



Interim Report

6 months 2024

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## Management Director's Statement

### Business volumes and financial results

By the end of the Q2 2024, Coop Pank had 196,000 customers, increased by 7,000 customers in the quarter (+4%) and by 29,000 in the year (+17%). The bank had 89,500 active customers, increased by 5,100 (+6%) in the quarter and by 13,300 (+17%) in the year.

In Q2 2024, volume of deposits in Coop Pank increased by 46 million euros (+3%), reaching total of 1.74 billion euros. Deposits from private clients increased by 6 million euros: demand deposits increased by 17 million euros and term deposits decreased by 11 million euros. Deposits from domestic business customers increased by 39 million euros: demand deposits increased by 38 million euro and term deposits increased by 1 million euro. Deposits from the international deposit platform Raisin and other financing increased by 1 million euros. Compared to Q2 2023, volume of Coop Pank's deposits has decreased by 15 million euros (-1%). In an annual comparison, share of term deposits of total deposits has increased from 67% to 68%. In Q2 2024, the bank's financing cost was 3.3%, at the same time last year the financing cost was 2.1%.

In Q2 2024, net loan portfolio of Coop Pank increased by 90 million euros (+6%), reaching 1.62 billion euros. All financing business lines showed good growth. The volumes of business loan portfolio increased by 42 million euros (+6%), the volumes of home loan portfolio increased by 37 million euros (+6%), the leasing portfolio increased by 7 million euros (+4%) and consumer finance portfolio increased by 4 million euros (+4%). Compared to Q2 2023, total loan portfolio of Coop Pank has grown by 163 million euros (+11%).

In Q2 2024, overdue loan portfolio of Coop Pank decreased from the level of 2.4% to the level of 2.2%. A year ago, overdue loan portfolio was at the level of 2.0%.

Impairment costs of financial assets in Q2 2024 were 1.2 million euros, which is 0.7 million euros (+113%) more than in the previous quarter and 1,0 million euros (-45%) less than in Q2 2023.

Net income of Coop Pank in Q2 2024 was 20.5 million euros, increasing by 1% in a quarterly comparison and decreasing by 9% in an annual comparison. Operating expenses reached 10.1 million euros in Q2 – operating expenses increased by 7% in the quarterly comparison and 18% in the annual comparison.

In Q2 2024, net profit of Coop Pank was 8 million euros, which is 12% less than in the previous quarter and 23% less than a year ago. In Q2 2024, cost to income ratio of the bank was 49% and return on equity was 16.4%.

As of 30 June 2024, Coop Pank has 36,900 shareholders.

### Key events and product developments

In the second quarter, Coop Pank paid out a record dividend of 8.7 cents per share to 37,200 shareholders. 98% of the dividend payment went to the accounts of Estonian people and companies.

At the end of April, Coop Pank has launched a new Kaardivägi program, under which 1 cent from every card payment of its customers goes to the Reservists Fund, created to support the national defence of Estonia. For its part, the bank adds another 1 cent to each payment in order to strengthen Estonia's defence capabilities in cooperation with clients. In June, Coop Pank received the gold level recognition of State Defender Supporter, which is awarded for a long-term and exceptional contribution to the support of Estonian State Defenders.

In the second quarter, Coop Pank has become the first bank to implement a payment solution for online businesses developed by Estonian startup Montonio Finance – in order to increase competition in the field of payment solutions and provide more choices for online merchants.

In the second quarter, Coop Pank changed the appearance and functionality of its website. The purpose of the renewed design is to simplify the use of the page and to make finding information more convenient and faster.

Coop Pank concluded a three-year sponsorship agreement with the Estonian Athletic Association (EAA) in support of the country's decathletes, foremost among them being Johannes Erm. This endorsement will bolster the athletes as they compete in the European Championships and at the Olympic Games.

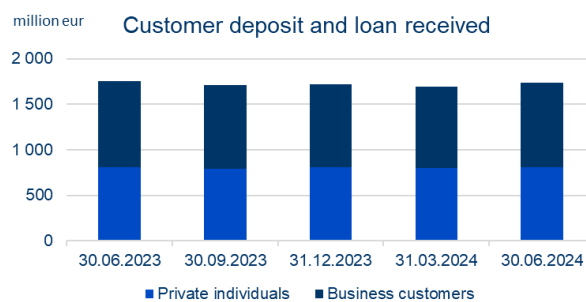
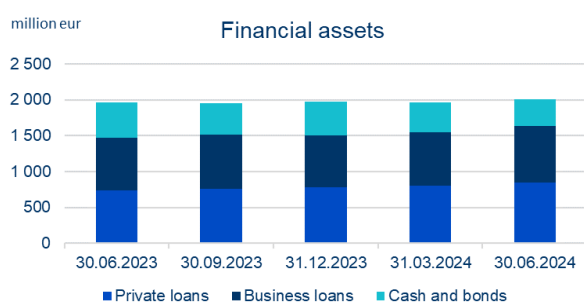
In the second quarter, Coop Pank also awarded Coop Bank scholarships for the first time to TalTech students who are most interested in the field of artificial intelligence (AI) and sustainable and responsible management (ESG).

Margus Rink  
Chairman of the Management Board

## Overview of financial results

Income statement EUR thousand	Q2 2024	Q1 2024	quarterly change	Q2 2023	annual change
Net interest income	19,319	19,082	1%	21,044	-8%
Net fee and commissions income	1,000	1,014	-1%	1,183	-15%
Other income	146	125	17%	163	-10%
<b>Total net operating income</b>	<b>20,465</b>	<b>20,221</b>	<b>1%</b>	<b>22,390</b>	<b>-9%</b>
Operating expenses	-10,091	-9,427	7%	-8,565	18%
Impairment costs on financial assets	-1,224	-576	113%	-2,232	-45%
Income tax	-1,152	-1,080	7%	-1,227	-6%
<b>Net profit</b>	<b>7,998</b>	<b>9,138</b>	<b>-12%</b>	<b>10,366</b>	<b>-23%</b>

Business volumes, EUR thousand	Q2 2024	Q1 2024	quarterly change	Q2 2023	annual change
Net loan portfolio	1,621,000	1,531,038	6%	1,458,201	11%
Cash and bonds	372,690	417,104	-11%	487,508	-24%
Customer deposits and loans received	1,739,709	1,693,254	3%	1,754,746	-1%
Owner´s equity	195,320	195,270	0%	165,357	18%



Ratios (quarterly ratios, expressed on annualised basis)	Q2 2024	Q1 2024	quarterly change	Q2 2023	annual change
Average equity (attributable to parent company), EUR thousand	195,295	190,548	-4,747	161,953	33,342
Return on equity ROE % ( <i>net profit / average equity</i> )	16.4	19.2	-2.8	25.6	-9.2
Average total assets, EUR thousand	2,002,880	1,982,837	20,043	1,854,043	148,837
Return on assets ROA % ( <i>net profit / average total assets</i> )	1.6	1.8	-0.2	2.2	-0.6
Cash and interest-bearing assets, average, EUR thousand	1,986,863	1,967,652	19,210	1,837,311	149,552
Net interest margin NIM % ( <i>net interest income / interest-bearing assets, average</i> )	3.9	3.9	0.0	4.6	-0.7
Cost / income ratio % ( <i>total operating costs / total net operating income</i> )	49.3	46.6	2.7	38.3	11.0
Liquidity Coverage Ratio LCR %	209	297	-88	224	-15
Net Stable Funding Ratio NSFR % ( <i>as defined by the CRD IV</i> )	125	131	-6	153	-28

Key financial indicators in last three years as of the date of the interim report

EUR thousand	30.06.2024	30.06.2023	30.06.2022
Net loan portfolio	1,621,000	1,458,201	1,131,367
Customer deposits and loans received	1,739,709	1,754,746	1,248,711
Subordinated loans	63,148	38,139	43,164
Owner´s equity	195,320	165,357	117,287
Net interest income	38,400	39,416	22,224
Net fee and commission income	2,015	2,211	1,699
Other income	271	424	327
Total net operating income	40,686	42,051	24,250
Operating expenses	-19,518	-16,160	-12,809
Impairment losses on financial assets	-1,800	-3,859	-2,675
Income tax	-2,232	-2,291	-677
Net profit	17,136	19,741	8,089

## Capitalisation

Capital base, EUR thousand	30.06.2024	31.12.2023
<b>Tier 1 capital</b>		
Paid-in share capital and share premium	96,892	95,452
Statutory reserve capital	6,815	4,855
Retained earnings	73,629	45,280
Eligible profit of the reporting period	0	23,757
Other accumulated comprehensive loss	-507	-459
Goodwill accounted for as intangible asset (-)	-6,757	-6,757
Intangible assets (-)	-12,254	-10,838
Adjustment of value arising from requirements of reliable measurement (-)	-37	-36
Other deductions from Tier 1 capital (-)	-1,800	-1,148
<b>Common Equity Tier 1 (CET1)</b>	<b>155,981</b>	<b>150,106</b>
Additional Tier 1 capital	28,100	28,100
<b>Total Tier 1 capital</b>	<b>184,081</b>	<b>178,206</b>
Subordinated debt	35,000	22,000
<b>Tier 2 capital</b>	<b>35,000</b>	<b>22,000</b>
<b>Eligible capital for capital adequacy calculation</b>	<b>219,081</b>	<b>200,206</b>
<b>Risk-weighted assets RWA</b>		
Central government and central banks using standardised approach	6,035	5,998
Credit institutions, investment companies using standardised approach	3,717	3,084
Companies using standardised approach	126,801	115,263
Retail claims using standardised approach	173,913	166,608
Claims secured by mortgage on real estate using standardised approach	574,038	525,037
Claims past due using standardised approach	7,766	8,883
Items subject to particularly high risk using standardised approach	115,855	105,909
Other assets using standardised approach	11,057	10,994
<b>Total credit risk and counter-party credit risk</b>	<b>1,019,182</b>	<b>941,776</b>
Operational risk using basic indicator approach	112,728	78,909
<b>Total risk-weighted assets (total risk exposure)</b>	<b>1,131,910</b>	<b>1,020,685</b>
CET 1 capital ratio %	13.78%	14.71%
Tier 1 capital ratio %	16.26%	17.46%
Capital adequacy ratio %	19.35%	19.61%

### Requirements to own funds:

Core Tier 1 capital ratio	4.50%	core Tier 1 capital / total risk exposure
Tier 1 capital ratio	6.00%	Tier 1 capital / total risk exposure
Total capital ratio (capital adequacy)	8.00%	total capital / total risk exposure
Capital conservation buffer	2.50%	of total risk exposure
Countercyclical capital buffer rate	1.50%	of total risk exposure
Pillar 2 requirement (P2R)	2.75%	of total risk exposure
Pillar 2 guidance (P2G)	1.50%	of total risk exposure

By the end of the reporting period, the Group is compliant with all regulative capital requirements.

In the first half of 2024, the bank has obtained an unsecured subordinated loan of 15 million euros from the European Energy Efficiency Fund (EEEF) for the financing of sustainability projects. The subordinated loan agreement was included in the bank's own second-tier funds with the purpose of raising long-term capital.

## Consolidated financial statements

### Consolidated statement of comprehensive income

EUR thousand	Note	Q2 2024	6 M 2024	Q2 2023	6 M 2023
Interest income calculated using the effective interest method		31,330	62,549	25,854	47,535
Other income similar to interest		3,361	6,659	2,632	4,802
Interest and similar expense		-15,372	-30,808	-7,442	-12,921
<b>Net interest and similar income</b>	<b>3</b>	<b>19,319</b>	<b>38,400</b>	<b>21,044</b>	<b>39,416</b>
Fee and commission income		1,937	3,744	1,897	3,590
Fee and commission expense		-937	-1,729	-714	-1,379
<b>Net fee and commission income</b>	<b>4</b>	<b>1,000</b>	<b>2,015</b>	<b>1,183</b>	<b>2,211</b>
Sale of assets		0	0	0	80
Cost of assets sold		0	0	0	-85
Net gains/losses from non-financial asset realization		0	0	3	3
Net gains/losses from financial assets measured at fair value		0	0	0	57
Handling of overdue receivables		150	277	135	292
Other income		-4	-6	25	77
<b>Net other income</b>		<b>146</b>	<b>271</b>	<b>163</b>	<b>424</b>
Payroll expense		-5,858	-11,267	-4,900	-9,445
Operating expense		-2,887	-5,651	-2,529	-4,468
Depreciation		-1,346	-2,600	-1,136	-2,250
<b>Total operating expense</b>		<b>-10,091</b>	<b>-19,518</b>	<b>-8,565</b>	<b>-16,160</b>
<b>Profit before loss allowances and tax</b>		<b>10,374</b>	<b>21,168</b>	<b>13,825</b>	<b>25,891</b>
Credit loss allowance		-1,224	-1,800	-2,232	-3,859
<b>Profit before income tax</b>		<b>9,150</b>	<b>19,368</b>	<b>11,593</b>	<b>22,032</b>
Income tax		-1,152	-2,232	-1,227	-2,291
<b>Net profit for the reporting period</b>	<b>2</b>	<b>7,998</b>	<b>17,136</b>	<b>10,366</b>	<b>19,741</b>
<b>Other comprehensive income / loss</b>					
Items that may subsequently be reclassified to income statement:					
Financial assets at fair value through other comprehensive income		-119	-48	-22	-108
<b>Other comprehensive income/loss</b>		<b>-119</b>	<b>-48</b>	<b>-22</b>	<b>-108</b>
<b>Comprehensive income for the reporting period</b>		<b>7,879</b>	<b>17,088</b>	<b>10,344</b>	<b>19,633</b>
Basic earnings per share (in euros)	15	0.08	0.17	0.10	0.19
Diluted earnings per share (in euros)	15	0.08	0.16	0.10	0.19



## Consolidated statement of financial position

EUR thousand	Note	30.06.2024	31.12.2023
<b>Assets</b>			
Cash, balances with central banks and other deposits	5	335,710	428,354
Debt securities at fair value through other comprehensive income	6	36,980	36,421
Equity instruments at fair value through other comprehensive income	6	13	13
Loans and advances to customers	7,8,9,10	1,621,000	1,490,873
Other financial assets		938	832
Other assets		1,871	1,275
Assets held for sale		1,947	1,722
Right-of-use assets		5,272	5,380
Tangible assets		3,556	3,746
Intangible assets		12,254	10,839
Goodwill		6,757	6,757
<b>Total assets</b>		<b>2,026,298</b>	<b>1,986,212</b>
<b>Liabilities</b>			
Customer deposits and loans received	12	1,739,709	1,721,765
Lease liabilities		5,360	5,417
Other financial liabilities		14,633	14,444
Other liabilities		8,128	8,574
Subordinated debt		63,148	50,187
<b>Total liabilities</b>		<b>1,830,978</b>	<b>1,800,387</b>
<b>Shareholder's equity</b>			
Share capital		70,181	69,673
Share premium		26,711	25,779
Statutory reserve capital		6,815	4,855
Retained earnings		90,765	84,484
Other reserves and assets revaluations		848	1,034
Shareholders' equity attributable to owners of the parent company		195,320	185,825
<b>Total shareholder's equity</b>		<b>195,320</b>	<b>185,825</b>
<b>Total liabilities and shareholders' equity</b>		<b>2,026,298</b>	<b>1,986,212</b>

## Consolidated statement of cash flows

EUR thousand	Note	6 M 2024	6 M 2023
<b>Cash flows from operating activities</b>			
Interest and other similar income received		68,981	50,711
Interest paid		-26,776	-7,688
Service fee and commission received		3,744	3,590
Service fee and commission paid		-1,729	-1,379
Other received income		270	432
Salaries paid		-11,571	-9,829
Other operating expenses paid		-5,651	-4,468
Income Tax paid		-3,360	-1,746
<b>Total cash flows from operating activities before changes in operating assets and liabilities</b>		<b>23,908</b>	<b>29,623</b>
<b>Change in operating assets:</b>			
Loans and advances to customers		-131,742	-159,916
Change of mandatory reserve in central bank		363	-2,552
Other assets		-1,363	-1,942
<b>Change in operating liabilities:</b>			
Change in client deposits and loans received		13,993	241,407
Other liabilities		1,766	1,725
<b>Net cash flows from operating activities</b>		<b>-93,075</b>	<b>108,345</b>
<b>Cash flows from investment activities</b>			
Acquisition of property, plant and equipment		-3,292	-3,178
Sale of property, plant and equipment and investment properties		0	95
Acquisition of debt securities		-419	-9,818
Sale and redemption of debt instruments		42	959
<b>Total cash flows from investment activities</b>		<b>-3,669</b>	<b>-11,942</b>
<b>Cash flows from financing activities</b>			
Contribution to share capital		820	778
Dividends paid		-8,895	-4,566
Issue of subordinated debt		15,000	0
Redemption of subordinated bonds		-2,000	0
Repayment of principal of lease liabilities		-463	-406
<b>Total cash flows from financing activities</b>		<b>4,462</b>	<b>-4,194</b>
Effect on exchange rate changes on cash and cash equivalents		1	-8
<b>Change in cash and cash equivalents</b>		<b>-92,281</b>	<b>92,201</b>
Cash and cash equivalents at the beginning of period		411,256	350,642
<b>Cash and cash equivalents at the end of period</b>	<b>5</b>	<b>318,975</b>	<b>442,843</b>
<b>Cash and cash equivalents balance is comprised of:</b>			
Cash on hand		3,810	3,232
Demand deposits in central bank		291,211	426,302
Demand and short-term deposits in credit institutions and other financial institutions		23,954	13,309

## Consolidated statement of changes in equity

EUR thousand	Share capital	Share premium	Statutory reserve capital	Other reserves	Revaluation reserve	Retained earnings	Total equity
<b>Equity as at 31.12.2022</b>	<b>62,148</b>	<b>25,435</b>	<b>3,838</b>	<b>715</b>	<b>-883</b>	<b>50,863</b>	<b>149,116</b>
Contribution to share capital	525	344	0	-91	0	0	778
Dividends paid	0	0	0	0	0	-4 566	-4 566
Share options	0	0	0	396	0	0	396
Change in reserves	0	0	1 017	0	0	-1 017	0
Net profit 01.01 – 30.06.2023	0	0	0	0	0	19,741	19,741
Other comprehensive income 01.01 – 30.06.2023	0	0	0	0	-108	0	-108
Total comprehensive income	0	0	0	0	-108	19,741	19,633
<b>Equity as at 30.06.2023</b>	<b>69 673</b>	<b>25 779</b>	<b>4 855</b>	<b>1 020</b>	<b>-991</b>	<b>65 021</b>	<b>165 357</b>
Share options	0	0	0	473	0	0	473
Net profit 01.07. - 31.12.2023	0	0	0	0	0	19,463	19,463
Other comprehensive income 01.07. - 31.12.2023	0	0	0	0	532	0	532
Total comprehensive income	0	0	0	0	532	19 463	19 995
<b>Equity as at 31.12.2023</b>	<b>69,673</b>	<b>25,779</b>	<b>4,855</b>	<b>1,493</b>	<b>-459</b>	<b>84,484</b>	<b>185,825</b>
Contribution to share capital	508	932	0	-620	0	0	820
Dividends paid	0	0	0	0	0	-8,895	-8,895
Share options	0	0	0	482	0	0	482
Change in reserves	0	0	1,960	0	0	-1,960	0
Net profit 01.01. – 30.06.2024	0	0	0	0	0	17,136	17,136
Other comprehensive income 01.01. –30.06.2024	0	0	0	0	-48	0	-48
Total comprehensive income	0	0	0	0	-48	17,136	17,088
<b>Equity as at 30.06.2024</b>	<b>70,181</b>	<b>26,711</b>	<b>6,815</b>	<b>1,355</b>	<b>-507</b>	<b>90,765</b>	<b>195,320</b>

## Notes to consolidated financial statements

### Note 1 Accounting principles

The interim report has been prepared in conformity with International Accounting Standard IAS 34 “Interim Financial Reporting” as approved by the EU. The accounting principles used in interim report are in conformity with accounting principles used in Annual Report 2023.

Subsidiaries are consolidated on a line-by-line basis, eliminating the intercompany transactions, receivables and liabilities, income and expense. The definition of group according to the Regulation (EU) No 575/2013 of the European Parliament and of the Council matches that of IFRS.

All figures in financial statements are in thousands of euros unless noted otherwise.

Structure of the Group	Country	Activity	Holding
Coop Pank AS	Estonia	banking	parent company
Coop Liising AS	Estonia	leasing	100%
Coop Kindlustusmaakler AS	Estonia	insurance brokerage	100%
SIA Prana Property	Latvia	real estate management	100%

On 01 April 2024 the merger of Coop Pank AS and Coop Finants AS has been completed. As a result of the merger, Coop Pank is the legal successor of Coop Finants AS and Coop Finants AS was deleted from the Estonian Commercial Registry. With registration of the merger in the Estonian Commercial Registry, all the assets, rights and obligations of Coop Finants AS were transferred to Coop Pank. Since it is an intragroup merger, it does not have an impact on the consolidated financial position and rights and obligations of Coop Pank's group.

## Note 2 Operating segments

Operating segments are reported in a manner consistent with the internal reporting provided to the main operating decision-maker. The main decision-maker, responsible for resource distribution and evaluation of the activities of the segments, is the management board of the bank.

The Group divides its business into segments based on the legal structure and the product- and customer-specific distribution within the Bank. According to the legal structure, the Group has a leasing and insurance brokerage segment that provides leasing products and insurance brokerage services to both private and corporate customers, respectively. Leasing segment earns interest income from lending. The insurance brokerage segment earns revenues on intermediating insurance contracts.

Due to the Bank's product-based division, the Group distinguishes the consumer financing segment. The consumer financing segment provides consumer loans and hire-purchase cards to private customers. The segment earns interest incomes from lending and fee commissions from issuing hire-purchase cards.

Due to the Bank's customer-based division, the Group owns corporate banking (legal entities) and retail banking (private individuals) segments. Both segments offer money transferring products and loan products to customers and gather deposits. The segments earn interest income from lending and commissions fees from settlement of payments and bank card transactions.

Segments are the basis for regular monitoring of business results by the Group's management and supervisory boards, and separate financial data are available for the segments. According to the Group's structure, the Bank also divides the corporate banking and retail banking segments into more detailed business lines of loans and everyday banking (deposits, settlements). The Group also uses the division of business lines for planning and budgeting. The Management Board of the Group has been appointed as the chief decision maker for assessing financial allocations and the profitability of business.

Revenue reported by a segment consists of revenue from external customers and additional interest income or interest expense on inter-segment borrowing, which is based on the internal transfer pricing model in the Group and is shown as elimination in the tables below. The Group does not have any customers whose income would account for more than 10% of the respective type of income. All interest income is earned in Estonia. The geographical breakdown of commission fees is shown in Note 4.

Segment profits, Q2 2024, EUR thousand	Corporate banking	Retail banking	Consumer financing	Leasing	Other*	Elimi- nation	Total
Interest income	15,216	11,912	3,888	3,065	6,064	-5,454	34,691
Incl. external income	13,691	10,121	3,888	3,065	3,926	0	34,691
Incl. internal income	1,525	1,791	0	0	2,138	-5,454	0
Interest expense	-6,400	-6,112	-875	-1,576	-5,863	5,454	-15,372
<b>Net interest income</b>	<b>8,816</b>	<b>5,800</b>	<b>3,013</b>	<b>1,489</b>	<b>201</b>	<b>0</b>	<b>19,319</b>
Commission income	390	790	429	58	270	0	1,937
Commission expense	-167	-672	-101	-1	4	0	-937
<b>Net commission income</b>	<b>223</b>	<b>118</b>	<b>328</b>	<b>57</b>	<b>274</b>	<b>0</b>	<b>1,000</b>
Other operating income	19	72	41	24	-10	0	146
<b>Net other income</b>	<b>9,058</b>	<b>5,990</b>	<b>3,382</b>	<b>1,570</b>	<b>465</b>	<b>0</b>	<b>20,465</b>
Total operating expenses	-3,354	-3,723	-1,414	-1,037	-563	0	-10,091
<b>Profit before loss allowances and tax</b>	<b>5,704</b>	<b>2,267</b>	<b>1,968</b>	<b>533</b>	<b>-98</b>	<b>0</b>	<b>10,374</b>
Credit loss allowance	-328	-184	-753	41	0	0	-1,224
Income tax expense	-792	-360	0	0	0	0	-1,152
<b>Net profit</b>	<b>4,584</b>	<b>1,723</b>	<b>1,215</b>	<b>574</b>	<b>-98</b>	<b>0</b>	<b>7,998</b>

Segment profits, 6 M 2024, EUR thousand	Corporate banking	Retail banking	Consumer financing	Leasing	Other*	Elimi- nation	Total
Interest income	30,115	23,594	7,771	6,060	12,568	-10,900	69,208
Incl. external income	27,101	20,028	7,771	6,060	8,248	0	69,208
Incl. internal income	3,014	3,566	0	0	4,320	-10,900	0
Interest expense	-12,690	-11,924	-1,815	-3,087	-12,192	10,900	-30,808
<b>Net interest income</b>	<b>17,425</b>	<b>11,670</b>	<b>5,956</b>	<b>2,973</b>	<b>376</b>	<b>0</b>	<b>38,400</b>
Commission income	757	1,501	859	121	506	0	3,744
Commission expense	-313	-1,158	-232	-2	-24	0	-1,729
<b>Net commission income</b>	<b>444</b>	<b>343</b>	<b>627</b>	<b>119</b>	<b>482</b>	<b>0</b>	<b>2,015</b>
Other operating income	31	91	131	42	-24	0	271
<b>Net other income</b>	<b>17,900</b>	<b>12,104</b>	<b>6,714</b>	<b>3,134</b>	<b>834</b>	<b>0</b>	<b>40,686</b>
Total operating expenses	-6,431	-7,114	-2,977	-1,972	-1,024	0	-19,518
<b>Profit before loss allowances and tax</b>	<b>11,469</b>	<b>4,990</b>	<b>3,737</b>	<b>1,162</b>	<b>-190</b>	<b>0</b>	<b>21,168</b>
Credit loss allowance	-7	-333	-1,452	-8	0	0	-1,800
Income tax expense	-1,538	-694	0	0	0	0	-2,232
<b>Net profit</b>	<b>9,924</b>	<b>3,963</b>	<b>2,285</b>	<b>1,154</b>	<b>-190</b>	<b>0</b>	<b>17,136</b>

Assets and liabilities as a 30.06.2024, EUR million	Corporate banking	Retail banking	Consumer financing	Leasing	Other*	Elimi- nation	Total
Loan portfolio	885	665	92	170	383	-574	1,621
Other assets	150	146	28	38	43	0	405
<b>Total assets</b>	<b>1,035</b>	<b>811</b>	<b>120</b>	<b>208</b>	<b>426</b>	<b>-574</b>	<b>2,026</b>
Total liabilities	952	734	109	188	422	-574	1,831

\* "Other" includes treasury, subsidiaries Prana Property, Coop Kindlustusmaakler.

Segment profits, Q2 2023, EUR thousand	Corporate banking	Retail banking	Consumer financing	Leasing	Other*	Elimination	Total
Interest income	12,410	9,673	3,805	2,410	4,353	-4,165	28,486
Incl. external income	11,207	8,008	3,805	2,410	3,056	0	28,486
Incl. internal income	1,203	1,665	0	0	1,297	-4,165	0
Interest expense	-3,245	-2,909	-513	-754	-4,186	4,165	-7,442
<b>Net interest income</b>	<b>9,165</b>	<b>6,764</b>	<b>3,292</b>	<b>1,656</b>	<b>167</b>	<b>0</b>	<b>21,044</b>
Commission income	496	691	453	69	188	0	1,897
Commission expense	-142	-454	-58	-1	-59	0	-714
<b>Net commission income</b>	<b>354</b>	<b>237</b>	<b>395</b>	<b>68</b>	<b>129</b>	<b>0</b>	<b>1,183</b>
Other operating income	19	18	117	20	-11	0	163
<b>Net other income</b>	<b>9,538</b>	<b>7,019</b>	<b>3,804</b>	<b>1,744</b>	<b>285</b>	<b>0</b>	<b>22,390</b>
Total operating expenses	-2,767	-3,093	-1,448	-886	-371	0	-8,565
<b>Profit before loss allowances and tax</b>	<b>6,771</b>	<b>3,926</b>	<b>2,356</b>	<b>858</b>	<b>-86</b>	<b>0</b>	<b>13,825</b>
Credit loss allowance	-835	-322	-1,062	-13	0	0	-2,232
Income tax expense	-763	-463	0	0	-1	0	-1,227
<b>Net profit</b>	<b>5,173</b>	<b>3,141</b>	<b>1,294</b>	<b>845</b>	<b>-87</b>	<b>0</b>	<b>10,366</b>

Segment profits, 6 M 2023, EUR thousand	Corporate banking	Retail banking	Consumer financing	Leasing	Other*	Elimination	Total
Interest income	23,140	17,623	7,461	4,385	7,308	-7,580	52,337
Incl. external income	20,807	14,487	7,461	4,385	5,197	0	52,337
Incl. internal income	2,333	3,136	0	0	2,111	-7,580	0
Interest expense	-5,977	-5,286	-927	-1,361	-6,983	7,580	-12,921
<b>Net interest income</b>	<b>17,196</b>	<b>12,337</b>	<b>6,534</b>	<b>3,024</b>	<b>325</b>	<b>0</b>	<b>39,416</b>
Commission income	900	1,313	888	123	366	0	3,590
Commission expense	-281	-892	-118	-3	-85	0	-1,379
<b>Net commission income</b>	<b>619</b>	<b>421</b>	<b>770</b>	<b>120</b>	<b>281</b>	<b>0</b>	<b>2,211</b>
Other operating income	40	59	253	41	31	0	424
<b>Net other income</b>	<b>17,855</b>	<b>12,817</b>	<b>7,557</b>	<b>3,185</b>	<b>637</b>	<b>0</b>	<b>42,051</b>
Total operating expenses	-5,202	-5,800	-2,788	-1,687	-683	0	-16,160
<b>Profit before loss allowances and tax</b>	<b>12,653</b>	<b>7,017</b>	<b>4,769</b>	<b>1,498</b>	<b>-46</b>	<b>0</b>	<b>25,891</b>
Credit loss allowance	-1,687	-367	-1,794	-11	0	0	-3,859
Income tax expense	-1,415	-860	0	0	-16	0	-2,291
<b>Net profit</b>	<b>9,551</b>	<b>5,790</b>	<b>2,975</b>	<b>1,487</b>	<b>-62</b>	<b>0</b>	<b>19,741</b>

Assets and liabilities as a 30.06.2023, EUR million	Corporate banking	Retail banking	Consumer financing	Leasing	Other*	Elimination	Total
Loan portfolio	821	567	97	152	410	-589	1,458
Other assets	209	184	42	52	33	0	520
<b>Total assets</b>	<b>1,030</b>	<b>751</b>	<b>139</b>	<b>204</b>	<b>443</b>	<b>-589</b>	<b>1,978</b>
Total liabilities	958	689	128	187	440	-589	1,813

\* "Other" includes treasury, subsidiaries Prana Property, Coop Kindlustusmaakler.

### Note 3 Net interest income

Interest income	Q2 2024	6 M 2024	Q2 2023	6 M 2023
Interest income calculated using the effective interest method:				
Loans to entities	13,371	26,453	10,959	20,340
Consumer loans and hire-purchase loans	3,500	7,188	3,805	7,461
Other loans to private individuals	10,509	20,611	8,009	14,487
Debt securities	350	696	241	409
Other assets	3,600	7,601	2,840	4,838
	31,330	62,549	25,854	47,535
Other similar interest income:				
Leasing	3,361	6,659	2,632	4,802
<b>Total interest revenues</b>	<b>34,691</b>	<b>69,208</b>	<b>28,486</b>	<b>52,337</b>
Customer deposits and loans received	-14,019	-28,240	-6,718	-11,475
Subordinated debt	-1,293	-2,448	-703	-1,406
Lease liabilities	-60	-120	-21	-40
<b>Total interest expenses</b>	<b>-15,372</b>	<b>-30,808</b>	<b>-7,442</b>	<b>-12,921</b>
<b>Net interest income</b>	<b>19,319</b>	<b>38,400</b>	<b>21,044</b>	<b>39,416</b>

### Note 4 Net fee and commission income

Fee and commission income	Q2 2024	6 M 2024	Q2 2023	6 M 2023
Fees from cards	800	1 551	760	1 475
Monthly account fees and transaction fees	371	724	339	672
Insurance brokerage commission	367	697	279	534
Foreign exchange transactions	20	40	29	63
Other fee and commission income	379	732	490	846
<b>Total fee and commission income</b>	<b>1,937</b>	<b>3,744</b>	<b>1,897</b>	<b>3,590</b>
Expenses related to cards	-630	-1,183	-528	-990
Transaction costs	-61	-121	-54	-127
Other fee and commission expense	-246	-425	-132	-262
<b>Total fee and commission expense</b>	<b>-937</b>	<b>-1,729</b>	<b>-714</b>	<b>-1,379</b>
<b>Net fee and commission income</b>	<b>1,000</b>	<b>2,015</b>	<b>1,183</b>	<b>2,211</b>

In Q2 2024, the Group earned 86% of fee and commission income from Estonian residents and 14% from residents of other countries (mostly EU countries). In Q1 2024, 87% of fee and commission income was earned from Estonian residents and 13% from residents of other countries.

All fee and commission income are recognized point in time. From 2024, the Bank uses segment-based classification instead of the legal structure classification when classifying fee and commission income.

### Note 5 Cash, balances with central banks and other deposits

	30.06.2024	31.12.2023
Cash	3,810	2,276
Mandatory reserve at the central bank*	16,735	17,098
Demand deposits at central bank	291,211	394,089
Demand deposits at credit institutions and other financial institutions	23,954	14,891
<b>Total</b>	<b>335,710</b>	<b>428,354</b>

\* Not included in cash and cash equivalents in the consolidated statement of cash flows.



## Note 6 Financial investments

	30.06.2024	31.12.2023
Government debt securities	30,176	29,988
Credit institutions	4,968	4,596
Debt securities of other non-financial companies	1,836	1,837
<b>Total of debt securities</b>	<b>36,980</b>	<b>36,421</b>
Shares of other non-financial companies	13	13
<b>Total of equity instruments</b>	<b>13</b>	<b>13</b>
<b>Total of financial investments</b>	<b>36,993</b>	<b>36,434</b>

All debt securities and equity instruments in amount of 13 thousand euros are recognized at fair value through changes in other comprehensive income.

## Note 7 Loans and advances to customers

	30.06.2024	31.12.2023
<b>Total receivables from private individuals</b>	<b>844,455</b>	<b>776,083</b>
incl. consumers loans	102,632	100,063
incl. lease financing	80,667	72,920
incl. mortgage loans and other loans	661,156	603,100
<b>Total receivables from legal entities</b>	<b>793,500</b>	<b>731,184</b>
incl. lease financing	90,367	98,395
incl. other loans to legal entities	703,133	632,789
<b>Total receivables</b>	<b>1,637,955</b>	<b>1,507,267</b>
Loss allowances of loans and advances	-16,955	-16,394
<b>Total</b>	<b>1,621,000</b>	<b>1,490,873</b>

From 2024, the Bank uses segment-based classification instead of the legal structure classification when classifying loan products.

## Note 8 Loss allowances of loans and advances

	30.06.2024	31.12.2023
Balance at the beginning of the reporting period	-16,394	-11,864
Allowances during the reporting period	-1,864	-6,503
Derecognized during reporting period	1,303	1,973
<b>Balance of allowance at the end of the reporting period</b>	<b>-16,955</b>	<b>-16,394</b>

## Note 9 Allocation of past due loans

	30.06.2024			31.12.2023		
	Unsecured loans to private individuals	Secured loans to private individuals	Loans to legal entities	Unsecured loans to private individuals	Secured loans to private individuals	Loans to legal entities
1-30 days	5,225	14,559	5,698	5,115	10,653	4,216
31-60 days	1,238	2,552	1,000	1,401	2,666	806
61-90 days	612	885	482	618	452	800
over 90 days	2,479	1,404	1,061	2,366	692	1,353
<b>Total</b>	<b>9,554</b>	<b>19,400</b>	<b>8,241</b>	<b>9,500</b>	<b>14,463</b>	<b>7,175</b>

## Note 10 Loans and advances to customers by economic sector

	30.06.2024	%	31.12.2023	%
Private individuals	837,967	51.69%	770,012	51.66%
L – activities related to real estate	322,810	19.91%	289,264	19.40%
G – wholesale and retail	94,853	5.85%	92,472	6.20%
C – manufacturing	76,959	4.75%	57,127	3.83%
D – power and heat generation	56,238	3.47%	54,025	3.62%
K – finance and insurance activities	55,100	3.40%	56,173	3.77%
M – professional, scientific and technical activities	36,951	2.28%	26,617	1.79%
F – construction	32,498	2.01%	32,837	2.20%
H – transportation and storage	29,942	1.85%	28,925	1.94%
A – agriculture, forestry and fishing	23,499	1.45%	30,996	2.08%
N – administrative and support services	14,130	0.87%	15,217	1.02%
I – hospitality and food service	5,909	0.36%	5,735	0.38%
S – other services	3,947	0.24%	3,162	0.21%
Other	30,197	1.87%	28,311	1.90%
<b>Total</b>	<b>1,621,000</b>	<b>100%</b>	<b>1,490,873</b>	<b>100.0%</b>

## Note 11 Financial assets and liabilities by residual maturity

Undiscounted cash flows by residual maturity

30.06.2024	Up to 3 months	3-12 months	1-5 years	Over 5 years	Total
<b>Assets</b>					
Cash and cash equivalents	335,710	0	0	0	335,710
Debt securities at fair value	506	503	18,943	17,028	36,980
Equity instruments	0	0	0	13	13
Loans and advances to customers	104,025	262,893	1,040,983	1,020,893	2,428,794
Other financial assets	918	0	20	0	938
<b>Total financial assets</b>	<b>441,159</b>	<b>263,396</b>	<b>1,059,946</b>	<b>1,037,934</b>	<b>2,802,435</b>
<b>Liabilities</b>					
Customer deposits and loans received	981,545	721,554	45,397	2,943	1,751,439
Lease liabilities	243	713	3,736	1,509	6,201
Other financial liabilities	12,657	1,976	0	0	14,633
Subordinated debt	1,287	3,852	16,212	70,261	91,612
<b>Total financial liabilities</b>	<b>995,732</b>	<b>728,095</b>	<b>65,345</b>	<b>74,713</b>	<b>1,863,885</b>
<b>Off-balance sheet liabilities</b>					
Undrawn lines of credit and overdraft facilities	133,892	0	0	0	133,892
Financial guarantees	17,778	0	0	0	17,778
<b>Total on-balance / off-balance-sheet liabilities</b>	<b>1,147,402</b>	<b>728,095</b>	<b>65,345</b>	<b>74,713</b>	<b>2,015,555</b>
<b>Duration gap of financial assets and financial liabilities</b>	<b>-706,243</b>	<b>-464,699</b>	<b>994,601</b>	<b>963,221</b>	<b>786,880</b>

31.12.2023	Up to 3 months	3-12 months	1-5 years	Over 5 years	Total
<b>Assets</b>					
Cash and cash equivalents	428,354	0	0	0	428,354
Debt securities at fair value	0	506	18,473	17,442	36,421
Equity instruments	0	0	0	13	13
Loans and advances to customers	78,845	272,860	971,966	942,637	2,266,308
Other financial assets	812	0	20	0	832
<b>Total financial assets</b>	<b>508,011</b>	<b>273,366</b>	<b>990,459</b>	<b>960,092</b>	<b>2,731,928</b>
<b>Liabilities</b>					
Customer deposits and loans received	797,200	876,381	65,326	2,645	1,741,552
Lease liabilities	226	676	3,562	1,926	6,390
Other financial liabilities	14,444	0	0	0	14,444
Subordinated debt	1,062	3,179	14,192	52,985	71,418
<b>Total financial liabilities</b>	<b>812,932</b>	<b>880,236</b>	<b>83,080</b>	<b>57,556</b>	<b>1,833,804</b>
<b>Off-balance sheet liabilities</b>					
Undrawn lines of credit and overdraft facilities	128,491	0	0	0	128,491
Financial guarantees	16,292	0	0	0	16,292
<b>Total on-balance / off-balance-sheet liabilities</b>	<b>957,715</b>	<b>880,236</b>	<b>83,080</b>	<b>57,556</b>	<b>1,978,587</b>
<b>Duration gap of financial assets and financial liabilities</b>	<b>-449,704</b>	<b>-606,870</b>	<b>907,379</b>	<b>902,536</b>	<b>753,341</b>

## Note 12 Customer deposits and loans received

	30.06.2024	31.12.2023
<b>Due to customers</b>		
Private individuals	804,854	810,992
Legal entities	933,113	910,773
Credit institutions	1,742	0
<b>Total</b>	<b>1,739,709</b>	<b>1,721,765</b>
Demand deposits	564,899	494,092
Term deposits	1,165,871	1,217,991
Special purpose loans	8,939	9,682
<b>Total</b>	<b>1,739,709</b>	<b>1,721,765</b>

## Note 13 Contingent liabilities

	30.06.2024	31.12.2023
Financial guarantees	17,778	16,292
Credit lines and overdrafts	133,892	128,491
<b>Total</b>	<b>151,670</b>	<b>144,783</b>

## Note 14 Related parties

Related parties are:

- a shareholder of significant influence and companies that are part of its group;
- management of the group: i.e. members of the Management Board and the Supervisory Board of parent company, head of internal audit and entities controlled by them;
- individuals, who have equal economic interest as management, and entities associated to them.

The terms of the loans issued to related parties do not differ from the loans issued to other customers regarding interest rates. Transactions with related parties are based on the price list and/or are carried out at market value. Maximum termination benefits payable to members of the management board on a contingent basis is 372 thousand euros (31.12.2023: 324).

Balances	30.06.2024	31.12.2023
Shareholders:		
Loans	0	0
Deposits	8,513	9,897
Members of the Management Board and Supervisory Board, and persons and entities associated with them:		
Loans	2,840	2,396
Deposits	1,345	1,011

Transactions	30.06.2024	31.12.2023
Shareholders:		
Interest expense	37	81
Members of the Management Board and Supervisory Board, and persons and entities associated with them:		
Interest income of the reporting period	73	91
Interest expense of the reporting period	16	11
Other goods and services sold	1	2
Compensation paid to members of the Management Board and Supervisory Board	529	849

## Note 15 Basic earnings and diluted earnings per share

In order to calculate basic earnings per share, net profit attributable to owners of the parent has been divided by the weighted average number of shares issued. Diluted earnings per share comes from the share options granted to key employees.

	Q2 2024	6 M 2024	Q2 2023	6 M 2023
Profit attributable to the owners of the parent (in thousands of euros)	7,998	17,136	10,366	19,741
Weighted average number of shares (in thousands of units)	102,614	102,390	101,856	101,728
Basic earnings per share (euros)	0.08	0.17	0.10	0.19
Adjustments for calculation of diluted earnings per share – share options (in thousands of units)	2,379	2,331	2,265	2,248
Weighted average number of shares used for calculating the diluted earnings per share (in thousands of units)	104,993	104,721	104,122	103,976
Diluted earnings per share (euros)	0.08	0.16	0.10	0.19

## Shareholders, Supervisory Board and Management Board of Coop Pank AS

As at 30.06.2024 shareholders with holding over 5% are:

Coop Investeeringud OÜ	22.01%
Andres Sonn	8.27%

In addition, the member cooperatives of Coop Eesti Keskühistu hold the total of 18.96% of the total amount of shares, however, separately none of them holds over 5%.

Members of Supervisory Board hold 126 thousand shares of Coop Pank and Members of Management Board hold 1,066 thousand shares of Coop Pank, which in total accounts for 1.16% of the total amount of shares.

Members of the Supervisory board:

Rainer Rohtla (Chairman), Viljar Arakas, Jaan Marjundi, Raul Parusk, Roman Provotorov, Silver Kuus

Members of the Management board:

Margus Rink (Chairman), Paavo Truu, Heikko Mäe, Arko Kurtmann, Karel Parve

## Statement of the Management Board of Coop Pank AS

The Management Board of Coop Pank is of the opinion, that information in this interim report, consisting of the management report and financial reports, is in conformity with requirements to interim reports and gives a true and fair view of the financial condition and economic results of Coop Pank Group, the presented data and additional information is true and comprehensive. Current interim report is not audited.

18.07.2024

Margus Rink

Chairman of the Management Board

Paavo Truu

Member of the Management Board

Heikko Mäe

Member of the Management Board

Arko Kurtmann

Member of the Management Board

Karel Parve

Member of the Management Board

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