

OP Mortgage Bank:
Interim Report
1 January–31 March 2026





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OP Mortgage Bank: Interim Report 1 January–31 March 2026

OP Mortgage Bank is the covered bond issuing entity of OP Pohjola. Together with OP Corporate Bank plc, its role is to raise funding for OP Pohjola from money and capital markets.

Financial standing

Bonds issued by OP Mortgage Bank totalled EUR 14,800 million (14,800)* at the end of March. All funds received from the bonds have been intermediated in their entirety to 51 OP cooperative banks in the form of intermediary loans.

OP Mortgage Bank's covered bonds after 8 July 2022 are issued under the Euro Medium Term Covered Bond (Premium) programme (EMTCB), pursuant to the Finnish Act on Mortgage Credit Banks and Covered Bonds (151/2022). The collateral is added to the EMTCB cover pool from OP cooperative banks' balance sheets via the intermediary loan process on the issue date of a new covered bond.

The terms of issue are available on the op.fi website, under Debt investors: www.op.fi/en/op-financial-group/debt-investors/issuers/op-mortgage-bank/emtcb-debt-programme-documentation

Operating profit was EUR 1.7 million (1.7). The company's financial standing remained stable throughout the reporting period.

* The comparatives for 2025 are given in brackets. For income statement and other aggregated figures, January–March 2025 figures serve as comparatives. For balance-sheet and other cross-sectional figures, figures at the end of the previous financial year (31 December 2025) serve as comparatives.

Collateralisation of bonds issued to the public

The European covered bonds (premium) issued under the EMTCB programme of EUR 25 billion established on 11 October 2022, in accordance with the Act on Mortgage Credit Banks and Covered Bonds (151/2022), totalled EUR 7,250 million. The cover pool included a total of EUR 8,056 million in loans serving as collateral at the end of March. Overcollateralisation exceeded the minimum requirement under the Act (151/2022).

The covered bonds issued under the Euro Medium Term Covered Note programme (EMTCN) of EUR 20 billion, established on 12 November 2010 in accordance with the Act on Mortgage Credit Banks (Laki kiinnitysluottopankkitoiminnasta, 688/2010), totalled EUR 7,550 million. The cover pool included a total of EUR 8,241 million in loans serving as collateral at the end of March. Overcollateralisation exceeded the minimum requirement under the Act (688/2010).



Capital adequacy

OP Mortgage Bank's Common Equity Tier 1 (CET1) ratio stood at 1,848.3% (378.0) at the end of March. The ratio increased due to a change in the calculation of operational risks. The minimum CET1 capital requirement is 4.5% and the requirement for the capital conservation buffer is 2.5%. The minimum total capital requirement is 8% (or 10.5% with the increased capital conservation buffer). OP Mortgage Bank fully covers its capital requirements with CET1 capital, which in practice means that it has a CET1 capital requirement of 10.5%. Estimated profit distribution has been subtracted from earnings for the reporting period.

The capital adequacy requirement for credit risk is measured using the Standardised Approach (SA).

As part of OP Pohjola, OP Mortgage Bank is supervised by the European Central Bank (ECB). OP Pohjola presents capital adequacy information in its financial statements bulletins and interim and half-year financial reports in accordance with the Act on the Amalgamation of Deposit Banks. OP Pohjola also publishes Pillar 3 disclosures.

Own funds and capital adequacy

TEUR	31 Mar 2026	31 Dec 2025
Equity capital	366,355	368,504
Common Equity Tier 1 (CET1) before deductions	366,355	368,504
Proposed profit distribution	-1,698	-3,846
CET1 capital	364,657	364,657
Tier 1 capital (T1)	364,657	364,657
Tier 2 capital (T2)		
Total own funds	364,657	364,657

Total risk exposure amount

TEUR	31 Mar 2026	31 Dec 2025
Credit and counterparty risk	1,938	1,590
Operational risk (Standardised Approach)	17,774	94,841
Other risks*	17	34
Total risk exposure amount	19,729	96,465

* Risks not otherwise covered.

Ratios

%	31 Mar 2026	31 Dec 2025
CET1 capital ratio	1,848.3	378.0
Tier 1 capital ratio	1,848.3	378.0
Capital adequacy ratio	1,848.3	378.0

Capital requirement

TEUR	31 Mar 2026	31 Dec 2025
Own funds	364,657	364,657
Capital requirement	2,072	10,129
Buffer for capital requirements	362,586	354,528



Liabilities under the Resolution Act

Under regulation applied to the resolution of credit institutions and investment firms, the resolution authority is authorised to intervene in the terms and conditions of investment products issued by a bank in a way that affects an investor's position. The EU's Single Resolution Board (SRB) based in Brussels is OP Pohjola's resolution authority. The SRB has confirmed a resolution strategy for OP Pohjola whereby the resolution measures would focus on the OP amalgamation and on the new OP Corporate Bank that would be formed in case of resolution. According to the resolution strategy, OP Mortgage Bank would continue its operations as the new OP Corporate Bank's subsidiary.

The SRB has set a Minimum Requirement for Own Funds and Eligible Liabilities (MREL) for OP Mortgage Bank. From March 2025, the MREL is 15.96% of the total risk exposure amount and 18.46% of the total risk exposure amount including a combined buffer requirement, and 5.99% of leverage ratio exposures. The Combined Buffer Requirement (CBR) is 2.5%.

OP Mortgage Bank's buffer for the MREL requirement was EUR 361 million. The buffer consists of own funds only. OP Mortgage Bank clearly exceeds the MREL requirement. OP Mortgage Bank's MREL ratio was 1848% of the total risk exposure amount.

Joint and several liability of amalgamation

Under the Act on the Amalgamation of Deposit Banks (599/2010), the amalgamation of cooperative banks comprises the organisation's central cooperative (OP Cooperative), the central cooperative's member credit institutions and the companies belonging to their consolidation groups, as well as credit and financial institutions and service companies in which the above together hold more than half of the total votes. This amalgamation is supervised on a consolidated basis. On 31 March 2026, OP Cooperative's member credit institutions comprised 51 OP cooperative banks, OP Corporate Bank plc, OP Mortgage Bank and OP Retail Customers plc.

The central cooperative is responsible for issuing instructions to its member credit institutions concerning their internal control and risk management, their procedures for securing liquidity and capital adequacy, and for compliance with harmonised accounting policies in the preparation of the amalgamation's consolidated financial statements.

As a support measure referred to in the Act on the Amalgamation of Deposit Banks, the central cooperative is liable to pay any of its member credit institutions the amount necessary to preventing the credit institution from being placed in liquidation. The central cooperative is also liable for the debts of a member credit institution which cannot be paid using the member credit institution's assets.

Each member bank is liable to pay a proportion of the amount which the central cooperative has paid to either another member bank as a support measure or to a creditor of such a member bank in payment of an overdue amount which the creditor has not received from the member bank. Furthermore, if the central cooperative defaults, a member bank has unlimited refinancing liability for the central cooperative's debts as referred to in the Co-operatives Act.

Each member bank's liability for the amount the central cooperative has paid to the creditor on behalf of a member bank is divided between the member banks in proportion to their last adopted balance sheets. OP Pohjola's insurance companies do not fall within the scope of joint and several liability.

The creditors of covered bonds issued prior to 8 July 2022 according to section 25 of the Act on Mortgage Credit Banks (688/2010), which was valid at that time, have the right to receive payment, before other claims, for the entire term of the bond, in accordance with the terms and conditions of the bond, out of the funds entered as collateral, without this being prevented by OP Mortgage Bank's liquidation or bankruptcy. A similar and equal priority also applies to derivative contracts entered in the register of bonds, and to marginal lending facilities referred to in section 26, subsection 4 of said Act. For mortgage-backed loans included in the total amount of collateral of covered bonds issued prior to 8 July 2022, the priority of the covered bond holders' payment right is limited to the amount of loan that, with respect to home loans, corresponds to 70% of the value of shares or property serving as security for the loan and entered in the bond register at the time of the issuer's liquidation or bankruptcy declaration.

Under section 20 of the Act on Mortgage Credit Banks and Covered Bonds (151/2022), which entered into force on 8 July 2022, the creditors of bonds issued after 8 July 2022, including the related management and clearing costs, have the right to receive payment from the collateral included in the cover pool, before other creditors of OP Mortgage Bank or the OP cooperative bank which is the debtor of an intermediary loan. A similar priority also applies to creditors of derivative contracts related to covered bonds, including the



related management and clearing costs. Interest and yield accruing on the collateral, and any substitute assets, fall within the scope of said priority.

Section 44, subsection 3 of the Act on Mortgage Credit Banks and Covered Bonds includes provisions on the creditor's priority claim regarding cover pool liquidity support. According to said subsection, the creditor has the right to receive payment against the funds contained in the cover pool after claims based on the principal and interest of covered bonds secured by the cover assets included in the cover pool, obligations based on derivatives contracts associated with covered bonds, as well as administration and liquidation costs.

Sustainability and corporate responsibility

Sustainability and corporate responsibility is embedded in OP Pohjola's business and strategy. The work on sustainability and corporate responsibility is guided by the updated sustainability programme which took effect at the beginning of 2026. It is based on three main themes: Climate and nature, People and communities and Corporate governance. The update to the programme included new, more precise metrics under each key theme. More information about the sustainability programme and its calculation principles is available at <https://www.op.fi/en/op-financial-group/corporate-social-responsibility/corporate-social-responsibility-programme>.

OP Pohjola reports on its sustainability and corporate responsibility in accordance with the European Sustainability Reporting Standards (ESRS) under the EU's Corporate Sustainability Reporting Directive (CSRD).

OP Pohjola's sustainability report is prepared on a consolidated basis for the entire OP Pohjola, on the same grounds and restrictions as OP Pohjola's Financial Statements. OP Pohjola consists of OP cooperative banks and the central cooperative (OP Cooperative), as well as a number of subsidiaries and affiliates. OP Mortgage Bank is a member credit institution, under the Act on the Amalgamation of Deposit Banks, which is permanently affiliated to a central cooperative as provided for in the Act. According to the Accounting Act's rules on the scope of application of sustainability reporting, a member credit institution can determine that the rules in section 7 of the Act do not apply in its case. OP Mortgage Bank has decided that sustainability information regarding the company will be included in OP Pohjola's sustainability report, and will not be reported separately.

OP Pohjola has published a transition plan that guides the implementation of the climate goals and the development of sustainable business in accordance with the Paris Agreement. The targets of the transition plan are part of the sustainability programme.

OP Mortgage Bank issued Finland's first green covered bonds in March 2021 and in April 2022. Under OP Mortgage Bank's Green Covered Bond Framework, proceeds from the bonds have been allocated to mortgages with energy-efficient residential buildings as collateral.

The annual Green Covered Bond report on the allocation and impact of green covered bonds is available in the debt investors section at op.fi: <https://www.op.fi/en/op-financial-group/debt-investors/green-bonds/green-covered-bonds>. The environmental impacts allocated to the green covered bonds in 2025 were 60,000 MWh of energy use avoided per year and 5,500 tonnes of CO₂-equivalent emissions avoided per year.

Personnel

At the end of the reporting period, OP Mortgage Bank had five employees. OP Mortgage Bank has been digitising its operations and purchases all key support services from OP Cooperative and its subsidiaries, reducing the need for its own personnel.



Governing body members

The Board composition is as follows:

Chair	Mikko Timonen	Chief Financial Officer, OP Cooperative
Members	Satu Nurmi	Head of SME Finance, OP Retail Customers plc
	Mari Heikkilä	Head of Group Treasury & ALM, OP Corporate Bank plc

OP Mortgage Bank's Managing Director is Sanna Eriksson. The Deputy Managing Director is Tuomas Ruotsalainen, Senior Covered Bonds Manager at OP Mortgage Bank.

Risk profile

OP Mortgage Bank has a strong capital base, capital buffers and risk-bearing capacity.

OP Mortgage Bank's most significant risks are related to the quality of collateral and to structural liquidity and interest rate risks on the balance sheet, for which limits have been set in the Banking Risk Policy. The key credit risk indicators in use show that OP Mortgage Bank's credit risk exposure is stable. OP Mortgage Bank uses interest rate swaps to hedge against its interest rate risk. Interest rate swaps have been used to swap intermediary loan interest and interest on issued bonds to the same interest-rate basis. OP Mortgage Bank has concluded all derivative contracts for hedging purposes, applying fair value hedges which have OP Corporate Bank plc as their counterparty. OP Mortgage Bank's interest risk exposure is under control and has been within the set limit.

The liquidity buffer for OP Pohjola is centrally managed by OP Corporate Bank and therefore exploitable by OP Mortgage Bank. At the end of the reporting period, OP Pohjola's Liquidity Coverage Ratio (LCR) was 192% and the Net Stable Funding Ratio (NSFR) was 132%. OP Mortgage Bank monitors its cash flows on a daily basis to secure funding liquidity and its structural funding risk on a regular basis as part of the company's internal capital adequacy assessment process (ICAAP).

An analysis of OP Mortgage Bank's risk exposure should always take account of OP Pohjola's risk exposure, which is based on the joint and several liability of all its member credit institutions. The member credit institutions are jointly liable for each other's debts.

All member banks must participate in support measures, as referred to in the Act on the Amalgamation of Deposit Banks, to support each other's capital adequacy.

OP Pohjola analyses the business environment as part of its ongoing risk assessment activities and strategy process. At present, global factors identified as particularly shaping the business environment include geopolitics and trade policy, threats to corporate security, climate, biodiversity loss, and scientific and technological innovations. In addition to these, significant change drivers in Finland include the demographic and regional development and growing public debt.

By taking account of the changes occurring in both customer understanding and the business environment, OP Pohjola can advise its customers, and by that promote their sustainable prosperity and security. This way, OP Pohjola can also manage its own risk profile in the long term.

OP Pohjola has extensive business operations in different areas of the financial sector. Changes in the business environment and unexpected shocks may have a range of impacts on the prosperity of OP Pohjola's customers and on OP Pohjola's premises, ICT infrastructure and personnel, and also on OP Pohjola's risk profile, capitalisation and liquidity. OP Pohjola assesses the effects of transformative developments and of any shock events on continuity of operations by means of scenario work and by continuously preparing for such effects through action plans.

Decisions by the shareholder

Matters within the remit of OP Mortgage Bank's AGM were decided in accordance with the shareholder's (OP Cooperative) decision on 26 March 2026.

A shareholder's decision confirmed the 2025 Financial Statements and the Board members and CEO were discharged from liability. A decision was made to distribute a total of EUR 3,846,450.24 in dividends, or EUR 50.22 per share. After dividend distribution, it was decided that the remaining amount of EUR 637.11 will be recognised under retained earnings/losses.

By decision of the shareholder, it was decided to elect three (3) members to the Board of Directors. A decision was made to re-elect the following persons as members of the Board of Directors: Mikko Timonen (Chair), Mari Heikkilä and Satu Nurmi, whose term of office begins from this shareholder's decision and ends at the end of the next Annual General Meeting or when an equivalent shareholder's decision is made.



PricewaterhouseCoopers Oy, a firm of authorised public accountants, was elected as the auditor for the financial year 2026, with Heini Hänninen, Authorised Public Accountant, acting as the chief auditor, appointed by PricewaterhouseCoopers Oy.

The shareholder also decided to change the company's business name to OP Asuntoluottopankki Oyj, in Swedish OP Bostadslånebanken Abp and in English OP Mortgage Bank plc. The change is planned to enter into force on 8 June 2026.

Outlook

The war in the Middle East overshadows the global economic outlook, weakens the growth of Finland's economy and increases inflation. The escalation of geopolitical crises or a rise in trade barriers may affect capital markets and the economic environment of OP Pohjola and its customers.

A full-year earnings estimate for 2026 will only be provided for OP Pohjola, in OP Pohjola's financial statements bulletin and in its interim and half-year financial reports.

OP Mortgage Bank's capital adequacy is expected to remain strong and its risk exposure favourable. This enables issuance of new covered bonds.



Alternative performance measures

Key figures and ratios	Q1/2026	Q1/2025
Return on equity (ROE), %	1.9	1.5
Cost/income ratio, %	25	41

The alternative performance measures are presented to illustrate the financial performance of business operations and to improve comparability between reporting periods. Formulas for the alternative performance measures used are presented below.

Key figure or ratio	Formula		Description
Return on equity (ROE), %	$\frac{\text{Financial performance for the reporting period} \times (\text{days of financial year} / \text{days of reporting period})}{\text{Equity capital (average at beginning and end of period)}}$	x 100	The ratio describes how much return is generated on equity capital as a percentage of equity during the reporting period.
Cost/income ratio, %	$\frac{\text{Total expenses}}{\text{Total income}}$	x 100	The ratio describes the ratio of expenses to income. The lower that ratio, the better.



Tables

Income statement

TEUR	Note	Q1/2026	Q1/2025
Interest income		85,831	113,911
Interest expenses		-83,570	-111,074
Net interest income	2	2,261	2,837
Impairment loss on receivables	3	2	0
Commission expenses		-1	
Net commissions and fees	4	-1	
Other operating income			0
Personnel costs		-173	-169
Other operating expenses		-392	-992
Operating profit (loss)		1,698	1,676
Income tax			-335
Profit for the period		1,698	1,341

Statement of comprehensive income

TEUR	Note	Q1/2026	Q1/2025
Profit for the period		1,698	1,341
Total comprehensive income for the period		1,698	1,341



Balance sheet

TEUR	Note	31 Mar 2026	31 Dec 2025
Cash and cash equivalents		350,638	351,789
Receivables from member credit institutions	6	14,878,299	14,892,057
Derivative contracts	7	46,485	92,054
Other assets		387	41
Deferred tax assets		574	514
Total assets		15,276,383	15,336,456
Derivative contracts	7	522,099	466,569
Debt securities issued to the public		14,387,578	14,501,065
Provisions and other liabilities		291	318
Deferred tax liabilities		60	0
Total liabilities		14,910,028	14,967,952
Equity capital			
Share capital		60,000	60,000
Reserve for invested unrestricted equity		245,000	245,000
Retained earnings		61,355	63,504
Total equity		366,355	368,504
Total liabilities and equity		15,276,383	15,336,456



Statement of changes in equity

TEUR	Share capital	Reserve for invested unrestricted equity	Retained earnings	Equity capital total
Equity capital 1 January 2026	60,000	245,000	63,504	368,504
Profit for the period			1,698	1,698
Dividends			-3,846	-3,846
Equity capital 31 March 2026	60,000	245,000	61,355	366,355

TEUR	Share capital	Reserve for invested unrestricted equity	Retained earnings	Equity capital total
Equity capital 1 January 2025	60,000	245,000	63,122	368,122
Profit for the period			1,341	1,341
Dividends			-3,466	-3,466
Equity capital 31 March 2025	60,000	245,000	60,998	365,998



Cash flow statement

TEUR	Q1/2026	Q1/2025
Cash flow from operating activities		
Profit for the period	1,698	1,341
Adjustments to profit for the period		
Accruals of derivatives and hedge accounting	-2	-2
Income tax		335
Amortisation of effective interest rate	2,089	1,953
Total adjustments	2,088	2,287
Increase (-) or decrease (+) in operating assets	-44,948	43,182
Receivables from member credit institutions, increases		
Receivables from member credit institutions, decreases	3,250	18,891
Derivative contracts	-47,852	24,291
Other assets	-346	-1
Increase (+) or decrease (-) in operating liabilities	43,858	-43,173
Derivative contracts	55,530	-26,294
Provisions and other liabilities	-11,673	-16,880
A. Net cash from operating activities	2,695	3,636
Cash flow from financing activities		
Dividends	-3,846	-3,466
B. Net cash used in financing activities	-3,846	-3,466
TEUR	Q1/2026	Q1/2025
Net change in cash and cash equivalents (A+B)	-1,151	170
Cash and cash equivalents at period start	351,789	343,002
Cash and cash equivalents at period end	350,638	343,172
Interest received	119,879	156,950
Interest paid	-116,247	-152,196
Cash and cash equivalents	350,638	343,172
Total cash and cash equivalents	350,638	343,172



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Note 1. Accounting policies and highlights

The Interim Report 1 January–31 March 2026 has been prepared in accordance with IAS 34 (Interim Financial Reporting). This Interim Report applies IAS 34 Interim Financial Reporting and the accounting policies presented in the 2025 financial statements. The Interim Report should be read with the audited 2025 financial statements.

This Interim Report is based on unaudited figures. Given that all figures have been rounded, the sum total of individual figures may deviate from the presented sums.

The Interim Report is available in Finnish and English. The Finnish version is official and will be used if there is any discrepancy between the language versions.



Note 2. Net interest income

TEUR	Q1/2026	Q1/2025
Interest income calculated using the effective interest method		
From receivables from member credit institutions	85,831	113,910
Change in hedge accounting adjustment		
Change in the fair value of hedged risk	-10,508	-5,559
Change in the fair value of hedging derivatives	10,508	5,559
Other interest income		1
Total	85,831	113,911
Interest expenses		
From debt securities issued to the public		
Interest amounts	-62,150	-57,663
Change in the fair value of hedged risk	103,931	1,318
From derivatives subject to hedge accounting		
Change in fair value	-103,929	-1,317
Interest amounts	-21,421	-53,413
Total interest expenses	-83,570	-111,074
Net interest income	2,261	2,837

Net interest income was EUR 2.3 million (2.8). OP Mortgage Bank uses interest rate swaps to hedge against its interest rate risk. Interest rate swaps have been used to swap intermediary loan interest and interest on issued bonds to the same interest-rate basis.



Note 3. Impairment loss on receivables

Impairment loss on receivables, TEUR	Q1/2026	Q1/2025
Recoveries of receivables written down	2	0
Total impairment loss on receivables	2	0

In November 2024, OP Mortgage Bank sold its loan portfolio to OP cooperative banks. Recoveries of old receivables written down before the sale are still recognised in OP Mortgage Bank's income statement.

Expected credit losses on receivables from member credit institutions:

As a support measure referred to in the Act on the Amalgamation of Deposit Banks, the central cooperative is liable to pay any of its member credit institutions the amount necessary to preventing the credit institution from being placed in liquidation. The central cooperative is also liable for the debts of a member credit institution which cannot be paid using the member credit institution's assets. Each member bank is liable to pay a proportion of the amount which the central cooperative has paid to either another member bank as a support measure or to a creditor of such a member bank in payment of an overdue amount which the creditor has not received from the member bank. Furthermore, if the central cooperative defaults, a member bank has unlimited refinancing liability for the central cooperative's debts as referred to in the Co-operatives Act. Each member bank's liability for the amount the central cooperative has paid to the creditor on behalf of a member bank is divided between the member banks in proportion to their last adopted balance sheets. OP Pohjola's insurance companies do not fall within the scope of joint and several liability.

Expected credit losses are measured using modelled risk parameters with the formula 'probability of default (PD) x loss given default (LGD) x exposure at default (EAD)' for all portfolios per contract, and reflect expectations of future credit losses on the reporting period. PD describes the probability of default according to the definition of default. The definition of default is based on Article 178 of Regulation (EU) No 575/2013 (CRR) of the European Parliament and of the Council and on the European Banking Authority's (EBA) guidelines on the application of the definition of default (EBA/GL/2016/07 and EBA/RTS/2016/06).

OP Pohjola is assessed as a whole based on the principle of joint and several liability under the Act on the Amalgamation of Deposit Banks, so expected credit loss cannot be separately calculated for an individual member credit institution, in accordance with the principle outlined above. The probability of default applied to OP Pohjola's internal loans, including intermediary loans, is zero due to the joint and several liability. LGD describes the share of an asset if a borrower defaults. It is affected, for example, by the quantity and type of collateral securities and various financial guarantees. The amalgamation's joint and several liability guarantees all expected losses of the member credit institution, so the LGD component too in OP Pohjola's internal loans is zero. This is affected by OP Pohjola's current strong financial standing, which is expected to remain so in the foreseeable future too. EAD describes the exposure amount at default, including exposure in the balance sheet (capital and accrued interest), and expected use of off-balance-sheet items at default.



Note 4. Net commissions and fees

Net commissions and fees, TEUR	Q1/2026	Q1/2025
Commission income		
Commission expenses, TEUR		
Other	-1	
Total	-1	
Net commissions and fees	-1	



Note 5. Classification of financial assets and liabilities

Assets 31 March 2026, TEUR	Amortised cost	Recognised at fair value through profit or loss	Recognised at fair value through other comprehensive income	Carrying amount total
Cash and cash equivalents	350,638			350,638
Receivables from member credit institutions	14,878,299			14,878,299
Derivative contracts		46,485		46,485
Other financial assets	347		40	387
Total financial assets	15,229,284	46,485	40	15,275,809

Liabilities 31 March 2026, TEUR	Amortised cost	Recognised at fair value through profit or loss	Recognised at fair value through other comprehensive income	Carrying amount total
Derivative contracts			522,099	522,099
Debt securities issued to the public		14,387,578		14,387,578
Other financial liabilities		62		62
Total financial liabilities		14,387,640	522,099	14,909,739

Assets 31 December 2025, TEUR	Amortised cost	Recognised at fair value through profit or loss	Recognised at fair value through other comprehensive income	Carrying amount total
Cash and cash equivalents	351,789			351,789
Receivables from member credit institutions	14,892,057			14,892,057
Derivative contracts		92,054		92,054
Other financial assets			40	40
Total financial assets	15,243,847	92,054	40	15,335,941



Liabilities 31 December 2025, TEUR	Amortised cost	Recognised at fair value through profit or loss	Carrying amount total
Derivative contracts		466,569	466,569
Debt securities issued to the public	14,501,065		14,501,065
Other financial liabilities	26		26
Total financial liabilities	14,501,091	466,569	14,967,660

Debt securities issued to the public are carried at amortised cost, including a negative valuation of EUR 515,159 thousand (411,228 thousand) caused by risk to be hedged. The fair value of these debt instruments was assessed based on price quote information available in markets and by employing commonly used valuation techniques, amounting to EUR 14,304,214 thousand (14,393,879 thousand) at the end of March.

Receivables from member credit institutions are carried at amortised cost, including a negative valuation of EUR 32,205 thousand (21,697 thousand) caused by risk to be hedged.

The largest item carried at amortised cost is receivables from member credit institutions, which consists of intermediary loans granted to OP cooperative banks. These are mainly tied to a floating interest rate, and their credit risk is zero due to joint and several liability (for a description of the joint and several liability, see Note 'Impairment loss on receivables'). The carrying amount of these loans is reasonably close to their fair value at the end of March.



Note 6. Receivables from member credit institutions

TEUR	31 Mar 2026	31 Dec 2025
Receivables from intermediary loans	14,877,758	14,891,519
Other	541	538
Total	14,878,299	14,892,057

Receivables from intermediary loans

OP Mortgage Bank is responsible for secured wholesale funding for OP Pohjola. In its operations, OP Mortgage Bank applies an intermediary loan model complying with the Act on Mortgage Credit Banks and Covered Bonds (151/2022, chapter 7). OP Mortgage Bank issues covered bonds for which mortgage-backed loan receivables are tagged as collateral from the balance sheets of OP cooperative banks to the cover pool. The future cash flows related to said mortgage-backed loan receivables serve as collateral for the covered bonds. In the intermediary loan model, loan receivables, or risks related to them, are not transferred to OP Mortgage Bank. OP Mortgage Bank provides funding to OP cooperative banks by transmitting proceeds from bonds to OP cooperative banks as intermediary loans. Receivables from intermediary loans are presented in OP Mortgage Bank's balance sheet under item Receivables from member credit institutions, and they will mature at the same time as the issued bonds.

Expected credit losses are not recognised on receivables from member credit institutions. This is described in more detail in Note 3. Impairment loss on receivables.



Note 7. Derivative contracts

Derivative contracts 31 March 2026, TEUR	Fair values	
	Assets	Liabilities
Interest rate derivatives		
Hedging	46,485	522,099
Total	46,485	522,099

Derivative contracts 31 December 2025, TEUR	Fair values	
	Assets	Liabilities
Interest rate derivatives		
Hedging	92,054	466,569
Total	92,054	466,569



Note 8. Financial instruments classification, grouped by valuation technique

31 March 2026, TEUR	Balance sheet value	Level 1	Level 2	Level 3
Recurring fair value measurements of assets				
Derivative contracts	46,485		46,485	
Total	46,485		46,485	
Recurring fair value measurements of liabilities				
Derivative contracts	522,099		522,099	
Total	522,099		522,099	
31 December 2025, TEUR	Balance sheet value	Level 1	Level 2	Level 3
Recurring fair value measurements of assets				
Derivative contracts	92,054		92,054	
Total	92,054		92,054	
Recurring fair value measurements of liabilities				
Derivative contracts	466,569		466,569	
Total	466,569		466,569	

Fair value measurement

OP Mortgage Bank has no derivative contracts whose counterparty is a company outside the amalgamation (that is to say OP Pohjola). The contracting counterparty is always OP Corporate Bank plc. If OP Corporate Bank defaulted, other companies in the amalgamation of cooperative banks would guarantee OP Corporate Bank's liabilities. For this reason, no separate CVA/DVA component is calculated for OP Mortgage Bank's derivatives. Models and methods commonly used in markets and best suited to the valuation of particular financial instrument are employed to value OTC derivatives. They are needed for creating yield curves, for example. The input data of these models can generally be derived from markets.

OP Corporate Bank's Middle Office is responsible for the fair value measurement of banking derivatives and the quality and reliability of market data, valuation curves and volatility surfaces used in them, as part of its daily fair value measurement process. Risk Management Control is responsible for approval of new fair value measurement models and techniques and supervision of the fair value measurement process. Verifying fair values is based, for example, on valuation using alternative sources for market prices and other input data.



Fair value hierarchy

Level 2: Valuation techniques using observable inputs

Valuation techniques based on observable input parameters. The fair value of the instruments included within Level 2 means value derived from the market price of a financial instrument's components or similar financial instruments; or value which can be determined using commonly used valuation models and techniques if the inputs significant to the fair value measurement are based on observable market data. Level 2 input data include, for example: quoted prices of similar items in active markets, quoted prices of similar items in inactive markets, market interest rates, implied volatilities and credit spreads. OP Mortgage Bank classifies OTC derivatives and its own debt issues and intermediary loans into this hierarchy level. Products subject to recurring fair value measurement during the reporting period only include derivatives.

Transfers between hierarchy levels of recurring fair value measurements

Transfers between the levels of the fair value hierarchy are considered to take place on the date when an event causes such transfer or when circumstances change. Transfers between the levels are mainly due to the number of available market quotes. No transfers between the levels took place during the reporting period.



Note 9. Related party transactions

OP Mortgage Bank's related parties comprise OP Cooperative (parent company) and companies consolidated into OP Cooperative Consolidated, associates, key management personnel and their close family members, and other related party entities. The company's key management personnel comprises the Managing Director, Deputy Managing Director and members of the Board of Directors. Related parties also include companies over which a key management person or their close family member, either alone or together with another person, exercises control. Other entities regarded as related parties include OP-Eläkesäätiö pension foundation and the OP Ryhmän Henkilöstörahasto personnel fund. Related parties have been defined in accordance with IAS 24.

Related party transactions consist of paid salaries and fees as well as ordinary business transactions.

No substantial changes have taken place in related-party transactions since 31 December 2025.

Related party transactions

TEUR	31 Mar 2026		
	OP Cooperative	OP Corporate Bank	Other
Assets			
Cash and cash equivalents		350,638	
Derivative contracts		46,485	
Other assets	40	541	

TEUR	31 Mar 2026		
	OP Cooperative	OP Corporate Bank	Other
Liabilities			
Derivative contracts		522,099	
Debt securities issued to the public		306,264	
Provisions and other liabilities	310		12

TEUR	Q1/2026		
	OP Cooperative	OP Corporate Bank	Other
Interest income		1,568	
Interest expenses		-23,282	
Commission expenses		-1	
Operating expenses	-146	-21	-13



Related party transactions, TEUR	31 Dec 2025		
	OP Cooperative	OP Corporate Bank	Other
Assets			
Cash and cash equivalents		351,789	
Derivative contracts		92,054	
Other assets	40	538	

TEUR	31 Dec 2025		
	OP Cooperative	OP Corporate Bank	Other
Liabilities			
Derivative contracts		466,569	
Debt securities issued to the public		305,200	
Provisions and other liabilities	0		13

TEUR	Q1/2025		
	OP Cooperative	OP Corporate Bank	Other
Interest income		2,195	
Interest expenses*		-56,020	
Commission expenses		-2	
Operating expenses	-565	-24	-17

*Comparative information has been adjusted accordingly.

OP Mortgage Bank paid EUR 3,846 thousand (3,466) in dividends to OP Cooperative on 30 March 2026.



Note 10. Transactions with OP cooperative banks

The accounts of OP Mortgage Bank and the member cooperative banks are consolidated into OP Pohjola's financial statements. Transactions between OP Mortgage Bank and member cooperative banks are mainly related to the intermediary loan model, which is explained in greater detail in Note 6. Receivables from member credit institutions.

OP cooperative banks paid EUR 84,263 thousand (111,715) in interest income to OP Mortgage Bank, and OP Mortgage Bank paid EUR 0 thousand (0) in commission expenses to OP cooperative banks. Intermediary loans in OP Mortgage Bank's balance sheet totalled EUR 14,909,963 thousand (14,913,216) at the end of the reporting period.



Financial reporting

Schedule for financial reports for 2026:

Half-year Financial Report 1 January–30 June 2026
Interim Report 1 January–30 September 2026

23 July 2026
27 October 2026

Helsinki, 6 May 2026

OP Mortgage Bank

Board of Directors

Additional information:

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