

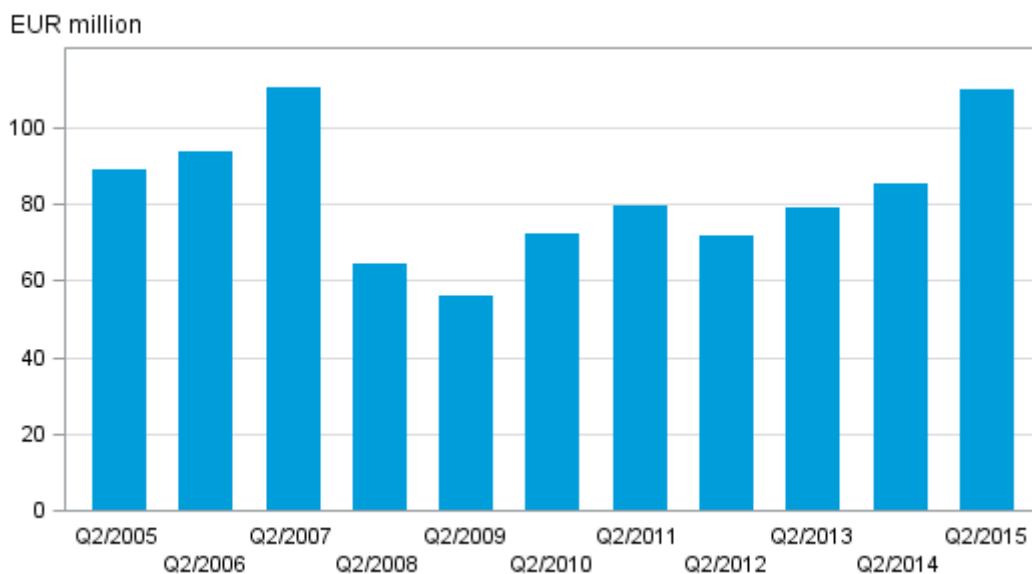
Investment service companies

2015, 2nd quarter

Net operating profit of investment service companies grew in April to June from the year before

The net operating profit of investment service companies amounted to EUR 40 million in the second quarter of 2015, which is EUR 10 million more than in the respective period of the previous year. These data derive from Statistics Finland’s statistics on investment service companies.

Investment firms' net operating profit by quarter 2009–2015, EUR million



Commission income and expenses

Investment service companies accrued a total of EUR 109 million in commission income, which is EUR 25 million more than in the corresponding period in 2014. Commission expenses amounted to EUR 26 million, which is EUR five million more than one year previously.

Interest income and expenses

Interest income amounted to EUR 0.3 million, which is 11 per cent less than one year earlier and 44 per cent less than in the previous quarter. Interest expenses were EUR 0.2 million in the second quarter and they grew by 31 per cent from the previous year's April to June.

Administrative and operating expenses

The largest expenditure item of investment firms was administrative expenses, which in the second quarter of 2015 amounted to EUR 43 million, which is 18 per cent more than in the previous year. Of the administrative expenses, personnel expenses amounted to EUR 26 million, or 46 per cent of total administrative expenses. Other operating expenses amounted to EUR seven million, which is EUR three million more than one year previously.

Balance sheets

The aggregate value of the balance sheets was EUR 279 million. The balance sheets grew by 16 per cent year-on-year. The share of own equity in the total of the balance sheets was 68 per cent.

At the end of the second quarter of 2015, there were 56 investment service companies operating in Finland, of which 49 generated a positive operating result.

Contents

Tables

Appendix table

Appendix table 1. Profit and loss accounts of investment firms 1.1.- 30.6.2015, EUR thousands.....	4
Appendix table 2. Balance sheet of investment firms 1.1.- 30.6.2015, EUR thousands.....	4
Appendix table 3. Itemisation of investment firms' administrative expenses 1.1.- 30.6.2015, EUR thousands.....	6

Figures

Figures

Appendix figure 1. Investment firms' commission income by quarter 2009–2015, EUR million.....	7
Appendix figure 2. Investment firms' commission income by quarter, 2nd quarter 2005–2015, EUR million.....	7

Appendix table

Appendix table 1. Profit and loss accounts of investment firms 1.1.- 30.6.2015, EUR thousands

	1.1.- 31.3.2015	1.1.- 30.6.2015
Interest income	367	622
Interest expenses	126	286
NET INCOME FROM FINANCIAL OPERATIONS	240	336
(Expenses on share capital repayable on demand)	–	–
Dividend income	4 032	4 203
Fee and commission income	102 746	212 088
(Fee and commission expenses)	25 098	50 976
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	65	70
Gains or (-) losses on financial assets and liabilities held for trading, net	1 143	4 172
Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net	86	34
Gains or (-) losses from hedge accounting, net	–	–
Exchange differences [gain or (-) loss], net	321	457
Gains or (-) losses on derecognition of non financial assets, net	–	-988
Other operating income	7 137	11 844
(Other operating expenses)	3 804	10 825
TOTAL OPERATING INCOME, NET	86 868	170 415
(Administrative expenses)	41 451	84 476
of which: Wages, salaries and fees (including staff-related cost)	23 611	49 215
of which: Other administrative expenses	17 840	35 261
(Depreciation)	796	1 612
(Provisions or (-) reversal of provisions)	-23	-45
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit of loss)	–	–
(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates)	–	–
(Impairment or (-) reversal of impairment on non-financial assets)	61	118
Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations	–	-30
PROFIT OR (-) LOSS	44 582	84 224
(Appropriations)	-861	399
(Tax expense or (-) income related to profit or loss from continuing operations)	7 395	14 687
PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS	38 048	69 139
Profit or (-) loss after tax from discontinued operations	-237	–
PROFIT OR (-) LOSS FOR THE YEAR	37 811	69 139

Appendix table 2. Balance sheet of investment firms 1.1.- 30.6.2015, EUR thousands

	1.1.- 31.3.2015	1.1.- 30.6.2015
ASSETS	.	.
Cash and cash balances at central banks	117 236	116 923
Financial assets held for trading	4 325	5 846
Financial assets designated at fair value through profit or loss	1 275	469
Available-for-sale financial assets	22 490	17 537
Loans and receivables	5 002	3 438
Held-to-maturity investments	3 258	3 312

	1.1.- 31.3.2015	1.1.- 30.6.2015
Derivatives - Hedge accounting (assets)	-	-
Fair value changes of the hedge items in portfolio hedge of interest rate risk (assets)	-	-
Investments in subsidiaries, joint ventures and associates	12 126	12 945
Tangible assets	5 681	6 051
Intangible assets	13 568	10 099
Tax assets	1 208	1 511
Other assets	95 815	100 837
Non-current assets and disposal groups classified as held for sale	-	179
TOTAL ASSETS	281 984	279 148
LIABILITIES	.	.
Financial liabilities held for trading	121	121
Financial liabilities designated at fair value through profit and loss	-	1 893
Financial liabilities measured at amortised cost	3 437	3 210
Derivatives - Hedge accounting (liabilities)	-	-
Fair value changes of the hedge items in portfolio hedge of interest rate risk (liabilities)	-	-
Provisions	1 888	1 927
Tax liabilities	7 879	6 609
Share capital repayable on demand	-	-
Other liabilities	103 502	75 550
Liabilities included in disposal groups classified as held for sale	-	-
TOTAL LIABILITIES	116 863	89 346
Capital	37 856	35 964
Share premium	7 433	3 758
Other equity	295	125
Other	3 285	3 351
Accumulated other comprehensive income	-617	-599
Retained earnings	86 053	114 445
Revaluation reserves	-2	-
Other reserves	33 214	37 039
(-) Treasury shares	-2 395	-4 281
(-) Interim dividends	-	-
TOTAL EQUITY	165 122	189 801
TOTAL EQUITY AND TOTAL LIABILITIES	281 985	279 148

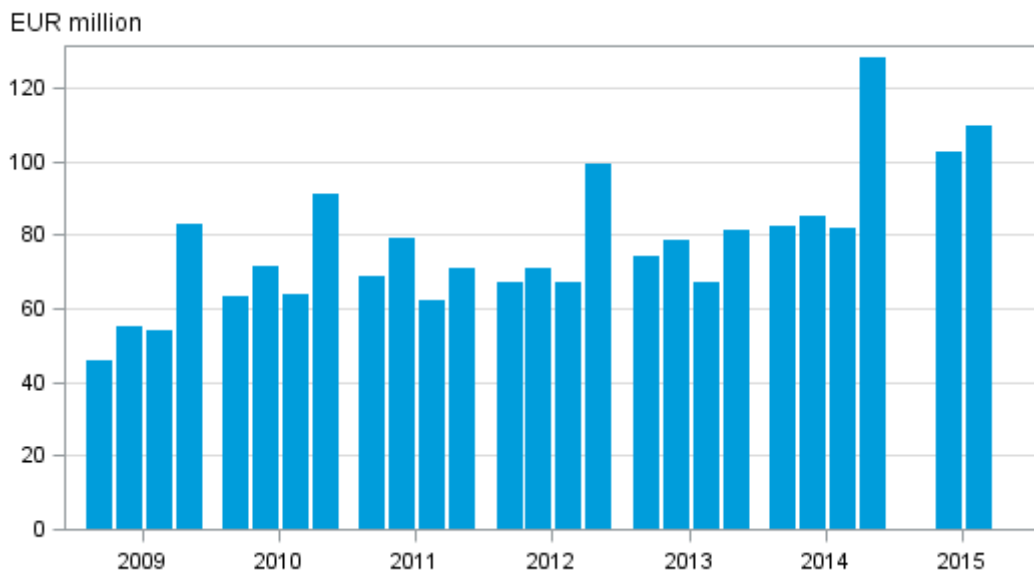
Appendix table 3. Itemisation of investment firms administrative expenses 1.1.- 30.6.2015, EUR thousands

	1.1.- 30.6.2015
ADMINISTRATIVE EXPENSES, total	83 188 ¹⁾
1. Staff costs	49 103
1.1 Wages, salaries and fees	39 963
1.2 Staff-related costs	9 140
2. Other administrative expenses	34 086
2.1 Office costs	3 113
2.2 Data processing expenses	9 217
2.3 Expenses related to communications	1 818
2.4 Entertainment and marketing expenses	3 217
2.5 Research and development expenses	7
2.6 Other staff-related expenses (not included in staff costs)	1 955
2.7 Other administrative expenses	14 758

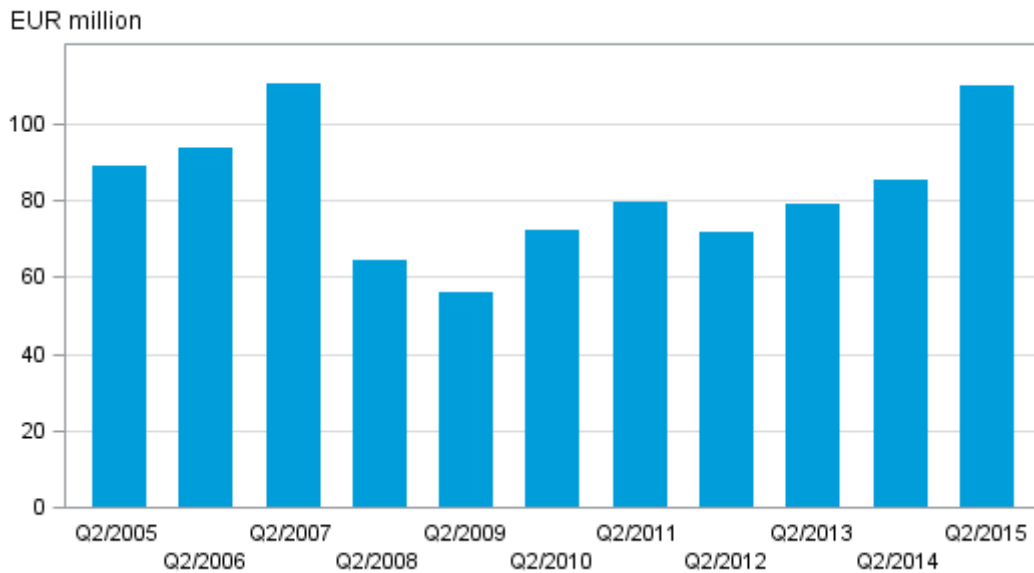
1) The administrative expense data of the profit and loss account differ from the specification of administrative expenses in Appendix table 3 because investment service companies can report part of their administrative expenses under 'Other operating expenses'.

Figures

Appendix figure 1. Investment firms' commission income by quarter 2009–2015, EUR million



Appendix figure 2. Investment firms' commission income by quarter, 2nd quarter 2005–2015, EUR million



Inquiries

Jan Klavus 029 551 3391

Tarja Husso 029 551 3534

Director in charge:

Ville Vertanen

rahoitusmarkkinat@stat.fi

www.tilastokeskus.fi

Source: Investment firms, Statistics Finland