

# Corporate Research

## Aktia Bank

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SEB

Results Preview

Banks

Finland

22 January 2025

Results due: 12 February

## All focus on the new strategic plan

We expect Aktia to present its new strategic plan alongside its Q4 report (or shortly thereafter). We expect a 2028 PBT target of “above EUR 130m”, comparable ROE of >14%, a CET1 ratio management buffer 150-250bp above the capital requirement, and excess capital to be distributed via dividends and buy-backs. Our key focus in the Q4 report will be on NII and fund flow. We expect a EUR 0.8 dividend, equal to a 61% payout ratio.

Key Data (2024E)	
Price (EUR)	9.74
Reuters	AKTIA.HE
Bloomberg	AKTIA FH
Market cap (EURm)	710
Market cap (USDm)	738
Market cap (EURm)	710
Equity (EURm)	701
Capital ratio	17%
Shares fully dil. (m)	72.9
Avg daily turnover (m)	0.0
Free float	88%

### ROE >14% is a stretch target, in our view

We forecast a 2026 ROE of 12.6%; profit growth and an efficient capital base are required to reach an ROE >14% by 2026. NII is still the main revenue component, but we would welcome Aktia raising its capital-light fee revenue by 2028 via a turnaround in asset management growth.

### NII and flow the key focus areas

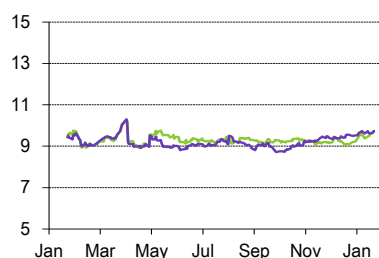
Aktia's Q3 NII fell 5% short of FactSet consensus on a one-off related to an interest rate correction on the corporate side, which we expect to have only a minor impact in Q4. However, interest rates have fallen, and the effectiveness of the much-discussed hedge will be increasingly important. We see the potential for the new CFO to provide more details about the hedge. Another key area is fund flow. Flow in Q3 was positive; we will focus in particular on Private Banking flows, which we view as a key area for Aktia deliver on to achieve higher future profitability.

### Minor EPS revisions

We cut our NII forecasts by 1% on system volume growth continuing to be weak, and EPS falls by 1% for 2025E and 2% for 2026E. At 7.5x 2025E EPS, Aktia's multiple is lower than its peers. We reduce our fair value range to EUR 11.5-13.0 (11.8-13.1) on slightly lower estimates. Our EUR 0.8 dividend expectation is based on a 61% payout ratio and leaves the CET1 ratio at 12.0%, which gives Aktia a management buffer above its CET1 requirement of 340bp (should decline over time, we believe).

Estimate Revisions (%)			
	2024E	2025E	2026E
Net interest income	(1)	(0)	(1)
Pre-provision profit	(1)	(1)	(2)
Adj. EPS	(1)	(1)	(2)

### Share Price (12M)



Absolute (green) / Relative to Finland (purple).

### Marketing communication commissioned by: Aktia Bank

### Financials (EUR)

Year end: Dec	2022	2023	2024E	2025E	2026E
Net interest income (m)	99	140	151	146	142
Total income (m)	303	288	305	306	311
Pre-provision profit (m)	134	111	129	126	127
Adjusted net profit (m)	99	83	96	94	95
EPS (adjusted)	1.37	1.14	1.32	1.29	1.3
DPS	0.43	0.7	0.7	0.8	0.95
Total income growth (%)	14.8	(5.1)	6.1	0.4	1.4
Pre-provision growth (%)	49.4	(16.9)	16.6	(2.3)	0.2
EPS (adjusted) growth (%)	41.0	(16.8)	15.5	(1.7)	0.4
Lending growth (%)	4.1	1.0	(1.0)	1.5	3.0
Cost / Income ratio (%)	55.9	61.4	57.6	58.8	59.3
Loan loss ratio (%)	0.13	0.09	0.11	0.08	0.08
NII / Average lending (%)	1.30	1.79	1.93	1.86	1.78
Leverage ratio (%)	n.a.	n.a.	n.a.	n.a.	n.a.
PER (x)	7.5	8.3	7.4	7.5	7.5
RoE (%)	15.6	13.3	14.3	13.1	12.6
RoTE (%)	23.2	20.1	19.7	17.3	16.6
Dividend yield (%)	4.2	7.4	7.2	8.2	9.7
P/BV (x)	1.27	1.07	1.01	0.96	0.93
P/TBV (x)	1.95	1.55	1.35	1.26	1.23

Source for all data on this page: SEB (estimates) and Millstream/Thomson Reuters (prices)

# Financials

## Q4 deviation table

	Q4 2023	Q3 2024	SEB Q4 2024E	Consensus Q4 2024E	Deviation
NII	38.2	36.1	37.2	36.7	1.3%
Fees	30.1	30.9	31.0	31.4	-1.3%
Life	7.7	8.9	6.3	0.0	
Other	0.5	0.2	0.5	0.0	
Total revenues	77.3	76.1	75.0	74.2	1.0%
Costs	-41.4	-43.1	-46.6	-47.3	-1.5%
PPP	28.4	33.0	28.4	26.9	5.4%
Provisions	-2.7	-1.8	-2.3	-2.1	8.6%
PBT	33.3	31.2	25.0	24.8	0.7%
Tax	-6.0	-6.4	-5.1	-4.8	
Net profit	27.3	24.7	19.8	20.0	-0.8%

Source: SEB, FactSet

## Estimate revisions (EURm)

	2024E	2025E	2026E	2024 (%)	2025 (%)	2026 (%)
NII	151.2	145.8	142.5	-0.5%	-0.4%	-1.5%
Fees	122.8	129.2	135.7	-0.3%	-0.2%	-0.2%
Life	30.3	30.5	31.7	0.0%	0.1%	0.1%
Other	0.8	0.8	0.8	-1.9%	-3.2%	-1.3%
Total revenues	305.1	306.3	310.7	-0.3%	-0.3%	-0.8%
Costs	-175.9	-180.0	-184.1	0.0%	0.0%	0.0%
PPP	129.2	126.3	126.6	-0.8%	-0.7%	-1.9%
Provisions	-8.6	-6.4	-6.1	-0.2%	-0.2%	-0.5%
PBT	119.5	118.7	119.2	-0.9%	-0.7%	-2.0%
Net profit	95.9	94.4	94.8	-0.9%	-0.8%	-2.1%
EPS	1.32	1.29	1.30	-1.0%	-0.4%	-2.2%
DPS	0.92	0.95	0.96	-0.9%	-0.5%	-1.8%
ROE	13.7%	13.0%	12.6%	-0.8%	-0.3%	-1.8%
CET1	12.0%	12.4%	12.5%	1.3%	0.9%	0.8%

Source: SEB

## Target price drivers (EUR)

SOTP	13.0
GGM	11.8
Peer P/E	12.2
<b>Range</b>	<b>11.8</b>
	<b>13.0</b>

Source: SEB

**Target price drivers**

	Banking	Asset mgmt	Life	Central units	Group		
Net profit	66.4	23.8	20.4	-15.9	94.8	PPP 2026	127
Equity	697.5	62.3	62.3	-59.5	762.6	Normalised provisions	-8
ROE	9.5%	38.2%	32.8%		12.4%	Provisions in %	-0.10%
g	1.0%	3.0%	3.0%			PBT	118
COE	10.5%	9.5%	10.0%			Normalised tax	-24
P/B	0.9	5.4	4.3		1.38	Net profit	95
P/E	9.4	14.2	13.0	11	11.1		
Value	625	337	265	-174	1,054	BV	763
						ROE	12.4%
						G	2.0%
Number of shares					72.9	COE	10.5%
2026 value					14.5	Target P/B	1.23
PV dividend 2024					0.8		
PV dividend 2025					0.7	Share count	73
<b>Target price</b>					<b>13.0</b>	Per share value pv	10.3
Current share price					9.26	PV dividend 2024	0.8
Upside					41%	PV dividend 2025	0.7
						<b>Target value</b>	<b>11.8</b>

Source: SEB

# SEAM (SEB's ESG Assessment Methodology)

## Aktia Bank

Country: Finland Sector: Banks Overall impact of ESG factors on valuation: Neutral Fully discounted in mid-point DCF value: **No**

In our view, ESG factors do or will have an overall neutral impact on the share's valuation. The most material impact is . Some of the impact is yet to be discounted in our mid-point equity valuation. We believe that some of the ESG factors facing the company could be manageable by the company, and that the company's management of these issues is optimal..

Our analysis suggests an overall neutral ESG impact on valuation, which is more negative relative to Sustainalytics' "low" qualitative ESG score. This suggests that ESG value impacts are more negative for the share than ESG reputational impacts.

With regard to the EU taxonomy, we have seen the company report a very significant (>30%) current revenue alignment with relevant taxonomy screening criteria. In the longer term, we also expect alignment to be very significant (>30%).

### ESG impact on NPV (as % of equity valuation)

Total impact over time

of which:

- impact reflected in mid-point equity valuation

- impact yet-to-be reflected in mid-point equity valuation



**n.m.**

**n.m.**

### SEB ESG Financial Assessment

As % of  
equity  
valuation

#### Long term impact of ESG issue on valuation

of which:

Impact already reflected in our 6-12 month mid-point

Impact yet-to-be reflected in mid-point price

**Infinity**

**n.m.**

**n.m.**

#### Topline exposure to ESG opportunities/threats

##### ESG Integration in financing

Aktia aims to be in the forefront in financing the green transition.

##### Climate related impact - products/services

Aktia is set to align with the Science Based Targets initiatives.

Sales (%pa)

Impact  
(% of Fair  
Value)

0

0

2

0

0

2

#### Costs (inc write downs) exposure to ESG opportunities/threats

##### Supply chain ESG management and political risk

Political and regulatory risks is always elevated for banks which drives costs

Costs/Topline  
(%)

Impact  
(% of Fair  
Value)

0

0

(1)

#### Loan losses exposure to ESG opportunities/threats

##### Cyber crime

Crime related to lending could materialise in asset quality problems

Losses/Topline  
(percent units)

Impact  
(% of Fair  
Value)

0

0

(2)

### Long term impact of ESG issue on valuation (% of Fair value)

**1**

## Aktia Bank (cont.)

### Sustainalytics Assessment (note: lower number means less risk)

Overall risk	Low	The Sustainalytics ESG rating is an assessment of how well a company is managing its material ESG risks, while SEB's SEFA is a bottom up evaluation of the impact of most material ESG factors on the company's financial performance.
Percentile vs. companies in all industries	18	
Percentile vs. others in industry	0	



### EU Taxonomy Eligibility/Alignment (based on mandatory EU disclosures)

Eligible revenues (inc. aligned revs.)	60% (current group revenues)
Aligned revenues	48% (current group revenues)
SEB forecast, aligned revenues (in 5 years' time)	65% (est. future group revenues)
of which:	
Helping with green financing which will shift the income mix positively	65%

### Sustainability related commitments and targets

Does the company have a science based target?	Committed to target
Is the CEO's remuneration linked to achievement of sustainability goals?	Yes
What are the company's most material sustainability goals?	Target carbon footprint reduction 2025 of -30% compared to 2019 Green bond share of corporate credit funds 35% Reduce loan portfolio emissions (Net) carbon neutrality in energy consumption in Aktia's HQ
Who has ultimate responsibility for sustainability management?	Markus Lindqvist

# Overview

## Investment considerations

Aktia has changed its management and will update its financial targets which should support the equity story. Distributing excess capital to shareholders will create an attractive yield case and will support a higher ROE. The Asset Management division has underperformed in recent years, and any improvement will support earnings and benefit the income mix, driving ROE upwards.

## Company profile

Aktia Bank Plc is a Finnish retail bank based in Helsinki that traces its roots to 1991, when several savings banks based in the coastal areas of Finland merged with Helsinki Savings Bank which had operated in the Helsinki region since 1826. Aktia continues to operate solely in Finland via its branch network, servicing retail customers, SME corporate and institutional clients. The primary focus is on retail mortgages and SME lending but with growing importance of the bank's wealth and asset management operations in recent years.

## Valuation approach

We arrive at an equity value range through SOTP, GGM and peer valuation.

## Investment risks

If 12M EURIBOR continues to be lower than 3M EURIBOR we see pressure on NII margins and downside to our estimates. Additionally, if ECB cuts the policy rate quicker than SEB's strategy team predicts we will see downside pressure to our estimates. If Finland's economy doesn't rebound, we see limited lending growth in the coming years which will also affect NII negatively. On the flipside, any improvement in macro data will benefit Aktia.

<b>Profit &amp; loss statement - Aktia Bank</b>													
(EURm)	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Net interest income	103	97	96	90	86	78	81	96	99	140	151	146	142
Net commissions	75	80	80	93	98	99	98	124	122	120	123	129	136
Trading income	7	4	8	(1)	3	6	1	5	1	2	(0)	(0)	(0)
Profit from insurance operations	24	25	25	27	21	30	20	38	79	24	30	31	32
Other income	3	2	3	2	2	9	2	1	2	1	1	1	1
<b>Total income</b>	<b>212</b>	<b>208</b>	<b>211</b>	<b>210</b>	<b>210</b>	<b>221</b>	<b>201</b>	<b>264</b>	<b>303</b>	<b>288</b>	<b>305</b>	<b>306</b>	<b>311</b>
Personnel expenses	(70)	(73)	(72)	(79)	(67)	(69)	(69)	(84)	(80)	(85)	(80)	(81)	(83)
Depreciation	(7)	(8)	(8)	(9)	(12)	(19)	(18)	(22)	(23)	(24)	(24)	(25)	(25)
Other expenses	(68)	(64)	(68)	(72)	(64)	(55)	(55)	(69)	(66)	(69)	(72)	(74)	(76)
<b>Total expenses</b>	<b>(144)</b>	<b>(144)</b>	<b>(148)</b>	<b>(161)</b>	<b>(143)</b>	<b>(144)</b>	<b>(142)</b>	<b>(174)</b>	<b>(169)</b>	<b>(177)</b>	<b>(176)</b>	<b>(180)</b>	<b>(184)</b>
<b>Pre-provision profit</b>	<b>68</b>	<b>64</b>	<b>63</b>	<b>50</b>	<b>67</b>	<b>78</b>	<b>59</b>	<b>89</b>	<b>134</b>	<b>111</b>	<b>129</b>	<b>126</b>	<b>127</b>
Credit losses	(2)	(0)	(2)	(1)	(1)	(4)	(4)	(4)	(10)	(7)	(9)	(6)	(6)
<b>Operating profit after cred. losses</b>	<b>66</b>	<b>64</b>	<b>61</b>	<b>49</b>	<b>66</b>	<b>73</b>	<b>55</b>	<b>85</b>	<b>123</b>	<b>104</b>	<b>121</b>	<b>120</b>	<b>121</b>
Gains/losses on fixed assets	0	0	0	0	0	0	0	0	0	0	0	0	0
Goodwill amortisation	0	0	0	0	0	0	0	0	0	0	0	0	0
Other intangibles amortisation	0	0	0	0	0	0	0	0	0	0	0	0	0
Extraordinaries	0	0	0	0	0	0	0	0	0	0	0	0	0
Other items	2	1	1	0	1	2	(0)	(0)	0	(1)	(1)	(1)	(1)
<b>Reported pre-tax profit</b>	<b>68</b>	<b>64</b>	<b>61</b>	<b>49</b>	<b>68</b>	<b>75</b>	<b>55</b>	<b>85</b>	<b>124</b>	<b>103</b>	<b>120</b>	<b>119</b>	<b>119</b>
Tax paid on pre-tax profit	(13)	(13)	(12)	(10)	(12)	(13)	(12)	(17)	(25)	(21)	(24)	(24)	(24)
Minority interest	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Net profit</b>	<b>55</b>	<b>52</b>	<b>49</b>	<b>39</b>	<b>56</b>	<b>62</b>	<b>43</b>	<b>67</b>	<b>98</b>	<b>81</b>	<b>96</b>	<b>94</b>	<b>95</b>
<b>Adjustments:</b>													
Reported pre-tax profit	68	64	61	49	68	75	55	85	124	103	120	119	119
Restructuring costs	0	0	0	0	0	0	0	0	0	0	0	0	0
Net extraordinaries	0	0	0	0	0	0	0	0	0	0	0	0	0
Goodwill and intangibles amort.	0	0	0	0	0	0	0	0	0	0	0	0	0
Non recurring capital gains	0	1	(5)	(1)	(4)	0	0	(1)	0	0	0	0	0
Unrealized changes in other income	0	0	0	0	1	10	0	0	0	0	0	0	0
Excess (lack) provisions	0	0	0	0	0	0	0	0	0	0	0	0	0
Interest on conv. debt net of tax	0	0	0	0	0	0	0	0	0	0	0	0	0
Other	0	0	0	0	0	0	0	0	0	0	0	0	0
Adjusted pretax profit	68	66	58	59	65	68	55	87	125	105	120	119	119
Normalised tax	(13)	(13)	(12)	(12)	(11)	(12)	(12)	(18)	(25)	(22)	(24)	(24)	(24)
Minority interest	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Adjusted profit after tax</b>	<b>55</b>	<b>53</b>	<b>47</b>	<b>47</b>	<b>54</b>	<b>56</b>	<b>43</b>	<b>69</b>	<b>99</b>	<b>83</b>	<b>96</b>	<b>94</b>	<b>95</b>

<b>Margins, tax &amp; returns</b>													
(%)	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Net interest margin	0.95	0.95	0.99	0.94	0.91	0.82	0.80	0.87	0.82	1.15	1.26	1.21	1.16
Cost/income ratio	68.0	69.3	70.2	76.4	68.1	65.0	70.7	66.1	55.9	61.4	57.6	58.8	59.3
Credit losses/loans	0.03	0.01	0.04	0.01	0.01	0.07	0.06	0.06	0.13	0.09	0.11	0.08	0.08
Tax rate	19.4	19.7	19.8	19.9	17.1	17.3	22.2	20.4	20.4	20.8	19.7	20.5	20.5
ROE	8.3	7.9	8.0	6.5	9.4	10.3	6.7	10.0	15.6	13.3	14.3	13.1	12.6
Adjusted ROE	8.3	8.1	7.6	7.8	9.0	9.3	6.7	10.2	15.7	13.5	14.3	13.1	12.6
Return on tangible equity	8.6	8.7	8.4	8.8	10.2	10.5	7.4	12.7	23.2	20.1	19.7	17.3	16.6

<b>Key ratios</b>													
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Tier 1 ratio	14.6	20.7	19.5	18.0	17.5	14.7	14.0	13.2	12.7	13.0	13.8	14.2	14.2
Capital ratio	19.0	27.1	26.3	23.4	20.5	18.6	16.4	15.6	14.9	15.0	16.7	17.1	17.0
Net impaired loans	0	0	0	0	0	0	0	120	141	131	0	0	0
Acc provisions % of gross impaired	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Net impaired % of net loans	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.6	1.8	1.7	0.0	0.0	0.0
Net impaired % of equity	0.0	0.0	0.0	0.0	0.0	0.0	0.0	17.7	24.3	20.4	0.0	0.0	0.0
Average number of employees	950	926	912	854	792	778	803	842	873	862	825	812	804
Personnel expenses/employee	(73)	(78)	(79)	(93)	(84)	(89)	(86)	(99)	(92)	(98)	(97)	(100)	(103)
Income/employee	224	225	232	246	265	285	250	313	347	334	370	377	386

<b>Growth rates y-o-y (%)</b>													
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Net interest income	(8.8)	(5.3)	(1.8)	(6.2)	(4.1)	(9.7)	4.0	19.3	3.0	41.6	7.7	(3.6)	(2.3)
Total income	(5.3)	(1.8)	1.4	(0.5)	(0.1)	5.4	(9.2)	31.2	14.8	(5.1)	6.1	0.4	1.4
Personnel expenses	n.a.	4.5	(0.6)	9.4	(15.7)	3.5	0.1	21.2	(4.0)	5.1	(5.6)	2.0	2.0
Total expenses	(8.1)	(0.0)	2.8	8.2	(11.0)	0.6	(1.2)	22.7	(2.9)	4.2	(0.5)	2.4	2.3
Pre-provision profit	1.4	(5.7)	(1.6)	(21.1)	35.2	15.6	(23.9)	51.6	49.4	(16.9)	16.6	(2.3)	0.2
Pre-tax profit	4.5	(6.0)	(4.3)	(20.1)	37.6	10.6	(26.7)	54.4	45.9	(16.9)	16.5	(0.7)	0.4
EPS (adjusted)	n.m.	(3.3)	(11.6)	1.0	10.9	2.6	(24.3)	58.4	41.0	(16.8)	15.5	(1.7)	0.4

Source for all data on this page: SEB

Balance sheet - Aktia Bank													
(EURm)	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
Cash & financial institutions	442	312	423	332	312	333	328	798	1,359	788	780	792	816
Securities	2,779	2,585	2,185	2,165	1,658	1,596	1,775	1,588	1,599	1,611	1,611	1,611	1,611
Net loans	6,416	5,856	5,717	5,839	6,107	6,429	7,000	7,486	7,792	7,866	7,787	7,904	8,141
Other interest bearing	0	0	0	0	0	0	0	0	0	0	0	0	0
<b>Total interest bearing assets</b>	<b>9,636</b>	<b>8,753</b>	<b>8,325</b>	<b>8,336</b>	<b>8,077</b>	<b>8,358</b>	<b>9,102</b>	<b>9,873</b>	<b>10,750</b>	<b>10,265</b>	<b>10,179</b>	<b>10,307</b>	<b>10,568</b>
Goodwill	36	51	64	71	67	63	58	174	166	168	175	175	183
Other intangibles	0	0	0	0	0	0	0	0	0	0	0	0	0
Property, plant and equipment	0	0	0	0	0	0	0	0	0	0	0	0	0
Other non-interest bearing	1,034	1,077	1,097	1,143	1,123	1,276	1,413	1,607	1,496	1,604	1,652	1,681	1,681
<b>Total non-interest bearing assets</b>	<b>1,070</b>	<b>1,128</b>	<b>1,161</b>	<b>1,214</b>	<b>1,189</b>	<b>1,339</b>	<b>1,471</b>	<b>1,781</b>	<b>1,662</b>	<b>1,773</b>	<b>1,827</b>	<b>1,856</b>	<b>1,864</b>
<b>Total assets</b>	<b>10,707</b>	<b>9,882</b>	<b>9,486</b>	<b>9,550</b>	<b>9,266</b>	<b>9,697</b>	<b>10,573</b>	<b>11,653</b>	<b>12,412</b>	<b>12,038</b>	<b>12,006</b>	<b>12,163</b>	<b>12,432</b>
Borrowing from fin. institutions	777	475	509	694	203	198	149	123	32	58	58	58	58
Deposits from customers	3,979	3,922	4,164	4,119	3,963	4,060	4,466	4,503	5,214	4,564	4,607	4,653	4,699
Bond borrowing	3,535	3,033	2,477	2,451	2,460	2,623	2,846	3,060	3,052	3,577	3,577	3,577	3,756
Other interest bearing liabilities	1,726	1,836	1,723	1,688	1,651	1,807	1,896	2,429	2,675	2,883	3,003	3,078	3,096
<b>Total liabilities and equity</b>	<b>10,016</b>	<b>9,266</b>	<b>8,873</b>	<b>8,952</b>	<b>8,276</b>	<b>8,687</b>	<b>9,356</b>	<b>10,115</b>	<b>10,972</b>	<b>11,083</b>	<b>11,245</b>	<b>11,367</b>	<b>11,610</b>
Provisions	0	0	0	0	0	0	0	0	0	0	0	0	0
Other non-interest bearing liabilities	0	0	0	0	400	400	550	800	800	250	0	0	0
Minority interests	0	0	0	0	0	0	0	59	59	60	60	60	60
Shareholders' equity	691	615	613	598	590	610	667	679	581	645	701	737	763
<b>Total liabilities and equity</b>	<b>10,707</b>	<b>9,882</b>	<b>9,486</b>	<b>9,550</b>	<b>9,266</b>	<b>9,697</b>	<b>10,573</b>	<b>11,653</b>	<b>12,412</b>	<b>12,038</b>	<b>12,006</b>	<b>12,163</b>	<b>12,432</b>
<b>Capitalisation</b>													
Tier 1 capital	475	413	390	375	384	388	424	389	397	443	463	488	504
Tier 2 capital	146	128	136	111	68	103	72	131	127	127	159	159	159
Deductions, other	0	0	0	0	0	0	0	(60)	(58)	(58)	(58)	(58)	(58)
<b>Total capital</b>	<b>621</b>	<b>542</b>	<b>526</b>	<b>486</b>	<b>452</b>	<b>491</b>	<b>496</b>	<b>460</b>	<b>466</b>	<b>513</b>	<b>563</b>	<b>588</b>	<b>604</b>
Risk-weighted assets	3,263	1,999	1,998	2,080	2,199	2,637	3,030	2,941	3,131	3,411	3,363	3,445	3,548
Tier 1 ratio (%)	14.6	20.7	19.5	18.0	17.5	14.7	14.0	13.2	12.7	13.0	13.8	14.2	14.2
Capital ratio (%)	19.0	27.1	26.3	23.4	20.5	18.6	16.4	15.6	14.9	15.0	16.7	17.1	17.0
<b>Asset Quality</b>													
Gross impaired loans	0	0	0	0	0	0	0	96	114	106	0	0	0
Accumulated provisions	0	0	0	0	0	0	0	25	27	25	0	0	0
<b>Net impaired loans</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>120</b>	<b>141</b>	<b>131</b>	<b>0</b>	<b>0</b>	<b>0</b>
Accum. provisions % of gross loans	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Provisions % of gross impaired	0.0	0.0	0.0	0.0	0.0	0.0	0.0	(26.0)	(24.1)	(23.5)	0.0	0.0	0.0
Net impaired % of net loans	0.0	0.0	0.0	0.0	0.0	0.0	0.0	1.6	1.8	1.7	0.0	0.0	0.0
Net impaired % of equity	0.0	0.0	0.0	0.0	0.0	0.0	0.0	17.7	24.3	20.4	0.0	0.0	0.0
Loans/assets (%)	59.9	59.3	60.3	61.1	65.9	66.3	66.2	64.2	62.8	65.3	64.9	65.0	65.5
Deposits/loans (%)	62.0	67.0	72.8	70.5	64.9	63.1	63.8	60.2	66.9	58.0	59.2	58.9	57.7
<b>Growth rates (%)</b>													
Net loans	(5.7)	(8.7)	(2.4)	2.1	4.6	5.3	8.9	7.0	4.1	1.0	(1.0)	1.5	3.0
Customer deposits	4.8	(1.4)	6.2	(1.1)	(3.8)	2.5	10.0	0.8	15.8	(12.5)	0.9	1.0	1.0
Shareholders' equity	7.7	(11.0)	(0.3)	(2.5)	(1.4)	3.4	9.3	1.8	(14.5)	11.2	8.6	5.1	3.5

Valuation													
(EUR)	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024E	2025E	2026E
No of shares, fully dil. (y/e)	66.6	66.4	66.3	66.3	68.9	69.2	69.6	72.1	72.4	72.9	72.9	72.9	72.9
No of shares, fully dil. avg.	66.6	66.5	66.4	66.3	67.6	69.0	69.4	70.9	72.3	72.6	72.9	72.9	72.9
Share price, y/e	9.8	10.3	9.7	9.1	9.0	9.3	9.8	12.3	10.2	9.5	9.7	9.7	9.7
Share price, high	10.0	12.1	10.3	11.0	9.9	9.9	11.6	13.1	12.8	11.1	10.2		
Share price, low	8.0	9.3	7.7	8.8	7.9	8.1	6.5	9.0	8.7	8.7	8.9		
Share price, avg	9.3	10.8	9.1	9.5	8.9	8.9	9.0	11.1	10.1	9.5	9.3		
EPS, reported	0.83	0.78	0.74	0.59	0.83	0.9	0.61	0.95	1.36	1.12	1.32	1.29	1.3
EPS, adjusted	0.83	0.8	0.71	0.71	0.79	0.81	0.61	0.97	1.37	1.14	1.32	1.29	1.3
Dividend/share	0.8	0.5	0.6	0.6	0.6	0.5	0.4	0.6	0.4	0.7	0.7	0.8	1.0
Book value/share	10.4	9.3	9.2	9.0	8.6	8.8	9.6	9.4	8.0	8.9	9.6	10.1	10.5
Tangible equity/share	9.8	8.5	8.3	7.9	7.6	7.9	8.8	6.6	5.3	6.1	7.2	7.7	7.9
PER (adjusted)	11.8	12.9	13.8	12.8	11.4	11.5	15.9	12.6	7.5	8.3	7.4	7.5	7.5
Price/Book value	0.94	1.11	1.05	1.01	1.05	1.06	1.02	1.30	1.27	1.07	1.01	0.96	0.93
Price/Tangible equity	0.99	1.21	1.17	1.15	1.19	1.18	1.12	1.87	1.95	1.55	1.35	1.26	1.23
Return on equity (%)	8.3	7.9	8.0	6.5	9.4	10.3	6.7	10.0	15.6	13.3	14.3	13.1	12.6
Adjusted return on equity (%)	8.3	8.1	7.6	7.8	9.0	9.3	6.7	10.2	15.7	13.5	14.3	13.1	12.6

Main Shareholders				Management		Company Information	
Name	(%)	Votes	Capital	Title	Name	Contact	
Rg Partners Oy		10.2	10.2	COB	Lasse Svens	Internet	www.aktia.com
Companies controlled by Erkki Etola		10.0	10.0	CEO	Aleksi Lehtonen	Phone Number	+358 10 247 5000
Veritas Pension Insurance Company		8.3	8.3	CFO	Karri Varis		
				IR	Oscar Taimitarha		

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