Q2

Half-year report January–June 2024

Aktia

Strong result improvement compared to the previous year and good return on equity

The quarter in short

- **Comparable operating profit:** EUR 30.8 million, 21% higher than last year (25.6). Result improvement in all business areas.
- **Comparable cost/income ratio:** Improved to 0.57 (0.61).
- **Comparable return on equity (ROE):** Increased to 14.9% (13.4) due to improved profit.
- **Net interest income:** 18% higher than last year due to high interest income from lending, growth in profitable financing solutions and high reference rates.
- **Net commission income:** Approximately at the previous year's level.
- **Assets under management:** Increased in the quarter, driven by favourable market development. Negative total net subscriptions in the quarter, but positive net subscriptions in the last month of the quarter.
- **Net income from life insurance:** Continued stable development largely due to investment performance and low loss ratio.
- **Comparable operating expenses:** Good cost control with decreased personnel costs in other respects, although the operating expenses increased by 5% mainly due to increased IT expenses.
- **Credit losses:** Credit loss provisions increased slightly compared to last year but remained moderate thanks to good risk management and the quality of the loan book.
- **Share of AuM invested in SFDR* Article 8/9 classified funds:** Increased to 98.0% from last year's 95.4%.

*Sustainable Finance Disclosures Regulation

Outlook 2024 (updated)

Aktia's comparable operating profit for 2024 is expected to be higher than the EUR 104.8 million reported for 2023.

The outlook has been prepared based on the following expectations:

- Despite market uncertainty and a probable decline in interest rates, the net interest income is expected to be higher than in 2023.
- Net commission income is expected to be somewhat higher than in 2023, provided that the market conditions are favourable.
- The life insurance business is expected to develop steadily. However, the result may be affected by changes in market values.
- Total operating expenses are expected to remain on approximately the same level as in 2023, given the absence of stability contribution offset by higher expected IT expenses.
- Impairments and provisions for credit losses are expected to increase slightly compared to the 2023 level, given the current market situation.

Previous outlook for 2024 (published on 30 April 2024): Aktia's comparable operating profit for 2024 is expected to be somewhat higher or higher than the EUR 108.4** million reported for 2023.

(EUR million)	Q2/2024	Q2/2023	Δ %	1–6/2024	1–6/2023	Δ %	Q1/2024	Δ %	2023
Net interest income	38.8	32.8	18%	77.9	63.7	22%	39.1	-1%	140.4
Net commission income	30.8	30.4	2%	61.0	60.6	1%	30.1	2%	120.4
Net income from life insurance	7.4	5.7	29%	15.0	12.9	17%	7.7	-4%	24.1
Total operating income	76.7	69.3	11%	154.0	138.7	11%	77.3	-1%	287.4
Operating expenses	-44.8	-42.2	6%	-86.2	-89.3	-3%	-41.4	8%	-176.6
Impairment of credits and other commitments	-1.8	-1.3	38%	-4.5	-2.3	101%	-2.7	-34%	-7.0
Operating profit	**30.1**	**25.8**	**17%**	**63.4**	**47.1**	**35%**	**33.3**	**-9%**	**102.6**
Comparable operating income [1]	76.7	69.1	11%	154.0	138.4	11%	77.3	-1%	287.2
Comparable operating expenses [1]	-44.1	-42.2	5%	-84.8	-87.9	-4%	-40.7	8%	-174.2
Comparable operating profit [1)]	**30.8**	**25.6**	**21%**	**64.7**	**48.2**	**34%**	**33.9**	**-9%**	**104.8**
Cost-to-income ratio	0.58	0.61	-4%	0.56	0.64	-13%	0.54	9%	0.61
Comparable cost-to-income ratio [1]	0.57	0.61	-6%	0.55	0.64	-13%	0.53	9%	0.61
Earnings per share (EPS), EUR	0.33	0.28	18%	0.71	0.52	36%	0.38	-12%	1.12
Comparable earnings per share (EPS), EUR [1]	0.34	0.28	22%	0.72	0.53	35%	0.38	-11%	1.15
Return on equity (ROE), %	14.5	13.6	0,9*	15.8	12.8	3,0*	16.5	-2,0*	13.3
Comparable return on equity (ROE), %[1]	14.9	13.4	1,4*	16.1	13.1	3,0*	16.8	-1,9*	13.6
Common Equity Tier 1 capital ratio (CET1), % [2]	11.5	11.0	0,5*	11.5	11.0	0,5*	11.4	0,1*	11.3

*) The change is calculated in percentage points
1) Alternative performance measures
2) At the end of the period
** Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

The Half-year report January–June 2024 is a translation of the original Swedish version "Halvårsrapport 1.1–30.6.2024". In case of discrepancies, the Swedish version shall prevail.

CEO’s comments

Aktia’s purpose is to create prosperity. This societal mission is something I want to stress in my first review as CEO of Aktia. By thinking further with and offering innovative and competitive solutions to our customers, we create prosperity for the whole society.

Aktia's quarterly performance was once again strong. Our comparable return on equity (ROE) remained at a good level and amounted to 14.9%. The comparable cost/income ratio was 0.57, which is an improvement from last year and better than our long-term target (below 0.60). In other words, our three business areas continued to deliver stable results and our risks were kept under control.

Although the housing market remained soft, the positive development of the banking business continued, with strong demand for financing solutions such as leasing and hire purchase. In the Asset Management business, even though net subscriptions for the quarter were negative, we were happy to see positive net subscriptions within both Private Banking and institutional customers in June. The result of the life insurance business also remained stable, and sales of risk life insurance policies remained at the same good level as in previous quarters.

We have continued to invest in customer experience, functionality of our banking system, information security and processes required by regulation, which is reflected in higher IT expenses. Overall, however, we have continued to apply a strict cost control. To summarise, we are on the right track to achieve Aktia’s financial targets, which extend to 2025.

Continued focus on development

The development of Aktia’s Asset Management is progressing according to plan and the organisational structure of the business area has been simplified. We have the building blocks needed, especially employees with first-class skills. By focusing on employees, customers and business development, we ensure the long-term competitiveness of Asset Management and Aktia as a whole. We have also recruited a Head of Customers who has the overall responsibility for the customer focus and institutional sales in Asset Management. By taking concrete measures such as these, we are well on track to become the leading wealth manager bank.

In August, our new Chief Information Officer Oskari Kurki will assume his duties and the responsibility for Aktia’s IT operations. We will continue to make considerable efforts and investments in IT operations, as they are a key part of Aktia’s core business and an inseparable part of our processes and the customer experience.

Launches and collaboration

Aktia actively engages with industry leaders in selected areas. At the end of May, we announced that Aktia and Swedbank have entered into a strategic partnership, as a further step in a decades-long relationship of doing business together. The collaboration enables us to make even better use of, among other things, the strategic investments we have made in leasing and factoring platforms.

Among the launches in Asset Management, it is worth mentioning that in June we launched the Aktia Velkarahastot II Ky (Private Debt Fund). The fund’s first investment object is the Oaktree Opportunities XII fund. The fund manager Oaktree is a leading alternative investment fund manager. The fund gives access to a professionally managed portfolio of opportunistic debt investment, which only large institutional investors usually have access to.

Looking to the future

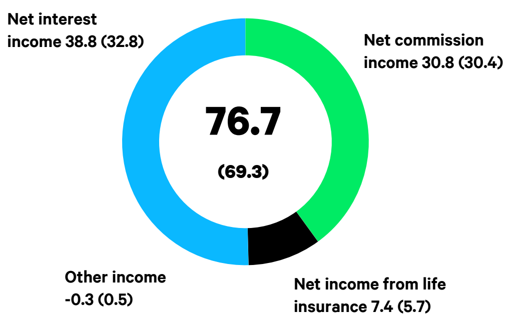
At the beginning of June, I had the pleasure to start as CEO at Aktia. I wish to express my sincere thanks to Juha Hammarén, who previously took care of CEO duties, as well as to the Executive Committee and the whole organisation, who have enabled me to take over responsibilities smoothly. In June, I met many of our truly professional and committed colleagues across the country and joined a large number of customer meetings, demonstrating well-functioning customer relationships. Employee and customer satisfaction go hand in hand, and because of this, I am especially pleased that the results of the employee survey, conducted in the spring, are showing a clearly positive trend.

I look forward to achieving our ambitious targets together with the employees in order to harness the large potential within Aktia. We have started the work related to Aktia’s strategic themes and updating our long-term financial targets. Our mission must be reflected in everything we do: to create prosperity for customers, owners and society as a whole. I am proud that our work has an important, comprehensive purpose.

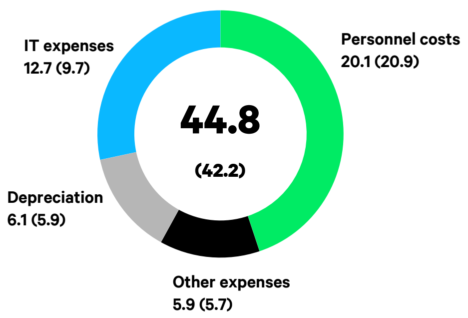
Helsinki, 2 August 2024
Aleksi Lehtonen
CEO

Profit and balance

Operating income Q2/2024 (EUR million)



Operating expenses Q2/2024 (EUR million)



Profit Q2/2024

(EUR million)	Q2/2024	Q2/2023	Δ%
Operating profit	30.1	25.8	17%
Items affecting comparability	0.7	-0.3	—
Comparable operating profit	**30.8**	**25.6**	**21%**

Operating income

(EUR million)	Q2/2024	Q2/2023	Δ%
Net interest income	38.8	32.8	18%
Dividends	0.0	0.1	-27%
Net commission income	30.8	30.4	2%
Net income from life insurance	7.4	5.7	29%
Net income from financial transactions	-0.5	0.3	—
Other operating income	0.2	0.1	54%
Total operating income	**76.7**	**69.3**	**11%**

Net interest income remained strong as the income from lending increased more than the costs for financing, and the interest income from the liquidity portfolio increased thanks to higher reference interest rates and hedging measures.

Net income from life insurance increased by EUR 1.7 million, mainly due to a higher net investment result.

Operating expenses

(EUR million)	Q2/2024	Q2/2023	Δ%
Personnel costs	20.1	20.9	-4%
IT expenses	12.7	9.7	31%
Depreciation of tangible and intangible assets	6.1	5.9	3%
Other operating expenses	5.9	5.7	4%
Total operating expenses	**44.8**	**42.2**	**6%**

Comparable personnel costs decreased by 6% primarily due to a lower average number of full-time employees.

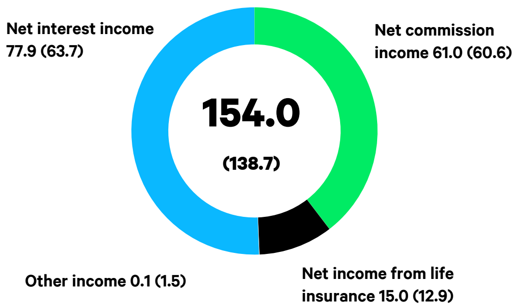
Comparable IT expenses increased by 28% due to continued investments in customer experience, functionality of the banking system, information security, and processes required by regulation.

Other items

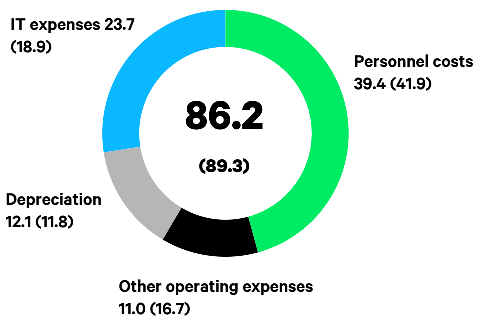
(EUR million)	Q2/2024	Q2/2023	Δ%
Impairment of credits and other commitments	-1.8	-1.3	38%
Share of profit from associated companies	0.0	0.0	—
Total	**-1.8**	**-1.3**	**34%***

*The figures in the tables are presented in millions of euros with one decimal place and are rounded, therefore the sum of individual amounts and percentage changes may differ from the presented total.

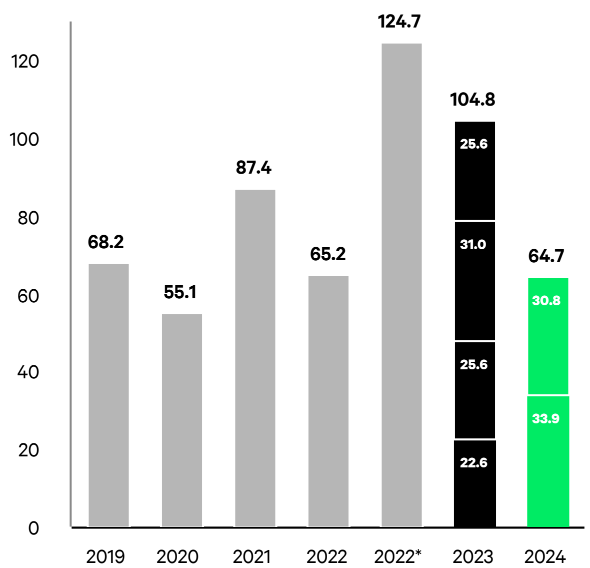
Operating income January–June 2024 (EUR million)



Operating expenses January–June 2024 (EUR million)



Comparable operating profit 2019–2024 (EUR million)



*) Recalculated according to the accounting standard IFRS 17

Profit January–June 2024

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%
Operating profit	63.4	47.1	35%
Items affecting comparability	1.3	1.1	23%
Comparable operating profit	**64.7**	**48.2**	**34%**

Operating income

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%
Net interest income	77.9	63.7	22%
Dividends	0.2	0.1	198%
Net commission income	61.0	60.6	1%
Net income from life insurance	15.0	12.9	17%
Net income from financial transactions	-0.4	0.9	—
Other operating income	0.3	0.5	-43%
Total operating income	**154.0**	**138.7**	**11%**

Net interest income continued to develop strongly and the net interest income from lending increased, mainly due to the loan book's higher reference interest rates and improved customer margins. The interest expense from borrowing and senior financing increased due to higher short-term market interest rates.

Net income from life insurance increased largely due to a higher net investment result. The life insurance business also showed positive development thanks to good new sales and a lower loss ratio than last year.

Comparable net income from financial transactions decreased due to increased model-based expected credit loss (ECL) impairments on the bank's interest-bearing securities.

Operating expenses

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%
Personnel costs	39.4	41.9	-6%
IT expenses	23.7	18.9	25%
Depreciation of tangible and intangible assets	12.1	11.8	3%
Other operating expenses	11.0	16.7	-34%
Total operating expenses	**86.2**	**89.3**	**-3%**

Comparable personnel costs decreased by 5% due to the decreased average number of full-time employees.

Comparable IT expenses increased by 23% following investments in customer experience, functionality of the banking system, information security and processes required by regulation, and as well as inflation.

Other operating expenses decreased mainly due to no contribution being collected for the stability fund for 2024, whereas the stability contribution in 2023 was EUR 4.3 million. Expenses from marketing and purchased services were also lower than last year.

Other items

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%
Impairment of credits and other commitments	-4.5	-2.3	101%
Impairment of other receivables	—	-0.1	-100%
Share of profit from associated companies	0.1	0.1	27%
Total	**-4.5**	**-2.3**	**94%**

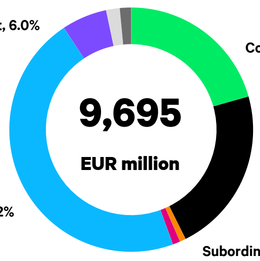
Impairment of credits and other commitments increased, mainly due to individual impairments, but remained moderate thanks to the good quality of the loan book.

Balance sheet and off-balance sheet commitments

The balance sheet total increased to EUR 12,367 (12,038) million. Off-balance sheet commitments, consisting of credit limits, other loan promises, and bank guarantees, increased to EUR 639 (617) million.

The Group's funding is well balanced between retail and institutional funding sources, and the shares are presented below according to nominal values.

The group's funding structure 30 June 2024



Borrowing

Borrowing from the public and public-sector entities (deposits) decreased slightly from year-end and amounted to EUR 4,478 (4,564) million.

A covered bond of EUR 500 million with a maturity of 5.4 years was issued in May. It was oversubscribed approximately four times and was priced competitively despite the competitive market situation.

New long-term senior preferred loans of EUR 295 million were issued during the period, which were carried out to repay senior loans of EUR 275 million. Additionally, Aktia issued a new Tier 2 loan of EUR 31 million in order to strengthen its capital base.

The covered bond issued for own use of EUR 300 million and the **TLTRO III loan** of EUR 100 million were repaid during the period.

Lending

Lending to the public and public-sector entities decreased marginally from the year-end. New lending to corporate customers decreased to EUR 315 (485) million, while new lending to private customers increased to EUR 432 (374) million.

The housing loan book decreased to EUR 5,267 (5,346) million, of which the share of households was EUR 4,038 (4,094) million.

Loan book by sector

(EUR million)	30 Jun 2024	31 Dec 2023	Δ	Share, %
Households	5,093	5,154	-61	65.2%
Corporates	1,443	1,416	27	18.5%
Housing companies	1,201	1,230	-29	15.4%
Non-profit organisations	60	59	1	0.8%
Public sector entities	9	7	3	0.1%
Total	**7,807**	**7,866**	**-59**	**100.0%**

Equity

Equity increased to EUR 711 (705) million. The value of the fund at fair value increased to EUR -32 (-39) million and the profit for the period amounted to EUR 51 million. Dividend amounting to EUR 51 million was paid to the shareholders in April.

A directed share issue without payment of 152,000 shares, which were used for compensation payments as part of the company's share-based incentive programmes, was carried out in February 2024. In May, a total of 79,642 shares were issued as part of the share saving plan AktiaUna. The values of the issued shares were recognised in the unrestricted equity reserve.

Fund at fair value

(EUR million)	30 Jun 2024	31 Dec 2023	Δ
Interest-bearing securities, Aktia Bank	-23.0	-28.3	5.3
Interest-bearing securities, Aktia Life Insurance	-10.4	-10.0	-0.4
Cash flow hedging, Aktia Bank	1.8	-0.7	2.5
Total	**-31.6**	**-39.0**	**7.4**

Assets under management

Customer assets under management comprise managed and brokered mutual funds as well as managed capital.

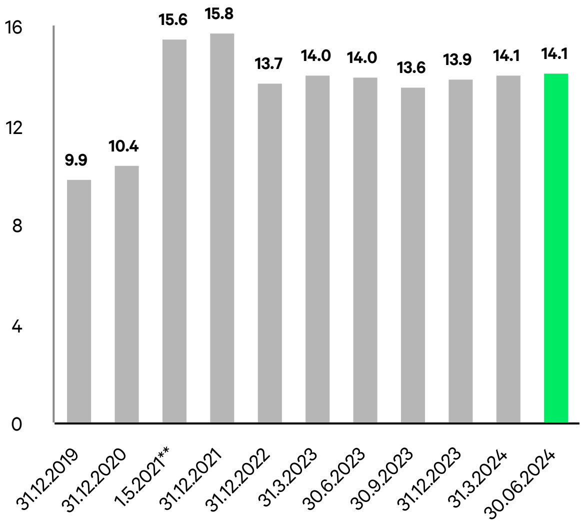
Group financial assets include the Bank Group's liquidity portfolio and the life insurance company's investment portfolio.

Customer and group financial assets under management

(EUR million)	30 Jun 2024	31 Dec 2023	Δ%
Customer assets under management (AuM)*	14,108	13,903	1%
Group financial assets	2,610	2,397	9%
Total	**16,719**	**16,300**	**3%**

*) Excluding fund in funds

Customer assets under management (AuM) excluding custody assets 2019–2024 (EUR billion)*

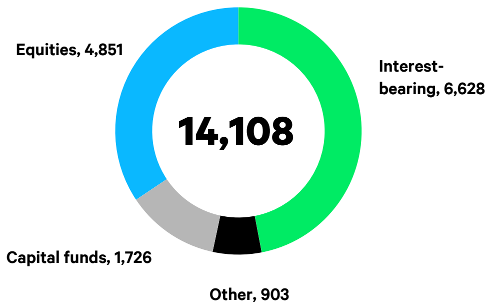


*) Assets under management presented in the table reflect net volumes, so that assets under management included in multiple companies or funds have been eliminated.

**) Following the acquisition of Taaleri's wealth management operations on 1 May 2021, the group's assets under management (AuM) increased by EUR 4.7 billion.

Customer assets under management (AuM) have been extended with some products from 2024. The comparison figures have been recalculated to correspond to the change from 2022.

Customer assets (AuM) by asset class (EUR million)



Segment overview

The Group's operations are divided into four reporting business segments: Banking Business, Asset Management, Life Insurance and Group Functions.

Banking Business

The segment comprises household and corporate customers of the banking business excluding Private Banking. Aktia's private customers are provided a wide range of financing, insurance, savings as well as investment products and services through various channels. Aktia's corporate business provides services to companies and organisations, from micro-sized companies and associations to listed companies, as well as other banking services than asset management to institutional customers.

- The loan book decreased slightly in the second quarter, but the trend improved in June. Growth in hire purchase and leasing financing continued, contributing to an increase in the average margin.
- Credit quality remained good, although we note a certain increase in problem loans, in accordance with our expectations. Credit losses in housing loans remained at a moderate level.
- Investment solutions sales to banking customers remained good and net subscriptions exceeded EUR 20 million, which is a result of increased competence, overall financial advice and high activity.
- The range of green loan products will be expanded in 2024 for both private and corporate customers.

Result for Q2/2024

(EUR million)	**Q2/2024**	**Q2/2023**	**Δ%**
Net interest income	37.9	33.7	12%
Net commission income	15.2	14.6	5%
Other operating income	0.1	0.0	143%
Operating income	53.2	48.3	10%
Operating expenses	-27.0	-24.5	10%
Impairments	-1.8	-1.3	38%
Operating profit	**24.4**	**22.5**	**8%**
Comparable operating profit	**24.8**	**22.5**	**10%**

Net interest income continued to develop positively and interest income from lending increased by 27% to EUR 86.0 (67.6) million, mainly due to the loan book's higher reference rates and improved customer margins. At the same time, interest expenses have also increased. A large part of the housing loan book is tied to the 12-month Euribor, which was noted at 3.58% at the end of the quarter, i.e. 0.56 percentage points lower than at the end of the corresponding quarter last year.

The loan book decreased by 2% to EUR 7,507 (7,631) million from year-end.

Borrowing from the public and public sector entities increased by 4% to EUR 4,038 (3,890) million.

Net commission income increased mainly due to higher income from cards, payment services and borrowing.

Customer assets under management increased by 8% to EUR 2,188 million from year-end.

Operating expenses increased due to a higher allocation of IT expenses and higher depreciations related to development projects.

Credit losses increased slightly, as expected, but remained moderate thanks to the good quality of the loan book.

Asset Management

The segment includes asset management business as well as Private Banking and provides asset management to institutional investors, as well as a wide range of investment products to be distributed in Aktia's and external partners' sales channels.

- Customer assets under management increased in the second quarter, driven by a positive market environment.
- Net sales to foreign institutions and Private Banking customers were negative during the quarter. Negative net subscriptions in Private Banking were expected and are to a large extent explained by the choice to merge and terminate certain products. However, the negative effect on the result was marginal. The end of the quarter was strong for both customer groups and net subscriptions were positive in June.
- At the LSEG Lipper Fund Awards Nordics, the Aktia Emerging Market Local Currency Bond fund was recognised as the best fund in the Nordics in its category in a review period of three and five years. At the same time, the Aktia Wealth Allocation 25 fund was also recognised as the best fund in the Nordics in its category in a review period of five years.

Result for Q2/2024

(EUR million)	Q2/2024	Q2/2023	Δ%
Net interest income	3.7	4.3	-15%
Net commission income	16.6	16.2	2%
Other operating income	0.1	0.0	137%
Operating income	20.3	20.6	-1%
Operating expenses	-12.6	-13.1	-4%
Operating profit	**7.7**	**7.5**	**3%**
Comparable operating profit	**7.9**	**7.5**	**5%**

Customer assets under management

(EUR million)	30 Jun 2024	31 Dec 2023	Δ%
Customer assets under management*	11,920	11,877	0%
of which institutional assets	7,438	7,872	-6%

*) Excluding fund in funds

Operating income for the quarter decreased by 1% due to lower **net interest income** resulting from a lower deposit stock than in the corresponding quarter last year.

However, **net commission income** was 2% higher than last year, due to, for example, higher income from equity funds, private equity funds and brokered third party funds. The segment's net commission income was also positively affected by internal income allocations.

The segment's assets under management increased marginally from year-end. Net subscriptions for the quarter totalled EUR -193 million.

Comparable operating expenses decreased by EUR 0.7 million. The decrease is mainly attributable to lower staff expenses due to a lower number of employees. However, allocated IT expenses increased compared to the previous year.

Life insurance

The segment includes the Life Insurance business area, which operates in risk life insurance and manages and sells an extensive range of investment-linked insurance products to be distributed in Aktia's and external partners' sales channels. As security for its customer liabilities, Aktia Life Insurance Ltd has investment assets.

- Sales of risk life insurance policies remained at the same good level as in previous quarters.
- Sales of investment-linked insurances were also good, and the result was positively influenced by favourable market developments.
- The net investment result, including insurance finance result and income from investment activities, was positive despite the negative impact of the interest rate level and the valuation of individual investments.

Result for Q2/2024

(EUR million)	Q2/2024	Q2/2023	Δ%
Insurance service result	5.6	5.6	0%
Result from investment contracts	2.3	2.1	8%
Net investment result	0.1	-1.3	—
Net income from life insurance	8.0	6.4	25%
Operating expenses	-2.7	-2.3	17%
Operating profit	**5.3**	**4.1**	**29%**
Comparable operating profit	**5.3**	**4.1**	**29%**

The insurance service result was at a good level thanks to low loss ratios and the positive result from contracts classified as loss-making agreements.

The investment-linked insurance book, which includes both investment and insurance contracts, increased by 4% to EUR 1,259 million during the quarter. The increase was driven by good sales as well as favourable market development.

The contractual service margin (CSM), which represents the future profit that the company expects to earn on the insurance contracts, increased by EUR 0.4 million during the quarter, mainly due to good new sales.

The solvency ratio increased during the quarter by 3.1 percentage points due to the increase in the investment-linked insurance book and rising interest rates.

Group Functions

The Group Functions comprise the Group's centralised functions. The entities oversee the Group's financing and liquidity management and assist the other business segments with sales, IT and product support and development. The Group Functions are also responsible for monitoring and controlling risk and financial follow-up.

Result for Q2/2024

(EUR million)	Q2/2024	Q2/2023	Δ%
Operating income	-2.1	-3.4	-38%
Operating expenses	-5.7	-4.9	16%
Operating profit	**-7.8**	**-8.3**	**-6%**
Comparable operating profit	**-7.7**	**-8.6**	**-11%**

Operating income for the second quarter increased due to higher net interest income than in the corresponding quarter last year. The improvement in net interest income was driven by higher interest income from the liquidity portfolio and lower interest expenses on TLTRO loans.

Operating expenses are presented as net figures after costs allocated to business segments.

Comparable gross expenses increased by 16% to EUR 26.9 (23.2) million, mainly due to higher IT expenses.

Group's segment reporting

(EUR million)	Banking Business		Asset Management		Life Insurance		Group Functions		Other & eliminations		Total Group	
Income statement	**Jan–Jun 2024**	**Jan–Jun 2023**	**Jan–Jun 2024**	**Jan–Jun 2023**	**Jan–Jun 2024**	**Jan–Jun 2023**	**Jan–Jun 2024**	**Jan–Jun 2023**	**Jan–Jun 2024**	**Jan–Jun 2023**	**Jan–Jun 2024**	**Jan–Jun 2023**
Net interest income	82.7	61.6	7.5	8.0	—	—	-12.4	-6.1	—	0.2	77.9	63.7
Net commission income	28.8	29.5	33.4	32.2	—	—	2.8	2.9	-4.1	-4.0	61.0	60.6
Net income from life insurance	—	—	—	—	16.3	14.3	—	—	-1.3	-1.5	15.0	12.9
Other income	0.2	0.4	0.1	0.1	—	—	0.1	1.5	-0.3	-0.5	0.1	1.5
Total operating income	**111.7**	**91.4**	**41.1**	**40.3**	**16.3**	**14.3**	**-9.5**	**-1.6**	**-5.6**	**-5.7**	**154.0**	**138.7**
Personnel costs	-6.8	-8.7	-9.6	-10.8	-1.3	-1.1	-21.7	-21.3	—	0.0	-39.4	-41.9
Other expenses [1]	-44.2	-44.3	-16.4	-16.6	-4.0	-3.7	12.0	11.8	5.8	5.3	-46.8	-47.4
Total operating expenses	**-51.0**	**-53.0**	**-26.0**	**-27.4**	**-5.3**	**-4.8**	**-9.7**	**-9.4**	**5.8**	**5.3**	**-86.2**	**-89.3**
Expected credit losses and impairment of credits and other commitments	-4.5	-2.3	—	—	—	—	—	—	—	—	-4.5	-2.3
Impairment of other receivables	—	—	—	-0.1	—	—	—	—	—	—	—	-0.1
Share of profit from associated companies	—	—	—	—	—	—	—	—	0.1	0.1	0.1	0.1
Operating profit	**56.2**	**36.2**	**15.0**	**12.8**	**11.0**	**9.5**	**-19.1**	**-11.1**	**0.3**	**-0.3**	**63.4**	**47.1**
Comparable operating profit	**56.7**	**36.6**	**15.7**	**13.5**	**11.0**	**9.5**	**-19.0**	**-11.2**	**0.3**	**-0.3**	**64.7**	**48.2**

Balance sheet	**30 Jun 2024**	**31 Dec 2023**	**30 Jun 2024**	**31 Dec 2023**	**30 Jun 2024**	**31 Dec 2023**	**30 Jun 2024**	**31 Dec 2023**	**30 Jun 2024**	**31 Dec 2023**	**30 Jun 2024**	**31 Dec 2023**
Financial assets measured at fair value	—	—	0.0	0.0	1,625.8	1,497.9	998.5	920.9	0.0	0.0	2,624.2	2,418.7
Cash and balances with central banks	0.3	0.6	—	—	—	—	68.5	91.1	—	0.0	68.8	91.8
Interest-bearing securities measured at amortised cost	—	—	—	—	36.8	37.6	396.6	450.9	—	—	433.4	488.4
Loans and other receivables	7,506.7	7,639.0	358.9	284.7	11.7	26.9	863.1	635.2	-11.3	-23.7	8,729.1	8,562.1
Other assets	127.3	61.9	57.2	53.3	110.4	114.0	299.2	326.4	-82.1	-79.0	512.0	476.7
Total assets	**7,634.3**	**7,701.5**	**416.1**	**338.0**	**1,784.6**	**1,676.5**	**2,625.9**	**2,424.5**	**-93.4**	**-102.6**	**12,367.5**	**12,037.7**
Deposits	4,065.9	3,910.0	467.4	712.4	—	—	147.9	274.0	-11.3	-23.7	4,670.0	4,872.6
Debt securities issued	—	—	—	—	—	—	4,120.2	3,577.3	—	—	4,120.2	3,577.3
Liabilities from insurance business	—	—	—	—	1,627.8	1,529.0	—	—	—	—	1,627.8	1,529.0
Other liabilities	242.6	173.0	46.7	51.6	81.9	81.2	902.1	1,080.5	-35.3	-32.3	1,238.0	1,354.0
Total liabilities	**4,308.5**	**4,083.0**	**514.1**	**764.0**	**1,709.7**	**1,610.2**	**5,170.2**	**4,931.7**	**-46.6**	**-56.0**	**11,656.0**	**11,332.9**

1) The net expenses for central functions are allocated from the Group Functions to the business segments Banking Business, Asset Management and Life Insurance. This cost allocation is included in the segments' other operating expenses.

The quarterly figures for the segments are presented later in the report.

Capital adequacy and solvency

Capital adequacy

Aktia Bank Group (Aktia Bank Plc and all its subsidiaries except Aktia Life Insurance) applies internal risk classification (IRB) for the calculation of capital requirement for retail, equity and certain corporate exposures. The standardised approach is used for other exposures.

The Bank Group's Common Equity Tier 1 (CET1) capital ratio increased to 11.5% (11.3), which is 2.8 percentage points above the minimum requirement.

CET1 capital grew by EUR 9.3 million, mainly due to profit for the period.

Risk-weighted assets remained at the year-end level.

Capital adequacy, %	30 Jun 2024	31 Dec 2023
CET1 capital ratio	11.5	11.3
Total capital ratio	16.2	15.0

The leverage ratio (LR) grew slightly thanks to profit for the period.

Leverage ratio (EUR million)	30 Jun 2024	31 Dec 2023
Tier 1 capital	453.6	443.1
Total exposures	10,591.4	10,468.9
Leverage ratio	**4.3%**	**4.2%**

Own funds and eligible liabilities (MREL): Own funds and MREL-eligible liabilities clearly exceeded minimum requirements. The MREL requirement is 7.90% in relation to the leverage ratio exposure amount and 21.00% in relation to the total risk exposure amount. The MREL requirements have been raised twice since the turn of the year by decisions of the Financial Stability Board.

MREL requirement (EUR million)	30 Jun 2024	31 Dec 2023
Total risk exposures (TREA)	3,425.6	3,411.2
of which MREL requirement	719.4	677.5
Leverage ratio exposures (LRE)	10,591.4	10,468.9
of which MREL requirement	836.7	618.7
MREL requirement	**836.7**	**677.5**
CET1 capital	394.8	385.5
AT 1 instruments	58.8	57.7
Tier 2 instruments	101.3	69.6
Other liabilities	1,836.0	1,654.8
Total	**2,390.9**	**2,167.6**

Total capital requirement

			Buffer requirements				
30 June 2024 (%)	Pillar 1 requirement	Pillar 2 requirement	Capital Conservation	Counter -cyclical	O-SII	Systemic risk	Total
CET1 capital	4.50%	0.70%	2.50%	0.05%	—%	1.00%	8.75%
AT1 capital	1.50%	0.23%	—%	—%	—%	—%	1.73%
Tier 2 capital	2.00%	0.31%	—%	—%	—%	—%	2.31%
Total	**8.00%**	**1.25%**	**2.50%**	**0.05%**	**—%**	**1.00%**	**12.80%**

A systemic risk buffer requirement of one per cent entered into force on 1 April 2024 for a large part of Finnish credit institutions, including Aktia.

The bank has implemented a new system for the calculation of risk-weighted assets, and consequently, there have been movements between exposure groups. Overall, the impact on the risk-weighted assets was insignificant.

Solvency

The life insurance business follows the Solvency II directive, in which calculations for insurance liabilities are measured at market value. In line with Solvency II, the company calculates its Solvency Capital Requirement (SCR) and Minimum Capital Requirement (MCR) and identifies its available solvency capital. Aktia Life Insurance Ltd applies the standard formula for SCR, with consideration of the transitional measure for the insurance liability, in accordance with the permission granted by the Financial Supervisory Authority.

The solvency ratio increased by 3.1 percentage points during the quarter but decreased by 4.2 percentage points from the turn of the year.

Capital requirements and the level of available capital have increased since the turn of the year.

The investment-linked portfolio continued to grow, both due to new sales and strong development of the equity market in the second quarter.

Solvency II

	With transitional rules		Without transitional rules	
(EUR million)	**30 Jun 2024**	**31 Dec 2023**	**30 Jun 2024**	**31 Dec 2023**
MCR	24.5	23.5	26.3	23.1
SCR	98.2	93.9	105.3	101.9
Eligible capital	184.1	180.1	158.5	152.1
Solvency ratio, %	**187.5**	**191.7**	**150.5**	**149.3**

The Group’s risks

The Group’s main risk areas are credit, interest rate and liquidity risks in the banking business, as well as interest rate and other market risks and actuarial risks within the life insurance business. All these operations are exposed to business and operational risks.

Definitions and general principles for asset and risk management are presented in note G2, The Group’s risk management, in Aktia Bank Plc’s Financial Review 2023 and in Aktia Bank Plc’s Pillar III Report, published on the Group’s website **www.aktia.com.**

Banking and asset management business

Credit risks

Aktia’s loan portfolio consists for the major part of loans to households and private persons with residential or real estate collaterals. The loan-to-value (LTV) ratio is at an adequate level. At the end of the second quarter, the LTV level was on average 43% for the entire loan book.

The repayment capacity among some private customers remains weak. The number of defaulted exposures has increased during the quarter, mostly due to an increased number of loans having been marked as unlikely-to-pay. The instalment-free periods continued to decrease, whereas the number of loans with forbearances continued to increase. The current economic situation is expected to remain challenging for individual customers, which is expected to have a negative impact on customers’ repayment capacity.

The total amount of credit exposures has decreased by EUR 85 million since the end of the year, which is mainly due to exposures in the category other decreasing by EUR 96 million. The decrease in the category is partially explained by the bank updating the classification in the PD table (to the right), whereby some exposures from the category other have been moved to the household category.

In corporate exposures, loans for corporate business increased while loans to housing cooperatives under construction and commercial real estate funds decreased.

Gross loans past due by time overdue and ECL stages

(EUR million)	30 June 2024			
Days	Stage 1	Stage 2	Stage 3	Total
≤ 30	32.0	54.3	10.4	96.8
of which households	25.4	30.8	9.4	65.6
> 30 ≤ 90	—	15.7	13.6	29.3
of which households	—	13.7	12.5	26.1
> 90	0.1	0.8	60.5	61.4
of which households	0.1	0.8	52.1	53.0

(EUR million)	31 December 2023			
Days	Stage 1	Stage 2	Stage 3	Total
≤ 30	38.5	24.7	8.2	71.3
of which households	29.5	20.5	7.2	57.2
> 30 ≤ 90	—	37.9	12.5	50.5
of which households	—	30.0	12.1	42.1
> 90	—	—	54.7	54.7
of which households	—	—	45.6	45.6

Credit exposures (incl. off-balance sheet commitments) per probability of default (PD)

(EUR million)	30 Jun 2024	31 Dec 2023
Corporate		
PD grades A	2,450.5	2,449.4
PD grades B	81.9	75.6
PD grades C	11.6	15.9
Default	19.3	21.7
Book value before ECL provisions	2,563.3	2,562.7
Loss allowance (ECL)	-12.8	-13.2
Carrying amount	**2,550.5**	**2,549.5**
Households		
PD grades A	4,272.2	4,208.1
PD grades B	803.4	821.1
PD grades C	277.5	324.0
Default	119.4	110.0
Book value before ECL provisions	5,472.5	5,463.2
Loss allowance (ECL)	-22.7	-23.4
Carrying amount	**5,449.8**	**5,439.8**
Other		
PD grades A	416.1	489.3
PD grades B	1.2	8.4
PD grades C	—	14.6
Default	0.0	1.0
Book value before ECL provisions	417.4	513.2
Loss allowance (ECL)	-0.4	-0.7
Carrying amount	**416.9**	**512.5**

Reporting of PD classes A, B and C divided according to the credit classification models in the bank. Corporates and households are classified with the IRB-approach. Defaulted exposures has a PD of 100%.

Operational risks

During the second quarter, Aktia's operational risks exceeded the risk appetite but remained within the risk tolerance, due, among other things, to the following:

- IT-related incidents occurred during the quarter, but they were resolved relatively quickly and the customer impact was small.
- The risk level of information security is still considered to be elevated and exceed the risk appetite but to remain within the risk tolerance due to the general situation and the international cyber threats against the financial sector.

Aktia works actively to combat potential cyber threats and financial crime (AML/CFT). The impacts of these have so far been insignificant.

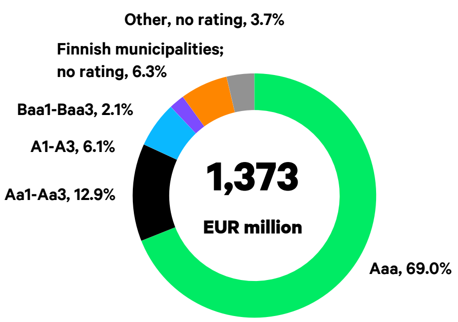
Market risks

Market risk includes interest rate risk, credit spread risk, currency risk, equity risk and real estate risk. The main market risk in the liquidity portfolio is credit spread risk, while the main market risk in the entire banking book is interest rate risk.

Credit spread risk is the most significant risk component in the bank's internal market risk model, which measures the fair value risk of instruments measured through the statement of comprehensive income in the liquidity portfolio.

For several quarters, the bank has protected its liquidity portfolios against rising interest rates, resulting in a very low interest rate risk in the liquidity portfolio. In the last quarter, the interest rate risk in the liquidity portfolio increased slightly as the interest rate hedging decreased in relative terms. However, the risk level remained within the limits and the interest rate risk is therefore still at a low level.

Rating distribution for the banking business's liquidity portfolio 30 Jun 2024



The banking business does not engage in equity trading for trading purposes and no real estate investments are made for yield purposes.

Equity investments attributable to the business amounted to EUR 9 (9) million and the total currency exposure to EUR 6 (6) million at the end of the period. The banking business has no real estate holdings.

Liquidity reserve and measurement of liquidity risk

The liquidity reserve remained at a good level. All bonds met the criteria for refinancing at the central bank.

Liquidity reserve, market value

(EUR million)	30 Jun 2024	31 Dec 2023
Cash and balances with central banks	792	597
Securities issued or guaranteed by sovereigns, central banks or multilateral development banks	199	191
Securities issued or guaranteed by municipalities or the public sector	95	72
Covered Bonds	786	957
Securities issued by credit institutions	0	—
Total	**1,872**	**1,817**
of which LCR-qualified	1,872	1,817

The liquidity risk is monitored, among other things, through the liquidity coverage ratio (LCR), which is used to measure the short-term liquidity risk, and the net stable funding ratio (NSFR), which is used to measure the long-term liquidity risk.

Liquidity coverage ratio (LCR)	30 Jun 2024	31 Dec 2023
LCR %	277%	221%
NSFR %	129%	122%

The bank has implemented a new system for LCR calculation which enabled a detailed cash flow analysis, which also affected LCR favourably. In addition, parameters for pledged securities regarding high-quality liquid assets (HQLA) have also taken better into consideration, which has also positively affected the LCR.

Life Insurance Business

Investment portfolio of the life insurance business

The market value of the life insurance business' total investment portfolio decreased slightly from the turn of the year. The properties in the portfolio are located in the Helsinki metropolitan area and other growth centres in southern Finland and have mainly tenants with long-term leases.

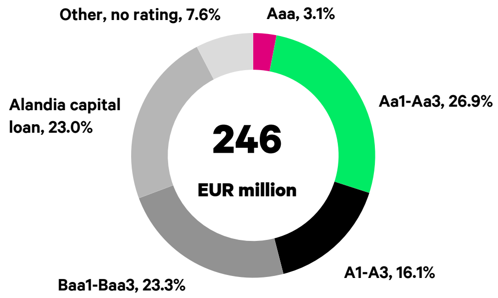
Aktia Life Insurance, allocation of investment portfolio

(EUR million)	30 Jun 2024		31 Dec 2023	
Equities	**11.2**	**2.4%**	**10.1**	**2.1%**
Europe	1.5	0.3%	1.5	0.3%
Finland	0.5	0.1%	0.5	0.1%
USA	7.8	1.7%	6.9	1.4%
Japan	0.6	0.1%	0.6	0.1%
Emerging markets	0.7	0.1%	0.6	0.1%
Fixed income investments	**303.9**	**64.9%**	**316.7**	**65.1**
Government bonds	85.5	18.3%	88.7	18.2%
Financial bonds	29.0	6.2%	29.4	6.0%
Other corporate bonds[1]	131.4	28.1%	139.7	28.7%
Emerging Markets (mtl. funds)	34.5	7.4%	34.1	7.0%
High yield (mtl. funds)	22.7	4.9%	22.8	4.7%
Other funds	0.8	0.2%	2.1	0.9%
Alternative investments	**27.4**	**5.9%**	**27.1**	**5.9%**
Private Equity etc.	22.5	4.8%	22.6	4.6%
Infrastructure funds	4.9	1.0%	4.6	1.5%
Real estates	**95.8**	**20.5%**	**91.9**	**14.9%**
Directly owned	78.3	16.7%	72.7	10.0%
Real estate funds	17.5	3.7%	19.2	4.9%
Money Market	**34.2**	**7.3%**	**25.8**	**11.3%**
Derivatives	**-16.0**	**-3.4%**	**-12.2**	**-4.9%**
Cash and bank	**11.6**	**2.5%**	**26.8**	**5.5%**
Total	**468.1**	**100.0%**	**486.3**	**100.0%**

1) Includes capital loan to Alandia

Rating distribution for the life insurance business' direct interest-bearing investments 30 June 2024

(excluding investments in fixed income funds, real estates, equities and alternative investments)



Life insurance business' market risk

The interest rate risk is the most significant market risk for the liabilities from the life insurance business' insurance contracts, as other market risks are of marginal significance. Through its investment portfolio, Aktia Life Insurance is also exposed to credit spread risk, equity risk, real estate risk, as well as currency and concentration risk.

In the Group's internal capital calculation, the company's largest market risk exposure is equity risk, arising from a potential reduction in the value of the company's equity holdings, as well as through the share of risk in the customers' holdings in investment-linked insurance portfolios attributed to the company. The risks arising from decreasing real estate prices or an increase in credit margins (spreads) are also considerable.

The risk exposure in the internal model is calculated under a stress scenario describing a historical 99.5th percentile of the different risk factors.

The table below describes the risk sensitivity of the investment portfolio and the technical provisions of the life insurance business. After summing up the risks and diversification effect, the internal comparison figure is EUR 79.5 (82.1) million compared to the allowed limit of EUR 95 (100) million.

Life insurance business' operational risks

The life insurance business' methodology for managing operational risks follows the Group's general model. The risk level in the second quarter was estimated to be within risk appetite.

Life insurance business	**Investment portfolio**			**Technical provisions**			**Total**		
(EUR million)	**30 Jun 2024**	**31 Dec 2023**	**Δ**	**30 Jun 2024**	**31 Dec 2023**	**Δ**	**30 Jun 2024**	**31 Dec 2023**	**Δ**
Market value	**1,715.0**	**1,593.0**	**122.0**	**-1,541.7**	**-1,438.0**	**-103.7**	**173.3**	**161.1**	**12.2**
Interest rate risk up	87.5	133.0	-45.4	-77.6	-109.8	32.2	9.9	23.1	-13.2
Interest rate risk down	-115.0	-132.7	17.7	111.2	126.7	-15.5	-3.8	-6.0	2.2
Credit spread risk	55.7	61.5	-5.8	-35.0	-38.5	3.5	20.7	23.0	-2.3
FX risk	151.9	153.0	-1.1	-133.2	-130.8	-2.3	18.8	22.2	-3.4
Equity risk	461.7	337.1	124.6	-418.0	-301.9	-116.1	43.7	35.2	8.6
Real estate risk	**32.7**	**31.4**	**1.3**	**-6.1**	**-5.5**	**-0.6**	**26.7**	**25.9**	**0.7**
Direct sum of risks	**789.6**	**761.6**	**28.0**	**-669.9**	**-641.1**	**-28.8**	**119.7**	**120.5**	**-0.8**
Diversification	—	—	—	—	—	—	-20.4	-17.9	-2.5
Correlated sum	—	—	—	—	—	—	**99.3**	**102.6**	**-3.3**
Internal comparison metric (95 EUR million limit)	—	—	—	—	—	—	**79.5**	**82.1**	**-2.6**

Main events

Aktia and Swedbank entered into strategic partnership

Aktia and Swedbank signed on 23 May 2024 a strategic partnership agreement to collaborate long-term with the aim to better serve both banks' corporate customers.

The Pillar 2 requirement for Aktia decreases by 0.25 percentage points to 1.00%

The Finnish Financial Supervisory Authority imposed on 25 April 2024 a discretionary additional capital requirement (Pillar 2) of 1.00% for Aktia Bank Plc Group. The requirement is valid until further notice as of 30 September 2024 but not longer than until 30 September 2027. The current Pillar 2 requirement, valid until the new requirement enters into force, is 1.25%.

Aktia updated its dividend policy

Updated dividend policy (as of 28 February 2024): Aktia intends to pay out a dividend of approximately 60 per cent of the profit for the reporting period to its shareholders.

Previous dividend policy (until 28 February 2024): Aktia's goal is to pay out a dividend of 60–80 per cent of the profit for the reporting period.

Aktia clarified its strategic priorities and targets – employee experience added as part of the strategy

After the change, Aktia's strategic priorities are the following: “Excellent customer experience”, “Empowering employee experience”, “Win in wealth management”, and “Growth among customers who are willing to increase their wealth”.

Aktia’s long-term financial objectives will be reviewed in autumn 2024.

Aktia’s emerging market fund was awarded the best in Europe

Aktia Emerging Market Local Currency Bond+ received the first prize in the Refinitiv Lipper Fund Awards comparison.

Changes in the Executive Committee

Aktia’s CEO Aleksi Lehtonen started in his position on 1 June 2024. At the same time, Juha Hammarén was appointed Senior Advisor.

Outi Henriksson will leave her duties as Aktia's CFO later this year. The recruitment process for a new CFO has started.

Kaapro Kanto left his duties as Chief Information Officer at Aktia on 13 March 2024. Oskari Kurki has been appointed EVP, Chief Information Officer and will assume his duties at Aktia in August 2024.

Aktia’s interim EVP, Asset Management Uki Lammi stepped down from his duties on 11 January 2024. Kati Eriksson assumed the position of EVP, Asset Management on 26 January 2024.

Events after the end of the reporting period

Aktia revised the reporting for 2023 due to technical error in interest calculation for a limited number of corporate accounts

Aktia announced on 4 July 2024 that the reported net interest income for 2023 was revised due to a correction of the credit interest of a number of corporate accounts with specific interest terms that differ from the standard terms. The correction of the net interest income for 2023 amounted to EUR -3.6 million. The total correction as of 31 December 2023 decreased retained earnings by EUR 3.1 million. The impact of the technical error on the first half of 2024 was EUR -1.2 million and is included in the net interest income for the second quarter. For further information, see Note 11. Correction of previously reported figures in 2023.

Other information

Rating

Standard & Poor's (S&P) outlook for the creditworthiness of Aktia Bank Plc has been stable since the latest update on 22 January 2021. The rating is A- for long-term borrowing and A2 for short-term borrowing. The rating was affirmed on 28 June 2024.

Moody's Investors Service maintained in its analysis on 9 May 2024 the long-term outlook on Aktia's credit ratings for short-term and long-term funding as negative. At the same time, Moody's confirmed Aktia's short-term funding rating at P-1 and long-term funding rating at A2. Moody's Investors Service's rating for Aktia Bank's long-term Covered Bonds is Aaa.

	Long-term borrowing	Short-term borrowing	Outlook	Covered Bonds
Moody's Investor Service	A2	P-1	negative	Aaa
Standard & Poor's	A-	A-2	stable	—

Events concerning related parties

Related parties include Aktia's subsidiaries and associated companies, shareholders with significant influence and key persons in management positions and close family members, as well as companies where a key person in a management position has a controlling influence. Aktia Group's key persons are the members of the Board of Directors, the CEO, the Deputy CEO and other members of the Executive Committee.

Further information on events concerning related parties is described in notes G43 and P43 in the Financial statements 2023.

Personnel

The number of full-time employees at the end of June amounted to 848 (31 Dec 2023; 833). The average number of full-time employees amounted to 828 (1 Jan–30 Jun 2023; 867).

Aktia Bank Plc's incentive programme 2024–2025

Share Savings Plan

AktiaUna, a long-term share savings plan for the employees of the Aktia Group, was launched in 2018 to support the implementation of Aktia's strategy.

The objective of the share savings plan is to motivate Aktia's employees to invest in Aktia shares and to own shares in Aktia. The objective is also to align the interests of the employees and shareholders and commit the employees to work for a good value development and increased shareholder value in the long term.

The share savings plan offers approximately 850 Aktia employees the opportunity to save 2–6% of their salaries (the members of the Group's Executive Committee up to 12% and selected key employees up to 7%) and with this savings amount regularly acquire Aktia shares at a 10% discount. Furthermore, the participants are granted free matching shares against shares acquired in AktiaUna share savings plan after approximately two years.

Executive and key employee incentive plan 2024

The objective of the incentive plan for the Group's CEO, Executive Committee and key employees is to support the company's strategy by motivating the key employees to achieve financial and strategic targets set for the Group.

The plan includes one 1-year performance period, calendar year 2024. During the performance period 2024, the reward from the plan is based on the Group's comparable operating profit, cost/income ratio and strategic metrics decided by the Board, as well as the participants' individual performance. Participation in the programme requires participation in the AktiaUna share savings plan.

Half of the reward earned based on the performance period will be converted into Aktia shares after the performance period and will be paid in five instalments in 2025, 2026, 2027, 2028 and 2029, partly in Aktia shares and partly in cash.

At the target level, the maximum value of the reward based on the performance period is 2,330,000 euros in total upon the launch of the plan. The final cost of the plan depends on the achievement of the targets of the performance criteria for the performance period and on the conversion price of the share after the end of the performance period. During the performance period 2024, approximately 20 key employees belong to the target group of the plan.

Decisions of Aktia Bank Plc's Annual General Meeting 2024

The Annual General Meeting of Aktia Bank Plc, held on 3 April 2024, adopted the financial statements of the parent company and the consolidated financial statements and discharged the members of the Board of Directors, the CEO and his deputy from liability.

In accordance with the proposal by the Board of Directors, the Annual General Meeting decided on the payment of a dividend of 0.70 euros per share for the accounting period 1 January – 31 December 2023.

The Annual General Meeting confirmed the number of board members as nine. Ann Grevelius, Carl Haglund, Maria Jerhamre Engström, Harri Lauslahti, Sari Pohjonen, Johannes Schulman and Lasse Svens were re-elected as Board members. Joakim Frimodig and Matts Rosenberg were elected as new members of the Board of Directors. The Board of Directors, which convened after the General Meeting, elected Lasse Svens as chair and Joakim Frimodig as vice chair. In the same meeting, the Board of Directors also decided on the composition of the Board's Audit Committee, Risk Committee, as well as the Remuneration and Corporate Governance Committee. Sari Pohjonen was elected as chair and Ann Grevelius, Matts Rosenberg and Johannes Schulman as members of the Audit Committee. Maria Jerhamre Engström was elected as chair and Joakim Frimodig, Harri Lauslahti and Lasse Svens as members of the Risk Committee. Joakim Frimodig was elected as chair and Carl Haglund, Matts Rosenberg and Lasse Svens as members of the Remuneration and Corporate Governance Committee.

In accordance with the proposal by the Board of Directors, the Annual General Meeting decided to approve the remuneration report and the remuneration policy of the governing bodies of Aktia Bank Plc and the remuneration of the Board of Directors.

The Annual General Meeting determined that the number of auditors shall be one, and re-elected APA firm KPMG Oy Ab as auditor with Marcus Tötterman, M.Sc. (Econ.), APA, as auditor-in-charge. KPMG Oy Ab was elected also as sustainability auditor, with Marcus Tötterman, M.Sc. (Econ.), Authorised Sustainability Auditor (ASA), as sustainability auditor-in-charge.

The Annual General Meeting adopted the proposal of the Board of Directors regarding a resolution for a share issue authorisation for up to 7,279,000 shares or securities entitling to shares, authorisation to acquire up to 500,000 of the company's own shares for use in the company's share-based scheme and/or the remuneration of members of the company's Board of Directors, for further transfer, retention, or cancellation, and authorisation to divest up to 500,000 of the company's own shares.

All proposals mentioned above are published on the website **www.aktia.com** under Investors > Corporate governance > Annual General Meeting > Annual General Meeting 2024.

Share capital and number of shares

Aktia Bank Plc's share capital amounts to EUR 170 million. At the end of June 2024, the number of Aktia shares was 72,876,529. The total number of registered holders amounted to 41,115 (30 June 2023; 40,308). 7.06% of the shares were in foreign ownership. On 30 June 2024, the Group held 76,076 (30 June 2023; 165,693) Aktia shares.

Aktia Bank Plc's market value on 28 June 2024, the last trading day of the period, was approximately EUR 675 million. The closing price for the share on 28 June 2024 was EUR 9.26. The highest price for the share during the period was EUR 10.28 and the lowest EUR 8.85.

The average daily turnover of the share during January–June 2024 was EUR 702,433 or 74,453 shares.

(EUR million)	Number of shares	Share capital	Unrestricted equity reserve
1 Jan 2023	**72,385,072**	**169.7**	**141.5**
Share issue 30 Jan 2023	80,000	—	0.9
Share issue 25 May 2023	92,793	—	0.8
Share issue 22 Nov 2023	87,022	—	0.7
Other changes	—	—	0.4
31 Dec 2023	**72,644,887**	**169.7**	**144.2**
Share issue 8 Feb 2024	152,000	—	1.4
Share issue 3 May 2024	79,642	—	0.7
Other changes	—	—	0.9
30 Jun 2024	**72,876,529**	**169.7**	**147.1**

Sustainability

Sustainability is an essential part of Aktia's strategy and supports value creation for its stakeholders. For Aktia, sustainability means both corporate responsibility and the integration of ESG into business operations. The high-level targets of Aktia's sustainability programme are to enable sustainable prosperity, competent and well-being employees who can influence their work and feel that their work is meaningful, ensure reliable and transparent operations and work towards carbon-neutrality.

Aktia defined its initial emissions reduction targets in its Climate Strategy that was launched in 2021. To raise the level of ambition related to climate change mitigation, Aktia filed in the second quarter of 2024 a commitment letter to the Science Based Targets initiative and is committed to aligning its emissions reduction targets with the SBTi in line with the goals of the Paris Agreement. Within the next two years, Aktia will specify its pathway to carbon-neutrality for its investments, lending and own operations and update its climate strategy.

Aktia is participating in the SPRING initiative led by the UN supported Principles for Responsible Investment to halt biodiversity loss by 2030. As a collaborating investor Aktia will have an active role in the engagement with specified companies. SPRING is a global initiative endorsed by 200+ investors, both asset owners and asset managers.

CDP ensures quality environmental reporting towards investors and stakeholders. In the CDP non-disclosure campaign, Aktia is the lead investor for six companies that Aktia's mutual funds have holdings in. Aktia will be supporting the companies on their environmental transition journey. Aktia has had successful engagements in previous years within the same campaign.

Aktia monitors some of the sustainability indicators in Aktia's sustainability programme on a quarterly or biannual basis. The levels of these indicators are presented in the table to the right.

Indicator (target for year 2025)		**Q2/2024**	**Q2/2023**
Share of Article 8/9 classified funds (increase)		98.0%	95.4%
Siqni flame Index (80)		75	70
eNPS, Employee Net Promoter Score measures employees' willingness to recommend the organization (20)		18	-8
Aktia's ESG ratings (at least industry average)	MSCI	AA	A
	Sustainalytics	Low risk	Low risk
	ISS	D+	D+
Aktia bank's net impact ratio according to Upright's model (positive)		21%	31%
Interim objectives of the climate strategy			
Change in the relative carbon footprint of equity and credit portfolios* (tonnes of CO_2 e/ million euros invested) (2025 -30% vs. 2019)		-41.7%	8.7%

*) Equity funds: Capital, Nordic, Nordic Small Cap, Nordic Micro Cap, Europa, Europe Small Cap, America, Global, Micro Rhein, Rhein Value, Micro Markka and Europa Dividend.

Credit funds: Corporate Bond +, Short-Term Corporate Bond +, European High Yield Bond +, Nordic High Yield and UI Aktia Sustainable Corporate Bond.
Includes also the mixed funds Secura and Solida as well as Aktia Treasury's and Aktia Life Insurance's investment portfolios.

Tables and notes to the half-year report

Key figures

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ %	Q2/ 2024	Q1/ 2024	Q4/ 2023	Q3/ 2023	Q2/ 2023	2023
Earnings per share (EPS), EUR	0.71	0.52	36%	0.33	0.38	0.27	0.33	0.28	1.12
Total earnings per share, EUR	0.81	0.59	37%	0.39	0.41	0.32	0.36	0.31	1.27
Equity per share (NAV), EUR** 1	8.96	8.19	9%	8.96	9.28	8.90	8.57	8.19	8.90
Average number of shares (excl. treasury shares), million 2	72.7	72.3	1%	72.7	72.6	72.3	72.3	72.3	72.3
Number of shares at the end of the period (excl. treasury shares), million 1	72.8	72.4	1%	72.8	72.7	72.5	72.4	72.4	72.5
Return on equity (ROE), %**	15.8	12.8	3,0*	14.5	16.5	12.5	15.8	13.6	13.3
Return on assets (ROA), %**	0.84	0.61	0,2*	0.79	0.90	0.66	0.79	0.66	0.67
Cost-to-income ratio**	0.56	0.64	-13%	0.58	0.54	0.62	0.55	0.61	0.61
Common Equity Tier 1 capital ratio, CET1 (Bank Group), % 1	11.5	11.0	0,5*	11.5	11.4	11.3	11.0	11.0	11.3
Tier 1 capital ratio (Bank Group), % 1	13.2	12.8	0,4*	13.2	13.1	13.0	12.8	12.8	13.0
Capital adequacy ratio (Bank Group), % 1	16.2	15.0	1,2*	16.2	16.1	15.0	14.9	15.0	15.0
Risk-weighted exposures (Bank Group) 1	3,425.6	3,202.7	7%	3,425.6	3,436.7	3,411.2	3,257.3	3,202.7	3,411.2
Capital adequacy ratio (finance and insurance conglomerate), % 1	129.6	137.5	-7,9*	129.6	137.2	135.9	136.2	137.5	135.9
Equity ratio, %** 1	5.8	5.3	0,5*	5.8	6.1	5.8	5.6	5.3	5.8
Group financial assets** 1	2,610	2,681	-3%	2,610	2,344	2,397	2,254	2,681	2,397
Assets under management** 1	14,108	14,014	1%	14,108	14,080	13,903	13,559	14,014	13,903
Borrowing from the public 1	4,478	4,793	-7%	4,478	4,575	4,564	4,679	4,793	4,564
Lending to the public 1	7,807	7,824	0%	7,807	7,885	7,866	7,835	7,824	7,866
Premiums written before reinsurers' share (Aktia Life Insurance Ltd)*	106.4	85.3	25%	51.1	55.3	33.6	31.0	44.7	149.9
Expense ratio, % (Aktia Life Insurance Ltd) 2	134.1	110.6	23,5*	134.1	131.4	111.3	110.5	110.6	111.3
Solvency ratio (Aktia Life Insurance Ltd), %	187.5	207.6	-20,1*	187.5	184.4	191.7	201.4	207.6	191.7
Eligible capital (Aktia Life Insurance Ltd)	184.1	174.0	6%	184.1	182.5	180.1	170.0	174.0	180.1
Investments at fair value (Aktia Life Insurance Ltd)** 1	1,723	1,553	11%	1,723	1,681	1,597	1,539	1,553	1,597
Liabilities from insurance contracts 1	453	481	-6%	453	470	475	458	481	475
Liabilities from investment contracts 1	1,175	1,000	17%	1,175	1,128	1,054	993	1,000	1,054
Group's personnel (FTEs), average number of employees	828	867	-4%	835	820	834	855	863	855
Group's personnel (FTEs), at the end of the period 1	848	870	-3%	848	819	833	839	870	833
Alternative performance measures excluding items affecting comparability:									
Comparable cost-to-income ratio**	0.55	0.64	-13%	0.57	0.53	0.61	0.55	0.61	0.61
Comparable earnings per share (EPS), EUR**	0.72	0.53	35%	0.34	0.38	0.28	0.33	0.28	1.15
Comparable return on equity (ROE), %**	16.1	13.1	3,0*	14.9	16.8	13.0	15.8	13.4	13.6

*) The change is calculated in percentage units.

**) Aktia has defined the alternative performance measures to be presented in the Group's financial reports in accordance with the guidelines for Alternative Performance Measures issued by the European Securities and Markets Authority (ESMA). The Alternative Performance Measures (APMs) are financial measures that have not been defined in the IFRS rules, the capital requirements regulation (CRD/CRR) or in the Solvency II framework (SII). Therefore, the APMs shall not be regarded as substitutes for financial measures in accordance with IFRS. The APMs make comparison of different periods easier and gives users of financial reports useful further information. Aktia presents a number of APMs, from which items affecting comparability are excluded. Items affecting comparability are not associated with day-to-day business, and such items are income and expenses attributable to restructuring, divestment of operations as well as impairment of assets departing from day-to-day business. The items affecting comparability are shown in the table under the Group's income statement and comprehensive income.

1) At the end of the period.

2) Cumulative from the beginning of the year.

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

Formulas for the key figures are available in Aktia Bank Plc's Consolidated Financial Statement 2023.

Consolidated income statement

EUR million	Note	Jan–Jun 2024	Jan–Jun 2023	Δ%	2023
Net interest income	3	77.9	63.7	22%	140.4
Dividends		0.2	0.1	198%	0.1
Commission income		69.7	67.3	4%	134.6
Commission expenses		-8.7	-6.7	31%	-14.3
Net commission income		61.0	60.6	1%	120.4
Insurance service result		9.8	9.4	4%	18.0
Result from investment contracts		4.6	4.2	9%	8.4
Net investment result		0.6	-0.7	—	-2.4
Net income from life insurance	4	15.0	12.9	17%	24.1
Net income from financial transactions	5	-0.4	0.9	—	1.7
Other operating income		0.3	0.5	-43%	0.7
Total operating income		**154.0**	**138.7**	**11%**	**287.4**
Personnel costs		-39.4	-41.9	-6%	-84.5
IT expenses		-23.7	-18.9	25%	-41.1
Depreciation of tangible and intangible assets		-12.1	-11.8	3%	-23.5
Other operating expenses		-11.0	-16.7	-34%	-27.5
Total operating expenses		**-86.2**	**-89.3**	**-3%**	**-176.6**
Impairment of tangible and intangible assets		—	—	—	-1.3
Impairment of credits and other commitments	7	-4.5	-2.3	101%	-7.0
Impairment of other receivables		—	-0.1	-100%	-0.1
Share of profit from associated companies		0.1	0.1	27%	0.1
Operating profit		**63.4**	**47.1**	**35%**	**102.6**
Taxes		-12.0	-9.5	27%	-21.3
Profit for the period		**51.3**	**37.6**	**36%**	**81.3**
Attributable to:					
Shareholders in Aktia Bank Plc		51.3	37.6	36%	81.3
Total		**51.3**	**37.6**	**36%**	**81.3**
Earnings per share (EPS), EUR		0.71	0.52	36%	1.12
Earnings per share (EPS) after dilution, EUR		0.71	0.52	36%	1.12
Operating profit excluding items affecting comparability:					
Operating profit		63.4	47.1	35%	102.6
Operating income:					
Additional income from divestment of Visa Europe to Visa Inc		—	-0.3	-100%	-0.3
Operating expenses:					
Costs for restructuring		1.3	1.4	-2%	2.4
Comparable operating profit		**64.7**	**48.2**	**34%**	**104.8**

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

Consolidated statement of comprehensive income

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%	2023
Profit for the period	51.3	37.6	36%	81.3
Other comprehensive income after taxes:				
Change in fair value for financial assets	4.8	6.2	-23%	11.9
Change in fair value for cash flow hedging	2.5	-1.0	—	-0.6
Transferred to the income statement for financial assets	0.1	0.0	—	-0.4
Comprehensive income from items which can be transferred to the income statement	7.4	5.2	44%	10.9
Defined benefit plan pensions	—	—	—	0.0
Comprehensive income from items which can not be transferred to the income statement	—	—	—	0.0
Total comprehensive income for the period	**58.8**	**42.8**	**37%**	**92.2**
Total comprehensive income attributable to:				
Shareholders in Aktia Bank plc	58.8	42.8	37%	92.2
Total	**58.8**	**42.8**	**37%**	**92.2**
Total earnings per share, EUR	0.81	0.59	37%	1.27
Total earnings per share, EUR, after dilution	0.81	0.59	37%	1.27
Total comprehensive income excluding items affecting comparability:				
Total comprehensive income	58.8	42.8	37%	92.2
Additional income from divestment of Visa Europe to Visa Inc	—	-0.2	-100%	-0.2
Costs for restructuring	1.1	1.1	-2%	1.9
Comparable total comprehensive income	**59.8**	**43.7**	**-65%**	**93.9**

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

Items affecting consolidated income statement and comprehensive income

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%	2023
Net income from financial transactions	—	0.3	-100%	0.3
Total operating income	**—**	**0.3**	**-100%**	**0.3**
Personnel costs	-1.0	-1.4	-23%	-2.4
IT expenses	-0.3	—	—	—
Other operating expenses	—	0.0	-100%	-0.1
Total operating expenses	**-1.3**	**-1.4**	**-2%**	**-2.4**
Operating profit	**-1.3**	**-1.1**	**23%**	**-2.1**
Taxes	0.3	0.2	23%	0.4
Total comprehensive income for the period	**-1.1**	**-0.9**	**23%**	**-1.7**

Consolidated balance sheet

(EUR million)	Note	30 Jun 2024	31 Dec 2023	Δ%	30 Jun 2023
Interest-bearing securities		72.3	73.8	-2%	70.2
Shares and participations		167.2	162.3	3%	151.9
Investments for unit-linked investments		1,258.6	1,133.6	11%	1,081.0
Financial assets measured at fair value through income statement	8	1,498.0	1,369.7	9%	1,303.0
Interest-bearing securities		1,126.2	1,049.0	7%	946.5
Financial assets measured at fair value through other comprehensive income	8	1,126.2	1,049.0	7%	946.5
Interest-bearing securities	7,8	433.4	488.4	-11%	525.3
Lending to Bank of Finland and credit institutions	7,8	922.1	696.2	32%	1,147.2
Lending to the public and public sector entities	7,8	7,807.1	7,865.9	-1%	7,824.4
Cash and balances with central banks	8	68.8	91.8	-25%	109.7
Financial assets measured at amortised cost		9,231.3	9,142.3	1%	9,606.7
Derivative instruments	6,8	47.1	81.9	-42%	64.9
Investments in associated companies and joint ventures		2.8	2.9	-4%	2.8
Intangible assets and goodwill		173.3	168.2	3%	167.2
Right-of-use assets		20.7	21.3	-3%	20.9
Investment properties		62.3	62.3	0%	44.7
Other tangible assets		8.2	8.6	-5%	8.1
Tangible and intangible assets		264.5	260.5	2%	240.9
Other assets		176.9	105.5	68%	98.0
Income tax receivables		0.0	0.0	-67%	1.4
Deferred tax receivables		20.7	25.9	-20%	28.8
Tax receivables		20.7	25.9	-20%	30.2
Total assets		**12,367.5**	**12,037.7**	**3%**	**12,292.9**
Liabilities					
Liabilities to central banks (TLTRO loan)		150.0	250.0	-40%	500.0
Liabilities to credit institutions		42.4	58.4	-27%	43.1
Liabilities to the public and public sector entities		4,477.6	4,564.2	-2%	4,792.7
Deposits	8	4,670.0	4,872.6	-4%	5,335.7
Derivative instruments	6,8	217.8	223.7	-3%	332.2
Debt securities issued		4,120.2	3,577.3	15%	3,353.1
Subordinated liabilities		152.3	121.4	26%	119.0
Other liabilities to credit institutions		75.0	—	—	2.8
Other liabilities to the public and public sector entities		585.0	781.0	-25%	833.0
Other financial liabilities	8	4,932.5	4,479.6	10%	4,307.8
Liabilities from insurance contracts		453.1	475.3	-5%	481.4
Liabilities from investment contracts		1,174.8	1,053.6	11%	999.9
Liabilities from insurance business	4	1,627.8	1,529.0	6%	1,481.3
Other liabilities		150.9	168.3	-10%	125.9
Provisions		1.3	1.2	3%	1.2
Income tax liabilities		2.3	4.6	-51%	1.0
Deferred tax liabilities		53.4	53.9	-1%	55.2
Tax liabilities		55.7	58.5	-5%	56.2
Total liabilities		**11,656.0**	**11,332.9**	**3%**	**11,640.4**
Equity					
Restricted equity		138.2	130.7	6%	125.0
Unrestricted equity		513.8	514.7	0%	467.9
Shareholders' share of equity		652.0	645.4	1%	593.0
Holders of Additional Tier 1 capital		59.5	59.5	0%	59.5
Total equity		**711.5**	**704.8**	**1%**	**652.4**
Total liabilities and equity		**12,367.5**	**12,037.7**	**3%**	**12,292.9**

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

Consolidated off-balance-sheet commitments

(EUR million)	30 Jun 2024	31 Dec 2023	Δ%	30 Jun 2023
Guarantees	61.4	59.2	4%	18.5
Other commitments provided to a third party	1.9	2.3	-15%	3.3
Unused credit arrangements	570.8	546.0	5%	588.5
Other irrevocable commitments	4.4	10.0	-56%	16.0
Total	**638.6**	**617.5**	**3%**	**626.4**

Consolidated statement of changes in equity

(EUR million)	Share capital	Fund at fair value	Fund for share-based payments	Un-restricted equity reserve	Retained earnings	Share-holders' share of equity	Additional Tier 1 capital holders	Total equity
Equity as at 1 January 2023	**169.7**	**-49.9**	**5.7**	**141.5**	**313.4**	**580.4**	**59.5**	**639.8**
Share issue				2.4		2.4		2.4
Acquisition of treasury shares					-0.9	-0.9		-0.9
Divestment of treasury shares				0.4	1.2	1.5		1.5
Dividend to shareholders					-31.1	-31.1		-31.1
Profit for the period					81.3	81.3		81.3
Change in fair value for financial assets		11.9				11.9		11.9
Change in fair value for cash flow hedging		-0.6				-0.6		-0.6
Transferred to the income statement for financial assets		-0.4				-0.4		-0.4
Comprehensive income from items which can be transferred to the income statement		10.9				10.9		10.9
Defined benefit plan pensions					0.0	0.0		0.0
Comprehensive income from items which can not be transferred to the income statement					0.0	0.0		0.0
Total comprehensive income for the period		10.9			81.3	92.2	—	92.2
Paid interest on Additional Tier 1 (AT1) capital, after taxes					-1.9	-1.9		-1.9
Change in share-based payments (IFRS 2)			2.1		0.7	2.7		2.7
Equity as at 31 December 2023	**169.7**	**-39.0**	**7.7**	**144.2**	**362.7**	**645.4**	**59.5**	**704.8**

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

(EUR million)	Share capital	Fund at fair value	Fund for share-based payments	Un-restricted equity reserve	Retained earnings	Share-holders' share of equity	Additional Tier 1 capital holders	Total equity
Equity as at 1 January 2024	**169.7**	**-39.0**	**7.7**	**144.2**	**362.7**	**645.4**	**59.5**	**704.8**
Share issue				2.0		2.0		2.0
Acquisition of treasury shares					-1.4	-1.4		-1.4
Divestment of treasury shares				0.9	1.4	2.2		2.2
Dividend to shareholders					-50.9	-50.9		-50.9
Profit for the period					51.3	51.3		51.3
Change in fair value for financial assets		4.8				4.8		4.8
Change in fair value for cash flow hedging		2.5				2.5		2.5
Transferred to the income statement for financial assets		0.1				0.1		0.1
Comprehensive income from items which can be transferred to the income statement		7.4				7.4		7.4
Total comprehensive income for the period		7.4			51.3	58.8		58.8
Paid interest on Additional Tier 1 (AT1) capital, after taxes					-1.9	-1.9		-1.9
Change in share-based payments (IFRS 2)			-2.3			-2.3		-2.3
Equity as at 30 June 2024	**169.7**	**-31.6**	**5.4**	**147.1**	**361.3**	**652.0**	**59.5**	**711.5**

(EUR million)	Share capital	Fund at fair value	Fund for share-based payments	Un-restricted equity reserve	Retained earnings	Share-holders' share of equity	Additional Tier 1 capital holders	Total equity
Equity as at 1 January 2023	**169.7**	**-49.9**	**5.7**	**141.5**	**313.4**	**580.4**	**59.5**	**639.8**
Share issue				1.6	—	1.6		1.6
Acquisition of treasury shares					-0.9	-0.9		-0.9
Divestment of treasury shares				0.3	1.2	1.5		1.5
Dividend to shareholders					-31.1	-31.1		-31.1
Profit for the period					37.6	37.6		37.6
Change in fair value for financial assets		6.2				6.2		6.2
Change in fair value for cash flow hedging		-1.0				-1.0		-1.0
Transferred to the income statement for financial assets		—				—		—
Comprehensive income from items which can be transferred to the income statement		5.2				5.2		5.2
Total comprehensive income for the period		5.2			37.6	42.8		42.8
Paid interest on Additional Tier 1 (AT1) capital, after taxes					-1.9	-1.9		-1.9
Change in share-based payments (IFRS 2)			0.1		0.3	0.4		0.4
Equity as at 30 June 2023	**169.7**	**-44.7**	**5.8**	**143.4**	**318.7**	**593.0**	**59.5**	**652.4**

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

Consolidated cash flow statement

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%	2023
Cash flow from operating activities				
Operating profit	63.4	47.1	35%	102.6
Adjustment items not included in cash flow	37.2	57.1	-35%	31.6
Paid income taxes	-10.9	-10.3	6%	-17.0
Cash flow from operating activities before change in receivables and liabilities	**89.6**	**93.9**	**-5%**	**117.2**
Increase (-) or decrease (+) in receivables from operating activities [1]	-384.2	91.4	—	388.9
Increase (+) or decrease (-) in liabilities from operating activities	304.9	-175.3	—	-481.2
Total cash flow from operating activities	**10.3**	**10.0**	**3%**	**24.8**
Cash flow from investing activities				
Investment in investment properties	—	—	—	-21.6
Investment in tangible and intangible assets	-14.6	-9.6	53%	-22.0
Acquisition of and capital loan to associated companies	—	—	—	-0.5
Dividend from associated companies	0.2	0.4	-50%	0.4
Total cash flow from investing activities	**-14.4**	**-9.2**	**57%**	**-43.7**
Cash flow from financing activities				
Subordinated liabilities	31.3	—	—	—
Paid interest on Additional Tier 1 (AT1) capital	-2.3	-2.3	0%	-2.3
Divestment of treasury shares	2.2	1.5	50%	1.5
Paid dividends	-50.9	-31.1	64%	-31.1
Total cash flow from financing activities	**-19.7**	**-31.9**	**-38%**	**-31.9**
Change in cash and cash equivalents	-23.8	-31.1	-23%	-50.8
Cash and cash equivalents at the beginning of the year	93.7	144.4	-35%	144.4
Cash and cash equivalents at the end of the period	69.9	113.4	-38%	93.7
Cash and cash equivalents in the cash flow statement consist of the following items:				
Cash in hand	0.3	0.6	-57%	0.6
Bank of Finland current account excl. the minimum reserve deposit in Bank of Finland	12.1	51.3	-76%	33.0
Repayable on demand claims on credit institutions	57.6	61.5	-6%	60.0
Total	**69.9**	**113.4**	**-38%**	**93.7**
Adjustment items not included in cash flow consist of:				
Impairment of interest-bearing securities	0.7	-0.5	—	-0.9
Unrealised change in value for financial assets measured at fair value through income statement	5.1	-2.6	—	5.6
Impairment of credits and other commitments	4.5	2.3	101%	7.0
Change in fair values	18.6	48.7	-62%	-6.7
Depreciation and impairment of tangible and intangible assets	9.9	9.5	4%	20.5
Unwound fair value hedging	0.6	-0.4	—	-0.5
Change in fair values of investment properties	0.0	0.0	—	3.9
Change in share-based payments	-2.4	0.0	—	1.9
Other adjustments	0.0	0.1	-94%	1.0
Total	**37.2**	**57.1**	**-35%**	**31.6**

1) Includes change in deposits at the Bank of Finland of EUR 219 (Jan–Jun 2023: -115, Jan–Dec 2023: -511) million, which has a positive impact on the cash flow.

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

Quarterly trends in the Group

(EUR million) Income statement	Q2/2024	Q1/2024	Q4/2023	Q3/2023	Q2/2023	Jan–Jun 2024	Jan–Jun 2023	2023
Net interest income	38.8	39.1	38.2	38.6	32.8	77.9	63.7	140.4
Dividends	0.0	0.2	0.1	0.0	0.1	0.2	0.1	0.1
Net commission income	30.8	30.1	29.8	30.0	30.4	61.0	60.6	120.4
Net income from life insurance	7.4	7.7	6.0	5.1	5.7	15.0	12.9	24.1
Net income from financial transactions	-0.5	0.1	0.3	0.5	0.3	-0.4	0.9	1.7
Other operating income	0.2	0.1	0.1	0.1	0.1	0.3	0.5	0.7
Total operating income	**76.7**	**77.3**	**74.5**	**74.3**	**69.3**	**154.0**	**138.7**	**287.4**
Personnel costs	-20.1	-19.3	-21.6	-21.0	-20.9	-39.4	-41.9	-84.5
IT expenses	-12.7	-11.0	-12.6	-9.6	-9.7	-23.7	-18.9	-41.1
Depreciation of tangible and intangible assets	-6.1	-6.0	-5.9	-5.8	-5.9	-12.1	-11.8	-23.5
Other operating expenses	-5.9	-5.1	-6.4	-4.4	-5.7	-11.0	-16.7	-27.5
Total operating expenses	**-44.8**	**-41.4**	**-46.5**	**-40.8**	**-42.2**	**-86.2**	**-89.3**	**-176.6**
Impairment of tangible and intangible assets	—	—	-1.1	-0.2	—	—	—	-1.3
Impairment of credits and other commitments	-1.8	-2.7	-2.4	-2.3	-1.3	-4.5	-2.3	-7.0
Impairment of other receivables	—	—	—	—	—	—	-0.1	-0.1
Share of profit from associated companies	0.0	0.0	0.1	0.0	0.0	0.1	0.1	0.1
Operating profit	**30.1**	**33.3**	**24.5**	**31.0**	**25.8**	**63.4**	**47.1**	**102.6**
Taxes	-6.0	-6.0	-4.7	-7.1	-5.6	-12.0	-9.5	-21.3
Profit for the period	**24.1**	**27.2**	**19.8**	**23.9**	**20.3**	**51.3**	**37.6**	**81.3**
Attributable to:								
Shareholders in Aktia Bank plc	24.1	27.2	19.8	23.9	20.3	51.3	37.6	81.3
Total	**24.1**	**27.2**	**19.8**	**23.9**	**20.3**	**51.3**	**37.6**	**81.3**
Earnings per share (EPS), EUR	0.33	0.38	0.27	0.33	0.28	0.71	0.52	1.12
Earnings per share (EPS), EUR, after dilution	0.33	0.38	0.27	0.33	0.28	0.71	0.52	1.12

Operating profit excluding items affecting comparability:	**Q2/2024**	**Q1/2024**	**Q4/2023**	**Q3/2023**	**Q2/2023**	**Jan–Jun 2024**	**Jan–Jun 2023**	**2023**
Operating profit	30.1	33.3	24.5	31.0	25.8	63.4	47.1	102.6
Operating income:								
Additional income from divestment of Visa Europe to Visa Inc	—	—	—	—	-0.3	—	-0.3	-0.3
Operating expenses:								
Costs for restructuring	0.7	0.6	1.1	—	—	1.3	1.4	2.4
Comparable operating profit	**30.8**	**33.9**	**25.6**	**31.0**	**25.6**	**64.7**	**48.2**	**104.8**

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

(EUR million) Comprehensive income	Q2/2024	Q1/2024	Q4/2023	Q3/2023	Q2/2023	Jan–Jun 2024	Jan–Jun 2023	2023
Profit for the period	**24.1**	**27.2**	**19.8**	**23.9**	**20.3**	**51.3**	**37.6**	**81.3**
Other comprehensive income after taxes:								
Change in fair value for financial assets	2.7	2.1	4.4	1.3	2.8	4.8	6.2	11.9
Change in fair value for cash flow hedging	1.9	0.7	-0.4	0.8	-0.5	2.5	-1.0	-0.6
Transferred to the income statement for financial assets	0.0	0.0	-0.4	0.0	0.0	0.1	0.0	-0.4
Comprehensive income from items which can be transferred to the income statement	4.6	2.8	3.6	2.1	2.3	7.4	5.2	10.9
Defined benefit plan pensions	—	—	0.0	—	—	—	—	0.0
Comprehensive income from items which can not be transferred to the income statement	—	—	0.0	—	—	—	—	0.0
Total comprehensive income for the period	**28.7**	**30.1**	**23.3**	**26.1**	**22.6**	**58.8**	**42.8**	**92.2**
Total comprehensive income attributable to:								
Shareholders in Aktia Bank plc	28.7	30.1	23.3	26.1	22.6	58.8	42.8	92.2
Total	**28.7**	**30.1**	**23.3**	**26.1**	**22.6**	**58.8**	**42.8**	**92.2**
Total earnings per share, EUR	0.39	0.41	0.32	0.36	0.31	0.81	0.59	1.27
Total earnings per share, EUR, after dilution	0.39	0.41	0.32	0.36	0.31	0.81	0.59	1.27

Total comprehensive income excluding items affecting comparability:	Q2/2024	Q1/2024	Q4/2023	Q3/2023	Q2/2023	Jan–Jun 2024	Jan–Jun 2023	2023
Total comprehensive income	**28.7**	**30.1**	**23.3**	**26.1**	**22.6**	**58.8**	**42.8**	**92.2**
Additional income from divestment of Visa Europe to Visa Inc	—	—	—	—	-0.2	—	-0.2	-0.2
Costs for restructuring	0.4	0.5	0.8	—	—	0.8	1.1	1.9
IT expenses	0.2	—	—	—	—	0.2	—	—
Comparable total comprehensive income	**29.3**	**30.6**	**24.2**	**26.1**	**22.3**	**59.8**	**43.7**	**93.9**

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

Quarterly trends in the segments

(EUR million) Banking Business	Q2/2024	Q1/2024	Q4/2023	Q3/2023	Q2/2023	Jan–Jun 2024	Jan–Jun 2023	2023
Net interest income	37.9	44.8	43.9	42.7	33.7	82.7	61.6	148.2
Net commission income	15.2	13.6	13.9	14.8	14.6	28.8	29.5	58.2
Other income	0.1	0.1	0.0	0.1	0.0	0.2	0.4	0.5
Total operating income	**53.2**	**58.5**	**57.9**	**57.5**	**48.3**	**111.7**	**91.4**	**206.8**
Personnel costs	-4.4	-2.4	-4.7	-4.4	-4.6	-6.8	-8.7	-17.8
Other expenses [1]	-22.6	-21.6	-23.1	-19.8	-19.9	-44.2	-44.3	-87.2
Total operating expenses	**-27.0**	**-24.0**	**-27.8**	**-24.3**	**-24.5**	**-51.0**	**-53.0**	**-105.0**
Impairment of tangible and intangible assets	—	—	-1.0	—	—	—	—	-1.0
Impairment of credits and other commitments	-1.8	-2.7	-2.4	-2.3	-1.3	-4.5	-2.3	-7.0
Operating profit	**24.4**	**31.8**	**26.7**	**31.0**	**22.5**	**56.2**	**36.2**	**93.8**
Comparable operating profit	**24.8**	**31.9**	**26.8**	**31.0**	**22.5**	**56.7**	**36.6**	**94.4**

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

(EUR million) Asset Management	Q2/2024	Q1/2024	Q4/2023	Q3/2023	Q2/2023	Jan–Jun 2024	Jan–Jun 2023	2023
Net interest income	3.7	3.9	5.6	4.7	4.3	7.5	8.0	18.2
Net commission income	16.6	16.8	16.2	15.6	16.2	33.4	32.2	64.0
Other income	0.1	0.0	0.0	0.0	0.0	0.1	0.1	0.1
Total operating income	**20.3**	**20.7**	**21.8**	**20.3**	**20.6**	**41.1**	**40.3**	**82.3**
Personnel costs	-4.2	-5.5	-6.4	-5.5	-5.3	-9.6	-10.8	-22.6
Other expenses [1]	-8.4	-7.9	-8.0	-7.4	-7.7	-16.4	-16.6	-31.9
Total operating expenses	**-12.6**	**-13.4**	**-14.4**	**-12.9**	**-13.1**	**-26.0**	**-27.4**	**-54.6**
Impairment of tangible and intangible assets	—	—	-0.1	—	—	—	—	-0.1
Impairment of other receivables	—	—	—	—	—	—	-0.1	-0.1
Operating profit	**7.7**	**7.3**	**7.3**	**7.4**	**7.5**	**15.0**	**12.8**	**27.5**
Comparable operating profit	**7.9**	**7.8**	**8.3**	**7.4**	**7.5**	**15.7**	**13.5**	**29.2**

(EUR million) Life Insurance	Q2/2024	Q1/2024	Q4/2023	Q3/2023	Q2/2023	Jan–Jun 2024	Jan–Jun 2023	2023
Insurance service result	5.6	4.2	5.8	2.8	5.6	9.8	9.4	18.0
Result from investment contracts	2.3	2.3	2.1	2.1	2.1	4.6	4.2	8.4
Net investment result	0.1	1.8	-1.1	1.0	-1.3	1.9	0.7	0.6
Net income from life insurance	**8.0**	**8.3**	**6.7**	**5.9**	**6.4**	**16.3**	**14.3**	**27.0**
Personnel costs	-0.7	-0.6	-0.6	-0.6	-0.6	-1.3	-1.1	-2.4
Other expenses [1]	-2.0	-2.0	-1.9	-1.7	-1.7	-4.0	-3.7	-7.3
Total operating expenses	**-2.7**	**-2.6**	**-2.5**	**-2.4**	**-2.3**	**-5.3**	**-4.8**	**-9.7**
Operating profit	**5.3**	**5.7**	**4.2**	**3.6**	**4.1**	**11.0**	**9.5**	**17.3**
Comparable operating profit	**5.3**	**5.7**	**4.2**	**3.6**	**4.1**	**11.0**	**9.5**	**17.3**

(EUR million) Group Functions	Q2/2024	Q1/2024	Q4/2023	Q3/2023	Q2/2023	Jan–Jun 2024	Jan–Jun 2023	2023
Net interest income	-2.7	-9.6	-11.4	-9.0	-5.3	-12.4	-6.1	-26.4
Net commission income	1.0	1.7	1.5	1.6	1.4	2.8	2.9	6.1
Other income	-0.4	0.5	0.5	0.5	0.4	0.1	1.5	2.6
Total operating income	**-2.1**	**-7.4**	**-9.4**	**-6.8**	**-3.4**	**-9.5**	**-1.6**	**-17.8**
Personnel costs	-10.8	-10.9	-9.9	-10.5	-10.3	-21.7	-21.3	-41.7
Other expenses [1]	5.2	6.9	5.5	6.5	5.5	12.0	11.8	23.8
Total operating expenses	**-5.7**	**-4.0**	**-4.4**	**-3.9**	**-4.9**	**-9.7**	**-9.4**	**-17.8**
Impairment of tangible and intangible assets	—	—	—	-0.2	—	—	—	-0.2
Operating profit	**-7.8**	**-11.4**	**-13.8**	**-10.9**	**-8.3**	**-19.1**	**-11.1**	**-35.8**
Comparable operating profit	**-7.7**	**-11.3**	**-13.8**	**-10.9**	**-8.6**	**-19.0**	**-11.2**	**-35.9**

1) The net expenses for central functions are allocated from the Group Functions to the business segment's Banking Business, Asset Management and Life Insurance. This cost allocation is included in the segments' other operating expenses.

Note 1. Basis for preparing the Half–year report and significant accounting principles

Basis for preparing the Half–year report

Aktia Bank Plc's consolidated financial statements are prepared in accordance with the International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as adopted by the EU.

The interim report for the period 1 January–30 June 2024 has been prepared in accordance with IAS 34 Interim Financial Reporting. The interim report does not contain all the information required for financial statements and should therefore be read together with Aktia Group's Financial Statement 2023 and other supplementary reports (mainly Financial Review 2023 and Pillar III Report 2023).

The figures in the tables are presented in millions of euros with one decimal place and are rounded, therefore the sum of individual amounts and percentage changes may differ from the presented total.

The interim report for the period 1 January–30 June 2024 was approved by the Board of Directors on 2.8.2024.

Significant accounting principles

In preparing the interim report, the Group has followed the accounting principles applied in the annual consolidated financial statements on 31 December 2023.

The Group assesses that new or revised IFRS standards issued by the IASB or IFRIC (International Financial Reporting Interpretations Committee) interpretations that became effective 1 January 2024 have no significant impact on the Group's future results, financial position or disclosures. New and revised standards issued by the IASB that are not yet effective are not expected to have any significant impact on the Group's financial statements, except for IFRS 18, Presentation and Disclosure in Financial Statements, which was published by the IASB in April 2024 but has not yet been endorsed by the EU.

IFRS 18 establishes the requirements for presentation and disclosures in financial statements and replaces IAS 1, Presentation of Financial Statements. The new standard is effective for annual reporting periods beginning on or after 1 January 2027, with earlier application permitted. The standard must be applied retroactively for comparative periods and mainly focuses on presentation and disclosures in the financial statements, with particular emphasis on the income statement and the reporting of financial performance. Aktia is evaluating the impact of IFRS 18 on its consolidated financial statements but since it does not change the recognition and measurement principles, it is not expected to have significant impact beyond the presentation of financial information.

The Group's Assets under management (AuM) have been extended with some products from 1 January 2024. The comparison figures have been recalculated to correspond to the change from 1 January 2022.

Comparable performance measures

Aktia presents a number of Alternative Performance Measures (APMs), from which items affecting comparability are excluded. Items affecting comparability are not associated with day-to-day business, and such items are income and expenses attributable to restructuring, divestment of operations as well as impairment of assets departing from day-to-day business. The items affecting comparability are shown in a table under the Group's income statement and comprehensive income.

Correction of previously reported figures in 2023

In accordance with IAS 8 Accounting principles, changes in estimates and assessments and also errors, Aktia Bank Plc's reported net interest income and thus the result for 2023 have been recalculated retroactively. This is due to a technical error in the calculation of interest for a limited number of corporate accounts.

The correction of the net interest income for 2023 amounted to EUR -3.6 million. The total correction as of 31 December 2023 decreased retained earnings by EUR 3.1 million as the deferred tax and the credit interest attributable to 2022 is taken into account.

The impact of the technical error on the first half of 2024 was estimated at around EUR -1 million and is included in the net interest income for the second quarter.

For more information, see note 11, Correction of previously reported figures in 2023.

Note 2. Group's risk exposure

The Bank Group's capital adequacy

The Bank Group includes Aktia Bank Plc and all its subsidiaries except for Aktia Life Insurance Ltd, and forms a consolidated group in accordance with the capital adequacy regulations.

(EUR million)	30 June 2024		31 December 2023	
Calculation of the Bank Group's capital base	**Group**	**Bank Group**	**Group**	**Bank Group**
Total assets	**12,367.5**	**10,644.0**	**12,107.0**	**10,422.1**
of which intangible assets	173.3	167.9	169.5	165.7
Total liabilities	**11,656.0**	**9,961.2**	**11,370.0**	**9,709.4**
of which subordinated liabilities	152.3	100.5	151.6	100.0
Share capital	169.7	169.7	169.7	169.7
Fund at fair value	-31.6	-21.2	-36.2	-25.8
Restricted equity	138.2	148.5	133.6	143.9
Unrestricted equity reserve and other funds	152.5	152.4	151.0	151.0
Retained earnings	310.0	280.1	365.7	335.7
Profit for the period	51.3	42.3	27.2	22.6
Unrestricted equity	513.8	474.8	544.0	509.3
Shareholders' share of equity	652.0	623.3	677.5	653.2
Holders of other Tier 1 capital	59.5	59.5	59.5	59.5
Equity	**711.5**	**682.8**	**737.0**	**712.7**
Total liabilities and equity	**12,367.5**	**10,644.0**	**12,107.0**	**10,422.1**
Off-balance sheet commitments	**638.6**	**634.2**	**601.2**	**591.2**
The Bank Group's equity		**682.8**		**712.7**
Provision for dividends to shareholders [1]		-30.8		-16.3
Intangible assets		-152.9		-149.3
Debentures		101.3		100.0
Additional expected losses according to IRB		-25.5		-26.2
Deduction for significant holdings in financial sector entities		-7.9		-8.1
Other incl. unpaid dividend		-12.1		-60.9
Total capital base (CET1 + AT1 + T2)		**554.9**		**551.7**

1) Based on the CRR regulation

(EUR million) The Bank Group's capital adequacy	30 Jun 2024	31 Mar 2024	31 Dec 2023	31 Sep 2023	30 Jun 2023
Common Equity Tier 1 Capital before regulatory adjustments	582.6	575.3	568.5	548.0	540.8
Common Equity Tier 1 Capital regulatory adjustments	-187.8	-183.0	-183.0	-190.8	-189.7
Total Common Equity Tier 1 Capital (CET1)	**394.8**	**392.3**	**385.5**	**357.2**	**351.1**
Additional Tier 1 capital before regulatory adjustments	58.8	59.4	57.7	58.3	58.8
Additional Tier 1 capital after regulatory adjustments (AT1)	**58.8**	**59.4**	**57.7**	**58.3**	**58.8**
Total Tier 1 capital (T1 = CET1 + AT1)	**453.6**	**451.7**	**443.1**	**415.5**	**410.0**
Tier 2 capital before regulatory adjustments	101.3	100.0	69.6	69.6	69.6
Total Tier 2 capital (T2)	**101.3**	**100.0**	**69.6**	**69.6**	**69.6**
Total own funds (TC = T1 + T2)	**554.9**	**551.7**	**512.8**	**485.1**	**479.6**
Risk weighted exposures	**3,425.6**	**3,436.7**	**3,411.2**	**3,257.3**	**3,202.7**
of which credit risk, the standardised model	787.9	759.4	734.8	712.9	668.1
of which credit risk, the IRB model	2,156.8	2,192.0	2,191.9	2,100.7	2,093.6
of which CVA risk	12.4	14.5	13.8	12.4	9.7
of which operational risk	468.4	470.7	470.7	431.4	431.4
Own funds requirement (8 %)	274.0	274.9	272.9	260.6	256.2
Own funds buffer	280.8	276.8	239.9	224.5	223.3
CET1 Capital ratio	11.5%	11.4%	11.3%	11.0%	11.0%
T1 Capital ratio	13.2%	13.1%	13.0%	12.8%	12.8%
Total capital ratio	16.2%	16.1%	15.0%	14.9%	15.0%
Own funds floor (CRR article 500)					
Own funds	554.9	551.7	512.8	485.1	479.6
Own funds floor [1]	264.3	263.4	260.9	254.0	250.8
Own funds buffer	290.6	288.2	251.9	231.1	228.8

1) 80% of the capital requirement based on standardised approach (8%).

Calculation of capital adequacy is made using ratings from Moody's Investors Services to define risk weight of exposures.

Bank Group's risk-weighted amount for operational risks

(EUR million) Risk-weighted amount for operational risks	2021	2022	2023	30 Jun 2024	31 Mar 2024	31 Dec 2023	31 Sep 2023	30 Jun 2023
Gross income	240.5	235.8	273.2					
- average 3 years			249.8					
Capital requirement for operational risk				**37.5**	**37.7**	**37.7**	**34.5**	**34.5**
Risk-weighted amount				**468.4**	**470.7**	**470.7**	**431.4**	**431.4**

The capital requirement for operational risk is 15% of average gross income for the last three years.
The risk-weighted amount for operational risk is calculated by dividing the capital requirement by 8%.

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023.

(EUR million)	30 Jun 2024				
The Bank Group's total risk exposures	**Contractual exposure**	**Exposure at default**	**Risk weight, %**	**Risk-weighted amount**	**Capital requirement 8 %**
Exposure class					
Credit risk, IRB approach					
Corporates - SME	1,197.4	1,057.9	71%	750.1	60.0
Corporates - Other	686.9	635.0	76%	485.6	38.8
Retail - Secured by immovable property non-SME	4,563.4	4,549.9	15%	695.5	55.6
Retail - Secured by immovable property SME	99.5	99.1	14%	13.8	1.1
Retail - Other non-SME	216.2	202.4	22%	43.6	3.5
Retail - Other SME	17.9	15.3	52%	7.9	0.6
Equity exposures	47.2	47.2	268%	126.4	10.1
Other non credit-obligation assets	68.9	—	—%	33.9	2.7
Total exposures, IRB approach	**6,897.4**	**6,606.8**	**33%**	**2,156.8**	**172.5**
Credit risk, standardised approach					
States and central banks	982.7	1,025.1	—%	—	—
Regional governments and local authorities	170.3	183.8	0%	0.3	0.0
Public sector entities	0.0	16.2	0%	0.0	0.0
Multilateral development banks	9.0	53.1	—%	—	—
International organisations	32.5	32.5	—%	—	—
Credit institutions	215.1	196.1	22%	42.4	3.4
Corporates	101.8	72.1	86%	62.3	5.0
Retail exposures	636.7	302.8	71%	214.1	17.1
Secured by immovable property	873.0	863.4	30%	255.1	20.4
Past due items	12.8	10.2	105%	10.6	0.9
Covered bonds	983.2	983.2	10%	99.0	7.9
Other items	145.2	145.2	72%	104.1	8.3
Total exposures, standardised approach	**4,162.2**	**3,883.7**	**20%**	**787.9**	**63.0**
Total risk exposures	**11,059.6**	**10,490.4**	**28%**	**2,944.7**	**235.6**

(EUR million)	31 December 2023				
The Bank Group's total risk exposures	Contractual exposure	Exposure at default	Risk weight, %	Risk-weighted amount	Capital requirement 8 %
Exposure class					
Credit risk, IRB approach					
Corporates - SME	1,074.0	977.4	61%	595.1	47.6
Corporates - Other	897.7	841.8	82%	689.9	55.2
Retail - Secured by immovable property non-SME	4,594.6	4,581.5	15%	703.3	56.3
Retail - Secured by immovable property SME	103.6	103.0	17%	17.2	1.4
Retail - Other non-SME	245.0	231.3	23%	53.2	4.3
Retail - Other SME	18.6	16.5	52%	8.5	0.7
Equity exposures	46.5	46.5	268%	124.6	10.0
Total exposures, IRB approach	**6,980.0**	**6,798.0**	**32%**	**2,191.9**	**175.3**
Credit risk, standardised approach					
States and central banks	811.8	858.7	—%	—	—
Regional governments and local authorities	85.7	84.2	0%	0.3	0.0
Multilateral development banks	—	41.9	—%	—	—
International organisations	25.3	25.3	—%	—	—
Credit institutions	303.5	300.4	21%	62.8	5.0
Corporates	113.6	35.6	81%	29.0	2.3
Retail exposures	586.2	292.4	68%	197.9	15.8
Secured by immovable property	895.9	883.9	29%	259.9	20.8
Past due items	5.5	3.8	121%	4.6	0.4
Covered bonds	961.0	961.0	10%	96.8	7.7
Other items	105.3	105.3	79%	83.6	6.7
Total exposures, standardised approach	**3,893.8**	**3,592.6**	**20%**	**734.8**	**58.8**
Total risk exposures	**10,873.9**	**10,390.6**	**28%**	**2,926.7**	**234.1**

The finance and insurance conglomerates capital adequacy

(EUR million)	30 Jun 2024	31 Mar 2024	31 Dec 2023	31 Sep 2023	30 Jun 2023
Summary					
The Group's equity	711.5	737.0	708.0	682.3	654.2
Sector-specific assets	157.3	156.0	125.6	125.6	125.6
Intangible assets and other reduction items	-189.3	-216.9	-174.2	-184.2	-159.5
Conglomerate´s total capital base	**679.4**	**676.1**	**659.4**	**623.7**	**620.2**
Capital requirement for the Bank Group	426.0	393.9	391.4	373.4	367.4
Capital requirement for insurance business	98.2	99.0	93.9	84.4	83.8
Minimum amount for capital base	**524.2**	**492.9**	**485.4**	**457.8**	**451.2**
Conglomerate´s capital adequacy	**155.3**	**183.2**	**174.0**	**165.9**	**169.1**
Capital adequacy ratio, %	129.6%	137.2%	135.9%	136.2%	137.5%

The finance and insurance conglomerate's capital adequacy is based on consolidation method and is calculated according to the rules of the Finnish Act on the Supervision of Financial and Insurance Conglomerates and the standards of the Finnish Financial Supervision Authority.

Note 3. Net interest income

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%	Q2/2024	Q2/2023	Δ%	2023
Lending	186.3	125.9	48%	92.6	71.2	30 %	302.5
Borrowing	-82.2	-46.1	78%	-41.4	-28.1	47 %	-122.7
Senior financing	-52.6	-32.0	64%	-26.4	-18.9	40 %	-78.8
Liquidity portfolio	17.7	8.2	116%	9.0	4.9	85 %	22.7
Other	8.6	7.7	13%	5.1	3.7	39 %	16.7
of which TLTRO loan	-4.0	-6.2	-36%	-1.5	-4.4	-66 %	-13.4
of Which deposits in the bank of Finland	12.9	13.5	-4%	7.2	7.6	-5 %	27.9
Total	**77.9**	**63.7**	**22%**	**38.8**	**32.8**	**18 %**	**140.4**

Borrowing and lending include the covered bonds issued by mortgage bank operations and the interest rate hedging that was made in connection with the issues. Other consists mainly of TLTRO loan, deposits in the Bank of Finland and risk debentures.

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts. For more information, see note 11, Correction of previously reported figures in 2023..

Note 4. Net income from life insurance and liabilities from insurance contracts

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%	Q2/2024	Q2/2023	Δ%	2023
Insurance service result	9.8	9.4	4%	5.6	5.6	0 %	18.0
Result from investment contracts	4.6	4.2	9%	2.3	2.1	8 %	8.4
Actuarially calculated result	14.4	13.6	6%	7.9	7.7	2 %	26.4
of which change in ECL impairment	-0.1	0.0	—	-0.1	0.0	416 %	0.3
of which unrealised value changes for shares and participations	-5.2	2.5	—	-5.5	0.1	—	17.1
of which unrealised value changes for investment properties	0.0	-2.1	-99%	—	-1.1	-100 %	-1.3
Other net investment income	3.6	5.8	-38%	1.7	2.4	-31 %	5.0
Net income from investments	-1.7	6.2	—	-3.9	1.4	—	21.1
Insurance finance result	2.3	-6.9	—	3.4	-3.4	—	-23.5
Net investment result	0.6	-0.7	—	-0.5	-2.0	-74 %	-2.4
Net income from life insurance	**15.0**	**12.9**	**17%**	**7.4**	**5.7**	**29 %**	**24.1**

Insurance service result includes results from contracts which according to IFRS 17 are defined as insurance contracts. Liabilities from insurance contracts are divided into present value of future expected cash flows, contractual service margin and risk adjustment. Regarding investment contracts insurance premiums received and claims are reported as premiums written, or insurance claims paid in the income statement. Premiums are reported as premiums written when payment is received. Liabilities from investment contracts are measured based on market value for investments that are associated with the insurance policy. Insurance finance result include financial income and expenses from discounting of future cash flows for liabilities from insurance contracts, as well as a possible changes in the actuarial assumptions.

(EUR million)	30 Jun 2024	30 Jun 2023	Δ%	2023
Present value of future cash flows (PVCF)	337.0	390.1	-14%	358.6
Contractual service margin (CSM)	73.9	59.1	25%	74.0
Risk adjustment (RA)	42.2	32.3	31%	42.7
Liabilities for insurance contracts	453.1	481.4	-6%	475.3
Liabilities for investment contracts	1,174.8	999.9	17%	1,053.6
Liabilities from insurance business	**1,627.8**	**1,481.3**	**10%**	**1,529.0**

Note 5. Net income from financial transactions

(EUR million)	Jan–Jun 2024	Jan–Jun 2023	Δ%	Q2/2024	Q2/2023	Δ%	2023
Net income from financial assets measured at fair value through income statement	0.0	0.0	-100%	0.0	0.0	-100 %	0.0
Net income from securities and currency operations	0.2	0.2	-4%	-0.3	-0.2	119 %	1.0
of which unrealised value changes for shares and participations	0.1	0.1	-30%	-0.4	-0.2	119 %	0.9
Net income from financial assets measured at fair value through other comprehensive income	-0.3	0.7	—	-0.1	0.3	—	0.8
of which change in ECL impairment	-0.3	0.4	—	-0.1	0.0	—	0.5
Net income from interest-bearing securities measured at amortised cost	-0.4	0.1	—	-0.1	0.0	—	0.1
of which change in ECL impairment	-0.4	0.1	—	-0.1	0.0	—	0.1
Net income from hedge accounting	0.1	0.0	387%	0.1	0.2	-54 %	-0.2
Total	**-0.4**	**0.9**	**—**	**-0.5**	**0.3**	**—**	**1.7**

Note 6. Derivative instruments

		30 June 2024	
Hedging derivative instruments (EUR million)	**Total nominal amount**	**Assets, fair value**	**Liabilities, fair value**
Fair value hedging			
Interest rate-related	5,866.6	40.4	190.3
Total	**5,866.6**	**40.4**	**190.3**
Cash flow hedging			
Interest rate-related	643.1	6.7	27.6
Total	**643.1**	**6.7**	**27.6**
Derivative instruments measured through the income statement			
Currency-related	5.8	0.0	0.0
Total	**5.8**	**0.0**	**0.0**
Total derivative instruments			
Interest rate-related	6,509.7	47.1	217.8
Currency-related	5.8	0.0	0.0
Total	**6,515.5**	**47.1**	**217.8**
Of which cleared interest rate swaps	1,544.8	4.9	5.8

		31 December 2023	
Hedging derivative instruments (EUR million)	**Total nominal amount**	**Assets, fair value**	**Liabilities, fair value**
Fair value hedging			
Interest rate-related	6,158.1	72.4	202.1
Total	**6,158.1**	**72.4**	**202.1**
Cash flow hedging			
Interest rate-related	611.8	9.4	21.5
Total	**611.8**	**9.4**	**21.5**
Derivative instruments valued through the income statement			
Currency-related	4.7	0.1	0.0
Total	**4.7**	**0.1**	**0.0**
Total derivative instruments			
Interest rate-related	6,769.9	81.9	223.6
Currency-related	4.7	0.1	0.0
Total	**6,774.6**	**81.9**	**223.7**
Of which cleared interest rate swaps	1,759.8	25.2	8.9

Note 7. Financial assets and impairment by stage

(EUR million)	Stage 1	Stage 2	Stage 3	Total
Book value of financial assets 30 June 2024				
Interest-bearing securities	1,629.7	2.2	—	1,631.9
Lending to the public and public sector entities	7,319.0	376.4	111.7	7,807.1
Off-balance sheet commitments	633.7	2.7	2.2	638.6
Total	**9,582.3**	**381.3**	**113.9**	**10,077.5**
Book value of financial assets 31 December 2023				
Interest-bearing securities	1,608.8	2.5	—	1,611.3
Lending to the public and public sector entities	7,450.2	311.9	103.8	7,865.9
Off-balance sheet commitments	612.5	2.4	2.6	617.5
Total	**9,671.5**	**316.7**	**106.4**	**10,094.7**

Impairment of credits and other commitments

(EUR million)	Stage 1	Stage 2	Stage 3	Total
Impairment of credits and the other commitments 1 January 2024	6.1	6.3	25.0	37.4
Transferred from stage 1 to stage 2	-0.1	1.6	—	1.5
Transferred from stage 1 to stage 3	0.0	—	0.7	0.7
Transferred from stage 2 to stage 1	0.1	-0.6	—	-0.5
Transferred from stage 2 to stage 3	—	-0.7	1.1	0.4
Transferred from stage 3 to stage 1	0.0	—	-0.6	-0.6
Transferred from stage 3 to stage 2	—	0.2	-0.9	-0.8
Increases due to origination and acquisition	1.3	0.0	0.1	1.4
Decreases due to derecognition	-0.5	-0.7	-1.1	-2.3
Decrease in allowance account due to write-offs	—	—	-6.0	-6.0
Other changes	-0.6	0.1	5.4	4.8
Impairment of credits and the other commitments 30 June 2024	**6.1**	**6.2**	**23.6**	**35.9**
of which provisions	1.0	0.1	0.2	1.3

Impairment of interest-bearing securities

(EUR million)	Stage 1	Stage 2	Stage 3	Total
Impairment of interest-bearing securities 1 January 2024	0.4	0.1	—	0.6
Decreases due to derecognition	-0.1	—	—	-0.1
Other changes	0.9	0.0	0.0	0.9
Impairment of interest-bearing securities 30 June 2024	**1.2**	**0.1**	**0.0**	**1.3**

Note 8. Financial assets and liabilities

Fair value of financial assets and liabilities

(EUR million)	30 June 2024		31 December 2023	
Financial assets	**Book value**	**Fair value**	**Book value**	**Fair value**
Financial assets measured at fair value through income statement	1,498.0	1,498.0	1,369.7	1,369.7
Financial assets measured at fair value through other comprehensive income	1,126.2	1,126.2	1,049.0	1,049.0
Interest-bearing securities measured at amortised cost	433.4	411.3	488.4	469.5
Lending to Bank of Finland, credit institutions, public and public sector entities	8,729.1	8,819.4	8,562.1	8,581.5
Cash and balances with central banks	68.8	68.8	91.8	91.8
Derivative instruments	47.1	47.1	81.9	81.9
Total	**11,902.6**	**11,970.8**	**11,642.9**	**11,643.4**
Financial liabilities				
Deposits	4,670.0	4,685.9	4,872.6	4,886.8
Derivative instruments	217.8	217.8	223.7	223.7
Debt securities issued	4,120.2	4,163.0	3,577.3	3,611.0
Subordinated liabilities	152.3	151.7	121.4	118.2
Other liabilities to credit institutions	75.0	78.8	—	—
Other liabilities to the public and public sector entities	585.0	585.9	781.0	781.4
Liabilities for right-of-use assets	23.1	23.1	23.7	23.7
Total	**9,843.5**	**9,906.1**	**9,599.6**	**9,644.6**

In the table, the fair value and the book value of the financial assets and liabilities, are presented per balance sheet item. The fair values are determined both for agreements with fixed and variable interest rates. The fair values are calculated without accrued interest and without the effect of possible hedging derivatives attributable to the balance sheet item.

Fair values on investment assets are determined by market prices quoted on the active market. If quoted market prices are not available, the value of the balance sheet items is mainly determined by discounting future cash flow using market interest rates on the day the accounts were closed. In addition to the credit risk profile of current stock, costs for re-financing are considered in the discount rate when determining fair values on loans. For cash and balances with central banks, the nominal value is used as fair value.

For deposits repayable on demand, the nominal value is assumed to be equivalent to the fair value. Deposits with maturity are determined by discounting future cash flows at market interest rates on the day the accounts were closed. The fair value of issued debts is mainly determined based on quotes on the market. In the discount rate for unquoted issued debts and subordinated liabilities, a margin corresponding the seniority of the instrument is applied.

Derivatives are valued at fair value corresponding to quotes on the market.

Measurement of financial assets at fair value

Level 1 consists of financial instruments that are valued using prices listed on an active market. In an active market transactions occur with sufficient volume and frequency to provide pricing information on an ongoing basis. This category includes listed bonds and other securities, listed equity instruments and derivatives, for which tradable price quotes exist.

Level 2 consists of financial instruments that do not have directly accessible listed prices from an effective market. The fair value has been determined by using valuation techniques, which are based on assumptions supported by observable market prices. Such market information may include listed interest rates, for example, or prices for closely related instruments. This category includes the majority of OTC derivative instruments, as well as many other instruments that are not traded on an active market. In addition, the Bank makes an independent valuation adjustment to the market value of the outstanding OTC derivatives for the total credit risk component for the counterparty credit risk as well as for the own credit risk.

Level 3 consists of financial instruments for which the fair value cannot be obtained directly from quoted market prices or indirectly by using valuation techniques or models supported by observable market prices. This category mainly includes unlisted equity instruments and funds, and other unlisted funds and securities where there currently are no fixed prices.

	30 June 2024				31 December 2023			
(EUR million)	**Market value classified into**				**Market value classified into**			
Financial instruments measured at fair value	**Level 1**	**Level 2**	**Level 3**	**Total**	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets measured at fair value through income statement								
Investments for unit-linked investments	1,258.6	—	—	1,258.6	1,133.6	—	—	1,133.6
Interest-bearing securities	16.2	56.0	0.0	72.3	16.0	57.8	0.0	73.8
Shares and participations	109.7	—	57.5	167.2	109.6	—	52.8	162.3
Total	**1,384.5**	**56.0**	**57.5**	**1,498.0**	**1,259.2**	**57.8**	**52.8**	**1,369.7**
Financial assets measured at fair value through other comprehensive income								
Interest-bearing securities	1,048.2	68.2	9.8	1,126.2	993.8	25.5	29.7	1,049.0
Total	**1,048.2**	**68.2**	**9.8**	**1,126.2**	**993.8**	**25.5**	**29.7**	**1,049.0**
Derivative instrument, net	0.0	-170.7	—	-170.7	0.0	-141.8	—	-141.7
Total	**0.0**	**-170.7**	**—**	**-170.7**	**0.0**	**-141.8**	**—**	**-141.7**
Total	**2,432.6**	**-46.4**	**67.3**	**2,453.5**	**2,253.1**	**-58.5**	**82.5**	**2,277.0**

Transfers between level 1 and level 2

Transfers between levels may occur when there are indications of changes in market conditions, e.g. when instruments cease to be actively traded. During the period no transfers between level 1 and level 2 occurred.

Aktia Group's Risk control has the responsibility for classifying financial instrument into levels 1, 2 and 3. The valuation process, which is made on an ongoing basis, is the same for financial instruments on all levels. The process determines to which level in the fair value hierarchy a financial instrument will be classified. In cases where internal assumptions have a material impact on fair value, the financial instrument is reported on level 3. The process also includes an evaluation based on the quality of the valuation data if a class of financial instrument is to be transferred between levels.

Changes within level 3

The following table present the change from year-end regarding level 3 financial assets reported at fair value.

Reconciliation of changes for financial instruments belonging to level 3	Financial assets measured at fair value through income statement			Financial assets measured at fair value through other comprehensive income			Total		
(EUR million)	Interest bearing securities	Shares and participations	Total	Interest bearing securities	Shares and participations	Total	Interest bearing securities	Shares and participations	Total
Carrying amount 1 January 2024	0.0	52.8	52.8	29.7	—	29.7	29.7	52.8	82.5
New purchases	—	5.7	5.7	—	—	—	—	5.7	5.7
Sales	—	-1.8	-1.8	—	—	—	—	-1.8	-1.8
Matured during the year	—	—	—	-20.0	—	-20.0	-20.0	—	-20.0
Realised value change in the income statement	—	-0.1	-0.1	—	—	—	—	-0.1	-0.1
Unrealised value change in the income statement	—	1.0	1.0	—	—	—	—	1.0	1.0
Value change recognised in total comprehensive income	—	—	—	0.2	—	0.2	0.2	—	0.2
Carrying amount 30 June 2024	**0.0**	**57.5**	**57.5**	**9.8**	**—**	**9.8**	**9.8**	**57.5**	**67.3**

Set off of financial assets and liabilities

(EUR million)	30 June 2024		31 December 2023	
Assets	Derivatives	Reverse repurchase agreements	Derivatives	Reverse repurchase agreements
Financial assets included in general agreements on set off or similar agreements	47.1	—	81.9	—
Carrying amount in the balance sheet	**47.1**	**—**	**81.9**	**—**
Amount not set off but included in general agreements on set off or similar	35.5	—	41.1	—
Collateral assets	12.0	—	35.8	—
Total amount of sums not set off in the balance sheet	**47.5**	**—**	**76.9**	**—**
Net amount	**-0.3**	**—**	**5.0**	**—**

Liabilities	Derivatives	Reverse repurchase agreements	Derivatives	Reverse repurchase agreements
Financial liabilities included in general agreements on set off or similar agreements	217.8	—	223.7	—
Carrying amount in the balance sheet	**217.8**	**—**	**223.7**	**—**
Amount not set off but included in general agreements on set off or similar	35.5	—	41.1	—
Collateral liabilities	115.8	—	105.2	—
Amount not set off in the balance sheet	**151.3**	**—**	**146.3**	**—**
Net amount	**66.6**	**—**	**77.4**	**—**

The table shows financial assets and liabilities that are not set off in the balance sheet, but have potential rights associated with enforceable master set-off arrangements or similar arrangements, such as ISDA Master Agreements, together with related collateral. The net amount shows the exposure in normal business as well as in the event of default or insolvency.

Note 9. Specification of the Group's funding structure

(EUR million)	30 Jun 2024	31 Dec 2023	30 Jun 2023
Deposits from the public and public sector entities	4,477.6	4,564.2	4,792.7
Short-term liabilities, unsecured debts [1]			
Banks	30.4	22.7	39.9
Certificates of deposits issued and Money Market deposits	755.8	901.2	996.1
Total	**786.2**	**923.8**	**1,036.0**
Short-term liabilities, secured debts (collateralised) [1]			
Banks - received cash in accordance with collateral agreements	12.0	35.8	3.2
Total	**12.0**	**35.8**	**3.2**
Total short-term liabilities	**798.2**	**959.6**	**1,039.2**
Long-term liabilities			
Unsecured debts [2]			
Issued senior preferred debts	2,001.3	1,994.4	1,841.9
Issued senior non-preferred debts	90.8	91.7	64.1
Other credit institutions	75.0	0.0	2.8
Subordinated debts	100.5	69.6	69.6
AT1 loan (Additional Tier 1 capital)	60.0	60.0	60.0
Total	**2,327.6**	**2,215.8**	**2,038.3**
Secured debts (collateralised) [2]			
Central bank and other credit institutions	150.0	250.0	500.0
Issued covered bonds [3]	1,992.6	1,494.6	1,493.9
Total	**2,142.6**	**1,744.6**	**1,993.9**
Accumulated adjustment amount of fair value hedges	**-135.3**	**-123.6**	**-209.9**
Total long-term liabilities	**4,334.9**	**3,836.7**	**3,822.3**
Interest-bearing liabilities in the Bank Group	**9,610.7**	**9,360.5**	**9,654.1**
Technical provisions in the life insurance business	1,627.8	1,529.0	1,481.3
Subordinated debts in the life insurance business	51.9	51.7	49.4
Total other non-interest-bearing liabilities	425.7	447.7	513.4
Total liabilities	**11,716.0**	**11,389.0**	**11,698.2**

1) Short-term liabilities = liabilities which original maturity is under 1 year
2) Long-term liabilities = liabilities which original maturity is over 1 year
3) After netting of an issued retained covered bond to a amount of EUR 0 million on 30 Jun 2024, EUR 300 million on 31 Dec 2023 and 30 Jun 2023

Note 10. Collateral assets and liabilities

Collateral assets (EUR million)	30 Jun 2024	31 Dec 2023	30 Jun 2023
Collateral for own liabilities			
Securities	192.2	29.6	335.3
Outstanding loans constituting security for covered bonds	2,420.3	2,475.5	2,638.5
Total	**2,612.5**	**2,505.1**	**2,973.8**
Other collateral assets			
Pledged securities [1]	100.3	100.3	1.3
Cash included in pledging agreements and repurchase agreements	115.8	105.2	169.1
Total	**216.1**	**205.5**	**170.4**
Total collateral assets	**2,828.6**	**2,710.6**	**3,144.2**
Collateral above refers to the following liabilities			
Liabilities to credit institutions [2]	150.0	250.0	500.0
Issued covered bonds [3]	1,915.8	1,425.6	1,364.1
Derivatives	115.8	105.2	169.1
Total	**2,181.6**	**1,780.8**	**2,033.2**

1) Refers to securities pledged for the intra day limit. As of 30 June 2024, a surplus of pledged securities amounted to EUR 12.0 (14.2) million.
2) Refers to liabilities to the central bank, the European Investment Bank and to repurchase agreements with standardised GMRA (Global Master Repurchase Agreement) terms and conditions.
3) Own repurchases deducted.

Collateral liabilities (EUR million)	30 Jun 2024	31 Dec 2023	30 Jun 2023
Cash included in pledging agreements [1]	12.0	35.8	4.9
Total	**12.0**	**35.8**	**4.9**

1) Refers to derivative agreements where collaterals were received from the counterparty in accordance with ISDA/CSA agreements.

Note 11. Correction of previously reported figures in 2023

Aktia Bank Plc has revised the reporting for 2023 due to a technical error in interest calculation for a limited number of corporate accounts.

The revised quarterly and annual results for 2023 are presented in the tables below.

EUR million	Previously reported	Jan–Dec 2023 Correction	Recalculated
Net interest income	144.0	-3.6	140.4
Total operating income	**291.0**	**-3.6**	**287.4**
Operating profit	**106.2**	**-3.6**	**102.6**
Taxes	-22.0	0.7	-21.3
Profit for the period	**84.2**	**-2.9**	**81.3**
Comparable operating profit	**108.4**	**-3.6**	**104.8**
Earnings per share (EPS), EUR	**1.16**	**-0.04**	**1.12**
Comparable earnings per share (EPS), EUR	**1.19**	**-0.04**	**1.15**

EUR million	Previously reported	Q1/2023 Correction	Recalculated
Net interest income	31.8	-0.9	30.9
Total operating income	**70.3**	**-0.9**	**69.4**
Operating profit	**22.2**	**-0.9**	**21.3**
Taxes	-4.1	0.2	-3.9
Profit for the period	**18.1**	**-0.8**	**17.3**
Comparable operating profit	**23.6**	**-0.9**	**22.6**

EUR million	Previously reported	Q2/2023 Correction	Recalculated
Net interest income	33.8	-1.0	32.8
Total operating income	**70.3**	**-1.0**	**69.3**
Operating profit	**26.8**	**-1.0**	**25.8**
Taxes	-5.7	0.2	-5.6
Profit for the period	**21.0**	**-0.8**	**20.3**
Comparable operating profit	**26.5**	**-1.0**	**25.6**

EUR million	Previously reported	Q3/2023 Correction	Recalculated
Net interest income	39.5	-1.0	38.6
Total operating income	**75.2**	**-1.0**	**74.3**
Operating profit	**32.0**	**-1.0**	**31.0**
Taxes	-7.3	0.2	-7.1
Profit for the period	**24.7**	**-0.8**	**23.9**
Comparable operating profit	**32.0**	**-1.0**	**31.0**

EUR million	Previously reported	Q4/2023 Correction	Recalculated
Net interest income	38.9	-0.7	38.2
Total operating income	**75.2**	**-0.7**	**74.5**
Operating profit	**25.2**	**-0.7**	**24.5**
Taxes	-4.9	0.1	-4.7
Profit for the period	**20.4**	**-0.6**	**19.8**
Comparable operating profit	**26.3**	**-0.7**	**25.6**

EUR million	Previously reported	31 December 2023 Correction	Recalculated
Deferred tax receivables	25.1	0.8	25.9
Total assets	**12,036.9**	**0.8**	**12,037.7**
Other liabilities	164.4	3.9	168.3
Total liabilities	**11,329.0**	**3.9**	**11,332.9**
Retained earnings	365.9	-3.1	362.7
Equity	**708.0**	**-3.1**	**704.8**
Liabilities and equity	**12,036.9**	**0.8**	**12,037.7**

EUR million	Previously reported	1 January 2023 Correction	Recalculated
Deferred tax receivables	38.2	0.1	38.2
Total assets	**12,412.2**	**0.1**	**12,412.3**
Other liabilities	83.6	0.3	83.9
Total liabilities	**11,772.1**	**0.3**	**11,772.5**
Retained earnings	313.7	-0.3	313.4
Equity	**640.1**	**-0.3**	**639.8**
Liabilities and equity	**12,412.2**	**0.1**	**12,412.3**

Report on review of the half-year report of Aktia Bank plc as of and for the six months period ending June 30, 2024

To the Board of Directors of Aktia Bank plc

Introduction

We have reviewed the balance sheet as of June 30, 2024 and the related income statement, statement of other comprehensive income, statement of changes in equity capital and cash flow statement of Aktia Bank plc Group for the six-month period then ended, as well as other explanatory notes to the consolidated financial statements. The Board of Directors and the Managing Director are responsible for the preparation and fair presentation of this half-year financial information in accordance with IAS 34 Interim Financial Reporting and other Finnish rules and regulations governing the preparation of half-year reports. We will express our conclusion on the half-year report based on our review.

Scope of review

We conducted our review in accordance with the Standard on Review Engagements 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity. A review of half-year 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 the standards on auditing and other generally accepted auditing practices and consequently does not enable us to obtain a level of assurance that would make us 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 half-year report, in all material respects, is not prepared in accordance with IAS 34 Interim Financial Reporting and other applicable rules and regulations governing half-year financial reporting preparation in Finland.

Helsinki 2 August 2024

KPMG OY AB

Marcus Tötterman

Authorised Public Accountant,
KHT

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BIC/S.W.I.F.T: HELSFIHH

Briefing for analysts, investors and media

Aktia's results briefing for analysts, investors and media will be held in English on Friday, 2 August 2024 at 10.30 a.m. Aktia's CEO Aleksi Lehtonen and CFO Outi Henriksson will present the results.

The briefing can be viewed live as a webcast or as a recording after the event at **https://aktia.videosync.fi/aktia-oyj-q2-report-2024**. Questions can be submitted in writing during the live webcast.

The presentation material in English will be available on Aktia's website **www.aktia.com** before the briefing.

Financial calendar

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Aktia