

Aktia Bank plc
Stock Exchange Release
7 May 2013

Aktia Bank plc's financial position and profit for the period 1 January - 31 March 2013

Aktia Bank plc publishes information on the bank's financial performance and financial position as the parent company of the bank, Aktia plc, publishes its Interim Report for the period 1 January - 31 March 2013. The information published is not an Interim Report as stipulated in the Securities Markets Act.

On 9 April 2013, the shareholder of Aktia Bank plc approved the merger of Aktia plc with Aktia Bank plc. The planned effective date of the merger is 1 July 2013.

All information concerns Aktia Bank Group unless specified otherwise.

Key figures

(EUR million)	1-3/2013	1-3/2012	Δ %	10-12/2012	Δ %	2012
Earnings per share (EPS)	3.9	2.9	33%	-0.6	-	7.8
Equity per share (NAV) ¹⁾	134.9	130.9	3%	141.3	-4%	141.3
Return on equity (ROE), %	9.8	8.8	11%	-1.4	-	5.6
Total earnings per share	2.7	14.5	-82%	1.4	98%	31.6
Number of shares at the end of the period ¹⁾	3	3	0%	3	0%	3
Personnel (FTEs), average number of employees from the beginning of the financial year ¹⁾	750	771	-3%	753	0%	753
Banking Business						
Cost-to-income ratio	0.67	0.68	-1%	0.89	-25%	0.74
Borrowing from the public ¹⁾	3,703.4	3,700.8	0%	3,651.4	1%	3,651.4
Lending to the public ¹⁾	7,179.1	7,239.5	-1%	7,248.1	-1%	7,248.1
Capital adequacy ratio, % ¹⁾	20.0	18.1	11%	20.2	-1%	20.2
Tier 1 capital ratio, % ¹⁾	11.7	11.3	3%	11.8	-1%	11.8
Risk-weighted commitments ¹⁾	3,683.7	3,767.3	-2%	3,611.2	2%	3,611.2
Asset Management (incl. Private Banking)						
Assets under management ^{1)*)}	6,141.0	5,334.0	15%	5,804.5	6%	5,804.5

¹⁾ At the end of the period

^{*)} Assets under management = Aktia Fund Management Company's assets under management and brokered mutual funds and assets managed by Aktia Invest, Aktia Asset Management and Aktia Bank's Private Banking

Formulas for key figures are presented in Aktia Bank plc's Annual Report 2012 on page 9.

Consolidated income statement for Bank Group

(EUR million)	1-3/2013	1-3/2012	Δ %	2012
Net interest income	29.8	29.5	1%	116.5
Dividends	0.0	0.0	-99%	0.1
Commission income	20.4	18.7	9%	76.7
Commission expenses	-4.6	-4.3	-6%	-17.1
Net commission income	15.8	14.4	10%	59.6
Net income from financial transactions	2.2	0.3	668%	2.9
Net income from investment properties	0.0	0.0	-50%	-0.3
Other operating income	0.9	1.5	-44%	4.7
Total operating income	48.7	45.7	7%	183.4
Staff costs	-13.3	-13.2	1%	-52.7
IT-expenses	-4.8	-4.9	-2%	-26.4
Depreciation of tangible and intangible assets	-0.7	-0.8	-21%	-3.4
Other operating expenses	-13.7	-12.4	11%	-53.5
Total operating expenses	-32.4	-31.3	4%	-136.0
Write-down on other financial assets	-	-	-	-1.8
Write-down on credits and other commitments	-1.1	-1.9	-41%	-6.4
Share of profit from associated companies	0.3	-0.1	-	-0.4
Operating profit	15.4	12.4	24%	38.8
Income and expenses from other activities	-	-	-	-3.1
Taxes	-3.7	-3.4	10%	-11.4
Profit for the period	11.7	9.1	29%	24.3
Attributable to:				
Shareholders in Aktia Bank plc	11.7	8.8	33%	23.4
Non-controlling interest	0.0	0.3	-	0.8
Total	11.7	9.1	29%	24.3
Earnings per share (EPS), EUR	3,910,002.45	2,930,530.55	33%	7,814,312.31
There is no dilution effect to earnings per share				

Consolidated statement of comprehensive income for Bank Group

(EUR million)	1-3/2013	1-3/2012	Δ %	2012
Profit for the period	11.7	9.1	29%	24.3
Other comprehensive income after taxes:				
Change in valuation of fair value for financial assets available for sale	-0.4	38.0	-	66.6
Change in valuation of fair value for cash flow hedging	-2.9	-3.0	1%	-3.3
Transferred to the income statement for financial assets available for sale	-	-	-	14.0
Transferred to the income statement for cash flow hedging	-	-	-	-5.8
Comprehensive income from items which can be transferred to the income statement	-3.3	35.1	-	71.6
Defined benefit plan pensions	-	-	-	0.0
Comprehensive income from items which can not be transferred to the income statement	-	-	-	0.0
Total comprehensive income for the period	8.4	44.1	-81%	95.9
Total comprehensive income attributable to:				
Shareholders in Aktia Bank plc	8.1	43.6	-82%	94.7
Non-controlling interest	0.3	0.5	-41%	1.2
Total	8.4	44.1	-81%	95.9
Total earnings per share, EUR	2,684,633.89	14,534,035.15	-82%	31,556,571.18
There is no dilution effect to the total earnings per share				

Consolidated balance sheet for Bank Group

(EUR million)	31.3.2013	31.12.2012	Δ %	31.3.2012
Assets				
Cash and balances with central banks	293.7	585.9	-50%	219.6
Interest-bearing securities	1,645.4	1,468.0	12%	2,052.1
Shares and participations	5.9	6.1	-4%	1.8
Financial assets available for sale	1,651.3	1,474.2	12%	2,053.9
Financial assets held until maturity	362.5	350.0	4%	19.3
Derivative instruments	270.8	302.2	-10%	309.3
Lending to Bank of Finland and credit institutions	129.0	158.7	-19%	131.0
Lending to the public and public sector entities	7,179.1	7,248.1	-1%	7,239.5
Loans and other receivables	7,308.1	7,406.7	-1%	7,370.5
Investments in associated companies	0.9	0.8	1%	3.0
Intangible assets	2.2	2.0	11%	2.2
Investment properties	0.5	0.5	0%	0.7
Other tangible assets	4.2	4.4	-4%	4.9
Accrued income and advance payments	61.2	64.2	-5%	74.2
Other assets	123.5	2.1	-	39.9
Total other assets	184.7	66.3	179%	114.0
Income tax receivables	0.7	0.1	543%	3.4
Deferred tax receivables	21.5	22.7	-5%	1.8
Tax receivables	22.2	22.8	-3%	5.2
Total assets	10,101.0	10,215.8	-1%	10,102.6
Liabilities				
Liabilities to credit institutions	983.5	1,057.6	-7%	977.1
Liabilities to the public and public sector entities	3,703.4	3,651.4	1%	3,700.8
Deposits	4,686.9	4,709.0	0%	4,677.9
Derivative instruments	161.6	186.4	-13%	163.2
Debt securities issued	3,559.5	3,547.6	0%	3,770.4
Subordinated liabilities	304.2	298.2	2%	281.6
Other liabilities to credit institutions	586.6	629.6	-7%	486.0
Other liabilities to the public and public sector entities	128.7	146.7	-12%	65.1
Other financial liabilities	4,579.1	4,622.1	-1%	4,603.2
Accrued expenses and income received in advance	98.1	88.6	11%	116.1
Other liabilities	32.1	48.5	-34%	59.6
Total other liabilities	130.2	137.1	-5%	175.7
Provisions	6.9	6.9	0%	-
Income tax liabilities	20.0	19.7	2%	0.1
Deferred tax liabilities	46.4	46.1	1%	31.6
Tax liabilities	66.4	65.7	1%	31.7
Total liabilities	9,631.1	9,727.2	-1%	9,651.7
Equity				
Restricted equity	221.2	224.8	-2%	188.5
Unrestricted equity	183.7	198.9	-8%	204.3
Shareholders' share of equity	404.8	423.8	-4%	392.7
Non-controlling interest's share of equity	65.1	64.8	0%	58.3
Equity	469.9	488.6	-4%	451.0
Total liabilities and equity	10,101.0	10,215.8	-1%	10,102.6

Consolidated statement of changes in equity for Bank Group

(EUR million)	Share capital	Fund at fair value	Unrestricted equity reserve	Retained earnings	Shareholders' share of equity	Non-controlling interest's share of equity	Total equity
Equity as at 1 January 2012	163.0	-9.4	44.6	120.9	319.1	57.7	376.8
<i>Profit for the period</i>				8.8	8.8	0.3	9.1
<i>Financial assets available for sale</i>		37.9			37.9	0.2	38.0
<i>Cash flow hedging</i>		-3.1			-3.1	0.1	-3.0
Total comprehensive income for the period		34.8		8.8	43.6	0.5	44.1
Other change in equity			30.0		30.0	0.0	30.0
Equity as at 31 March 2012	163.0	25.5	74.6	129.7	392.7	58.3	451.0
Equity as at 1 January 2013	163.0	61.8	74.6	124.4	423.8	64.8	488.6
Dividends to shareholders				-27.0	-27.0		-27.0
<i>Profit for the period</i>				11.7	11.7	0.0	11.7
<i>Financial assets available for sale</i>		-0.4			-0.4	0.0	-0.4
<i>Cash flow hedging</i>		-3.3			-3.3	0.3	-2.9
Total comprehensive income for the period		-3.7		11.7	8.1	0.3	8.4
Other change in equity					0.0	0.0	0.0
Equity as at 31 March 2013	163.0	58.2	74.6	109.0	404.8	65.1	469.9

Consolidated cash flow statement for Bank Group

(EUR million)	1-3/2013	1-3/2012	Δ %	2012
Cash flow from operating activities				
Operating profit	15.4	12.4	24%	38.8
Adjustment items not included in cash flow for the period	-4.8	5.5	-	0.8
Unwound cash flow hedging	-	6.7	-	17.5
Unwound fair value hedging	-	-	-	92.1
Paid income taxes	-1.3	16.9	-	13.5
Cash flow from operating activities before change in receivables and liabilities	9.3	41.6	-78%	162.7
Increase (-) or decrease (+) in receivables from operating activities	-208.9	-329.7	37%	-15.4
Increase (+) or decrease (-) in liabilities from operating activities	-59.3	22.7	-	-54.3
Total cash flow from operating activities	-258.8	-265.4	2%	93.0
Cash flow from investing activities				
Financial assets held until maturity	-14.2	0.7	-	9.9
Proceeds from sale of group companies and associated companies	-	-	-	0.0
Investment in tangible and intangible assets	-0.9	-0.3	-165%	-2.4
Disposal of tangible and intangible assets	0.1	0.0	852%	0.1
Total cash flow from investing activities	-15.0	0.4	-	7.6
Cash flow from financing activities				
Subordinated liabilities	6.0	-7.1	-	11.1
Increase in unrestricted equity reserve	-	30.0	-	30.0
Share issue / dividend of Aktia Real Estate Mortgage Bank plc to the non-controlling interest	-	-	-	5.9
Paid dividends	-27.0	-	-	-20.0
Total cash flow from financing activities	-21.0	22.9	-	27.0
Change in cash and cash equivalents	-294.8	-242.1	-22%	127.6
Cash and cash equivalents at the beginning of the year	600.5	473.0	27%	473.0
Cash and cash equivalents at the end of the period	305.7	230.8	32%	600.5
Cash and cash equivalents in the cash flow statement consist of the following items:				
Cash in hand	6.7	8.1	-18%	8.0
Bank of Finland current account	287.0	211.5	36%	577.9
Repayable on demand claims on credit institutions	12.1	11.2	8%	14.6
Total	305.7	230.8	32%	600.5
Adjustment items not included in cash flow consist of:				
Impairment reversal of financial assets available for sale	-	-	-	-1.2
Write-downs on other financial assets	-	-	-	1.8
Write-downs on credits and other commitments	1.1	1.9	-41%	6.4
Change in fair values	1.2	2.3	-47%	-4.6
Depreciation and impairment of intangible and tangible assets	0.7	0.8	-21%	3.4
Share of profit from associated companies	0.0	0.5	-	0.8
Sales gains and losses from intangible and tangible assets	0.1	0.0	-	0.2
Unwound cash flow hedging	-3.9	-	-	-11.7
Unwound fair value hedging	-3.9	-	-	-1.3
Change in provisions	-	-	-	6.9
Change in fair values of investment properties	-	-	-	0.3
Total	-4.8	5.5	-	0.8

The segments' operating profit

The Bank Group has three segments; Banking Business, Asset Management and Miscellaneous.

Banking Business comprises Aktia Bank plc's branch office and corporate functions as well as Treasury and the subsidiaries Aktia Real Estate Mortgage Bank plc and Aktia Corporate Finance Ltd.

Asset Management comprises Aktia Bank plc's Private Banking and the subsidiaries Aktia Asset Management Ltd, Aktia Fund Management Company Ltd and Aktia Invest Ltd.

Miscellaneous comprises administration of Aktia Bank plc and return on equity.

Aktia plc, the parent company of Aktia Bank plc, has changed its division into business segments as of 1 January 2013. Following the merger on 1 July 2013, Aktia Bank plc will, as new parent company of the Aktia Group, apply corresponding segment structure, comprising the segments Banking Business, Asset Management & Life Insurance and Miscellaneous.

Operating profit

(EUR million)	1-3/2013	1-3/2012	Δ %
Banking Business	14.6	11.4	28%
Asset Management	2.9	2.3	25%
Miscellaneous	-2.2	-0.5	-321%
Eliminations	0.1	-0.8	-
Total	15.4	12.4	24%

Net interest income

(EUR million)	1-3/2013	1-3/2012	Δ %	2012
Deposits and lending	10.4	15.3	-32%	55.1
Hedging, interest rate risk management	11.1	7.2	54%	30.8
Other	8.3	7.0	19%	30.6
Net interests income	29.8	29.5	1%	116.5

The impact of fixed rate investment is divided into two components consisting of interest rate risk and credit risk. The interest rate risk component is included in Hedging of interest rate risk whereas the credit risk component is booked as a part of Other net interest income.

Credit stock

Chart 1. Credit stock by sector

(EUR million)	31.3.2013	31.12.2012	Δ	Share, %
Households	6,177	6,222	-45	86.0%
Corporate	696	713	-17	9.7%
Housing associations	264	270	-7	3.7%
Non-profit organisations	39	39	0	0.5%
Public sector entities	4	4	0	0.1%
Total	7,179	7,248	-69	100.0%

Chart 2. Cross loans and write-downs

(EUR million)	31.3.2013	31.12.2012	30.9.2012	30.6.2012	31.3.2012
Gross loans	7,245	7,313	7,365	7,334	7,303
Individual write-downs	-51	-50	-48	-50	-50
Of which made to non-performing loans past due at least 90 days	-41	-40	-39	-42	-43
Of which made to other loans	-9	-10	-8	-8	-7
Write-downs by group	-15	-15	-16	-14	-14
Net loans, balance amount	7,179	7,248	7,301	7,270	7,240

Total write-downs on credits amounted to 0.02 (0.03)% of total lending for the period. The corresponding impact on corporate loans amounted to 0.2 (0.2)% of the total corporate lending.

Chart 3. Undischarged debts by time overdue

(EUR million) Days	31.3.2013	% of stock	31.12.2012	% of stock
3-30	137	1.90	133	1.83
of which households	119	1.65	117	1.61
31-89	49	0.68	51	0.71
of which households	36	0.50	42	0.58
90- *	45	0.63	50	0.68
of which households	30	0.42	33	0.45

* in Aktia Bank, fair value of collateral covers 96% of debts

Specification of the fund at fair value

(EUR million)	31.3.2013	31.12.2012	Δ
Shares and participations	3.6	3.6	0.0
Direct interest-bearing securities	41.6	42.0	-0.4
Cash flow hedging	13.0	16.2	-3.3
Fund at fair value, total	58.2	61.9	-3.7

The Bank Group's liquidity portfolio

The Bank Group's liquidity portfolio and other interest-bearing investments

Aktia Bank Group	Government and Govt. guaranteed		Covered Bonds (CB)		Financial institutions exkl. CB		Corporate bonds		Real estate		Alternative investments		Listed Equity		Total	
	3/13	2012	3/13	2012	3/13	2012	3/13	2012	3/13	2012	3/13	2012	3/13	2012	3/13	2012
EU AAA	62	75	826	798	287	226	56	-	-	-	-	-	-	-	1,280	1,098
Finland	46	59	116	117	92	43	56	-	-	-	-	-	-	-	310	218
Other AAA-countries	16	16	710	681	244	182	-	-	-	-	-	-	-	-	971	880
EU < AAA	-	-	349	443	60	5	-	-	-	-	-	-	-	-	409	448
France *)	-	-	291	270	60	5	-	-	-	-	-	-	-	-	351	275
Belgium	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Greece	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Ireland	-	-	10	16	-	-	-	-	-	-	-	-	-	-	10	16
Italy	-	-	48	47	-	-	-	-	-	-	-	-	-	-	48	47
Portugal	-	-	-	56	-	-	-	-	-	-	-	-	-	-	-	56
Spain	-	-	-	54	-	-	-	-	-	-	-	-	-	-	-	54
Other countries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Europe excluding EU	-	-	214	238	17	20	-	-	-	-	-	-	-	-	231	258
North America	-	-	12	12	-	-	-	-	-	-	-	-	-	-	12	12
Other OECD-countries	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Supernationals	-	-	-	-	111	45	-	-	-	-	-	-	-	-	111	45
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	62	75	1,401	1,490	524	297	56	-	-	-	-	-	-	-	2,043	1,862

* France fell below AAA during 2012

Rating distribution for banking business' liquidity portfolio

	31.3.2013	31.12.2012
(EUR million)	2,043	1,862
Aaa	59.9%	64.5%
Aa1-Aa3	19.5%	19.1%
A1-A3	15.9%	8.9%
Baa1-Baa3	0.8%	3.7%
Ba1-Ba3	0.5%	1.5%
B1-B3	0.0%	0.0%
Caa1 or lower	0.0%	0.0%
Finnish municipalities (unrated)	1.4%	2.2%
No rating	2.1%	0.0%
Total	100.0%	100.0%

The Bank Group's capital adequacy

Capital adequacy	31.3.2013	31.12.2012
Bank Group		
Capital adequacy	20.0%	20.2%
Tier 1 ratio	11.7%	11.8%
Aktia Bank		
Capital adequacy	26.9%	28.1%
Tier 1 ratio	15.5%	16.1%
Aktia Real Estate Mortgage Bank		
Capital adequacy	11.7%	11.3%
Tier 1 ratio	10.1%	9.7%

Risk exposures for Bank Group

Consolidated capital adequacy for Bank Group

Summary (EUR million)	3/2013	12/2012	9/2012	6/2012	3/2012
Tier 1 capital	432.0	426.4	440.4	437.9	427.1
Tier 2 capital	306.2	303.8	302.1	268.0	254.5
Capital base	738.2	730.2	742.5	705.9	681.6
Risk-weighted amount for credit and counterpart risks	3,321.4	3,248.9	3,355.6	3,369.6	3,395.0
Risk-weighted amount for market risks ¹⁾	-	-	-	-	-
Risk-weighted amount for operational risks	362.3	362.3	372.3	372.3	372.3
Risk-weighted commitments	3,683.7	3,611.2	3,727.9	3,742.0	3,767.3
Capital adequacy ratio, %	20.0	20.2	19.9	18.9	18.1
Tier 1 Capital ratio, %	11.7	11.8	11.8	11.7	11.3
Minimum capital requirement	294.7	288.9	298.2	299.4	301.4
Capital buffer (difference between capital base and minimum requirement)	443.5	441.3	444.3	406.5	380.2

1) No capital requirement due to minor trading book and when total of net currency positions are less than 2% of capital base.

(EUR million)	3/2013	12/2012	9/2012	6/2012	3/2012
Share capital	163.0	163.0	163.0	163.0	163.0
Funds	74.6	74.6	74.6	74.6	74.5
Non-controlling interest	65.1	64.8	64.8	64.0	58.3
Retained earnings	96.0	100.9	100.9	100.9	100.0
Profit for the period	11.7	23.4	25.3	18.4	8.8
./. provision for dividends to shareholders	-6.2	-28.3	-15.9	-10.6	-5.3
Capital loan	30.0	30.0	30.0	30.0	30.0
Total	434.2	428.4	442.8	440.3	429.3
./. intangible assets	-2.2	-2.0	-2.3	-2.4	-2.2
Tier 1 capital	432.0	426.4	440.4	437.9	427.1
Fund at fair value	45.2	45.6	36.9	4.4	2.9
Upper Tier 2 loans	45.0	45.0	45.0	45.0	45.0
Lower Tier 2 loans	216.0	213.2	220.2	218.6	206.6
Tier 2 capital	306.2	303.8	302.1	268.0	254.5
Total capital base	738.2	730.2	742.5	705.9	681.6

Credit and counterparty risks

Total exposures 3/2013

(EUR million)

Risk-weight	Balance assets	Off-balance sheet commitments	Total
0 %	1,008.1	22.8	1,030.9
10 %	1,188.9	-	1,188.9
20 %	808.2	129.6	937.8
35 %	5,726.0	54.6	5,780.6
50 %	0.1	-	0.1
75 %	534.5	87.7	622.2
100 %	548.1	36.2	584.4
150 %	13.6	0.6	14.2
Total	9,827.4	331.5	10,159.0
Derivatives *)	310.6	-	310.6
Total	10,138.0	331.5	10,469.5

*) derivative agreements credit conversion factor

Risk-weighted exposures

(EUR million)

Risk-weight	3/2013	12/2012	9/2012	6/2012	3/2012
0 %	-	-	-	-	-
10 %	118.9	125.5	133.6	120.8	125.6
20 %	167.2	120.3	145.6	155.5	163.9
35 %	2,011.7	2,025.2	2,023.4	2,008.1	1,990.4
50 %	0.0	0.1	0.3	0.3	0.3
75 %	418.1	428.9	437.9	439.9	437.2
100 %	565.8	502.5	567.8	590.0	614.5
150 %	20.9	25.9	20.3	28.5	35.3
Total	3,302.5	3,228.3	3,328.8	3,343.2	3,367.3
Derivatives *)	19.0	20.6	26.8	26.5	27.7
Total	3,321.4	3,248.9	3,355.6	3,369.6	3,395.0

*) derivative agreements credit conversion factor

In capital adequacy measurement to determine the exposure's risk weight, Aktia applies credit rating by Moody's Investors Service or Standard & Poor's to receivables from central governments and central banks, credit institutions, investment firms, corporates and covered bonds. The risk weight for bank exposures and bonds secured by real estate is determined by the credit rating of the country where the institution is located.

Risk-weighted amounts for operational risks

	2012	2011	2010	3/2013	12/2012	9/2012	6/2012	3/2012
Gross income	183.3	187.8	208.5					
- average 3 years	193.2							
Capital requirement for operational risk				29.0	29.0	29.8	29.8	29.8
Risk-weighted amount				362.3	362.3	372.3	372.3	372.3

The capital requirement for operational risk is 15% of average gross income during the last three years.
The risk-weighted amount is calculated by dividing the capital requirement by 8%.

Derivatives and off-balance sheet commitments

Derivative instruments at 31 March 2013 (EUR million)			
Hedging derivative instruments	Total nominal amount	Assets, fair value	Liabilities, fair value
Fair value hedging			
Interest rate-related	2,760.0	133.2	25.4
Total	2,760.0	133.2	25.4
Cash flow hedging			
Interest rate-related	75.0	0.2	-
Total	75.0	0.2	-
Derivative instruments valued via the income statement			
Interest rate-related *)	4,003.8	134.3	133.4
Currency-related	43.9	0.9	0.5
Equity-related **)	77.5	2.3	2.3
Other derivative instruments **)	20.8	0.0	0.0
Total	4,146.0	137.4	136.2
Total derivative instruments			
Interest rate-related	6,838.8	267.6	158.8
Currency-related	43.9	0.9	0.5
Equity-related	77.5	2.3	2.3
Other derivative instruments	20.8	0.0	0.0
Total	6,981.0	270.8	161.6

Derivative instruments at 31 December 2012 (EUR million)

Hedging derivative instruments	Total nominal amount	Assets, fair value	Liabilities, fair value
Fair value hedging			
Interest rate-related	2,837.0	149.8	34.3
Total	2,837.0	149.8	34.3
Cash flow hedging			
Interest rate-related	75.0	0.1	-
Total	75.0	0.1	-
Derivative instruments valued via the income statement			
Interest rate-related *)	4,280.1	150.0	149.1
Currency-related	55.6	0.6	1.3
Equity-related **)	102.2	1.7	1.7
Other derivative instruments **)	20.8	0.1	0.1
Total	4,458.6	152.4	152.1
Total derivative instruments			
Interest rate-related	7,192.1	299.8	183.4
Currency-related	55.6	0.6	1.3
Equity-related	102.2	1.7	1.7
Other derivative instruments	20.8	0.1	0.1
Total	7,370.6	302.2	186.4

*) Interest-linked derivatives include interest rate hedging provided for local banks which after back-to-back hedging with third parties amounted to EUR 3,934.0 (4,210.0) million.

**) All equity-related and other derivative instruments relate to the hedging of structured debt products.

Off-balance sheet commitments**(EUR million)**

	31.3.2013	31.12.2012	31.3.2012
Commitments provided to a third party on behalf of the customers			
Guarantees	34.0	34.6	41.2
Other commitments provided to a third party	2.5	3.4	6.2
Irrevocable commitments provided on behalf of customers			
Unused credit arrangements	295.0	307.6	410.6
Off-balance sheet commitments	331.5	345.5	458.0

Outlook

Aktia Bank is striving to grow slightly more than the market in the sectors focusing on private customers and small companies.

Aktia Bank's plan of action includes several individual measures and will be realised in steps with the aim of reaching the financial objectives for 2015.

Aktia Bank's aim is to improve competitiveness and to become the Finnish champion of customer services in selected customer segments. Aktia Bank will continue to strive for efficient and customer-friendly service, and to provide financial solutions for households, business owners, small companies and institutions.

Write-downs on credits are expected to be at the same level as in 2012.

In accordance with the decision taken by the Annual General Meeting of Aktia plc on 9 April 2013, a merger of Aktia plc and Aktia Bank plc is planned on 1 July 2013. Thus Aktia Bank plc becomes the new listed parent company of Aktia Group. As new parent company of the Group Aktia Bank plc will have the same outlook as the present parent company Aktia plc. That is "despite the probably persistent low interest rate level and one-off costs from implementing the 2015 plan of action, the Group's operating profit from continuing operations for 2013 is expected to reach approximately the 2012 level".

In 2012, Aktia Group's operating profit from continuing operations amounted to EUR 56.0 million.

Risks

Aktia's financial results are affected by many factors, of which the most important are the general economic situation, fluctuations in share prices, interest rates and exchange rates, and the competitive situation. The demand for banking, insurance, asset management and real estate agency services can be changed by these factors.

Changes in interest rates, yield curves and credit margins are hard to predict and can affect Aktia's interest margins and thus profitability. Aktia is pursuing proactive management of interest rate risks.

Any future write-downs of loans in Aktia's loan portfolio could be due to many factors, of which the most important are the general economic situation, interest rates, the level of unemployment and changes in house prices.

The availability of liquidity on the money markets is important for Aktia's refinancing activities. Like other banks, Aktia relies on deposits from households to service some of its liquidity needs.

The market value of Aktia's financial and other assets can change, among other things as a result of requirements among investors for higher returns.

The financial crisis has resulted in many new initiatives for regulating banking and insurance businesses, which have brought uncertainty concerning future equity and liquidity requirements. The results of the new regulations are likely to be higher capital requirements, sharpened competition for deposits, higher demands on long-term financing, higher fixed costs and, eventually, higher credit margins.

The figures presented in this stock exchange release are unrevised.

Helsinki 7 May 2013

AKTIA BANK PLC

Board of Directors