

Financial statement statistics on credit institutions

2020, 1st quarter

Operating profit of banks operating in Finland was EUR 640 million in the first quarter of 2020

In the first quarter of 2020, the net income from financial operations of credit institutions engaged in banking in Finland amounted to EUR 1.1 billion and their operating profit to EUR 640 million. These data derive from Statistics Finland’s financial statement statistics on credit institutions.

Net income from financial operations and operating profit of banks operating in Finland, 1st quarter 2005 to 2020, EUR million



Interest income and expenses

In the first quarter of 2020, credit institutions engaged in banking in Finland accumulated EUR 1,830 million in interest income. Their interest expenses, in turn, amounted to EUR 683 million. The net income from financial operations calculated as the difference between these was EUR 1,147 million, which is EUR 78 million more than one year earlier. The net income from financial operations of all bank groups increased compared to the respective quarter of the previous year.

Administrative expenses

Administrative expenses are a significant expense item for banks operating in Finland. In the first quarter, banks had EUR 1,512 million in administrative expenses, which was EUR 151 million less than in the corresponding quarter of the year before. Relative to the quarter one year ago, administrative expenses decreased among bank groups especially for Finnish commercial banks. Wages and salaries made up EUR 813 million or 53.8 per cent of administrative expenses..

Operating profit/loss

The operating profit, or profit from continuing operations before taxes, was EUR 640 million in the first quarter of 2020. The decrease was EUR 649 million from EUR 1,289 million in the first quarter of 2019. Relative to the quarter one year ago, the operating profit decreased for all bank groups.

Balance sheet

The aggregate value of the balance sheets of banks was EUR 748 billion. Of this, the share of equity was, on average, 5.8 per cent or EUR 44 billion. Cooperative banks belonging to OP Financial Group had the biggest share of equity in the balance sheet, around 11.9 per cent and foreign banks the smallest, around 0.3 per cent. On average, the share of equity in the aggregate of the balance sheets for all banks operating in Finland fell by 0.05 percentage points from one year back.

Contents

Tables

Appendix tables

Appendix table 1. Profit and loss accounts of banks operating in Finland 1.1.- 31.3.2020, EUR thousands.....	4
Appendix table 2. Balance sheets of banks operating in Finland 1.1.- 31.3.2020, EUR thousands.....	6

Figures

Figures

Appendix figure 1. Interest income and commission income of banks operating in Finland, 1st quarter 2005 to 2020, EUR million.....	8
Appendix figure 2. Operating profit of banks operating in Finland, by quarter in 2009 to 2020, EUR million.....	8

Appendix tables

Appendix table 1. Profit and loss accounts of banks operating in Finland 1.1.- 31.3.2020, EUR thousands

	1.1.- 31.3.2020				
	Commercial banks	Foreign banks	Co-operative banks total	Savings banks total	Banks total
Interest income	1 361 710	191 577	223 540	52 906	1 829 733
(Interest expenses)	604 784	60 935	12 533	4 532	682 783
NET INCOME FROM FINANCIAL OPERATIONS	756 926	130 643	211 007	48 374	1 146 950
(Expenses on share capital repayable on demand)	..	..	..	..	..
Dividend income	12 256	..	261 049	..	279 686
Fee and comission income	678 877	117 377	132 914	34 596	963 763
(Fee and comission expenses)	171 002	21 413	11 925	4 578	208 917
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	42 441	..	..	8 394	50 121
Gains or (-) losses on financial assets and liabilities held for trading, net	-437 902	3 708	..	..	-426 506
Gains or losses on financial assets outside the trading fund that are mandatorily measured at fair value through profit or loss, net	-188 813	..	..	-41 418	-244 005
Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net	876 632	..	-7 731	..	868 950
Gains or (-) losses from hedge accounting, net	-23 022	..	..	-491	-23 248
Exchange differences [gain or (-) loss], net	-189 150	3 879	-15	108	-185 178
Gains or (-) losses on derecognition of non-financial assets, net	..	..	45	255	..
Other operating income	140 890	11 333	21 031	8 582	181 836
(Other operating expenses)	36 768	3 617	64 149	15 486	120 020
TOTAL OPERATING INCOME, NET	1 461 256	241 120	536 548	44 700	2 283 624
(Administrative expenses)	1 094 010	155 682	216 503	46 145	1 512 340
of which: (Personnel expenses)	642 160	67 173	85 443	18 023	812 799
of which:(Other administrative expenses)	451 850	88 510	131 059	28 122	699 541
(Depreciation)	130 994	6 023	5 636	3 293	145 946
Gains or (-) losses caused by changes made, net	..	..	..	..	..
(Provisions or (-) reversal of provisions)	13 716	-15 416	71	249	-1 381
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss)	212 672	67 053	43 568	8 480	331 774
(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates)	..	..	..	..	..
(Impairment or (-) reversal of impairment on non-financial assets)	..	..	2 002	..	6 987
Negative goodwill recognised in profit or loss	..	..	..	..	..
Share of profit or (-) loss in investments in subsidiaries, joint ventures and associates.	..	..	..	..	..
Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations	..	..	..	..	..

	1.1.- 31.3.2020				
	Commercial banks	Foreign banks	,Co-operative banks total	Savings banks total	Banks total
PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS	356 950	27 794	268 769	-13 467	640 045
(Tax expense or (-) income related to profit or loss from continuing operations)	16 865	5 518	-5 762	-19 808	-3 186
PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS	340 085	22 276	274 531	6 340	643 231
Profit or (-) loss after tax from discontinuing operations	..	..	..	..	..
PROFIT OR (-) LOSS FOR THE YEAR	340 085	22 276	274 531	6 340	643 231

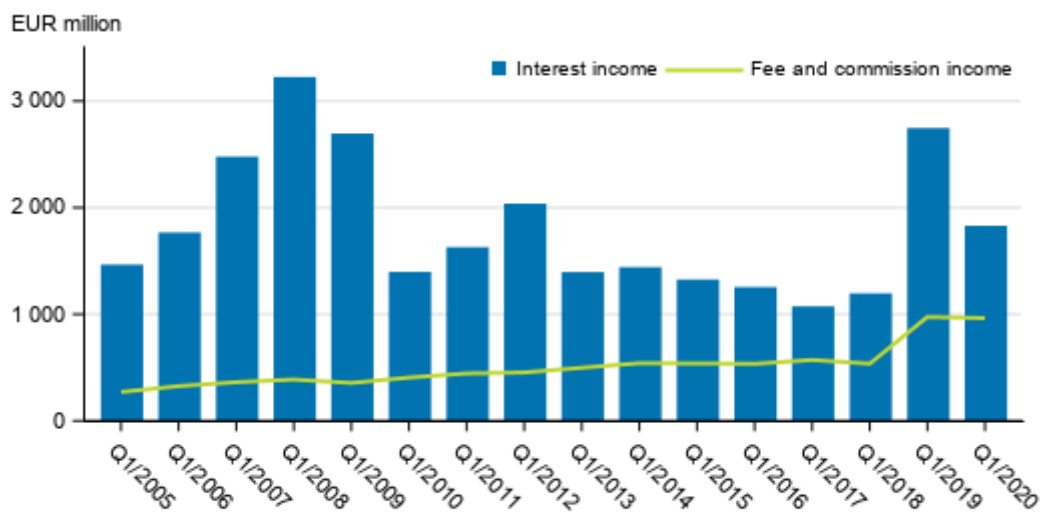
Appendix table 2. Balance sheets of banks operating in Finland 1.1.- 31.3.2020, EUR thousands

	1.1.- 31.3.2020				
	Commercial banks	Foreign banks	Co-operative banks total	Savings banks total	Banks total
ASSETS	.	.	.	.	.
Cash, cash balances at central banks and other demand deposits	61 661 972	57 962 740	1 892 311	786 609	122 303 631
Financial assets held for trading	141 260 987	..	24 727	..	143 099 473
Financial assets outside the trading inventory that are mandatorily measured at fair value through profit or loss	25 100 357	..	..	403 767	25 686 935
Financial assets designated at fair value through profit or loss	..	..	..	..	650 582
Financial assets measured at fair value through other comprehensive income	48 235 618	..	6 132 714	..	55 358 125
Financial liabilities measured at amortised cost	244 972 627	37 175 199	77 897 514	10 196 061	370 241 401
Derivatives - Hedge accounting (assets)	4 765 403	..	279 525	70 455	5 115 382
Fair value changes of the hedge items in portfolio hedge of interest rate risk (assets)	106 762	..	..	..	106 762
Investments in subsidiaries, joint ventures and associates	14 894 778	..	15 186	..	15 149 055
Tangible assets	1 123 320	110 252	599 865	123 884	1 957 321
Intangible assets	1 893 221	19 881	12 310	36 569	1 961 981
Tax assets	728 848	64 058	34 652	9 583	837 142
Other assets	5 516 042	284 632	61 605	109 707	5 971 987
Non-current assets held for sale and transferable item groups	..	..	..	..	..
TOTAL ASSETS	550 657 266	97 916 000	87 132 555	12 733 957	748 439 778
LIABILITIES	.	.	.	.	.
Financial liabilities held for trading	110 786 346	..	133 533	..	112 702 893
Financial liabilities designated at fair value through profit or loss	..	..	..	..	6 102 275
Financial liabilities measured at amortised cost	384 653 526	94 318 941	74 042 575	11 123 222	564 138 265
Derivatives - Hedge accounting (liabilities)	972 599	..	210 681	..	1 184 470
Fair value changes of the hedge items in portfolio hedge of interest rate risk (liabilities)	1 715 270	..	..	61 469	1 776 739
Provisions	1 126 899	50 984	10 266	1 922	1 190 071
Tax liabilities	376 480	53 507	37 086	4 760	471 833
Share capital repayable on demand	..	..	..	..	..
Other Liabilities	13 305 791	1 146 487	2 403 461	418 496	17 274 235
Liabilities included in disposal groups classified as held for sale	..	..	..	..	..
TOTAL LIABILITIES	518 789 143	97 602 976	76 837 603	11 611 059	704 840 781
Equity	4 887 249	..	3 519 151	..	8 557 921
Share premium	558 792	..	..	..	569 112
Equity instruments issued other than capital	..	..	..	..	..
Other equity	141 099	..	..	..	141 629
Accumulated other comprehensive income	-333 188	..	207 450	..	-135 450

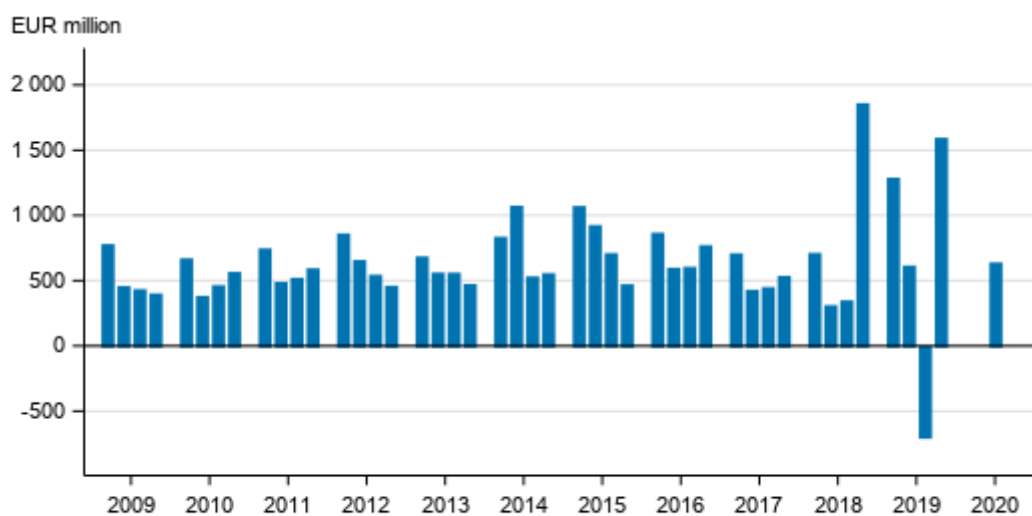
	1.1.- 31.3.2020				
	Commercial banks	Foreign banks	Co-operative banks total	Savings banks total	Banks total
Retained earnings	23 605 369	267 678	4 203 969	618 426	28 695 442
Uudelleenarvostus_rahastot	..	..	..	..	..
Other reserves	1 938 104	..	2 089 853	..	4 402 050
(-) Treasury shares	..	..	..	..	19 443
Profit or loss allocated to shareholders of the parent company	340 085	22 276	274 531	6 340	643 232
(-) Interim dividends	..	..	..	..	..
Minority interests (non-controlling owners' interests)	..	..	..	..	..
TOTAL EQUITY	31 868 123	313 024	10 294 953	1 122 898	43 598 997
TOTAL EQUITY AND TOTAL LIABILITIES	550 657 266	97 916 000	87 132 556	12 733 957	748 439 778

Figures

Appendix figure 1. Interest income and commission income of banks operating in Finland, 1st quarter 2005 to 2020, EUR million



Appendix figure 2. Operating profit of banks operating in Finland, by quarter in 2009 to 2020, EUR million



Inquiries

Jukka-Pekka Pyyllampi 029 551 3002

Heidi Lauttamäki 029 551 3029

Director in charge:

Jan Nokkala

rahoitusmarkkinat@stat.fi

www.stat.fi

Source: Credit institutions' annual accounts, Statistics Finland