

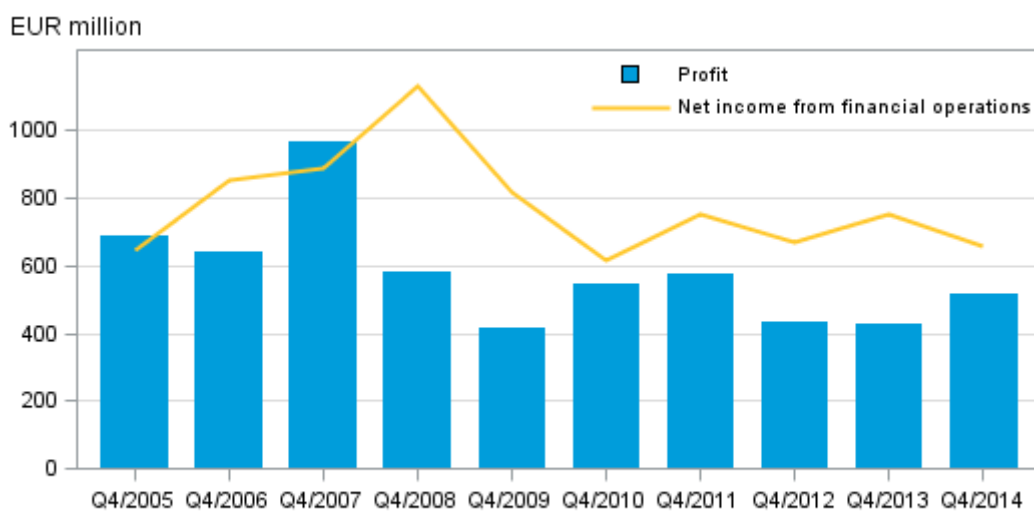
Financial statement statistics on credit institutions

2014, 4th quarter

Domestic banks' net income from financial operations decreased by 13 per cent in 2014

In the fourth quarter of 2014, domestic banks' net income from financial operations amounted to EUR 656 million. Their net income from financial operations contracted by 13 per cent from the respective quarter of the year before. For domestic commercial banks, net income from financial operations decreased by 20 per cent and for savings banks by nine per cent. By contrast, the net income from financial operations of co-operative banks increased by nine per cent. These data derive from Statistics Finland's financial statement statistics on credit institutions.

Domestic banks' net income from financial operations and operating profit, 4th quarter



Interest income and expenses

Over the quarter, interest income amounted to EUR 1.3 billion, which is EUR 28 million less than one year previously. From the previous quarter, interest income went down by EUR 50 million. Over the quarter, interest expenses amounted to EUR 680 million, which is EUR 65 million more than one year previously. From the previous quarter, interest expenses went down by EUR 43 million.

Commission income

Commission income amounted to EUR 480 million in the last quarter, which is 24 million more than one year earlier. Compared with the previous quarter, the commission income went up by ten per cent.

Administrative expenses

The administrative expenses of domestic banks amounted to EUR 663 million in the last quarter, which is 19 million more than one year earlier. From the previous quarter, administrative expenses went up by EUR 105 million.

Operating profit and balance sheet

The net operating profit amounted to EUR 516 million in the fourth quarter, which is EUR 89 million more than one year earlier. The aggregate value of the balance sheets was EUR 511 billion. The balance sheets grew by 12 per cent year-on-year. The share of own equity in the total of the balance sheets was 4.3 per cent.

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Appendix table

Appendix table 1. Profit and loss accounts of domestic banks 1.1.- 31.12.2014, EUR thousands

	1.1.- 31.12.2014			
	Commercial banks	Co-operative banks total	Savings banks total	Domestic banks total
Interest income	4 324 558	941 473	186 638	5 452 669
Interest expenses	2 587 141	239 128	47 253	2 873 522
NET INCOME FROM FINANCIAL OPERATIONS	1 737 417	702 345	139 385	2 579 147
(Expenses on share capital repayable on demand)	- ¹⁾	-	-	-
Dividend income	448 873	133 622	3 101	585 596
Fee and comission income	1 367 316	388 351	79 388	1 835 055
(Fee and comission expenses)	822 483	51 800	9 541	883 824
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	59 272	537 837	20 895	618 004
Gains or (-) losses on financial assets and liabilities held for trading, net	1 544 803	10 219	486	1 555 508
Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net	31 506	516	45	32 067
Gains or (-) losses from hedge accounting, net	-17 060	138	128	-16 794
Exchange differences [gain or (-) loss], net	-509 595	429	5	-509 161
Gains or (-) losses on derecognition of non financial assets, net	430	842	751	2 023
Other operating income	102 405	67 905	28 058	198 368
(Other operating expenses)	113 359	202 166	38 884	354 409
TOTAL OPERATING INCOME, NET	3 829 525	1 588 238	223 817	5 641 580
(Administrative expenses)	1 711 218	618 217	120 253	2 449 688
of which: Wages, salaries and fees (including staff-related cost)	854 894	352 966	64 538	1 272 398
of which: Other administrative expenses	856 324	265 251	55 715	1 177 290
(Depreciation)	74 926	30 957	5 429	111 312
(Provisions or (-) reversal of provisions)	38 112	-	-	38 112
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit of loss)	102 071	63 628	14 956	180 655
(Impairment or (-) reversal of impairment of investmets in subsidiaries, joint ventures and associates)	16 427	-	-	16 427
(Impairment or (-) reversal of impairment on non-financial assets)	56 865	14 635	288	71 788
Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations	-	-	-	-
PROFIT OR (-) LOSS	1 829 906	860 801	82 891	2 773 598
(Appropriations)	61 869	51 280	16 397	129 546
(Tax expense or (-) income related to profit or loss from continuing operations)	289 756	143 404	14 942	448 102
PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS	1 478 281	666 117	51 552	2 195 950
Profit or (-) loss after tax from discontinued operations	-	-	-	-

	1.1.- 31.12.2014			
	Commercial banks	Co-operative banks total	Savings banks total	Domestic banks total
PROFIT OR (-) LOSS FOR THE YEAR	1 478 281	666 117	51 552	2 195 950

1) No observations

Appendix table 2. Balance sheets of domestic banks 1.1.- 31.12.2014, EUR thousands

	1.1.- 31.12.2014			
	Commercial banks	Co-operative banks total	Savings banks total	Domestic banks total
ASSETS
Cash and cash balances at central banks	39 849 418	1 005 899	317 699	41 173 016
Financial assets held for trading	200 776 868	146 952	2 257	200 926 077
Financial assets designated at fair value through profit or loss	164 946	13 939	21 907	200 792
Available-for-sale financial assets	24 340 059	5 761 268	1 389 257	31 490 584
Loans and receivables	159 823 612	46 703 090	7 545 373	214 072 075
Held-to-maturity investments	707 803	95 003	32 536	835 342
Derivatives - Hedge accounting (assets)	2 113 191	108 368	105 143	2 326 702
Fair value changes of the hedge items in portfolio hedge of interest rate risk (assets)	76 006	- ¹⁾	-	76 006
Investments in subsidiaries, joint ventures and associates	1 968 164	22 802	683	1 991 649
Tangible assets	170 942	778 637	131 022	1 080 601
Intangible assets	177 624	6 084	7 387	191 095
Tax assets	83 308	10 523	2 077	95 908
Other assets	16 987 215	75 505	11 966	17 074 686
Non-current assets and disposal groups classified as held for sale	-	-	-	-
TOTAL ASSETS	447 239 155	54 728 070	9 567 307	511 534 532
LIABILITIES
Financial liabilities held for trading	170 167 229	42 724	-	170 209 953
Financial liabilities designated at fair value through profit and loss	1 035 780	-	-	1 035 780
Financial liabilities measured at amortised cost	235 498 263	46 182 420	8 294 738	289 975 421
Derivatives - Hedge accounting (liabilities)	1 064 980	5 404	4 546	1 074 930
Fair value changes of the hedge items in portfolio hedge of interest rate risk (liabilities)	902 081	12 624	81 233	995 938
Provisions	128 703	10 592	-	139 295
Tax liabilities	81 017	103 988	18 702	203 707
Share capital repayable on demand	-	-	-	-
Other liabilities	22 067 289	366 882	84 210	22 518 381
Liabilities included in disposal groups classified as held for sale	-	-	-	-
TOTAL LIABILITIES	432 342 064	48 234 988	8 761 650	489 338 702
Capital	3 232 331	1 961 790	101 648	5 295 769
Share premium	1 157 282	-	10 320	1 167 602
Other equity	-	-	-	-
Other	40 012	-	-	40 012
Accumulated other comprehensive income	128 891	87 161	44 346	260 398
Retained earnings	4 209 168	2 463 752	339 306	7 012 226
Revaluation reserves	-	-	-	-
Other reserves	6 130 987	1 980 379	310 037	8 421 403
(-) Treasury shares	-1 579	-	-	-1 579
(-) Interim dividends	-	-	-	-

	1.1.- 31.12.2014			
	Commercial banks	Co-operative banks total	Savings banks total	Domestic banks total
TOTAL EQUITY	14 897 091	6 493 082	805 657	22 195 830
TOTAL EQUITY AND TOTAL LIABILITIES	447 239 155	54 728 070	9 567 307	511 534 532

1) No observations

**Appendix table 3. Itemisation of interest income and expenses of domestic deposit banks 1.1.-
31.12.2014, EUR thousands**

	1.1.- 31.12.2014			
	Commercial banks	Co-operative banks total	Savings banks total	Domestic banks total
INTEREST INCOME, total	4 324 558	941 473	186 638	5 452 669
Derivatives held for trading	1 520 854	-12 921	903	1 508 836
Derivatives <input type="checkbox"/> hedge accounting	-94 284	17 325	3 621	-73 338
Debt securities	397 992	36 610	27 194	461 796
Claims on credit institutions	276 798	65 028	5 520	347 346
Claims on the public and public sector entities	2 200 230	835 311	149 400	3 184 941
Advances	- ¹⁾	-	-	-
Other financial assets	22 969	120	-	23 089
INTEREST EXPENSES, total	2 587 141	239 128	47 253	2 873 522
Derivatives held for trading	1 383 387	-	-	1 383 387
Derivatives <input type="checkbox"/> hedge accounting	-345 030	-7 034	-18 710	-370 774
Liabilities to credit institutions	320 067	43 126	4 782	367 975
Liabilities to the public and public sector entities	308 859	188 895	53 666	551 420
Debt securities issued	904 394	3 778	7 515	915 687
Other financial liabilities	15 464	10 363	-	25 827

1) No observations

**Appendix table 4. Itemisation of commission income and expenses of domestic deposit banks
1.1.- 31.12.2014, EUR thousands**

	1.1.- 31.12.2014			
	Commercial banks	Co-operative banks total	Savings banks total	Domestic banks total
FEE AND COMMISSION INCOME, Income from current period	1 367 316	388 351	79 388	1 835 055
Securities	135 499	8 162	1 362	145 023
Clearing and settlement	356	- ¹⁾	-	356
Asset management	142 952	38 185	773	181 910
Custody	40 837	9 388	2 038	52 263
Central administration services for institutional customers	-	-	-	-
Payment services	446 529	162 541	32 627	641 697
Customer resources distributed but not managed	96 750	127 271	15 351	239 372
Structured Finance	13 031	-	-	13 031
Servicing fees from securitization activities	-	-	-	-
Loan commitments given	191 846	129 659	19 221	340 726
Guarantees given	123 632	7 010	1 570	132 212
Other	175 885	-93 865	6 446	88 466
FEE AND COMMISSION EXPENSES, Expenses of the current period	822 482	51 800	9 541	883 824
Clearing and settlement	393 398	12 270	-	405 668
Custody	19 270	-	-	19 270
Servicing fees from securitization activities	-	-	-	-
Loan commitments received	8 398	100	-	8 498
Guarantees received	249 792	-	-	249 792
Other	151 625	39 430	9 541	200 596

1) No observations

Appendix table 5. Itemisation of domestic deposit banks' administrative expenses 1.1.- 31.12.2014, EUR thousands

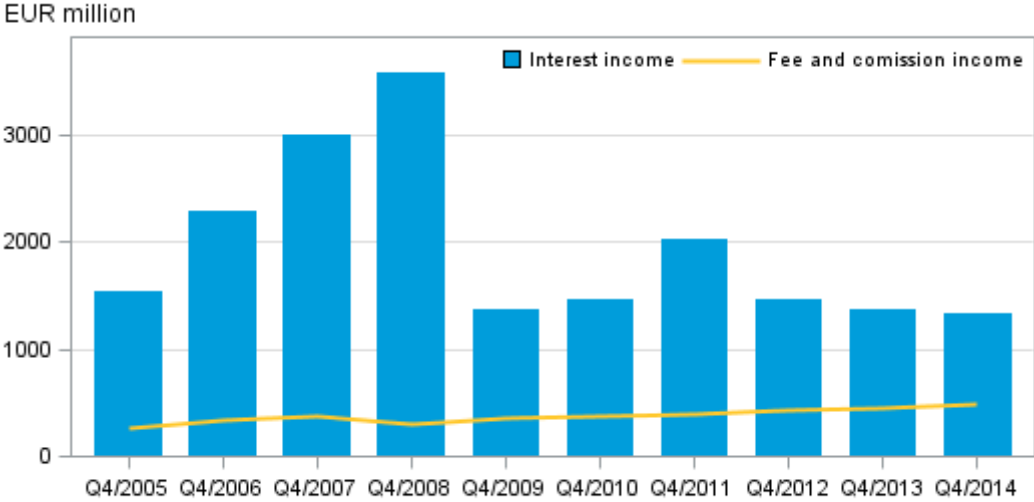
	1.1.- 31.12.2014			
	Commercial banks	Co-operative banks total	Savings banks total	Domestic banks total
ADMINISTRATIVE EXPENSES, total	1 549 556	618 210	120 254	2 288 020 ²⁾
1. Staff costs	820 202	352 958	64 537	1 237 697
1.1 Wages, salaries and fees	661 714	291 828	51 058	1 004 600
1.2 Staff-related costs	158 487	61 130	13 479	233 096
2. Other administrative expenses	729 354	265 252	55 717	1 050 323
2.1 Office costs	48 148	50 645	6 871	105 664
2.2 Data processing expenses	362 538	133 815	32 644	528 997
2.3 Expenses related to communications	41 106	16 158	3 672	60 936
2.4 Entertainment and marketing expenses	44 360	25 141	7 923	77 424
2.5 Research and development expenses	4 300	11 032	- ¹⁾	15 332
2.6 Other staff-related expenses (not included in staff costs)	69 387	18 979	4 607	92 973
2.7 Other administrative expenses	159 514	9 482	-	168 996

1) No observations

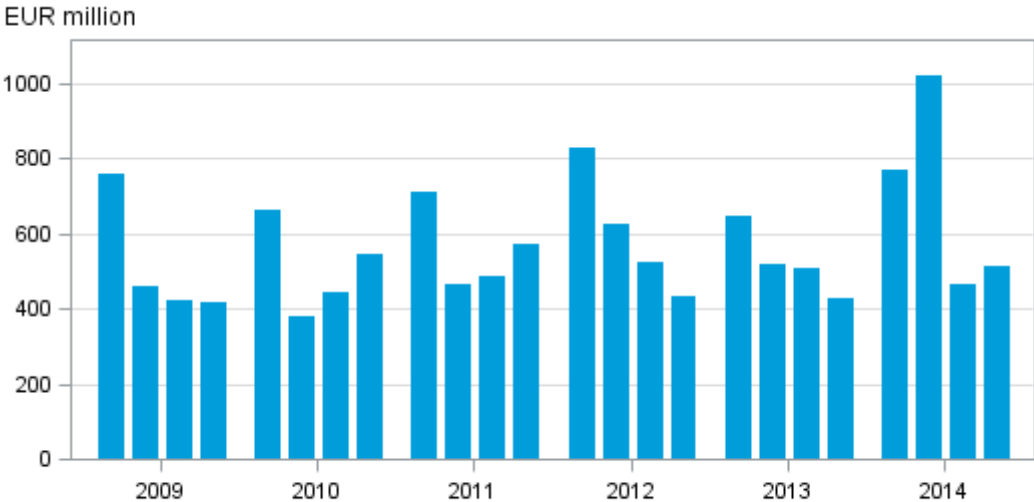
2) The administrative expense data of the profit and loss account differ from the specification of administrative expenses in Appendix table 5 because financial institutions can report part of their administrative expenses under "Other operating expenses".

Figures

Appendix figure 1. Domestic banks' interest income and commission income by quarter, 4th quarter



Appendix figure 2. Domestic banks' net operating profit by quarter



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Source: Credit institutions' annual accounts, Statistics Finland