

## Issuer and rating

Issuer:	Aktia Bank PLC
Owner:	Aktia Bank PLC
Pool ID:	Mortgage Covered Bonds
Supervisory authority:	Finnish FSA
Reporting date:	31.12.2016

CRD compliant:  
Yes

Long Term Rating	S&P	Moody's	Fitch
Covered bond		AAA	
Issuer	A-**	A3*	
Owner	A-**	A3*	

\*Positive outlook as of July 2016

\*\*Stable outlook as of November 2016

## Outstanding covered bonds

Outstanding benchmark covered bonds						
ISIN	MEUR	Currency	Issue date	Maturity	Coupon	Fix/FRN
XS0946639381	500	EUR	25.6.2013	25.6.2018	1.125 %	Fix
XS1056447797	500	EUR	15.4.2014	15.4.2019	1.00 %	Fix
XS1210338015	500	EUR	31.3.2015	31.3.2022	0.25 %	Fix

	MEUR
Non-benchmark bonds	40
Total of outstanding bonds	1 540
of which repos	

Bond redemptions (MEUR)	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024-	Sum
Total					500	500		40	500			1 540

## Cover pool

Cover pool assets (MEUR)	Volume	%
Loans (up to LTV limit)	2 164	100 %
Substitute assets	0	
Other	0	
Eligible assets (*)	2 103	
Other eligible assets	0	
Total assets	2 164	100

Cover pool items	
Number of loans	34 392
Number of clients	24 143
Number of properties	25 807
Average loan size (EUR)	62 922

\* calculated according to section 16 in MCBA

Volumes in stratification tables are presented as: LTV Distribution - whole loans. Other sections - Loans up to LTV limit / Total assets

Regional distribution, MEUR	Volume	%
Aland Islands	2	0 %
Central Finland	1	0 %
Central Ostrobothnia	29	1 %
Etela-Savo	1	0 %
Ita-Uusimaa	0	0 %
Kainuu	0	0 %
Kanta-Hame	12	1 %
Kymenlaakso	3	0 %
Lapland	1	0 %
North Karelia	1	0 %
North Ostrobothnia	35	2 %
Ostrobothnia	235	11 %
Paijat-Hame	6	0 %
Pirkanmaa	101	5 %
Pohjois-Savo	1	0 %
Satakunta	3	0 %
South Karelia	1	0 %
South Ostrobothnia	3	0 %
Uusimaa	1 545	71 %
Varsinais-Suomi	183	8 %
Sum	2 164	100 %

Type of loan collateral (MEUR)	Volume	%
Single -family housing	1 157	53 %
Flats	1 007	47 %
Multi-family housing	0	%
Commercial	0	%
Forest & agricultural	0	%
Public sector	0	%
Sum	2 164	100 %

Interest rate type on loans, MEUR	Volume	%
Floating	2 026	94 %
Fixed	138	6 %
Sum	2 164	100 %

Repayments, MEUR	Volume	%
Amortizing	2 145	99 %
Interest only (*)	19	1 %
Sum	2 164	100 %

\*) Contract level, not customer level information

LTV distribution (unindexed)	<=10%	10-20%	20-30%	30-40%	40-50%	50-60%	60-70%	Eligible assets	>70% up to 100%	Total loans
Loan volume, MEUR	466	420	370	314	250	179	104	2 103	61	2 164
Percentage	22 %	19 %	17 %	15 %	12 %	8 %	5 %	97 %	3 %	100 %

Loan maturity MEUR	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027-	Sum
Contractual amortizations	163	171	162	153	143	131	122	114	106	103	796	2 164
Percentage	7.51 %	7.92 %	7.49 %	7.05 %	6.60 %	6.07 %	5.64 %	5.25 %	4.91 %	4.76 %	36.77 %	100 %

Seasoning	0-12 M	12-24 M	24-36 M	36-60 M	> 60 M	Sum
Loan volume, MEUR	320	547	428	556	314	2 164
Percentage	15 %	25 %	20 %	26 %	14 %	100 %

Credit quality				
Past due	31-60 d	60-90 d	>90 d	Sum
Loan volume, MEUR	0	0	0	0
Percentage	0.00 %	0.00 %	0.00 %	0.00 %

Impaired Loans	
Impaired loans, %*	0.00 %

### Key ratios

Key ratios	
OC, accounting	36.6%
OC, nominal	40.5%
OC, NPV	47.1%
WALTV (indexed)	55.4%
WALTV total (indexed)	56.2%

Calculated according to:

Eligible assets, section 16 in Mortgage Credit Bank Act

Total assets, including loan balances up to 100% LTV limit

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Remaining average maturity (MCBA)		Years
Assets		7.5
Liabilities		3.1

Calculated according to:

Section 17 in Mortgage Credit Bank Act

Section 5.4.3 Finnish FSA regulation and guidelines 6/2012 Mortgage bank authorisation procedure and risk management

Currency risk	Before hedges		Hedges		After hedges	
	Pool assets	Covered bonds	Pool assets	Covered bonds	Pool assets	Covered bonds
SEK						
EUR						
USD						
Other						
Sum	0	0	0	0	0	0

According to Section 13 of the MCBA, collateral entered in the register of covered bonds must be in the same currency as the covered bond.

This also applies to derivatives contracts concluded to hedge against risks relating to covered bonds and the assets placed as collateral for them.

Interest rate risk	Before hedges		Hedges		After hedges	
	Pool assets	Covered bonds	Pool assets	Covered bonds	Pool assets	Covered bonds
Floating	1 970			1 540	1 970	1 540
Fixed	133	1 540		-1 540	133	0
Capped floating					0	0
Sum	2 103	1 540	0	0	2 103	1 540

The effect of 1% upward interest rate shift to the present value across all the financial contracts is -0.34 %

Accrued interest cash flows, MEUR	1Y	2Y	3Y	4Y	5Y	6Y	7Y	8Y	9Y	10Y
Interest income	35.05	29.64	22.70	22.77	24.44	24.58	25.19	25.66	25.13	23.81
Interest expense	-15.25	-12.15	-5.88	-5.53	-6.95	-3.62	-2.39	-2.49	-2.57	-2.63
Net	19.80	17.49	16.82	17.24	17.49	20.95	22.80	23.17	22.56	21.18

<i>Calculation method used:</i>	Contractual maturities
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*Calculated according to:*

*Section 17 in Mortgage Credit Bank Act*

*Section 5.4.4 Finnish FSA regulation and guidelines 6/2012 Mortgage bank authorisation procedure and risk management*