

Final Accounts Announcement 1 January -31.12 December 2005

Aktia posts a record result of EUR 49.1 million, an improvement of 37%

The year in brief

- The Group's operating profit increased by 37.1% to EUR 49.1 million (EUR 35.8 million)
- Aktia withdrew from the voluntary security fund for savings banks at the end of the year, which gave rise to non-recurring income of EUR 12.9 million. At the same time, branch-specific credit loss provisions of EUR 7.5 million were made, which then reached the target level of 0.5% (EUR 13.7 million) of the bank's credit stock.
- Taking into consideration the two aforementioned non-recurring items, the Group's net operating profit totalled EUR 43.7 million (+22.0%), when compared to 2004
- Return on equity (ROE) rose to 16.3% (11.2%)
- Earnings per share rose by 66.7% to EUR 1.05 (EUR 0.63)
- The dividend proposed by the Board of Directors to the Annual General Meeting totalled EUR 0.30 (0.25) per share. In addition, an anniversary dividend of EUR 0.10 was proposed, for a total of EUR 0.40 per share

- Aktia Fund Management Ltd attracts even more fund investors and partners. The company has during the past years been ranked by Morningstar Rating Institute as the best fund management company in Finland. The total assets in funds rose to more than EUR 1 billion at the beginning of January 2006.
- In November, Aktia Real Estate Mortgage Bank plc's network of partners expanded with 32 savings banks, which at that time also acquired a 20% minority share in Aktia Real Estate Mortgage Bank plc.
- An investment in charge cards and card financing was launched in the autumn through the establishment of a new subsidiary, Aktia Kort & Finans Ab
- At the end of the year, a real estate agency was established as a synergy-creating complement to the traditional banking operations
- Aktia became a minority shareholder in the newly established private equity company Unicus Ab. The other owners are eQ Abp and persons in the company's executive committee

Financial result

The Group's net operating profit rose to EUR 49.1 million, an increase of 13.3 million (+37.1%) on the previous year.

Aktia withdrew from the voluntary security fund for savings banks at the end of the year, which gave rise to non-recurring income of EUR 12.9 million, posted under other income. At the same time, branch-specific credit loss provisions of EUR 7.5 million were made, which then reached the target level of 0.5% (EUR 13.7 million) of the bank's credit stock. Taking into consideration the two aforementioned non-recurring items, the Group's net operating profit totalled EUR 43.7 million, an improvement of EUR 7.9 million (+22.0%), when compared to the previous year.

This improvement in the overall financial performance is primarily attributable to a clearly improved net interest income that stems from an improved return on the liquidity portfolio and a greater positive impact from hedging operations as well as more commission income.

Loan losses and specific provisions continued thus to be on a low level; non-performing loans and non-interest-bearing loans decreased.

The share of profits from affiliates increased to EUR 1.0 million (EUR 0.2 million).

Profit for the year rose to EUR 37.0 million, an improvement of EUR 14.8 million (+66.4%). The Group's profitability improved markedly, and the return on equity (ROE) rose to 16.3% (11.2%).

Income

The Group's total income rose to EUR 132.3 million (EUR 113.2 million), an increase of 16.9%.

Despite a continued decrease in customer margins, especially for lending, the Group's net interest income rose by EUR 5.8 million (+7.8%) to EUR 79.7 million. In addition to the volume growth, the longer interest repricing periods of the liquidity portfolio contributed substantially to the improvement in net interest income. Hedging operations improved the net interest income by EUR 8.0 (6.8) million during the financial period.

Commission income increased by EUR 2.8 million (+7.9%) to EUR 38.6 million. Commission income from funds, asset management and brokering increased by EUR 3.8 million. Payment services commissions fell by EUR 1.7 million, which is connected to the switchover to the Otto dispenser system. Provisions from charge and credit cards grew by EUR 0.7 million.

Other operating profit totalled EUR 16.3 million (EUR 1.2 million), an increase of 15.1 million on the previous year. This item includes non-recurring income that resulted from Aktia withdrawing from the voluntary security fund for savings banks. The capital gain that was created when Aktia sold off a minority share of 20% in Aktia Real Estate Mortgage Bank plc to 32 savings banks is also included in other income. Compared to the previous year, this capital gain was comparable by the capital gains that were reported for net income from securities and currency trading.

Expenses

The Group's total expenditure rose marginally by 0.2% to EUR 75.7 million (EUR 75.5 million).

Personnel costs increased by 6.7% to EUR 38.8 (36.4) million. In addition to pay increases based on collective labour agreements, the increase in expenses reflects the investments made primarily within savings and wealth management activities. The excellent results allowed EUR 1.8 million to be issued to the newly established personnel fund; this affected the financial performance for 2005. The total number of employees (converted into full-time employees) totalled 683 at the end of 2005, an increase of 6 from December 2004.

Planned depreciation continued to decrease and was reduced by EUR 2.6 million to EUR 4.1 (6.7) million. The decrease is primarily attributable to branch renovations, which were written off in full in 2004.

Balance sheet and off-balance sheet commitments

On 31 December 2005, the Group's balance sheet total stood at EUR 4,553 (4,076) million. The increase in the balance sheet is a result of the growth in lending and improved liquidity. Off-balance sheet commitments totalled EUR 282 (260) million.

Savings

The total number of mutual funds increased more rapidly than it did in 2004. The mutual funds grew by 23.7% to EUR 971 million, while deposits by the public increased by 5.1% to EUR 2,309 million. Assets in funds rose for the first time to more than EUR 1 billion in the beginning of January 2006. Total saving (deposits + mutual fund capital) increased by 10.0% to EUR 3,280 million.

Saving by households (deposits + mutual fund capital) rose by 12.0% to EUR 2,503 million. Investments in mutual funds by households grew by 42.7% to EUR 649 million and deposits by households increased by 4.1% to EUR 1,854 million.

In addition to this, Aktia issued new bonds to the public and institutions worth EUR 106 million. The focus on asset management and private bank services was successful. Assets under management by Aktia Asset Management rose by 20.3% to EUR 1,428 million, while Aktia Private Banking's assets under management increased by 26.3% to EUR 634 million.

Lending

The demand for housing loans remained high. The Group's total lending amounted to EUR 3,250 million at the end of the year, representing an increase of EUR 358 million (+12.4%). The majority of this growth came from the household sector, whose loan stock increased by EUR 303 million (+13.0%) to EUR 2,631 million. The housing loan stock increased by 15.8% to EUR 2,210 million, of which mortgages constituted EUR 755 million, an increase of EUR 325 million (+75.6%).

Aktia Real Estate Mortgage Bank plc, which had already co-operated with local co-operative banks, expanded its network of partners with 32 savings banks in November.

Corporate lending totalled EUR 340 million.

Loan losses and risks

The Group's loan losses were again low. During the year, loan losses and new specific provisions totalling EUR 1.7 million were entered. Reversals from the previous year's recorded loan losses totalled EUR 0.7 million, which is why the net effect was an expense of EUR 1.0 million.

Additionally, branch-specific credit loss provisions of EUR 7.5 million were made, and they then reached the target level of 0.5% (EUR 13.7 million) of the bank's credit stock.

The Group's non-performing and non-interest-bearing loans fell from EUR 11.5 to 10.1 million. Their relative share of the entire credit stock, including off-balance-sheet guarantee commitments, thus fell from 0.4 to 0.3%.

Interest rate risks

The Group's net interest income is sensitive to changes in interest rates because lending is often tied to short-term market interest rates, whereas deposits are, for the most part, fixed-rate. The interest rate derivative contracts made are therefore intended to reduce the volatility of the net interest income, which is dependent on the difference in interest rate basis and repricing structures for borrowing and lending.

As shown by the enclosed table of derivative contracts, the value of the underlying assets of the interest-related derivative instruments for hedging purposes at the end of the financial period totalled EUR 4,008 million, of which EUR 1,853 million was in forward rate agreements and interest rate swaps and EUR 2,155 million was in interest rate options. The majority of the increase relating to forward rate agreements is connected to increased hedging for the period ranging from 3 to 12 months. The increase in interest rate options can be attributed to either expanded hedging operations with longer maturities or interest rate hedging related to increased volumes of structured products.

Other derivative contracts

The value of the underlying assets hedged by currency-related and share-related derivative contracts totalled EUR 116 million, of which EUR 27 million was currency-related forward contracts and EUR 89 million was equity options.

Capital Adequacy

On 31 December 2005, the Group's capital base totalled EUR 345 million, of which EUR 225 million was Tier 1 equity. The Tier 1 equity includes the profit for the financial year and deductions for dividends according to the Board of Directors' proposal.

During the year, the Group issued subordinated bonds for EUR 55 million, which is taken into account in the Tier 2 equity. All in all, this means that the Tier 2 equity rose to EUR 120 million.

The Group's risk-weighted commitments rose over the year by 9.8% to EUR 2,286 million. The capital adequacy ratio rose to 15.1%, with the proportion of Tier 1 capital being 9.8%.

Personnel

When converted into full-time employees, the number of actual bank staff increased by 6 and totalled 683 (677) at the end of the financial year. The average number of staff during the year was 805 (803).

Rating

Aktia's credit ratings as assessed by Moody's Investors Service Ltd are A3 for long-term borrowing, P-2 for short-term borrowing, and C for financial strength, all with a stable outlook. Aktia, via its subsidiary Aktia Real Estate Mortgage Bank Plc, has been able to issue long-term bonds with a very high credit rating of Aa2 from Moody's Investors Service Ltd.

Dividend proposal

Aktia's Board of Directors proposes to the Annual General Meeting that a dividend of EUR 0.30 per share (EUR 0.25) be paid to shareholders, which is the equivalent of EUR 10.6 million. The dividends will be recorded on 4 April and paid out on 11 April. In addition, the Board of Directors proposed an anniversary dividend of EUR 0.10 per share, which would be paid out in conjunction with the anniversary festivities in autumn. The preliminary date the dividend will be recorded is 20 October and the date it will be paid is 27 October.

Changes in the Board of Supervisors, Board of Directors and management

- On 18 April, Aktia Savings Bank's Annual General Meeting appointed Johan Bardy, Attorney-at-Law, and Marianne Österberg, Administrative Director and LL.M. as new members of the Board of Supervisors. The aforementioned replaced Director General Bo Göran Eriksson, LL.M. and Boris Westerlund, M.Sc. (Econ.).
- Robert Charpentier, M.Sc. (Econ), retired from the Board of Directors of Aktia in August after having left FöreningsSparbanken AB and moving on to a new post.
- In November, the Board of Supervisors appointed Lars-Olof Hammarén, Engineer, and Nina Wilkman, Attorney-at-Law, to the bank's Board of Directors. The Board's long-term Deputy Chairman, Lasse Koivu, M.Sc. (Econ.), has requested that he not be re-elected.
- Asko Rintala, M.Sc. (Econ.), Deputy Managing Director, deputy for the Managing Director and member of the Executive Committee, left Aktia on 1 November. Deputy Managing Director Jarl Sved, LL.M. was appointed as a deputy for the bank's Managing Director.

Operations and major events in 2004

Branch office operations

Aktia's network of branch offices has undergone some changes during the year. The branch office in Parainen was completely renovated and property renovation was carried out at the Töölöntori branch office in Helsinki. A service outlet was opened up in Nummela (Vihti) and a branch office in Laihia has been upgraded with an increase in resources.

Of the significant number of activities for customers and the general public that the branch offices dedicate themselves to, "Aktia Days" in the beginning of April that is organised in co-operation with the savings bank foundations can particularly be mentioned. The overall theme of Aktia Days was saving in all its myriad forms. The project "Isku Itämeren puolesta" (Striking a Blow for the Baltic) was selected as Saver of the Year 2005 and received a grant from the savings bank foundations.

Savings products

Aktia continued sales of its Aktia Kombi deposits. Aktia Kombi is a two-year index-linked deposit that allows substantial additional earnings depending on the underlying shares or the development of the value of the index. During the year, three Aktia Kombi offers were launched.

The "Duo" offers were well received, and justifiably so, with savings and wealth management customers. The twofold investment arrangements contain part high-interest deposit and part fund investment in an amount that corresponds to that of the deposit.

Aktia issued six bonds during the year, one of which is an index-linked bond and the return from the other is tied to the development of the value of 20 international shares during the loan period.

Aktia Fund Management Ltd has 42 mutual funds in its range of products. As well as having 18 of its own funds, whose portfolio management is the responsibility of affiliated company Aktia Asset Management, it also represents Robur's, Hansa Investment Funds' and ABN Amro's funds. In the last year, Aktia Fund Management Ltd's mutual funds have been ranked by the Morningstar Rating Institute as the absolutely best fund management company in Finland.

Co-operation between Aktia Fund Management Ltd. and local co-operative banks has increased and currently comprises four mutual funds that are offered under the brand name of the local co-operative banks: POP.

Loan products

We were able to meet customer requirements for housing finance, both in the form of mortgage loans granted by Aktia's subsidiary Aktia Real Estate Mortgage Bank plc, and in the form of traditional bank loans. During the year, the housing finance concept was supplemented with the possibility of having customers agree about "flex credit", a check account, as an extra buffer for unforeseen minor expenses. Aktia's customers have opted for a loan insurance for approximately one third of all new loans.

An agreement was signed with the European Investment Bank on Aktia arranging investment grants for small and medium-sized companies throughout Finland. The loan for EUR 25 million is the first joint venture between the EIB and Aktia. This partnership also improves Aktia's ability to act as part of the social framework within its field of business.

Payment products

The establishment of the subsidiary Aktia Kort & Finans Ab shall be seen as a step in the effort to pay greater attention to the range and terms and conditions of various types of cards that the bank offers its customers. A major effort in emphasising the payment features of Visa cards has been made over the year, and the terms and conditions for credit linked to Visas have been improved and advertised.

Even more Finns make payments on the "net". At the end of the year, 63% of all of the payments made by Aktia's customers were made as Internet bank transactions.

Other events

Aktia Life Insurance was sold on to Life Insurance Company Veritas on 1 January 2005.

A letter of intent was signed in January, according to which Föreningen Konstsamfundet and Veritas Pension Insurance Company intend to purchase 50% of the shares of Real Estate Company Mannerheimintie 14 from Aktia. The transaction will be completed and the complete overhaul with the incorporation of parts of the property in Forum's shopping centre will be commenced as soon as the town planning amendments and building permits have been issued. Aktia's activities in the property are continuing.

In order to rationalise the profit-sharing for personnel, a personnel fund was established that all Aktia Group employees are part of. The personnel fund receives a portion of the bank's profit with the understanding that the objectives defined annually by the bank's Board of Directors have been attained. Payment to members from the fund will occur in accordance with the legal provisions about personnel funds. The excellent results in 2005 allowed EUR 1.8 million to be issued to the personnel fund.

In the middle of April, Aktia Real Estate Mortgage Bank plc issued its second covered bond on the European market. Thanks to the high credit rating of the issue and the interest shown by foreign institutional investors in Finnish covered bonds, the issue succeeded in raising EUR 250 million. It was hugely oversubscribed and achieved good geographic distribution. The loan period is 10 years, and the mortgages granted by the Mortgage Bank are used as collateral.

In July, Aktia was informed that the annuity insurance institute Hereditas had increased its shareholding in the bank to 10.2% and that Oy Hammarén Co Ab had acquired 5.1% of the shares. In September, the bank was informed that FöreningsSparbanken had reduced its shareholding to 1.1%, primarily by selling its shares in Aktia to a large number of existing shareholders.

To be able to offer both sales and purchase partners in the housing and property business a comprehensive range of services under the same roof, Aktia decided to establish a real estate agency. The operation will be gradually developed through corporate acquisitions and recruiting. The first step was taken in October when a majority share in Turun Kiinteistö- ja Vuokravälitys Arena in Turku was acquired. In November, the subsidiary Aktia Kiinteistönvälitys Tampere Oy was established and in December, Aktia Kiinteistönvälitys Keski-Uusimaa-Vantaa Oy.

Security fund, guarantee fund and compensation fund

The voluntary security fund for savings banks

Aktia withdrew from the Savings Banks Association in early 2003. As a natural consequence of this, an agreement was reached on Aktia withdrawing from the voluntary security fund for savings banks at the end of 2005, which resulted in a non-recurring income for Aktia of EUR 12.9 million and represented nearly 42% of the total assets of the fund.

Deposit Guarantee Fund

Aktia's deposit customers are still protected through the statutory Deposit Guarantee Fund. Membership in the Deposit Guarantee Fund, which was established in 1998 and safeguards deposits by private investors up to EUR 25,000, is obligatory for all banks. Aktia's total contribution to the fund was EUR 1.4 million in 2005. At the end of the year, the total assets of the fund stood at EUR 381.8 million.

Investors' Compensation Fund

Banks and brokerage firms are members of the Investors' Compensation Fund. The purpose of the fund is to safeguard the interests of small investors in the event that a bank or brokerage firm becomes insolvent. Individual investors may receive compensation up to EUR 20,000. By the end of the year, the total assets of the fund amounted to EUR 4.9 million.

Important events after the end of the financial year

Due to increasing market interest rates at the end of the year, Aktia's prime rate was raised from 2.25% to 2.50% on 1 January 2006. The last adjustment to the interest rate was made in June 2003.

In the beginning of January, Aktia set up a real estate agency in Sipoo, where the bank acquired the majority share of LKV Donne Oy.

At the end of the month, Aktia announced that it had acquired a minority share of the newly established private equity company Unicus Oy. The other owners are eQ Abp and persons in the company's executive committee. The company's

business concept is to made majority investments in small and medium-sized companies from Finland that are not publicly listed and have a turnover of between EUR 5 and 50 million. Unicus Oy's investor consortium consists of private individuals, family groups, associations and other institutional investors.

In the beginning of February, Aktia set up a real estate agency in Helsinki, Espoo and Kauniainen via a newly established subsidiary.

Prospects for 2006

The objective is to further improve profitability in operative activities, primarily through investments that generate more commission income.

| Profit and loss account (EUR millions) | Group | | Bank | |
|---|-------------------|-------------------|-------------------|-------------------|
| | JAN – DEC/2005 | JAN – DEC/2004 | JAN – DEC/2005 | JAN – DEC/2004 |
| Interest income | 134.1 | 120.6 | 118.5 | 113.8 |
| Interest expenses | 54.4 | 46.7 | 43.2 | 42.4 |
| Net interest income | 79.7 | 73.9 | 75.3 | 71.4 |
| Income from Tier 1 capital instruments | 1.2 | 1.9 | 2.4 | 3.6 |
| Commission income | 38.6 | 35.7 | 31.8 | 30.8 |
| Commission expenses | -6.0 | -5.4 | -4.2 | -3.9 |
| Net income from securities and currency trading | 1.4 | 3.7 | 1.4 | 3.5 |
| Net income from financial assets for sale | -1.0 | 0.0 | -0.4 | 0.0 |
| Net income from administrative properties | 2.1 | 2.2 | 1.2 | 1.2 |
| Other operating income | 16.3 | 1.2 | 17.3 | 1.6 |
| Total other income | 52.6 | 39.3 | 49.6 | 36.8 |
| Total income | 132.3 | 113.2 | 124.9 | 108.2 |
| Staff costs | 38.8 | 36.4 | 36.3 | 34.3 |
| Other administrative expenses | 22.7 | 21.7 | 21.1 | 20.5 |
| Depreciation and amortisation of tangible and intangible assets | 4.1 | 6.7 | 3.2 | 6.1 |
| Other operating expenses | 10.1 | 10.8 | 10.8 | 11.7 |
| Total costs | 75.7 | 75.5 | 71.3 | 72.6 |
| Profit before write-downs | 56.6 | 37.7 | 53.5 | 35.7 |
| Sector-specific credit loss provisions | -7.5 | -2.0 | -7.5 | -2.0 |
| Write-downs on credits and other commitments | -1.0 | 0.0 | -1.0 | 0.0 |
| Write-downs on financial assets | - | - | - | - |
| Share of the result from associated undertakings | 1.0 | 0.2 | - | - |
| Net operating profit | 49.1 | 35.8 | 45.0 | 33.7 |
| Appropriations | - | - | -14.3 | -14.3 |
| Taxes for the period and for previous reporting periods | -9.5 | -6.3 | -8.8 | -6.1 |
| Changes in deferred tax liabilities | -2.3 | -7.1 | - | - |
| Minority share of the result for the period | -0.3 | -0.2 | - | - |
| Profit for the period | 37.0 | 22.2 | 21.9 | 13.3 |

| Balance sheet (EUR millions) | Group | | Bank | |
|--|----------------|----------------|----------------|----------------|
| | 31 DEC 2005 | 31 DEC 2004 | 31 DEC 2005 | 31 DEC 2004 |
| ASSETS | | | | |
| Liquid assets | 283.7 | 249.8 | 283.7 | 249.8 |
| Bonds that are eligible for refinancing at central banks | 714.7 | 628.8 | 694.1 | 614.9 |
| Claims on credit institutions | 23.7 | 16.9 | 256.2 | 179.8 |
| Claims on the public and public sector entities | 3,249.5 | 2,892.0 | 2,517.4 | 2,486.1 |
| Bonds | 66.3 | 86.7 | 75.4 | 89.4 |
| Shares and participations | 29.3 | 22.8 | 26.9 | 21.7 |
| Shares and participations in associated companies | 2.7 | 2.6 | 2.0 | 1.9 |
| Shares and participations in group companies | 0.0 | 5.2 | 23.1 | 24.9 |
| Derivative instruments | 4.0 | 6.8 | 4.0 | 6.8 |
| Intangible assets | 2.7 | 3.6 | 1.7 | 2.3 |
| Tangible assets | 95.6 | 100.5 | 69.8 | 71.5 |
| Other assets | 54.2 | 37.6 | 54.0 | 37.5 |
| Accrued expenses and advance payments | 27.0 | 22.9 | 31.9 | 25.0 |
| Total assets | 4,553.5 | 4,076.2 | 4,040.0 | 3,811.6 |
| LIABILITIES | | | | |
| Foreign capital | | | | |
| Liabilities to credit institutions | 851.0 | 780.5 | 863.1 | 789.1 |
| Borrowing from the public | 2,308.6 | 2,195.8 | 2,317.4 | 2,198.7 |
| Other liabilities to the public and public sector entities | 30.2 | 34.0 | 30.2 | 34.0 |
| Debt securities issued to the public | 786.3 | 575.6 | 287.7 | 326.1 |
| Derivative instruments | 4.0 | 6.8 | 4.0 | 6.8 |
| Other liabilities | 106.9 | 90.4 | 105.6 | 89.5 |
| Compulsory provisions | 1.8 | 1.1 | 1.8 | 1.1 |
| Accrued expenses and advance payments received | 24.3 | 22.6 | 20.9 | 20.6 |
| Subordinated liabilities | 163.3 | 138.8 | 151.5 | 124.2 |
| Deferred tax liabilities | 27.7 | 22.7 | 2.3 | - |
| Accumulated appropriations | - | - | 81.2 | 66.9 |
| | 4,304.0 | 3,868.4 | 3,865.7 | 3,656.9 |
| Equity | | | | |
| Share capital | 70.6 | 70.6 | 70.6 | 70.6 |
| Share premium account | 1.9 | 1.9 | 1.9 | 1.9 |
| Ordinary reserve | 8.1 | 8.1 | 8.1 | 8.1 |
| Fund at fair value | 7.7 | - | 6.6 | - |
| Retained earnings | 117.8 | 104.4 | 65.3 | 60.8 |
| Profit for the period | 37.0 | 22.2 | 21.9 | 13.3 |
| Minority interest | 6.3 | 0.6 | - | - |
| | 249.5 | 207.8 | 174.4 | 154.7 |
| Total liabilities | 4,553.5 | 4,076.2 | 4,040.0 | 3,811.6 |

| Group result by quarter (EUR million) | 4/2005 | 3/2005 | 2/2005 | 1/2005 | 4/2004 | 3/2004 | 2/2004 | 1/2004 |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Net interest income | 20.3 | 20.0 | 20.2 | 19.2 | 19.1 | 18.9 | 18.0 | 17.9 |
| Income from Tier 1 capital instruments | 0.0 | 0.0 | 0.2 | 1.0 | 0.0 | 0.0 | 0.4 | 1.4 |
| Commission income | 10.2 | 9.4 | 10.4 | 8.5 | 8.7 | 8.5 | 8.9 | 9.6 |
| Commission expenses | -1.7 | -1.5 | -1.5 | -1.3 | -1.5 | -1.3 | -1.5 | -1.2 |
| Net income from securities and currency trading | 0.4 | 0.4 | 0.4 | 0.3 | 2.0 | 0.4 | 0.1 | 1.2 |
| Net income from financial assets for sale | -1.6 | 0.0 | 0.0 | 0.6 | - | - | - | - |
| Net income from administrative properties | 0.5 | 0.4 | 0.5 | 0.6 | 0.4 | 0.5 | 0.7 | 0.5 |
| Other operating income | 15.1 | 0.3 | 0.3 | 0.6 | 0.3 | 0.2 | 0.5 | 0.2 |
| Total income | 43.2 | 29.0 | 30.6 | 29.5 | 29.1 | 27.3 | 27.2 | 29.6 |
| Staff costs | -11.0 | -8.4 | -9.9 | -9.5 | -10.4 | -7.7 | -9.2 | -9.0 |
| Other administrative expenses | -6.4 | -4.8 | -5.7 | -5.8 | -6.3 | -4.7 | -5.1 | -5.6 |
| Depreciation and amortisation of tangible and intangible assets | -1.0 | -1.0 | -1.0 | -1.1 | -1.6 | -1.6 | -1.8 | -1.7 |
| Other operating expenses | -2.4 | -2.4 | -2.5 | -2.9 | -2.2 | -2.5 | -2.7 | -3.3 |
| Total costs | -20.7 | -16.6 | -19.1 | -19.3 | -20.4 | -16.6 | -18.8 | -19.7 |
| Write-downs on credits and other commitments | -0.9 | -0.1 | -0.2 | 0.2 | 0.0 | 0.1 | 0.0 | -0.1 |
| Sector-specific credit loss provisions | -6.5 | | -1.0 | - | -0.7 | -0.8 | -0.5 | - |
| Share of the result from associated undertakings | 0.0 | 0.3 | 0.3 | 0.3 | 0.1 | 0.2 | -0.1 | 0.0 |
| Net operating profit | 15.1 | 12.7 | 10.7 | 10.7 | 8.1 | 10.2 | 7.7 | 9.7 |

Key figures for the Group (EUR million)

| Specification of outstanding credit | 31 DEC 2005 | 31 DEC 2004 |
|--|--------------------|--------------------|
| Households | 2,631 | 2,328 |
| Corporations | 340 | 362 |
| Housing associations | 227 | 151 |
| Non-profit organisations | 41 | 39 |
| Public sector entities | 11 | 12 |
| Total | 3,250 | 2,892 |

Risk commitments

| | | |
|---|-----|------|
| Non-performing loans | 9.9 | 11.3 |
| Non-interest-bearing loans | 0.2 | 0.2 |
| Non-performing/credit stock incl. commitments (%) | 0.3 | 0.4 |

Key figures

| | | |
|--|------------|------------|
| Earnings/share ¹⁾ | 1.05 | 0.63 |
| Equity/share p.a. ²⁾ | 6.89 | 5.87 |
| Return on equity ROE (%) ³⁾ | 16.3 | 11.2 |
| Cost-to-income ratio ⁴⁾ | 0.57 | 0.67 |
| Number of shares | 35,298,050 | 35,298,050 |
| Average number of shares during the period | 35,298,050 | 35,278,050 |
| Average number of staff during the period | 805 | 803 |

- 1) Net operating profit plus or minus the minority interest in the result for the reporting period, divided by the average number of shares for the year.
- 2) Equity excluding minority interest divided by the number of shares at the end of the year.
- 3) Net operating profit after taxes divided by the sum of the year's average equity, including the minority interest (the average of the opening and closing balance sheet total for the report period)
- 4) Total costs divided by total income.

| Capital Adequacy | 31 DEC 2005 | 31 DEC 2004 |
|---------------------------|-------------|-------------|
| Tier 1 capital | 225 | 195 |
| Tier 2 capital | 120 | 98 |
| Tier 3 capital | - | - |
| Capital base | 345 | 293 |
| | | |
| Risk-weighted commitments | 2,286 | 2,082 |
| | | |
| Capital adequacy (%) | 15.1 | 14.1 |
| Tier 1 capital ratio (%) | 9.8 | 9.4 |
| Tier 1 capital | 225 | 195 |

The auditor's report for the accounting period is not yet completed.

Helsinki, 16 February 2006

AKTIA SAVINGS BANK PLC

Board of Directors