

Appendix C – Nordea Bank Finland

Disclosures according to the Capital Requirements Regulation Part
Eight as required by Article 13, provided on a sub-consolidated
basis, as of 31 December 2014

For qualitative disclosures regarding approaches, definitions, processes, methods, etc., the reader is referred to the main report, since a common approach is used within the Nordea Group.
For disclosures on Remuneration, refer to the Annual Report of Nordea Bank Finland Plc.

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Table C1 Mapping of own funds to the balance sheet, 31 December 2014

Assets (EURm)	Nordea Bank Finland Group	Row in transitional own funds template (Table C2)
Intangible assets	47	
– of which: Goodwill and other intangible assets	–47	8
Deferred tax assets	43	
– of which: Deferred tax assets that rely on future profitability excluding those arising from temporary differences	0	10 ¹⁾
Retirement benefit assets	25	
– of which: Retirement benefit assets net of tax	–16	15
Liabilities (EURm)		
Deferred tax liabilities	57	
– of which: Deductible deferred tax liabilities associated with deferred tax assets that rely on future profitability and do not arise from temporary differences	0	10 ¹⁾
Subordinated liabilities	620	
– of which: AT1 Capital instruments and the related share premium accounts	550	30
– of which: Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	0	33 and 47 ²⁾
– of which: Direct and indirect holdings by an institution of own AT1 Instruments	0	37
– of which: T2 Capital instruments and the related share premium accounts	0	46
– of which: Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	69	47
– of which: Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)	0	52
Equity (EURm)		
Share capital	2,319	1
Share premium reserve	598	
– of which: Capital instruments and the related share premium accounts	598	1
– of which: Retained earnings	0	2
Other reserves	2,824	
– of which: Retained earnings	2,857	2
– of which: Accumulated other comprehensive income	–33	3
– of which: Fair value reserves related to gains or losses on cash flow hedges	2	11
Retained earnings net of proposed dividend	3,876	
– of which: Profit/loss for the year	452	5a
– of which: Retained earnings	2,974	2
– of which: Direct holdings by an institution of own CET1 instruments (negative amount)	0	16

No differences exist with regards to the scope and method for consolidation used for the balance sheet in the financial statements and the scope and method for prudential consolidation according to the Capital Requirements Regulation.

1) If CA4 1.2 > CA4 2.2.1 then CA4 1.2 – CA4 2.2.1 to row 10.

2) 80% to row 33, col A & 20% col C & 20% row 47, col A.

Table C2 Transitional own funds, 31 December 2014

		(A) amount at disclosure date	(B) regulation (EU) no 575/2013 article reference	(C) Amounts subject to pre-regulation (EU) no 575/2013 treatment or prescribed residual amount of regulation (EU) no 575/2013
Common Equity Tier 1 capital: instruments and reserves				
1	Capital instruments and the related share premium accounts	2,918	26 (1), 27, 28, 29, EBA list 26 (3)	
	of which: Instrument type 1	2,319	EBA list 26 (3)	
	of which: Instrument type 2	0	EBA list 26 (3)	
	of which: Instrument type 3	0		
2	Retained earnings	5,831	26 (1) (c)	
3	Accumulated other comprehensive income (and other reserves, to include unrealised gains and losses under the applicable accounting standards)	-33	26 (1)	
3a	Funds for general banking risk	0	26 (1) (f)	
4	Amount of qualifying items referred to in Article 484 (3) and the related share premium accounts subject to phase out from CET 1 Public sector capital injections grandfathered until 1 January 2018	0	486 (2)	0
		0	483 (2)	
5	Minority interests (amount allowed in consolidated CET1)	0	84, 479, 480	0
5a	Independently reviewed interim profits net of any foreseeable charge or dividend	452	26 (2)	
6	Common Equity Tier 1 (CET1) capital before regulatory adjustments	9,168		
Common Equity Tier 1 (CET1) capital: regulatory adjustments				
7	Additional value adjustments (negative amount)	-210	34, 105	
8	Intangible assets (net of related tax liability) (negative amount)	-47	36 (1) (b), 37, 472 (4)	0
9	Empty Set in the EU	N/A		0
10	Deferred tax assets that rely on future profitability excluding those arising from temporary differences (net of related tax liability where the conditions in Article 38 (3) are met) (negative amount)	0	36 (1) (c), 38, 472 (5)	0
11	Fair value reserves related to gains or losses on cash flow hedges	2	33 (a)	0
12	Negative amounts resulting from the calculation of expected loss amounts	-237	36 (1) (d), 40, 159, 472 (6)	0
13	Any increase in equity that result from securitised assets (negative amount)	0	32 (1)	0
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	6	33 (b)	0
15	Defined-benefit pension fund assets (negative amount)	-16	36 (1) (e), 41, 472 (7)	0
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)	0	36 (1) (f), 42, 472 (8)	0
17	Holdings of the CET1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to artificially inflate the own funds of the institution (negative amount)	0	36 (1) (g), 44, 472 (9)	0
18	Direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10% threshold and net of eligible short positions) (negative amount)	0	36 (1) (h), 43, 45, 46, 49 (2) (3), 79, 472 (10)	0
19	Direct, indirect and synthetic holdings of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	0	36 (1) (i), 43, 45, 47, 48 (1) (b), 49 (1) to (3), 79, 470, 472 (11)	0
20	Empty Set in the EU	N/A		

20a	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	0	36 (1) (k)	
20b	of which: qualifying holdings outside the financial sector (negative amount)	0	36 (1) (k) (i), 89 to 91	
20c			36 (1) (k) (ii) 243 (1) (b) 244 (1) (b)	
	of which: securitisation positions (negative amounts)	0	258	
20d			36 (1) (k) (iii), 379	
	of which: free deliveries (negative amount)	0	(3)	
21	Deferred tax assets arising from temporary differences (amount above 10% threshold, net of related tax liability where the conditions in 38 (3) are met) (negative amount)	0	36 (1) (c), 38, 48 (1) (a), 470, 472 (5)	0
22	Amount exceeding the 15% threshold (negative amount)	0	48 (1)	
23	of which: direct and indirect holdings by the institution of the CET1 instruments of financial sector entities where the institution has a significant investment in those entities	0	36 (1) (i), 48 (1) (b), 470, 472 (11)	
24	Empty Set in the EU	N/A		
25			36 (1) (c), 38, 48 (1) (a), 470, 472 (5)	
25a	Losses for the current financial year (negative amount)	0	36 (1) (a), 472 (3)	
25b	Foreseeable tax charges relating to CET1 items (negative amount)	0	36 (1) (l)	
26	Regulatory adjustments applied to Common Equity Tier 1 in respect of amounts subject to pre-CRR treatment	0		
26a	Regulatory adjustments relating to unrealised gains and losses pursuant to Articles 467 and 468	-213	467	
	Of which: ...filter for unrealised loss 1	0	467	1
	Of which: ...filter for unrealised loss 2	0	467	
	Of which: ...filter for unrealised gain 1	-213	468	0
	Of which: ...filter for unrealised gain 2	0	468	
26b	Amount to be deducted from or added to Common Equity Tier 1 capital with regard to additional filters and deductions required pre-CRR	0	481	
	Of which: ...	0	481	
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)	0	36 (1) (j)	
28	Total regulatory adjustments to Common equity Tier 1 (CET1)	-714		0
29	Common Equity Tier 1 (CET1) capital	8,454		0
Additional Tier 1 (AT1) capital: instruments				
30	Capital instruments and the related share premium accounts	550	51, 52	
31	of which: classifies as equity under applicable accounting standards	0		
32	of which: classified as liabilities under applicable accounting standards	0		
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1 Public sector capital injections grandfathered until 1 January 2018	0	486 (3)	0
		N/A	486 (3)	
34	Qualifying Tier 1 capital included in consolidated AT1 capital (including minority interests not included in row 5) issued by subsidiaries and held by third parties	0	85, 86, 480	
35	of which: instruments issued by subsidiaries subject to phase out	0	486 (3)	
36	Additional Tier 1 (AT1) capital before regulatory adjustments	550		
Additional Tier 1 (AT1) capital: regulatory adjustments				
37	Direct and indirect holdings by an institution of own AT1 Instruments (negative amount)	0	52 (1) (b), 56 (a), 57, 475 (2)	0

38	Holdings of the AT1 instruments of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	0	56 (b), 58, 475 (3)	0
39	Direct and indirect holdings of the AT1 instruments of financial sector entities where the institution does not have a significant investment in those entities (amount above the 10% threshold and net of eligible short positions) (negative amount)	0	56 (c), 59, 60, 79, 475 (4)	0
40	Direct and indirect holdings by the institution of the AT1 instruments of financial sector entities where the institution has a significant investment in those entities (amount above the 10% threshold net of eligible short positions) (negative amount)	0	56 (d), 59, 79, 475 (4)	0
41	Regulatory adjustments applied to additional tier 1 in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amounts)	0		
41a	Residual amounts deducted from Additional Tier 1 capital with regard to deduction from Common Equity Tier 1 capital during the transitional period pursuant to article 472 of Regulation (EU) No 575/2013	0	472, 472(3)(a), 472 (4), 472 (6), 472 (8), 472 (9), 472 (10) (a), 472 (11) (a)	0
	Of which items to be detailed line by line, e.g. Material net interim losses, intangibles, shortfall of provisions to expected losses etc	0		
41b	Residual amounts deducted from Additional Tier 1 capital with regard to deduction from Tier 2 capital during the transitional period pursuant to article 475 of Regulation (EU) No 575/2013	0	477, 477 (3), 477 (4) (a)	0
	Of which items to be detailed line by line, e.g. Reciprocal cross holdings in Tier 2 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, etc	0		
41c	Amount to be deducted from or added to Additional Tier 1 capital with regard to additional filters and deductions required pre- CRR	0	467, 468, 481	0
	Of which: ...possible filter for unrealised losses	0	467	
	Of which: ...possible filter for unrealised gains	0	468	
	Of which: ...	0	481	
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)	0	56 (e)	
43	Total regulatory adjustments to Additional Tier 1 (AT1) capital	0		
44	Additional Tier 1 (AT1) capital	550		
45	Tier 1 capital (T1 = CET1 + AT1)	9,004		
Tier 2 (T2) capital: instruments and provisions				
46	Capital instruments and the related share premium accounts	0	62, 63	
47	Amount of qualifying items referred to in Article 484 (5) and the related share premium accounts subject to phase out from T2	69	486 (4)	0
	Public sector capital injections grandfathered until 1 January 2018	0	483 (4)	0
48	Qualifying own funds instruments included in consolidated T2 capital (including minority interests and AT1 instruments not included in rows 5 or 34) issued by subsidiaries and held by third parties	0	87, 88, 480	0
49	of which: instruments issued by subsidiaries subject to phase out	0	486 (4)	0
50	Credit risk adjustments	0	62 (c) & (d)	
51	Tier 2 (T2) capital before regulatory adjustments	69		0
Tier 2 (T2) capital: regulatory adjustments				
52	Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)	0	63 (b) (i), 66 (a), 67, 477 (2)	0

53	Holdings of the T2 instruments and subordinated loans of financial sector entities where those entities have reciprocal cross holdings with the institution designed to inflate artificially the own funds of the institution (negative amount)	0 66 (b), 68, 477 (3)	0
54	Direct and indirect holdings of the T2 instruments and subordinated loans of financial sector entities where the institution does not have a significant investment in those entities (amount above 10% threshold and net of eligible short positions) (negative amount)	66 (c), 69, 70, 79, 0 477 (4)	0
54a	Of which new holdings not subject to transitional arrangements	0	0
54b	Of which holdings existing before 1 January 2013 and subject to transitional arrangements	0	0
55	Direct and indirect holdings by the institution of the T2 instruments and subordinated loans of financial sector entities where the institution has a significant investment in those entities (net of eligible short positions) (negative amount)	66 (d), 69, 79, 477 0 (4)	0
56	Regulatory adjustments applied to tier 2 in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013 (i.e. CRR residual amounts)	0	
56a	Residual amounts deducted from Tier 2 capital with regard to deduction from Common Equity Tier 1 capital during the transitional period pursuant to article 472 of Regulation (EU) No 575/2013	472, 472(3)(a), 472 (4), 472 (6), 472 (8), 472 (9), 472 (10) (a), 0 472 (11) (a)	
	Of which items to be detailed line by line, e.g. Material net interim losses, intangibles, shortfall of provisions to expected losses etc	0	
56b	Residual amounts deducted from Tier 2 capital with regard to deduction from Additional Tier 1 capital during the transitional period pursuant to article 475 of Regulation (EU) No 575/2013	475, 475 (2) (a), 475 0 (3), 475 (4) (a)	
	Of which items to be detailed line by line, e.g. reciprocal cross holdings in at1 instruments, direct holdings of non significant investments in the capital of other financial sector entities, etc	0	
56c	Amount to be deducted from or added to Tier 2 capital with regard to additional filters and deductions required pre CRR	0 467, 468, 481	
	Of which: ...possible filter for unrealised losses	0 467	
	Of which: ...possible filter for unrealised gains	0 468	
	Of which: ...	0 481	
57	Total regulatory adjustments to Tier 2 (T2) capital	0	
58	Tier 2 (T2) capital	69	
59	Total capital (TC = T1 + T2)	9,073	
59a	Risk weighted assets in respect of amounts subject to pre-CRR treatment and transitional treatments subject to phase out as prescribed in Regulation (EU) No 575/2013(i.e. CRR residual amounts)		
	Of which: ...items not deducted from CET1 (Regulation (EU) No 575/2013residual amounts)		
	(items to be detailed line by line, e.g. Deferred tax assets that rely on future profitability net of related tax liability, indirect holdings of own CET1, etc)	472, 472 (5), 472 (8) (b), 472 (10) (b), 472 (11) (b)	
	Of which: ...items not deducted from AT1 items (Regulation (EU) No 575/2013residual amounts)		
	(items to be detailed line by line, e.g. Reciprocal cross holdings in T2 instruments, direct holdings of non-significant investments in the capital of other financial sector entities, etc)	475, 475 (2) (b), 475 (2) (c), 275 (4) (b)	
	Items not deducted from T2 items (Regulation (EU) No 575/2013residual amounts)		
	(items to be detailed line by line, e.g. Indirect holdings of own t2 instruments, indirect holdings of non significant investments in the capital of other financial sector entities, indirect holdings of significant investments in the capital of other financial sector entities etc)	477, 477 (2) (b), 477 (2) (c), 477 (4) (b)	

60	Total risk weighted assets	9,073	
Capital ratios and buffers			
61	Common Equity Tier 1 (as a percentage of risk exposure amount)	16.7%	92 (2) (a), 465
62	Tier 1 (as a percentage of risk exposure amount)	17.8%	92 (2) (b), 465
63	Total capital (as a percentage of risk exposure amount)	18.0%	92 (2) (c)
64	Institution specific buffer requirement (CET1 requirement in accordance with article 92 (1) (a) plus capital conservation and countercyclical buffer requirements, plus systemic risk buffer, plus the systemically important institution buffer (G-SII or O-SII buffer), expressed as a percentage of risk exposure amount)	0.0%	CRD 128, 129, 130
65	of which: capital conservation buffer requirement	0.0%	
66	of which: countercyclical buffer requirement	0.0%	
67	of which: systemic risk buffer requirement	0.0%	
67a	of which: Global Systemically Important Institution (G-SII) or Other Systemically Important Institution (O-SII) buffer	0.0%	CRD 131
68	Common Equity Tier 1 available to meet buffers (as a percentage of risk exposure amount)	10.0%	CRD 128
Amounts below the thresholds for deduction (before risk weighting)			
72	Direct and indirect holdings of the capital of financial sector entities where the institution does not have a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	36 (1) (h), 45, 46, 472 (10) 56 (c), 59, 60, 475 (4) 192 66 (c), 69, 70, 477 (4)	
73	Direct and indirect holdings by the institution of the CET 1 instruments of financial sector entities where the institution has a significant investment in those entities (amount below 10% threshold and net of eligible short positions)	36 (1) (i), 45, 48, 470, 472 (11) 5	
75	Deferred tax assets arising from temporary differences (amount below 10% threshold, net of related tax liability where the conditions in Article 38 (3) are met)	36 (1) (c), 38, 48, 470, 472 (5) 0	
Applicable caps on the inclusion of provisions in Tier 2			
76	Credit risk adjustments included in T2 in respect of exposures subject to standardized approach (prior to the application of the cap)	0	62
77	Cap on inclusion of credit risk adjustments in T2 under standardised approach	0	62
78	Credit risk adjustments included in T2 in respect of exposures subject to internal ratings-based approach (prior to the application of the cap)	27,495	62
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	165	62
Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 and 1 Jan 2022)			
80	Current cap on CET1 instruments subject to phase out arrangements	0	484 (3), 486 (2) & (5)
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)	0	484 (3), 486 (2) & (5)
82	Current cap on AT1 instruments subject to phase out arrangements	0	484 (4), 486 (3) & (5)
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)	0	484 (4), 486 (3) & (5)
84	Current cap on T2 instruments subject to phase out arrangements	364	484 (5), 486 (4) & (5)
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)	0	484 (5), 486 (4) & (5)

Table C3 Capital instruments' main features template¹⁾ – Common Equity Tier 1, 31 December 2014

1	Issuer	Nordea Bank Finland Plc
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3	Governing laws of the instrument	Finnish
	<i>Regulatory treatment</i>	
4	Transitional CRR rules	Common Equity Tier 1
5	Post-transitional CRR rules	Common Equity Tier 1
6	Eligible at solo/(sub-) consolidated/ solo & sub-)consolidated	Solo & sub-consolidated
		Share capital
7	Instrument type (types to be specified by each jurisdiction)	as published in Regulation (EU) No 575/2013 article 28
	Amount recognised in regulatory capital (currency in million, as of most recent re-	
8	porting date)	EUR 2,319m
9	Nominal amount of instrument	EUR 2,319,300,000
9a	Issue price	N/A
9b	Redemption price	N/A
10	Accounting classification	Shareholders' equity
11	Original date of issuance	N/A
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	No
15	Optional call date, contingent call dates and redemption amount	N/A
16	Subsequent call dates, if applicable	N/A
	<i>Coupons / dividends</i>	
17	Fixed or floating dividend / coupon	N/A
18	Coupon rate and any related index	N/A
19	Existence of a dividend stopper	N/A
20a	Fully discretionary, partially discretionary or mandatory (in terms of pricing)	Fully discretionary
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Fully discretionary
21	Existence of a step up or other incentive to redeem	N/A
22	Noncumulative or cumulative	N/A
23	Convertible or non-convertible	N/A
24	If convertible, conversion triggers	N/A
25	In convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	In convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Write-down features	N/A
31	If write-down, write-down trigger(s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Additional Tier 1
36	Non-complaint transitioned features	No
37	If yes, specify non-compliant features	N/A

1) 'N/A' inserted if the question is not applicable

Table C4 Capital instruments' main features template¹⁾ – Additional Tier 1, 31 December 2014

	Loan 1
1 Issuer	Nordea Bank Finland Plc
2 Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3 Governing law(s) of the instrument	Swedish
<i>Regulatory treatment</i>	
4 Transitional CRR rules	Additional Tier 1
5 Post-transitional CRR rules	Additional Tier 1
6 Eligible at solo/(sub-)consolidated/solo & (sub-)consolidated	Solo & sub-consolidated
7 Instrument type (types to be specified by each jurisdiction)	Additional Tier 1 as published in Regulation (EU) No 575/2013 article 484.4
8 Amount recognised in regulatory capital (currency in million, as of most recent reporting date)	EUR 550m
9 Nominal amount of instrument	EUR 550m
9a Issue price	100 per cent
9b Redemption price	100 per cent of Nominal amount
10 Accounting classification	Liability – amortised cost
11 Original date of issuance	30-Sep-14
12 Perpetual or dated	Perpetual
13 Original maturity date	No maturity
14 Issuer call subject to prior supervisory approval	Yes
15 Optional call date, contingent call dates, and redemption price	30-Sep-19 In addition tax/regulatory call 100 per cent of nominal amount
16 Subsequent call dates, if applicable	30-Dec, 30-Mar, 30-Jun and 30-Sep each year after first call date
<i>Coupons / dividends</i>	
17 Fixed or floating dividend/coupon	Floating
18 Coupon rate and any related index	Floating 3-month EURIBOR +4.34 per cent per annum
19 Existence of a dividend stopper	No
20a Fully discretionary, partially discretionary or mandatory (in terms of timing)	Fully discretionary
20b Fully discretionary, partially discretionary or mandatory (in terms of amount)	Fully discretionary
21 Existence of step up or other incentive to redeem	No
22 Non-cumulative or cumulative	Non-cumulative
23 Convertible or non-convertible	Non-convertible
24 If convertible, conversion triggers	N/A
25 In convertible, fully or partially	N/A
26 If convertible, conversion rate	N/A
27 In convertible, mandatory or optional conversion	N/A
28 If convertible, specify instrument type convertible into	N/A
29 If convertible, specify issuer of instrument it converts into	N/A
30 Write-down features	Yes
31 If write-down, write-down trigger (s)	Group CET1 ratio <7 per cent Issuer CET1 ratio <5.125 per cent
32 If write-down, full or partial	Full or Partially
33 If write-down, permanent or temporary	Temporary
34 If temporary write-down, description of write-up mechanism	Fully discretionary, if a positive net profit of both Issuer and Group
35 Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Tier 2
36 Non-compliant transitioned features	No
37 If yes, specify non-compliant features	N/A

1) 'N/A' inserted if the question is not applicable

Table C5 Capital instruments' main features template¹⁾ – Tier 2, 31 December 2014

		Loan 1
1	Issuer	Nordea Bank Finland PLC
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3	Governing law(s) of the instrument	Governed by English law, except for the subordination provisions which are governed by Finnish law
<i>Regulatory treatment</i>		
4	Transitional CRR rules	Tier 2
5	Post-transitional CRR rules	Ineligible
6	Eligible at solo/(sub-)consolidated/solo & (sub-)consolidated	Solo, sub-consolidated & consolidated
7	Instrument type (types to be specified by each jurisdiction)	Tier 2 (grandfathered) as published in Regulation (EU) No 575/2013 article 63
8	Amount recognised in regulatory capital (currency in million, as of most recent reporting date)	EUR 69m
9	Nominal amount of instrument	JPY 10,000m
9a	Issue price	100 per cent
9b	Redemption price	100 per cent of Nominal amount
10	Accounting classification	Liability – amortised cost
11	Original date of issuance, restructuring date if applicable	22-Aug-01
12	Perpetual or dated	Perpetual
13	Original maturity date	No maturity
14	Issuer call subject to prior supervisory approval	Yes
15	Optional call date, contingent call dates, and redemption price	26-Feb-29 In addition tax call 100 per cent of nominal amount
16	Subsequent call dates, if applicable	26-Feb and 26-Aug each year after first call date
<i>Coupons / dividends</i>		
17	Fixed or floating dividend/coupon	Fixed to floating
18	Coupon rate and any related index	Fixed USD 4.51 per cent per annum to call date, thereafter floating rate equivalent to 6-month JPY Deposit +2.00 per cent per annum
19	Existence of a dividend stopper	No
20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Partially discretionary Dividend pusher
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Partially discretionary
21	Existence of step up or other incentive to redeem	Yes
22	Non-cumulative or cumulative	Cumulative
23	Convertible or non-convertible	Non-convertible
24	If convertible, conversion triggers	N/A
25	In convertible, fully or partially	N/A
26	If convertible, conversion rate	N/A
27	In convertible, mandatory or optional conversion	N/A
28	If convertible, specify instrument type convertible into	N/A
29	If convertible, specify issuer of instrument it converts into	N/A
30	Write-down features	No
31	If write-down, write-down trigger(s)	N/A
32	If write-down, full or partial	N/A
33	If write-down, permanent or temporary	N/A
34	If temporary write-down, description of write-up mechanism	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Senior debt
36	Non-compliant transitioned features	Yes
37	If yes, specify non-compliant features	Step-up

1) 'N/A' inserted if the question is not applicable

Table C6 Minimum capital requirements and REA

EURm	31 December 2014		31 December 2013	
	Minimum capital requirements	REA	Minimum capital requirements	REA
Credit risk	3,058	38,230	3,163	39,543
– of which counterparty credit risk	663	8,285	362	4,520
IRB ¹⁾	2,200	27,495	1,827	22,837
– of which corporate	1,358	16,976	1,217	15,217
– of which advanced	488	6,103		
– of which foundation	870	10,874	1,217	15,217
– of which institutions	357	4,464	279	3,490
– of which retail	465	5,816	313	3,910
– of which secured by immovable property	171	2,142	194	2,430
– of which other retail	242	3,023	59	739
– of which SME	52	652	59	741
– of which other	19	238	18	220
Standardised	859	10,735	1,336	16,706
– of which central governments or central banks	17	208	8	103
– of which regional governments or local authorities	14	170	10	122
– of which public sector entities	2	20	3	32
– of which multilateral development banks				
– of which international organisations				
– of which institutions	693	8,663	848	10,596
– of which corporate	80	995	92	1,153
– of which retail	32	395	244	3,045
– of which secured by mortgages on immovable property			74	931
– of which in default	1	13	27	333
– of which associated with particularly high risk				
– of which covered bonds	12	145	17	211
– of which securitisation positions				
– of which institutions and corporates with a short-term credit assessment				
– of which collective investments undertakings (CIU)				
– of which equity	4	54		
– of which other items	6	72	14	181
Credit Value Adjustment risk	172	2,153		
Market risk	443	5,536	644	8,048
– of which trading book, Internal Approach	298	3,720	421	5,262
– of which trading book, Standardised Approach	135	1,690	208	2,595
– of which banking book, Standardised Approach	10	126	15	191
Operational risk (standardised approach)	366	4,579	405	5,060
Sub total	4,040	50,499	4,212	52,652
Additional capital requirement due to Basel I floor	862	10,776	274	3,425
Total	4,902	61,275	4,486	56,077

1) Exposure classes which Nordea Bank Finland does not have approval to use are not included in the table-

**Table C7 Original exposure, split by exposure class, including average exposure during the year,
31 December 2014**

EURm	Original exposure	Average exposure
IRB exposure classes		
Institution	18,480	18,663
Corporate	73,414	70,323
– of which Advanced	37,788	37,647
Retail	42,776	37,114
– of which secured by immovable property	27,085	28,646
– of which other retail	13,680	7,054
– of which SME	2,011	1,414
Other non-credit obligation assets	292	231
Total IRB approach	134,961	126,330
Standardised exposure classes		
Central government and central banks	41,826	37,671
Regional governments and local authorities	2,826	2,711
Institution	32,578	37,572
Corporate	1,341	1,396
Retail	553	5,786
Exposures secured by real estate		932
Other ¹⁾	4,318	4,210
Total standardised approach	83,441	90,278
Total	218,403	216,608

1) Includes exposure classes public sector entities, multilateral development banks, international organisations, exposures in default, exposures associated with particularly high risk, covered bonds, securitisation positions, institutions and corporates with a short-term credit assessment, collective investment undertakings (CIU), equity and other items.

Table C8 Exposure split by exposure class and geography, 31 December 2014

EURm	Nordic countries	– of which Denmark	– of which Finland	– of which Norway	– of which Sweden	Baltic countries ²⁾	Russia	US	Other	Total
IRB exposure classes										
Institution	7,924	6,344	402	538	640	3	120	720	8,540	17,307
Corporate	29,275	3,631	19,885	2,960	2,799	230	10	1,641	9,255	40,411
– of which Advanced	16,904	73	16,432	246	153	106	10	66	552	17,638
Retail	39,042	8	38,981	36	17	0	0	2	18	39,061
– of which secured by immovable property	26,996		26,996							26,996
– of which other retail	10,290		10,290							10,290
– of which SME	1,755	8	1,695	36	17	0	0	2	18	1,775
Other non-credit obligation assets	229	0	229		0		0	1	5	235
Total IRB approach	76,469	9,983	59,497	3,534	3,455	234	130	2,364	17,817	97,014
Standardised exposure classes										
Central governments and central banks	13,902	1,026	11,193	736	948	81		23,914	6,629	44,527
Regional governments and local authorities	3,270	498	1,337	850	585	4				3,275
Institution	35,633	2,339	2,442	12,578	18,274	4,155	927		1,278	41,992
Corporate	140	0	139	0		809			47	995
Retail	4	2	1	0	1	520	0	1	2	527
Exposures secured by real estate	0									0
Other ¹⁾	2,300	1,451	848		0	10		2	1,961	4,273
Total standardised approach	55,248	5,315	15,961	14,164	19,809	5,580	927	23,917	9,916	95,589
Total exposure	131,718	15,298	75,458	17,698	23,264	5,813	1,057	26,281	27,733	192,603

1) Includes exposure classes public sector entities, multilateral development banks, international organisations, exposures in default, exposures associated with particularly high risk, covered bonds, securitisation positions, institutions and corporates with a short-term credit assessment, collective investment undertakings (CIU), equity and other items.

2) Baltic countries include Estonia, Latvia, and Lithuania.

Table C9 Exposure split by industry group and by main exposure class, 31 December 2014

EURm	IRB approach				Other non-credit obligation assets
	Institution	Corporate	– of which SME	Retail	
Construction and engineering		786	397	155	
Consumer durables (cars, appliances, etc.)		1,255	190	24	
Consumer staples (food, agriculture, etc.)		1,753	481	42	
Energy (oil, gas, etc.)		1,281	60	1	
Health care and pharmaceuticals		555	143	43	
Industrial capital goods		1,854	246	11	
Industrial commercial services		2,579	556	183	
IT software, hardware and services		602	159	30	
Media and leisure		519	330	98	
Metals and mining materials		174	80	6	
Other financial institutions	17,307	5,391	829	23	
Other materials (chemical, building materials, etc.)		1,808	525	43	
Other, public and organisations		2,185	183	37,350	235
Paper and forest materials		772	137	15	
Real estate management and investment		7,292	3,035	692	
Retail trade		2,642	772	203	
Shipping and offshore		4,562	81	3	
Telecommunication equipment		49	9	1	
Telecommunication operators		219	18	3	
Transportation		1,030	401	127	
Utilities (distribution and production)		3,102	504	8	
Total exposure	17,307	40,411	9,138	39,061	235

**Table C10 Exposure secured by collaterals, guarantees and credit derivatives, split by exposure class,
31 December 2014**

EURm	Original exposure	Exposure	– of which secured by guarantees and credit derivatives	– of which secured by collateral	Average weighted LGD
IRB exposure classes					
Institution	18,480	17,307	205	66	31.7%
Corporate	73,414	40,411	16,154	12,573	36.4%
– of which Advanced	37,788	17,638	10,003	7,777	26.8%
Retail	42,776	39,061	1,360	29,129	14.9%
– of which secured by immovable property	27,085	26,996	0	26,996	11.0%
– of which other retail	13,680	10,290	1,251	1,021	22.8%
– of which SME	2,011	1,775	109	1,112	27.4%
Other non-credit obligation assets	292	235	12	1	n.a.
Total IRB approach	134,961	97,014	17,731	41,769	
Standardised exposure classes					
Central governments and central banks	41,826	44,527	69		
Regional governments and local authorities	2,826	3,275			
Institution	32,578	41,992			
Corporate	1,341	995			
Retail	553	527		1	
Exposures secured by real estates					
Other ¹⁾	4,318	4,273	0		
Total standardised approach	83,441	95,589	69	1	
Total	218,402	192,603	17,800	41,770	

1) Includes exposure classes public sector entities, multilateral development banks, international organisations, exposures in default, exposures associated with particularly high risk, covered bonds, securitisation positions, institutions and corporates with a short-term credit assessment, collective investment undertakings (CIU), equity and other items.

Table C11 Distribution of collateral, IRB portfolios

	31 Dec 2014
Financial collateral	2.1%
Receivables	1.9%
Residential real estate	72.6%
Commercial real estate	10.3%
Other physical collateral	13.2%
Total	100.0%

Table C12 Residual maturity broken down by exposure classes, 31 December 2014

EURm	< 1 year	1–3 years	3–5 years	>5 years	Total exposure
IRB exposure classes					
Institution	5,531	3,539	1,180	7,056	17,307
Corporate	8,183	6,164	6,943	19,121	40,411
– of which Advanced	5,999	3,766	3,678	4,195	17,638
Retail	832	1,788	2,472	33,969	39,061
– of which secured by immovable property	422	926	1,348	24,299	26,996
– of which other retail	296	559	791	8,644	10,290
– of which SME	114	303	332	1,025	1,775
Other non-credit obligation assets	113	66	15	41	235
Total IRB approach	14,659	11,558	10,610	60,187	97,014
Standardised exposure classes					
Central governments and central banks	2,643	1,142	3,325	37,417	44,527
Regional governments and local authorities	75	246	127	2,827	3,275
Institution	25,642	7,905	3,870	4,575	41,992
Corporate	59	270	367	300	995
Retail	34	184	290	19	527
Exposures secured by real estates					
Other ¹⁾	1,790	590	193	1,700	4,273
Total standardised approach	30,243	10,336	8,172	46,838	95,589
Total exposure	44,902	21,894	18,782	107,025	192,603

Residual maturity is defined as remaining time until expiry of the contract, which may differ from remaining time of the interest rate reset period or the expected remaining time to maturity.

1) Includes exposure classes public sector entities, multilateral development banks, international organisations, exposures in default, exposures associated with particularly high risk, covered bonds, securitisation positions, institutions and corporates with a short-term credit assessment, collective investment undertakings (CIU), equity and other items.

Table C13 Exposure, impaired exposures, past due exposures and allowances, split by industry, 31 December 2014

EURm	Impaired loans	Credit risk adjustments ¹⁾	– of which charges during the reporting period
Construction and engineering	51	26	5
Consumer durables (cars, appliances, etc.)	37	15	2
Consumer staples (food, agriculture, etc.)	45	32	22
Energy (oil, gas, etc.)	2	2	0
Health care and pharmaceuticals	49	30	–1
Industrial capital goods	10	3	–2
Industrial commercial services	90	46	23
IT software, hardware and services	143	70	–4
Media and leisure	56	25	1
Metals and mining materials	45	21	–3
Other financial institutions	33	23	1
Other materials (chemical, building materials, etc.)	193	95	–20
Other, public and organisations	19	34	–11
Paper and forest materials	100	21	19
Real estate management and investment	37	14	–56
Retail trade	140	52	–30
Shipping and offshore	20	26	–56
Telecommunication equipment	3	1	–1
Telecommunication operators	2	1	1
Transportation	24	5	–1
Utilities (distribution and production)	1		–1
Total in banking operations	1,097	542	–112

Total past due exposures for the corporate portfolio was EUR 223m.

1) Nordea Bank Finland only has specific credit risk adjustments due to use of IFRS accounting.

Table C14 Exposure, impaired exposures and past due exposures, split by significant geographical areas, 31 December 2014

EURm	Original exposure	Impaired loans	Past due exposures
Nordic countries	150,049	1,367	464
– of which Denmark	17,347		
– of which Finland	91,121	1,367	464
– of which Norway	23,491		
– of which Sweden	18,089		
Baltic countries ¹⁾	6,166	13	39
Russia	1,177		
US	28,109		
Other	32,902	99	
Total	218,403	1,480	503

Specification of impaired loans and past due exposures by country reported according to the bookkeeping country.

1) Baltic countries include Estonia, Latvia, and Lithuania.

Table C15 Reconciliation of allowance accounts for impaired loans

EURm	Specific credit risk adjustments ¹⁾		Total
	Individually assessed	Collectively assessed	
Opening balance, 1 Jan 2014	–713	–125	–839
Changes through the income statement	–81	–19	–100
– of which Provisions	–170	–53	–223
– of which Reversals	89	34	123
Allowances used to cover write-offs	129	0	129
Change of consolidated situation ²⁾	150	25	174
Closing balance, 31 Dec 2014	–516	–119	–635

For loan losses directly recognised through the income statement (not affecting the allowance accounts), refer to the note “Net loan losses” in the Annual Report.

1) Nordea Bank Finland does not have general credit risk adjustment due to use of IFRS accounting.

2) The Baltic branches were transferred to Nordea Bank AB in the beginning of April 2014

Table C16 REA and minimum capital requirements for market risk, 31 December 2014

EURm	Trading book, IA		Trading book, SA		Banking book, SA		Total	
	REA	Minimum capital requirement	REA	Minimum capital requirement	REA	Minimum capital requirement	REA	Minimum capital requirement
Interest rate risk ¹⁾	949	76	1,387	111			2,336	187
Equity risk	267	21	291	23			558	45
Foreign exchange risk	325	26			126	10	451	36
Commodity risk			12	1			12	1
Settlement risk					0	0	0	0
Diversification effect	–630	–50					–630	–50
Stressed VaR	1,702	136					1,702	136
Incremental risk charge	638	51					638	51
Comprehensive risk charge	468	37					468	37
Total	3,720	298	1,690	135	126	10	5,536	443

1) Interest rate risk in the column Trading Book IA includes both general and specific interest-rate risk which is elsewhere referred to as interest-rate VaR and credit spread VaR.