000	77,071	13,390
Other hedging derivatives	-	-	-	-	-	-
Share and share index derivatives	-	-	-	-	-	-
Derivatives, total	-	1,441,000	727,000	2,168,000	77,071	13,390

Nominal values of underlying items and fair values of derivatives (1,000 euros)	Remaining maturity				Fair values	
	31 Dec 2023	Less than 1 year	1-5 years	Over 5 years	Total	Assets
Fair value hedge	-	891,000	627,000	1,518,000	44,924	9,455
Interest rate swaps	-	891,000	627,000	1,518,000	44,924	9,455
Other hedging derivatives	12,553	-	-	12,553	-	-
Share and share index derivatives	12,553	-	-	12,553	-	-
Derivatives, total	12,553	891,000	627,000	1,530,553	44,924	9,455

Nominal values of underlying items and fair values of derivatives (1,000 euros)	Remaining maturity				Fair values	
	30 Sep 2023	Less than 1 year	1-5 years	Over 5 years	Total	Assets
Fair value hedge	-	791,000	727,000	1,518,000	3,643	17,052
Interest rate swaps	-	791,000	727,000	1,518,000	3,643	17,052
Other hedging derivatives	12,553	-	-	12,553	1	-
Share and share index derivatives	12,553	-	-	12,553	1	-
Derivatives, total	12,553	791,000	727,000	1,530,553	3,644	17,052

Note 6 Investment assets

Investment assets (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Measured at fair value through profit or loss			
Debt securities	1,187	1,030	957
Shares and other equity instruments	13,987	13,519	13,314
Assets measured at fair value through profit or loss, total	15,174	14,549	14,271
Measured at fair value through other comprehensive income			
Debt securities	504,668	545,699	522,900
Shares and other equity instruments	-	-	-
Measured at fair value through other comprehensive income, total	504,668	545,699	522,900
Investment properties	1,145	1,167	2,147
Investment assets, total	520,987	561,414	539,319

Reconciliations from the opening and the closing balances of the expected credit losses are presented in Note 12 Impairment losses on financial assets.

Changes in investment properties (1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Cost January 1	4,058	4,199	4,199
+ Increases	-	22	22
+/- Transfers	-	-163	898
Cost at the end of the period	4,058	4,058	5,119
Accumulated depreciation and impairment losses January 1	-2,892	-2,871	-2,871
+/- Accumulated depreciation of decreases and transfers	-	40	-53
- Depreciation	-21	-59	-46
+/- Other changes	-	-1	-1
Accumulated depreciation and impairment at the end of the period	-2,913	-2,892	-2,972
Opening balance January 1	1,167	1,328	1,328
Closing balance	1,145	1,167	2,147

30 Sep 2024	Equity instruments				Debt-based				All total
	Fair value through other comprehensive income	Fair value through profit or loss	At amortised cost	Total	Fair value through other comprehensive income	Fair value through profit or loss	At amortised cost	Total	
Measured at fair value through profit or loss and measured at fair value through other comprehensive income (1,000 euros)									
Quoted									
Public sector entities	-	-	-	-	173,543	-	-	173,543	173,543
From others	-	4,692	-	4,692	330,927	25	-	330,952	335,644
Non-quoted									
From others	-	9,295	-	9,295	198	1,162	-	1,360	10,655
Total	-	13,987	-	13,987	504,668	1,187	-	505,855	519,842
31 Dec 2023	Equity instruments				Debt-based				All total
Measured at fair value through profit or loss and measured at fair value through other comprehensive income (1,000 euros)	Fair value through other comprehensive income	Fair value through profit or loss	At amortised cost	Total	Fair value through other comprehensive income	Fair value through profit or loss	At amortised cost	Total	
Quoted									
Public sector entities	-	-	-	-	161,872	-	-	161,872	161,872
From others	-	4,214	-	4,214	383,827	115	-	383,942	388,156
Non-quoted									
From others	-	9,305	-	9,305	-	915	-	915	10,220
Total	-	13,519	-	13,519	545,699	1,030	-	546,729	560,248
30 Sep 2023	Equity instruments				Debt-based				All total
Measured at fair value through profit or loss and measured at fair value through other comprehensive income (1,000 euros)	Fair value through other comprehensive income	Fair value through profit or loss	At amortised cost	Total	Fair value through other comprehensive income	Fair value through profit or loss	At amortised cost	Total	
Quoted									
Public sector entities	-	-	-	-	153,376	-	-	153,376	153,376
From others	-	3,849	-	3,849	369,323	115	-	369,438	373,287
Non-quoted									
From others	-	9,465	-	9,465	201	842	-	1,043	10,508
Total	-	13,314	-	13,314	522,900	957	-	523,857	537,171

Note 7 Liabilities to the public and public sector entities and liabilities to credit institutions

(1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Liabilities to credit institutions			
Liabilities to Central Banks	90,000	30,000	30,000
Repayable on demand	10,290	4,420	6,749
Other than repayable on demand	140,191	130,835	93,189
Liabilities to credit institutions, total	240,482	165,255	129,937
Liabilities to the public and public sector entities			
Deposits	3,922,986	3,733,280	3,789,130
Repayable on demand	3,385,312	3,160,301	3,252,491
Other	537,674	572,979	536,639
Other financial liabilities	14	16	19
Other than repayable on demand	14	16	19
Changes in fair value in terms of borrowing	65,080	45,014	-17,486
Liabilities to the public and public sector entities, total	3,988,079	3,778,310	3,771,663
Liabilities to the public and public sector entities and liabilities to credit institutions. total	4,228,561	3,943,565	3,901,600

The Liabilities to Central Banks item concern the secured LTRO loan.

Note 8 Debt securities issued to the public

(1,000 euros)	30 Sep 2024	31 Dec 2023	30 Sep 2023
Bonds	2,646,810	2,758,725	2,258,945
Certificates of deposit	24,753	171,333	171,666
Debt securities issued to the public, total	2,671,563	2,930,058	2,430,611

(1,000 euros)	Nominal		Year of issue	Due date	Closing balance		
	30 Sep 2024	Interest			30 Sep 2024	31 Dec 2023	30 Sep 2023
OmaSp Plc 3.4.2024, covered bond	300,000	0.125%/fixed	2019	03/04/2024	-	299,914	299,829
OmaSp Plc 17.1.2024	55,000	margin 1%/variable	2020	17/01/2024	-	55,000	55,000
OmaSp Plc 25.11.2027, covered bond	650,000	0.01%/fixed	2020-2023	25/11/2027	627,158	622,126	620,466
OmaSp Plc 19.5.2025	200,000	margin 0.2%/variable	2021	19/05/2025	199,900	199,782	199,743
OmaSp Plc 18.12.2026, covered bond	600,000	1.5%/fixed	2022	18/12/2026	590,621	587,613	586,598
OmaSp Plc 26.9.2024	150,000	5%/fixed	2022	26/09/2024	-	149,802	149,782
OmaSp Plc 15.6.2028, covered bond	600 000	3.125%/fixed	2023-2024	15/06/2028	595,043	347,641	347,527
OmaSp Plc 15.1.2029, covered bond	500,000	3.5%/fixed	2023	15/01/2029	497,266	496,848	-
OmaSp Plc 27.2.2026	50,000	0% (zero coupon)	2024	27/02/2026	46,936	-	-
OmaSp Plc 18.9.2026	50,000	4.28%/fixed	2024	18/09/2026	49,925	-	-
OmaSp Plc 30.9.2027	40,000	margin 2%/variable	2024	30/09/2027	39,960	-	-
					2,646,810	2,758,725	2,258,945

(1,000 euros)	Maturity of deposit certificates				Closing balance, total
	Less than 3 months	3-6 months	6-9 months	9-12 months	
30 Sep 2024	14,961	-	9,792	-	24,753
31 Dec 2023	99,464	62,221	-	9,648	171,333
30 Sep 2023	125,242	44,470	1,953	-	171,666

Note 9 Net interest income

(1,000 euros)	1-9/2024	1-9/2023	1-12/2023	2024 Q3	2023 Q3
Interest income					
Loans to credit institutions	12,249	7,642	11,627	3,664	2,006
Loans and receivables to the public and public	246,548	186,062	266,459	81,923	75,095
Debt securities	3,438	3,801	5,102	954	1,374
Derivatives contracts*	-	25,301	37,613	-	11,172
Net interest paid or received on derivatives in accounting hedges of assets*	1,513	-	-	467	
Other interest income	1,806	1,119	1,705	647	405
Interest income, total	265,554	223,925	322,506	87,655	90,051
Interest expenses					
Liabilities to credit institutions	-5,412	-3,407	-5,099	-2,121	-1,130
Liabilities to the public and public sector entities	-27,446	-14,698	-22,216	-8,758	-6,340
Debt securities issued to the public	-56,883	-37,457	-54,488	-19,676	-14,307
Derivative contracts*	-	-26,144	-40,775	-	-12,779
Net interest paid or received on derivatives in hedges of liabilities*	-11,189	-	-	-3,930	
Subordinated liabilities	-1,513	-1,275	-1,754	-495	-479
Other interest expenses	-926	-806	-1,130	-301	-337
Interest expenses, total	-103,369	-83,787	-125,461	-35,281	-35,372
Net interest income	162,184	140,138	197,045	52,374	54,679

*During the reporting period, the Company has changed the management of the interest rates of derivatives that hedge the interest rate risk to a netting basis, which has an impact on interest income of EUR -41.0 million and on interest expenses of EUR +41.0 million. Net interest income from hedging the interest rate risk was EUR -9.7 million.

Note 10 Fee and commission income and expenses

(1,000 euros)	1-9/2024	1-9/2023	1-12/2023	2024 Q3	2023 Q3
Fee and commission income					
Lending	7,402	7,194	10,156	2,119	2,586
Deposits	103	83	107	30	33
Card and payment transactions	27,028	25,067	33,713	9,078	8,901
Funds	5,665	4,790	6,517	1,941	1,737
Legal services	441	308	483	174	127
Brokered products	2,014	1,825	2,469	695	646
Granting of guarantees	1,670	1,574	2,094	550	521
Other fee and commission income	894	781	1,082	362	307
Fee and commission income, total	45,217	41,621	56,621	14,950	14,858
Fee and commission expenses					
Card and payment transactions	-5,992	-4,679	-6,653	-2,363	-1,746
Securities	-746	-896	-1,442	-129	-622
Other fee and commission expenses	-839	-812	-1,105	-282	-265
Fee and commission expenses, total	-7,577	-6,387	-9,200	-2,773	-2,632
Fee and commission income and expenses, net	37,641	35,234	47,421	12,176	12,226

Note 11 Net income on financial assets and financial liabilities

(1,000 euros)	1-9/2024	1-9/2023	1-12/2023	2024 Q3	2023 Q3
Net income on financial assets measured at fair value through profit or loss					
Debt securities					
Valuation gains and losses	39	25	25	-13	-6
Debt securities, total	39	25	25	-13	-6
Shares and other equity instruments					
Dividend income	270	179	217	1	-
Capital gains and losses	59	-	-	59	-
Valuation gains and losses	320	-1,083	-2,782	348	-1,545
Shares and other equity instruments, total	648	-904	-2,564	408	-1,545
Net income on financial assets measured at fair value through profit or loss, total	688	-879	-2,540	395	-1,550
Net income on financial assets measured at fair value through other comprehensive income					
Debt securities					
Capital gains and losses	91	609	610	-	31
Difference in valuation reclassified from the fair value reserve	-312	-383	-422	-	-24
Debt securities, total	-222	226	188	-	6
Net income on financial assets measured at fair value through other comprehensive income, total	-222	226	188	-	6
Net income from investment properties (1,000 euros)					
Rent and dividend income	143	256	235	47	96
Other gains from investment properties	9	10	11	2	2
Maintenance expenses	-63	-75	-90	-10	-29
Depreciation and impairment on investment properties	-21	-46	-59	-7	-15
Rent expenses on investment properties	-	-	-10	-	-
Net income from investment properties, total	67	144	87	32	54
Net income on trading in foreign currencies	-33	13	-83	-110	56
Net income from hedge accounting	-946	790	779	-744	355
Net income from trading	-149	65	-306	-405	-6
Net income on financial assets and financial liabilities, total	-596	359	-1,875	-832	-1,084

Note 12 Impairment losses on financial assets

(1,000 euros)	1-9/2024	1-9/2023	1-12/2023	2024 Q3	2023 Q3
ECL on receivables from customers and off-balance sheet items	-66,155	-7,106	1,926	-11,256	-3,261
ECL from debt instruments	92	-102	-40	12	7
Expected credit losses, total	-66,063	-7,208	1,885	-11,244	-3,253
Final credit losses					
Final credit losses	-9,958	-3,632	-20,760	-2,074	-2,390
Refunds on realised credit losses	214	984	1,748	46	95
Recognised credit losses, net	-9,744	-2,649	-19,012	-2,028	-2,295
Impairment on financial assets, total	-75,807	-9,857	-17,126	-13,272	-5,548

Reconciliations from the opening and closing balances of the expected credit losses have been formed from 1 January 2024 and 30 September 2024 on the basis of changes in euro denominated loan exposures and expected credit losses.

Expected credit losses, loans and receivables

Receivables from credit institutions and public and public entities (1,000 euros)	Stage 1	Stage 2	Stage 3	1-9/2024	1-9/2023	1-12/2023
				Total	Total	Total
Expected credit losses 1 January	1,655	14,180	19,624	35,458	24,833	24,833
Transfer to stage 1	145	-1,029	-174	-1,058	-888	-583
Transfer to stage 2	-202	3,575	-1,138	2,235	1,124	321
Transfer to stage 3	-67	-1,303	23,225	21,855	3,180	5,473
New debt securities	381	1,643	7,085	9,109	6,305	7,496
Instalments and matured debt securities	-132	-490	6,137	5,515	-7	7,990
Realised credit losses	-	-	-9,958	-9,958	-3,632	-20,760
Recoveries on previous realised credit losses	-	-	214	214	984	1,748
Changes in credit risk	166	368	6,711	7,245	1,375	1,878
Changes in the ECL model parameters	-	-	-	-	-	-100
Changes based on management estimates	-28	11,068	25,745	36,784	11,089	7,161
Expected credit losses period end	1,917	28,012	77,470	107,399	44,362	35,458

An additional allowance of EUR 19.5 million based on the management's judgement in the first quarter, was recorded due to a change in credit position for certain customer entities as planned during the second quarter. In the second quarter, an additional allowance based on management's judgement of EUR 30 million was recorded as planned for the customer entities in question during the third quarter. In addition, the Company recorded an additional allowance of EUR 2.5 million based on the management's judgement to an individual customer related to the above-mentioned customer entities during the second quarter. The Company released a previously made additional allowance of EUR 1.0 million. In addition, the Company allocated a fair value adjustment of EUR 5.3 million recognised in connection with the acquisition of Liedon Savings Bank during the second and third quarters. In the third quarter, the Company made a fair value adjustment of EUR 5.8 million to receivables portfolio related to Handelsbanken's business arrangements, and of this change in fair value, EUR 3.3 million was allocated during the third quarter.

Off-balance sheet commitments (1,000 euros)	Stage 1	Stage 2	Stage 3	1-9/2024	1-9/2023	1-12/2023
				Total	Total	Total
Expected credit losses 1 January	78	192	-	269	297	297
Transfer to stage 1	6	-75	-	-68	-101	156
Transfer to stage 2	-2	32	-	30	42	79
Transfer to stage 3	-1	-8	-	-9	-4	-9
New debt securities	62	100	-	163	197	140
Instalments and matured debt securities	-27	-84	-	-110	-78	65
Realised credit losses	-	-	-	-	-	-
Recoveries on previous realised credit losses	-	-	-	-	-	-
Changes in credit risk	29	19	-	48	-9	214
Changes in the ECL model parameters	-	-	-	-	-	-726
Changes based on management estimates	-	-	-	-	52	53
Expected credit losses period end	146	177	-	323	397	269

Expected credit losses, investment assets

Debt securities (1,000 euros)	Stage 1	Stage 2	Stage 3	1-9/2024	1-9/2023	1-12/2023
				Total	Total	Total
Expected credit losses 1 January	430	48	-	478	438	438
Transfer to stage 1	-	-2	-	-1	-	-
Transfer to stage 2	-	-	-	-	23	23
Transfer to stage 3	-22	-	88	66	-	-
New debt securities	26	-	-	27	629	613
Instalments and matured debt securities	-57	-	-	-57	-629	-629
Realised credit losses	-	-	-	-	-	-
Recoveries on previous realised credit losses	-	-	-	-	-	-
Changes in credit risk	-48	-33	-	-81	80	34
Changes in the ECL model parameters	-	-	-	-	-	-
Changes based on management estimates	-45	-	-	-45	-	-
Expected credit losses period end	285	13	88	386	540	478

Note 13 Fair values in accordance with the valuation method

The determination of the fair value of financial instruments is set out in Note G1 Accounting principles under “Determining the fair value” of the Financial Statements for the year 2023.

Equity securities recorded to stage 3 include shares in unlisted companies.

Financial assets and liabilities measured at fair value

	30 Sep 2024			Total
	Level 1	Level 2	Level 3	
Financial assets (1,000 euros)				
At fair value through profit or loss				
Equity securities	4,692	2,519	6,776	13,987
Debt securities	724	-	462	1,187
Derivatives	-	77,071	-	77,071
At fair value through other comprehensive income				
Debt securities	503,970	-	698	504,668
Financial assets, total	509,387	79,590	7,936	596,913

	30 Sep 2024			Total
	Level 1	Level 2	Level 3	
Financial liabilities (1,000 euros)				
Derivatives	-	13,390	-	13,390
Financial liabilities, total	-	13,390	-	13,390

	30 Sep 2024			Total
	Level 1	Level 2	Level 3	
Other liabilities (1,000 euros)				
At fair value through profit or loss				
Unpaid purchase price of business acquisitions	-	-	59,272	59,272
Payment liability, consortium of Savings Banks	-	-	16,917	16,917
Total	-	-	76,189	76,189

	31 Dec 2023				30 Sep 2023			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial assets (1,000 euros)								
Measured at fair value through profit or loss								
Equity securities	4,214	2,439	6,866	13,519	3,849	2,248	7,217	13,314
Debt securities	685	-	345	1,030	685	-	272	957
Derivatives	-	44,924	-	44,924	-	3,644	-	3,644
Measured at fair value through other comprehensive income								
Debt securities	545,465	-	234	545,699	522,900	-	-	522,900
Financial assets, total	550,364	47,363	7,445	605,172	527,435	5,892	7,489	540,816

	31 Dec 2023				30 Sep 2023			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Financial liabilities (1,000 euros)								
Derivatives	-	9,455	-	9,455	-	17,052	-	17,052
Financial liabilities, total	-	9,455	-	9,455	-	17,052	-	17,052

	31 Dec 2023				30 Sep 2023			
	Level 1	Level 2	Level 3	Total	Level 1	Level 2	Level 3	Total
Other liabilities (1,000 euros)								
At fair value through profit or loss								
Payment liability, consortium of Savings Banks	-	-	19,550	19,550	-	-	19,550	19,550
Total	-	-	19,550	19,550	-	-	19,550	19,550

Investment transactions, categorised to Level 3

Financial assets at fair value through profit or loss (1,000 euros)	30 Sep 2024			31 Dec 2023			30 Sep 2023		
	Equity securities	Debt securities	Total	Equity securities	Debt securities	Total	Equity securities	Debt securities	Total
Opening balance	6,866	345	7,211	6,211	199	6,410	6,211	199	6,410
+ Acquisitions	179	292	471	743	146	888	743	73	816
- Sales	-59	-90	-149	-	-	-	-	-	-
- Matured during the year	-	-84	-84	-	-	-	-	-	-
Realised changes in value +/- recognised on the income statement	59	-	59	-	-	-	-	-	-
Unrealised changes in value +/- recognised on the income statement	-269	-	-269	-88	-	-88	263	-	263
+ Transfers to Level 3	-	-	-	-	-	-	-	-	-
- Transfers to Level 1 and 2	-	-	-	-	-	-	-	-	-
Closing balance	6,776	462	7,239	6,866	345	7,211	7,217	272	7,489

At fair value through other comprehensive income (1,000 euros)	30 Sep 2024			31 Dec 2023			30 Sep 2023		
	Equity securities	Debt securities	Total	Equity securities	Debt securities	Total	Equity securities	Debt securities	Total
Opening balance	-	234	234	-	-	-	-	-	-
+ Acquisitions	-	-	-	-	-	-	-	-	-
- Sales	-	-	-	-	-	-	-	-	-
- Matured during the year	-	-	-	-	-	-	-	-	-
Realised changes in value +/- recognised on the income statement	-	-	-	-	-	-	-	-	-
Unrealised changes in value +/- recognised on the income statement	-	-	-	-	-	-	-	-	-
Changes in value recognised +/- in other comprehensive income	-	-229	-229	-	-69	-69	-	-	-
+ Transfers to Level 3	-	903	903	-	303	303	-	-	-
- Transfers to Level 1 and 2	-	-210	-210	-	-	-	-	-	-
Closing balance	-	698	698	-	234	234	-	-	-

Transactions in other liabilities, categorised to Level 3

Other liabilities at fair value through profit or loss (1,000 euros)	30 Sep 2024			31 Dec 2023			30 Sep 2023		
	Equity securities	Debt securities	Total	Equity securities	Debt securities	Total	Equity securities	Debt securities	Total
Opening balance	-	19,550	19,550	-	5,200	5,200	-	5,200	5,200
+ Acquisitions	-	59,272	59,272	-	15,000	15,000	-	15,000	15,000
- Sales	-	-	-	-	-	-	-	-	-
- Matured during the year	-	-	-	-	-	-	-	-	-
Realised changes in value +/- recognised on the income statement	-	-	-	-	-	-	-	-	-
Unrealised changes in value +/- recognised on the income statement	-	-2,633	-2,633	-	-650	-650	-	-650	-650
+ Transfers to Level 3	-	-	-	-	-	-	-	-	-
- Transfers to Level 1 and 2	-	-	-	-	-	-	-	-	-
Closing balance	-	76,189	76,189	-	19,550	19,550	-	19,550	19,550

Sensitivity analysis for financial assets on Level 3

(1,000 euros)	30 Sep 2024				31 Dec 2023			30 Sep 2023		
		Potential impact on equity			Potential impact on equity			Potential impact on equity		
Equity securities	Hypo- theoretical change	Market value	Positive	Negative	Market value	Positive	Negative	Market value	Positive	Negative
At fair value through profit or loss	+/- 15%	6,776	1,016	-1,016	6,866	1,030	-1,030	7,217	1,083	-1,083
At fair value through other comprehensive income	+/- 15%	-	-	-	-	-	-	-	-	-
Total		6,776	1,016	-1,016	6,866	1,030	-1,030	7,217	1,083	-1,083

(1,000 euros)	30 Sep 2024				31 Dec 2023			30 Sep 2023		
		Potential impact on equity			Potential impact on equity			Potential impact on equity		
Debt securities	Hypo- theoretical change	Market value	Positive	Negative	Market value	Positive	Negative	Market value	Positive	Negative
At fair value through profit or loss	+/- 15%	462	69	-69	345	52	-52	272	41	-41
At fair value through other comprehensive income	+/- 15%	698	105	-105	234	35	-35	-	-	-
Total		1,160	174	-174	579	87	-87	272	41	-41

Note 14 Share-based incentive schemes

As of 30 September 2024, the Company has the following existing share-based incentive schemes:

Programs for the Group's management and key persons:

Program 2020–2021

On 17 February 2020, Oma Savings Bank's Board of Directors decided to set up a share-based incentive scheme for the Group's management. The remuneration is based on comparable cost-income ratio, an increase in operating income (in comparable figures) and customer and employee satisfaction. The program includes the earning period 2020–2021 and subsequent commitment periods, during which the shares will be disposed approximately in four installments within three years. The reward is paid partly in shares of the Company and partly in cash. The cash portion is used to cover taxes and tax charges incurred by the reward to the person. If a person's employment or employment relationship ends before the payment of the commission, the remuneration, as a rule, is not paid. The fees payable under the scheme correspond to a total of up to 420,000 Oma Savings Bank Plc shares. The target group of the scheme includes a maximum of 10 persons.

Program 2022–2023

On 24 February 2022, Oma Savings Bank's Board of Directors decided to set up a share-based incentive scheme for key persons of the Group. The remuneration is based on comparable cost-income ratio, the quality of the credit portfolio, and customer and employee satisfaction. The program includes a two-year long earning period, 2022–2023 and subsequent commitment periods, during which the shares will be disposed in approximately six instalments within five years. The reward is paid partly in shares of the Company and partly in cash. The cash portion is used to cover taxes and tax charges incurred by the reward to the person. If a person's employment or employment relationship ends before the payment of the commission, the remuneration, as a rule, is not paid. The fees payable under the scheme correspond to a maximum value of 400,000 shares of Oma Savings Bank Plc, including the amount to be paid in cash. The target group of the scheme includes a maximum of 30 key persons, including the Company's CEO and members of the Group's Management Team.

Program 2024–2025

On 29 February 2024, Oma Savings Bank's Board of Directors decided to set up a new share-based incentive scheme for key persons of the Group. The remuneration is based on comparable cost-income ratio, quality of the credit portfolio, customer and personnel satisfaction. The program includes a two-year long earning period, 2024–2025 and subsequent commitment periods, during which the shares will be disposed in approximately six instalments within four years. The reward is paid partly in shares of the Company and partly in cash. The cash portion is used to cover taxes and tax charges incurred by the reward to the person. If a person's employment or employment relationship ends before the payment of the commission, the remuneration, as a rule, is not paid. The fees payable under the scheme correspond to a maximum value of 405,000 shares of Oma Savings Bank Plc, including the amount to be paid in cash. The target group of the scheme includes a maximum of 45 key persons, including the Company's CEO and members of the Group's Management Team.

Share-based incentive scheme	1-9/2024	1-9/2024	1-9/2024	1-12/2023
	Program 2024-2025	Program 2022-2023	Program 2020-2021	Program 2020-2021
Maximum estimated number of gross shares at the start of the scheme	405,000	400,000	420,000	420,000
Date of issue	01/01/2024	01/01/2022	01/01/2020	01/01/2020
Share price at issue, weighted average fair value	20.34	16.90	8.79	8.79
Earning period begins	01/01/2024	01/01/2022	01/01/2020	01/01/2020
Earning period ends	31/12/2025	31/12/2023	31/12/2021	31/12/2021
Persons at the close of the financial year	37	24	6	10
Events for the financial year (pcs)	1-9/2024	1-9/2024	1-9/2024	1-12/2023
01/01/2024	Program 2024-2025	Program 2022-2023	Program 2020-2021	Program 2020-2021
Those who were out at the beginning of the period		-	114,794	172,190
Changes during the period				
Granted during the period		218,293	-	-
Lost during the period		-69,633	-28,870	-
Implemented during the period		-82,093	-45,356	-57,396
Expired during the period		-	-	-
Out at the end of the period		66,567	40,568	114,794

Share savings plan OmaOsake for employees

On 29 February 2024, Oma Savings Bank's Board of Directors established an employee share savings plan ("OmaOsake") for all employees. By encouraging employees to acquire and own shares in the Company, the Company seeks to align the objectives of shareholders and employees in order to increase the value of the Company in the long term. The aim is also to support employee motivation and commitment as well as the Company's corporate culture. The OmaOsake consists of annually commencing plan periods, each with a 12-month savings period followed by a holding period of approximately two years. Participants have the opportunity to receive one free matching share (gross) per two savings shares or one savings share, depending on the achievement of the performance criteria. If the performance criteria are not fulfilled, the participants will receive one matching share per three savings shares. As a rule, the receipt of the matching shares is subject to continued employment and holding of savings shares for the holding period ending 31 March 2027. The performance criteria for earning matching shares are based on comparable return on equity and comparable cost-income ratio. The potential reward will be paid partly in shares and cash after the end of the holding period. The cash pro-portion is intended to cover taxes and statutory social security contributions arising from the reward. The matching shares are freely transferable after they have been recorded on the participant's book-entry account. During the 2024–2027 plan period, the OmaOsake will be offered to approximately 440 employees including members of the Management Team and the CEO. Approximately 60% of the personnel participated in the share savings plan.

Share savings plan

1-9/2024

OmaOsake
2024-2025

Maximum estimated number of gross shares at the start of the scheme	56,500
Initial allocation date	1 April 2024
Release date	31 March 2025
Eligibility conditions	Shareholder ownership, employment relationship
Maximum validity time, in years	3
Maturity time left, in years	2.5
Persons at the end of the financial year	246
Method of payment	Cash and shares

Note 15 Changes in Group structure

The 2024 accounting period

During the reporting period, Oma Savings Bank Plc capitalised its associated company GT Invest Oy by mutual decision of the shareholders. Oma Savings Bank's share of the capitalisation was EUR 0.5 million.

The 2023 accounting period

In February, Oma Savings Bank Plc increased its shareholding in housing Company Seinäjoen Oma Savings Bank house by acquiring more space for its businesses. The Company's shareholding in the Company is after the arrangement 30.5%.

In September, Oma Savings Bank Plc increased its shareholding in City Kauppapaikat Oy through a directed share issue. The Company's shareholding in the Company after the arrangement is 43.3%. The value of the investment in the consolidated balance sheet is EUR 15.5 million.

During the reporting period, Oma Savings Bank Plc estimates the value of the investments of SAV Rahoitus Oy and City Kauppapaikat Oy compiled by the equity method, as well as the receivables from the companies, which have been factually processed as part of a net investment in the associated company.

During the reporting period, Oma Savings Bank Plc capitalised its associated company GT Invest Oy by mutual decision of the shareholders. Oma Savings Bank's share of the capitalisation was EUR 1.2 million.

Investments in significant associates and joint ventures

Value of the investment (1,000 euros)	30 Sep 2024	31 Dec 2023
Figure Taloushallinto Oy	178	178
GT Invest	7,239	6,742
Deleway Projects Oy	2,049	2,029
City Kauppapaikat Oy	17,809	17,809
SAV-Rahoitus Oyj	-	-
Total balance sheet value	27,275	26,759

Shares in entities to be consolidated using the equity method:

(1 000 euros)	30 Sep 2024	31 Dec 2023
Opening balance 1 January	24,131	25,351
Increases	516	3,270
Share of profit from associated companies	-431	-1,131
Received dividends	-	-
Impairment losses	-	-3,359
Closing balance	24,216	24,131

Note 16 Business combinations

Acquisition of Handelsbanken's SME business in Finland

On 31 May 2023, Oma Savings Bank Plc and Handelsbanken AB agreed on an arrangement whereby Oma Savings Bank Plc will acquire Handelsbanken AB's SME business in Finland. On 24 July 2023, the Finnish Competition and Consumer Authority approved the business transaction, and the transaction was completed as planned on 1 September 2024. As part of the SME business transaction, also entrepreneurs' personal banking services, excluding asset management and investment services were transferred to Oma Savings Bank Plc. The acquired SME business is geographically located all over Finland. The purchase price of the business is paid in cash and is the net asset value of the balance sheet items transferred on the closing date of the transaction plus EUR 12 million and interests. The company has been consolidated as of the acquisition date 1 September 2024. The accounting treatment of the combination was carried out on 30 September 2024 on a preliminary basis, as the valuation of the assets acquired, and liabilities assumed had not been completed.

The preliminary values of the assets acquired, and liabilities assumed at the date of acquisition were:

Acquisition of business	EUR million
Loans and advances to public and credit institutions	497.2
Accruals and other assets	2.5
Fixed assets	5.5
Deposits from public and credit institutions	-443.3
Accruals and other liabilities	-0.7
Lease liabilities	-5.5
Acquired net assets	55.7
Purchase price, in cash	12.0
Net assets of transferred items	58.6
Total cost of combination	70.6
Goodwill	14.9

As a result of the transaction, goodwill of EUR 14.9 million was recognised. As a result of the business

acquisition, Oma Savings Bank's market position will further strengthen in Finland and the acquisition is estimated to have a positive impact on the Company's annual earnings performance and it is estimated to increase the Company's profit before taxes annually by an estimated EUR 7–10 million. Growing volumes improve the Company's cost-efficiency and business profitability along with synergy benefits. Goodwill is formed as the difference between the net assets of the acquired business and the purchase price.

Assets and liabilities acquired in the business have been measured at fair value.

The size of the deposit portfolio transferred in the business acquisition is approximately EUR 440 million and loan portfolio approximately EUR 500 million. The value of the receivables received in the acquisition is approximately EUR 500 million and, at the time of acquisition, EUR 5.8 million fair value adjustment has been taken into account. The effect is presented in the notes 12 under "New receivables".

Cash flow impact of the acquisition EUR 11.3 million is in the cash flow from investing activities.

Operating income after the acquisition of the acquired business is included in the income statement for the third quarter. According to the management's estimate, Oma Saving Bank Group's operating income in the first three quarters of 2024 would have been EUR 217.5 million, and profit before taxes EUR 62.1 million, if the acquired business had been combined in the consolidated financial statements from the beginning of the financial year 2024.

The transaction increased the Company's balance sheet by approximately EUR 444 million. Approximately 10,000 corporate customers were transferred in business acquisition. A total of 30 employees were transferred as old employees. Business acquisition costs amounted to EUR 4.6 million, of which EUR 0.8 million was allocated for 2023, and EUR 3.8 million for 2024.

Note 17 Significant events after the period

Events following the end of the reporting period that would require the presentation of additional information or that would materially affect the Company's financial position are unknown.

Note 18 Alternative Performance Measures (APM) and calculation of the key figures

Oma Savings Bank Plc's financial reporting presents Alternative Performance Measures (APM) that describe the Company's historical financial result, financial position or cash flows. The APMs are drawn up in line with the guidelines set by the European Securities and Markets Authority (ESMA). APMs are not key figures defined or specified in IFRS standards, capital adequacy regulation (CRD/CRR) or Solvency II (SII) regulations. The Company presents APMs as supplementary information to the key figures that are presented in the Group's IFRS-compliant income statement, Group balance sheets and cash flow statements.

In the Company's view, alternative key figures provide meaningful and useful information to investors, securities market analysts and others concerning Oma Savings Bank Plc's performance, financial position and cash flows.

Oma Savings Bank Plc uses the following Alternative Performance Measures:

- Comparable profit before taxes
- Cost/income ratio, %
- Total return on assets, ROA %
- Return on equity, ROE %
- Equity ratio, %
- Comparable cost/income ratio, %
- Comparable return on equity, ROE %
- Comparable earnings per share (EPS), EUR

Calculation of key figures

Operating income, total

Net interest income, net fee and commission income and expenses, net income on financial assets and liabilities, other operating income

Total operating expenses

Personnel expenses, other operating expenses, depreciation, amortisation and impairment losses on tangible and intangible assets

Liquidity coverage ratio (LCR), %

Minimum liquidity buffer relative to net cash and collateral outflows in a 30-day stress scenario

Net stable funding ratio (NSFR)%

$\frac{\text{Available amount of stable funding}}{\text{Required amount of stable funding}} \times 100$

Cost/income ratio, %

$\frac{\text{Total operating expenses}}{\text{Total operating income + share of profit from joint ventures and associated companies (net)}} \times 100$

Comparable cost/income ratio, %

$\frac{\text{Total operating expenses without items affecting comparability}}{\text{Total operating income without items affecting comparability + share of profit from joint ventures and associated companies (net)}} \times 100$

Comparable profit before taxes

Profit/loss before taxes without net income from financial assets and liabilities and other items effecting comparability

Return on equity, ROE %

$\frac{\text{Profit/loss for the accounting period}}{\text{Equity (average of the beginning and the end of the year)}} \times 100$

Comparable return on equity, ROE %

$\frac{\text{Comparable profit/loss for the accounting period}}{\text{Equity (average of the beginning and the end of the year)}} \times 100$

Total return on assets, ROA %

$\frac{\text{Profit/loss of the accounting period}}{\text{Average balance sheet total (average of the beginning and the end of the year)}} \times 100$

Equity ratio, %

$\frac{\text{Equity}}{\text{Balance sheet total}} \times 100$

Total capital (TC), %

$\frac{\text{Own funds total (TC)}}{\text{Risk-weighted assets (RWA) total}} \times 100$

Common Equity Tier 1 (CET1) capital ratio, %

$\frac{\text{Common Equity Tier 1 (CET1) capital}}{\text{Risk-weighted assets (RWA) total}} \times 100$

Tier 1 (T1), capital ratio, %

$\frac{\text{Tier 1 (T1) capital}}{\text{Risk-weighted assets (RWA) total}} \times 100$

Leverage ratio, %

$\frac{\text{Tier 1 (T1) capital}}{\text{Exposures total}} \times 100$

Earnings per share (EPS), EUR

$\frac{\text{Profit/loss for the accounting period belonging to the parent company owners}}{\text{Average number of shares outstanding}}$

Earnings per share after dilution (EPS), EUR

$\frac{\text{Profit/loss for the accounting period belonging to the parent company}}{\text{Average number of shares outstanding after dilution of share-based rewarding}}$

Comparable earnings per share (EPS), EUR

$\frac{\text{Comparable profit/loss – Share of non-controlling interests}}{\text{Average number of shares outstanding}}$

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Independent Auditor's Report on Review of Consolidated Interim Report of Oma Savings Bank Plc

To the Board of Directors of Oma Savings Bank Plc

Introduction

We have reviewed the accompanying consolidated interim report of Oma Savings Bank Plc which comprise the condensed consolidated balance sheet as at 30 September 2024, condensed consolidated income statement, statement of comprehensive income, changes in equity, and cash flows for the nine months ended 30 September 2024 and notes to the condensed interim information. The Board of Directors and the CEO are responsible for the preparation and presentation of the condensed consolidated interim report in accordance with IAS 34 "Interim Financial Reporting" standard and other regulations governing the preparation of interim financial statements in Finland. Our responsibility is to express a conclusion on this condensed consolidated interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standards on Review Engagements ISRE 2410 "*Review of Interim Financial Information Performed by the*

Independent Auditor of the Entity". A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying consolidated interim report of Oma Savings Bank Plc as at 30 September 2024 and for the nine month period ended 30 September 2024 has not been prepared, in all material respects, in accordance with IAS 34 Interim Financial Reporting standard and other regulations governing the preparation of interim financial statements in Finland.

In Helsinki, 28 October 2024

KPMG OY AB

Tuomas Ilveskoski
Authorised Public Accountant, KHT



omasp

Oma Savings Bank Plc
tel. +358 20 764 0600
Business ID 2231936-2