

## Appendix E – Nordea Hypotek AB (publ)

Disclosures according to the Capital Requirements Regulation Part  
Eight as required by Article 13, as of 31 December 2015

For qualitative disclosures regarding approaches, definitions, processes, methods, governance 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 Hypotek AB (publ) and on [www.nordea.com](http://www.nordea.com) under Corporate Governance > Remuneration.

# Contents

<b>Table/ Figure No.</b>	<b>Table name</b>	<b>Page</b>
E1	Mapping of own funds to the balance sheet	3
E2	Transitional own funds	4
E3.1–3.2	Capital instruments' main features of Common Equity Tier 1 and Tier 2	9
E4	Amount of institution-specific countercyclical buffer	12
E5.1–5.4	Leverage ratio template	13
E6	Minimum capital requirements and REA	16
E7	Original exposure split by exposure class, including average exposure during the year	17
E8	Exposure split by exposure class and by geography	18
E9	Exposure split by industry group and by main exposure class	19
E10	Exposure secured by collaterals, guarantees and credit derivatives, split by exposure class	20
E11	Distribution of collateral	21
E12	Residual maturity broken down by exposure classes	22
E13	Exposure, impaired exposures, past due exposures and allowances, split by industry	23
E14	Exposure, impaired exposures and past due exposures, split by significant geographical areas	24
E15	Reconciliation of allowance accounts for impaired loans	25

**Table E1 Mapping of own funds to the balance sheet, 31 December 2015, EURm**

<b>Assets</b>	Nordea Hypotek	Row in transitional own funds template (Table E2)
Intangible assets	0	8
– of which: Goodwill and other intangible assets		
Deferred tax assets	0	
– of which: Deferred tax assets that rely on future profitability excluding those arising from temporary differences		10 <sup>1)</sup>
Retirement benefit assets	0	
– of which: Retirement benefit assets net of tax		15
<b>Liabilities</b>		
Deferred tax liabilities	15	
of which: Deductible deferred tax liabilities associated with deferred tax assets that rely on future profitability and do not arise from temporary differences	2	10 <sup>1)</sup>
Subordinated liabilities	512	
– of which: AT1 Capital instruments and the related share premium accounts		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		33 & 47 <sup>2)</sup>
– of which: Direct and indirect holdings by an institution of own AT1 Instruments		37
– of which: T2 Capital instruments and the related share premium accounts	511	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		47
– of which: Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)		52
<b>Equity</b>		
Share capital	12	1
Share premium reserve		
– of which: Capital instruments and the related share premium accounts		1
– of which: Retained earnings		2
Other reserves	54	
– of which: Retained earnings	0	2
– of which: Accumulated other comprehensive income	54	3
– of which: Fair value reserves related to gains or losses on cash flow hedges	–54	11
Retained earnings net of proposed dividend	1,856	
– of which: Profit/loss for the year	512	5a
– of which: Retained earnings	1,344	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 E2 Transitional own funds, 31 December 2015, EURm**

		(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
<b>Common Equity Tier 1 capital: instruments and reserves</b>				
1	Capital instruments and the related share premium accounts	12	26 (1), 27, 28, 29, EBA list 26 (3)	
	of which: Share capital	12	EBA list 26 (3)	
2	Retained earnings	1,344	26 (1) (c)	
3	Accumulated other comprehensive income (and other reserves, to include unrealised gains and losses under the applicable accounting standards)	54	26 (1)	
3a	Funds for general banking risk		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		486 (2)	
	Public sector capital injections grandfathered until 1 January 2018		483 (2)	
5	Minority interests (amount allowed in consolidated CET1)		84, 479, 480	
5a	Independently reviewed interim profits net of any foreseeable charge or dividend	512	26 (2)	
6	<b>Common Equity Tier 1 (CET1) capital before regulatory adjustments</b>	<b>1,921</b>		
<b>Common Equity Tier 1 (CET1) capital: regulatory adjustments</b>				
7	Additional value adjustments (negative amount)	0	34, 105	
8	Intangible assets (net of related tax liability) (negative amount)		36 (1) (b), 37, 472 (4)	
9	Empty Set in the EU	N/A		
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)		36 (1) (c), 38, 472 (5)	
11	Fair value reserves related to gains or losses on cash flow hedges	-54	33 (a)	
12	Negative amounts resulting from the calculation of expected loss amounts	-14	36 (1) (d), 40, 159, 472 (6)	
13	Any increase in equity that result from securitised assets (negative amount)		32 (1)	
14	Gains or losses on liabilities valued at fair value resulting from changes in own credit standing	7	33 (b)	
15	Defined-benefit pension fund assets (negative amount)		36 (1) (e), 41, 472 (7)	
16	Direct and indirect holdings by an institution of own CET1 instruments (negative amount)		36 (1) (f), 42, 472 (8)	
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)		36 (1) (g), 44, 472 (9)	
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)		36 (1) (h), 43, 45, 46, 49 (2) (3), 79, 472 (10)	
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)		36 (1) (i), 43, 45, 47, 48 (1) (b), 49 (1) to (3), 79, 470, 472 (11)	
20	Empty Set in the EU	N/A		

**Table E2, cont.**

20a	Exposure amount of the following items which qualify for a RW of 1250%, where the institution opts for the deduction alternative	36 (1) (k)
20b	of which: qualifying holdings outside the financial sector (negative amount)	36 (1) (k) (i), 89 to 91
20c		36 (1) (k) (ii) 243 (1) (b) 244 (1) (b) 258
	of which: securitisation positions (negative amounts)	
20d	of which: free deliveries (negative amount)	36 (1) (k) (iii), 379 (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)	36 (1) (c), 38, 48 (1) (a), 470, 472 (5)
22	Amount exceeding the 15% threshold (negative amount)	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	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)
	of which: deferred tax assets arising from temporary differences	
25a	Losses for the current financial year (negative amount)	36 (1) (a), 472 (3)
25b	Foreseeable tax charges relating to CET1 items (negative amount)	36 (1) (l)
26	Regulatory adjustments applied to Common Equity Tier 1 in respect of amounts subject to pre-CRR treatment	
26a	Regulatory adjustments relating to unrealised gains and losses pursuant to Articles 467 and 468	
	Of which: ... filter for unrealised loss 1	467
	Of which: ... filter for unrealised loss 2	467
	Of which: ... filter for unrealised gain 1	468
	Of which: ... filter for unrealised gain 2	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	481
	Of which: ...	481
27	Qualifying AT1 deductions that exceed the AT1 capital of the institution (negative amount)	36 (1) (j)
28	<b>Total regulatory adjustments to Common equity Tier 1 (CET1)</b>	<b>-61</b>
29	<b>Common Equity Tier 1 (CET1) capital</b>	<b>1,860</b>
<b>Additional Tier 1 (AT1) capital: instruments</b>		
30	Capital instruments and the related share premium accounts	51, 52
31	of which: classifies as equity under applicable accounting standards	
32	of which: classified as liabilities under applicable accounting standards	
33	Amount of qualifying items referred to in Article 484 (4) and the related share premium accounts subject to phase out from AT1	486 (3)
	Public sector capital injections grandfathered until 1 January 2018	N/A 483 (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	85, 86, 480
35	of which: instruments issued by subsidiaries subject to phase out	486 (3)
36	<b>Additional Tier 1 (AT1) capital before regulatory adjustments</b>	
<b>Additional Tier 1 (AT1) capital: regulatory adjustments</b>		
37	Direct and indirect holdings by an institution of own AT1 Instruments (negative amount)	52 (1) (b), 56 (a), 57, 475 (2)
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)	56 (b), 58, 475 (3)
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)	56 (c), 59, 60, 79, 475 (4)

**Table E2, cont.**

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)	56 (d), 59, 79, 475 (4)
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)	
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 Of which items to be detailed line by line, e.g. Material net interim losses, intangibles, shortfall of provisions to expected losses etc	472, 472(3)(a), 472 (4), 472 (6), 472 (8) (a), 472 (9), 472 (10) (a), 472 (11) (a)
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 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	477, 477 (3), 477 (4) (a)
41c	Amount to be deducted from or added to Additional Tier 1 capital with regard to additional filters and deductions required pre-CRR Of which: ...possible filter for unrealised losses Of which: ...possible filter for unrealised gains Of which: ...	467, 468, 481 467 468 481
42	Qualifying T2 deductions that exceed the T2 capital of the institution (negative amount)	56 (e)
43	<b>Total regulatory adjustments to Additional Tier 1 (AT1) capital</b>	
44	<b>Additional Tier 1 (AT1) capital</b>	
45	<b>Tier 1 capital (T1 = CET1 + AT1)</b>	<b>1,860</b>
<b>Tier 2 (T2) capital: instruments and provisions</b>		
46	Capital instruments and the related share premium accounts	511 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 Public sector capital injections grandfathered until 1 January 2018	486 (4) 483 (4)
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	87, 88, 480
49	of which: instruments issued by subsidiaries subject to phase out	486 (4)
50	Credit risk adjustments	62 (c) & (d)
51	<b>Tier 2 (T2) capital before regulatory adjustments</b>	<b>511</b>
<b>Tier 2 (T2) capital: regulatory adjustments</b>		
52	Direct and indirect holdings by an institution of own T2 instruments and subordinated loans (negative amount)	63 (b) (i), 66 (a), 67, 477 (2)
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)	66 (b), 68, 477 (3)
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, 477 (4)
54a	Of which new holdings not subject to transitional arrangements	
54b	Of which holdings existing before 1 January 2013 and subject to transitional arrangements	

**Table E2, cont.**

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 (4)
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)		
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 Of which items to be detailed line by line, e.g. Material net interim losses, intangibles, shortfall of provisions to expected losses etc		472, 472(3)(a), 472 (4), 472 (6), 472 (8) (a), 472 (9), 472 (10) (a), 472 (11) (a)
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 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		475, 475 (2) (a), 475 (3), 475 (4) (a)
56c	Amount to be deducted from or added to Tier 2 capital with regard to additional filters and deductions required pre CRR Of which: ...possible filter for unrealised losses Of which: ...possible filter for unrealised gains Of which: ...		467, 468, 481 467 468 481
<b>57</b>	<b>Total regulatory adjustments to Tier 2 (T2) capital</b>		
<b>58</b>	<b>Tier 2 (T2) capital</b>	<b>511</b>	
<b>59</b>	<b>Total capital (TC = T1 + T2)</b>	<b>2,372</b>	
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 575/2013 residual 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) Of which: ...items not deducted from AT1 items (Regulation (EU) No 575/2013 residual 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) Items not deducted from T2 items (Regulation (EU) No 575/2013 residual 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)		472, 472 (5), 472 (8) (b), 472 (10) (b), 472 (11) (b)  475, 475 (2) (b), 475 (2) (c), 475 (4) (b)  477, 477 (2) (b), 477 (2) (c), 477 (4) (b)
<b>60</b>	<b>Total risk weighted assets</b>	<b>3,783</b>	
<b>Capital ratios and buffers</b>			
61	Common Equity Tier 1 (as a percentage of risk exposure amount)	49.2%	92 (2) (a), 465
62	Tier 1 (as a percentage of risk exposure amount)	49.2%	92 (2) (b), 465
63	Total capital (as a percentage of risk exposure amount)	62.7%	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)	3.5%	CRD 128, 129, 130

**Table E2, cont.**

65	of which: capital conservation buffer requirement	2.5%	
66	of which: countercyclical buffer requirement	1.0%	
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)	38.9%	CRD 128
69	[non relevant in EU regulation]	N/A	
70	[non relevant in EU regulation]	N/A	
71	[non relevant in EU regulation]	N/A	
<b>Amounts below the thresholds for deduction (before risk weighting)</b>			
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) 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)
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)
<b>Applicable caps on the inclusion of provisions in Tier 2</b>			
76	Credit risk adjustments included in T2 in respect of exposures subject to standardized approach (prior to the application of the cap)		62
77	Cap on inclusion of credit risk adjustments in T2 under standardised approach		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)	3,003	62
79	Cap for inclusion of credit risk adjustments in T2 under internal ratings-based approach	18	62
<b>Capital instruments subject to phase-out arrangements (only applicable between 1 Jan 2013 and 1 Jan 2022)</b>			
80	Current cap on CET1 instruments subject to phase out arrangements		484 (3), 486 (2) & (5)
81	Amount excluded from CET1 due to cap (excess over cap after redemptions and maturities)		484 (3), 486 (2) & (5)
82	Current cap on AT1 instruments subject to phase out arrangements		484 (4), 486 (3) & (5)
83	Amount excluded from AT1 due to cap (excess over cap after redemptions and maturities)		484 (4), 486 (3) & (5)
84	Current cap on T2 instruments subject to phase out arrangements	114	484 (5), 486 (4) & (5)
85	Amount excluded from T2 due to cap (excess over cap after redemptions and maturities)		484 (5), 486 (4) & (5)



**Table E3.1 Capital instruments' main features – Common Equity Tier 1, 31 December 2015**

1	Issuer	Nordea Hypotek AB (publ)
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A
3	Governing laws of the instrument	Swedish
<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
7	Instrument type (types to be specified by each jurisdiction)	Share capital as published in Regulation (EU) No 575/2013 article 28
8	Amount recognised in regulatory capital (currency in million, as of most recent reporting date)	SEK 110m
9	Nominal amount of instrument	SEK 110m
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)	Tier 2
36	Non-complaint transitioned features	No
37	If yes, specify non-compliant features	N/A

\*N/A inserted if the question is not applicable

**Table E3.2 – Capital instruments' main features – Tier 2, 31 December 2015**

		T2: 1	T2: 2	T2: 3	T2: 4
1	Issuer	Nordea Hypotek AB (publ)	Nordea Hypotek AB (publ)	Nordea Hypotek AB (publ)	Nordea Hypotek AB
2	Unique identifier (eg CUSIP, ISIN or Bloomberg identifier for private placement)	N/A	N/A	N/A	N/A
3	Governing law(s) of the instrument	Swedish	Swedish	Swedish	Swedish
<i>Regulatory treatment</i>					
4	Transitional CRR rules	Tier 2	Tier 2	Tier 2	Tier 2
5	Post-transitional CRR rules	Tier 2	Tier 2	Tier 2	Tier 2
6	Eligible at solo/(sub-) consolidated/solo & (sub-) consolidated	Solo	Solo	Solo	Solo
7	Instrument type (types to be specified by each jurisdiction)	Tier 2 as published in Regulation (EU) No 575/2013 article 63	Tier 2 as published in Regulation (EU) No 575/2013 article 63	Tier 2 as published in Regulation (EU) No 575/2013 article 63	Tier 2 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)	SEK 1,600m	SEK 1,300m	SEK 1,000m	SEK 800m
9	Nominal amount of instrument	SEK 1,600m	SEK 1,300m	SEK 1,000m	SEK 800m
9a	Issue price	100 per cent	100 per cent	100 per cent	100 per cent
9b	Redemption price	100 per cent of Nominal amount	100 per cent of Nominal amount	100 per cent of Nominal amount	100 per cent of Nominal amount
10	Accounting classification	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost	Liability - amortised cost
11	Original date of issuance, restructuring date if applicable	29 Dec 2011	18 Dec 2012	28 Jun 2013	30 Dec 2014
12	Perpetual or dated	Dated	Dated	Dated	Dated
13	Original maturity date	29 Dec 2021	18 Dec 2022	28 Jun 2023	30 Dec 2024
14	Issuer call subject to prior supervisory approval	Yes	Yes	Yes	Yes
15	Optional call date, contingent call dates, and redemption price	29 Dec 2016 In addition regulatory call 100 per cent of Nominal amount	18 Dec 2017 In addition regulatory call 100 per cent of Nominal amount	28 Jun 2018 In addition regulatory call 100 per cent of Nominal amount	30 Dec 2019 In addition regulatory call 100 per cent of Nominal amount
16	Subsequent call dates, if applicable	29 Mar, 29 Jun, 29 Sep and 29 Dec each year after first call date	18 Mar, 18 Jun, 18 Sep and 18 Dec each year after first call date	28 Mar, 28 Jun, 28 Sep and 28 Dec each year after first call date	30 Mar, 30 Jun, 30 Sep and 30 Dec each year after first call date
<i>Coupons/dividends</i>					
17	Fixed or floating dividend/coupon	Floating	Floating	Floating	Floating
18	Coupon rate and any related index	Floating 3-month STIBOR +4.50 per cent per annum	Floating 3-month STIBOR +2.85 per cent per annum	Floating 3-month STIBOR +2.13 per cent per annum	Floating 3-month STIBOR +1.70 per cent per annum
19	Existence of a dividend stopper	No	No	No	No

**Table E3.2, cont.**

20a	Fully discretionary, partially discretionary or mandatory (in terms of timing)	Mandatory	Mandatory	Mandatory	Mandatory
20b	Fully discretionary, partially discretionary or mandatory (in terms of amount)	Mandatory	Mandatory	Mandatory	Mandatory
21	Existence of step up or other incentive to redeem	No	No	No	No
22	Non-cumulative or cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative
23	Convertible or non-convertible	Non-convertible	Non-convertible	Non-convertible	Non-convertible
24	If convertible, conversion triggers	N/A	N/A	N/A	N/A
25	In convertible, fully or partially	N/A	N/A	N/A	N/A
26	If convertible, conversion rate	N/A	N/A	N/A	N/A
27	In convertible, mandatory or optional conversion	N/A	N/A	N/A	N/A
28	If convertible, specify instrument type convertible into	N/A	N/A	N/A	N/A
29	If convertible, specify issuer of instrument it converts into	N/A	N/A	N/A	N/A
30	Write-down features	No	No	No	No
31	If write-down, write-down trigger(s)	N/A	N/A	N/A	N/A
32	If write-down, full or partial	N/A	N/A	N/A	N/A
33	If write-down, permanent or temporary	N/A	N/A	N/A	N/A
34	If temporary write-down, description of write-up mechanism	N/A	N/A	N/A	N/A
35	Position in subordination hierarchy in liquidation (specify instrument type immediately senior to instrument)	Senior debt	Senior debt	Senior debt	Senior debt
36	Non-compliant transitioned features	No	No	No	No
37	If yes, specify non-compliant features	N/A	N/A	N/A	N/A

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

**Table E4 Geographical distribution and amount of institution-specific countercyclical capital buffer (CCyB)**

<b>EURm</b>	Credit exposures relevant for CCyB <sup>1)</sup>	Own funds requirement weight	CCyB Rate	<b>Amount of institution-specific CCyB</b>	
Denmark	0	0.0%	0.0%	Total REA [EURm]	3,783
Finland	0	0.0%	0.0%	Weighted CCyB rate	1.0%
Norway			1.0%	CCyB requirement [EURm]	38
Sweden	2,999	100.0%	1.0%		
Other	0	0.0%	0.0%		
<b>Total</b>	<b>2,999</b>	<b>100.0%</b>	<b>1.0%</b>		

1) Includes only REA relevant for calculation of buffer requirement.

**Table E5.1 LRSum: Summary reconciliation of accounting assets and leverage ratio exposures,  
31 December 2015, EURm**

		Applicable Amounts
1	Total assets as per published financial statements	56,204
2	Adjustment for entities which are consolidated for accounting purposes but are outside the scope of regulatory consolidation	-338
3	(Adjustment for fiduciary assets recognised on the balance sheet pursuant to the applicable accounting framework but excluded from the leverage ratio exposure measure in accordance with Article 429(13) of Regulation (EU) No 575/2013 "CRR")	
4	Adjustments for derivative financial instruments	107
5	Adjustments for securities financing transactions "SFTs"	0
6	Adjustment for off-balance sheet items (ie conversion to credit equivalent amounts of off-balance sheet exposures)	1,498
EU-6a	(Adjustment for intragroup exposures excluded from the leverage ratio exposure measure in accordance with Article 429 (7) of Regulation (EU) No 575/2013)	
EU-6b	(Adjustment for exposures excluded from the leverage ratio exposure measure in accordance with Article 429 (14) of Regulation (EU) No 575/2013)	
7	Other adjustments	-61
<b>8</b>	<b>Total leverage ratio exposure</b>	<b>57,748</b>

**Table E5.2 LRCom: Leverage ratio common disclosure**

		CRR leverage ratio exposures
<b>On-balance sheet exposures (excluding derivatives and SFTs)</b>		
1	On-balance sheet items (excluding derivatives, SFTs and fiduciary assets, but including collateral)	55,139
2	(Asset amounts deducted in determining Tier 1 capital)	-61
<b>3</b>	<b>Total on-balance sheet exposures (excluding derivatives, SFTs and fiduciary assets) (sum of lines 1 and 2)</b>	<b>55,078</b>
<b>Derivative exposures</b>		
4	Replacement cost associated with all derivatives transactions (ie net of eligible cash variation margin)	900
5	Add-on amounts for PFE associated with all derivatives transactions (mark-to-market method)	273
EU-5a	Exposure determined under Original Exposure Method	
6	Gross-up for derivatives collateral provided where deducted from the balance sheet assets pursuant to the applicable accounting framework	
7	(Deductions of receivables assets for cash variation margin provided in derivatives transactions)	
8	(Exempted CCP leg of client-cleared trade exposures)	
9	Adjusted effective notional amount of written credit derivatives	
10	(Adjusted effective notional offsets and add-on deductions for written credit derivatives)	
<b>11</b>	<b>Total derivative exposures (sum of lines 4 to 10)</b>	<b>1,172</b>
<b>Securities financing transaction exposures</b>		
12	Gross SFT assets (with no recognition of netting), after adjusting for sales accounting transactions	
13	(Netted amounts of cash payables and cash receivables of gross SFT assets)	
14	Counterparty credit risk exposure for SFT assets	0
EU-14a	Derogation for SFTs: Counterparty credit risk exposure in accordance with Article 429b (4) and 222 of Regulation (EU) No 575/2013	
15	Agent transaction exposures	
EU-15a	(Exempted CCP leg of client-cleared SFT exposure)	
<b>16</b>	<b>Total securities financing transaction exposures (sum of lines 12 to 15a)</b>	<b>0</b>
<b>Other off-balance sheet exposures</b>		
17	Off-balance sheet exposures at gross notional amount	3,006
18	(Adjustments for conversion to credit equivalent amounts)	-1,508
<b>19</b>	<b>Total other off-balance sheet exposures (sum of lines 17 to 18)</b>	<b>1,498</b>
<b>Exempted exposures in accordance with CRR Article 429 (7) and (14) (on and off balance sheet)</b>		
EU-19a	(Exemption of intragroup exposures (solo basis) in accordance with Article 429 (7) of Regulation (EU) No 575/2013 (on and off balance sheet))	
EU-19b	(Exposures exempted in accordance with Article 429 (14) of Regulation (EU) No 575/2013 (on and off balance sheet))	
<b>Capital and total exposures</b>		
<b>20</b>	<b>Tier 1 capital</b>	<b>1,860</b>
<b>21</b>	<b>Total leverage ratio exposures (sum of lines 3, 11, 16, 19, EU-19a and EU-19b)</b>	<b>57,748</b>
<b>Leverage ratio</b>		
<b>22</b>	<b>Leverage ratio</b>	<b>3.2%</b>
<b>Choice on transitional arrangements and amount of derecognised fiduciary items</b>		
EU-23	Choice on transitional arrangements for the definition of the capital measure	Transitional
EU-24	Amount of derecognised fiduciary items in accordance with Article 429 (11) of Regulation (EU) NO 575/2013	

**Table E5.3 LRSpl: Split-up of on balance sheet exposures  
(excluding derivatives, SFTs and exempted exposures)**

		CRR leverage ratio exposures
EU-1	Total on-balance sheet exposures (excluding derivatives, SFTs, and exempted exposures), of which:	55,139
EU-2	Trading book exposures	
EU-3	Banking book exposures, of which:	55,139
EU-4	Covered bonds	
EU-5	Exposures treated as sovereigns	432
EU-6	Exposures to regional governments, MDB, international organisations and PSE NOT treated as sovereigns	548
EU-7	Institutions	556
EU-8	Secured by mortgages of immovable properties	42,910
EU-9	Retail exposures	1,737
EU-10	Corporate	8,849
EU-11	Exposures in default	82
EU-12	Other exposures (eg equity, securitisations, and other non-credit obligation assets)	25

**Table E5.4 LRQua: Free format text boxes for disclosure on qualitative items**

1	Description of the processes used to manage the risk of excessive leverage	Nordea has policies and processes in place for the identification, management and monitoring of the risk of excessive leverage. The leverage ratio is also part of Nordea's risk appetite framework.
2	Description of the factors that had an impact on the leverage Ratio during the period to which the disclosed leverage Ratio refers	<p>The leverage ratio has improved 10 basis points (0.1%) from Q4 2014.</p> <p>The leverage ratio in Q4 2014 is calculated accordingly to the CRR prior to the delegated act. In 2015, the leverage ratio is calculated according to the CRR post the delegated act. The main changes were the treatment of SFTs, derivatives and off balance sheet transactions. Additionally, the former utilises a three month average calculation whilst the latter an end of quarter calculation.</p> <p>During the period, the leverage ratio benefited from an increase in Tier 1 Capital.</p>

**Table E6 Minimum capital requirements and REA**

EURm	31 December 2015		31 December 2014	
	Minimum capital requirements	REA	Minimum capital requirements	REA
<b>Credit risk</b>	<b>240</b>	<b>3,004</b>	<b>250</b>	<b>3,128</b>
– of which counterparty credit risk	0	1	0	0
IRB	240	3,003	250	3,128
– of which corporate	84	1,047	95	1,185
– of which advanced	84	1,047	95	1,185
– of which foundation				
– of which institutions	0	4	1	16
– of which retail	154	1,927	154	1,927
– of which secured by immovable property	139	1,732	136	1,697
– of which other retail	15	186	18	219
– of which SME	1	9	1	10
– of which other	2	25	0	1
Standardised	0	1	0	0
– of which central governments or central banks	0	0	0	0
– of which regional governments or local authorities				
– of which public sector entities				
– of which multilateral development banks				
– of which international organisations				
– of which institutions	0	1	0	0
– of which corporate				
– of which retail				
– of which secured by mortgages on immovable property	0	0	0	0
– of which in default				
– of which associated with particularly high risk				
– of which covered bonds				
– of which securitisation positions				
– of which institutions and corporates with a short-term credit assessment				
– of which collective investments undertakings (CIU)				
– of which equity				
– of which other items				
<b>Credit Value Adjustment risk</b>				
<b>Market risk</b>				
– of which trading book, Internal Approach				
– of which trading book, Standardised Approach				
– of which banking book, Standardised Approach				
<b>Operational risk</b>	<b>60</b>	<b>746</b>	<b>50</b>	<b>623</b>
Standardised	60	746	50	623
Additional risk exposure amount due to Article 3 CRR	3	34		
<b>Sub total</b>	<b>303</b>	<b>3,783</b>	<b>300</b>	<b>3,751</b>
Additional capital requirement due to Basel I floor	1,923	24,032	1,721	21,515
<b>Total</b>	<b>2,225</b>	<b>27,815</b>	<b>2,021</b>	<b>25,266</b>



**Table E7 Original exposure split by exposure class, 31 December 2015, including average exposure during the year**

<b>EURm</b>	Original exposure	Average exposure
<b>IRB exposure classes</b>		
Institution	14	40
Corporate	8,863	8,742
– of which Advanced	8,863	8,742
Retail	47,723	46,401
– of which secured by immovable property	45,920	44,562
– of which other retail	1,724	1,757
– of which SME	79	82
Other non-credit obligation assets	25	16
<b>Total IRB approach</b>	<b>56,625</b>	<b>55,200</b>
<b>Standardised exposure classes</b>		
Central government and central banks	432	472
Regional governments and local authorities	548	677
Institution	1,712	1,671
Corporate		
Retail		
Exposures secured by real estate	0	0
Other <sup>1)</sup>		
<b>Total standardised approach</b>	<b>2,692</b>	<b>2,820</b>
<b>Total</b>	<b>59,317</b>	<b>58,020</b>

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 E8 Exposure split by exposure class and geography, 31 December 2015**

<b>EURm</b>	Nordic countries	– of which Denmark	– of which Finland	– of which Norway	– of which Sweden	Baltic countries	Russia	US	Other	Total
<b>IRB exposure classes</b>										
Institution	14	2			12					14
Corporate	7,940	0			7,939				1	7,940
– of which Advanced	7,940	0			7,939				1	7,940
Retail	47,721		0		47,721					47,721
– of which secured by immovable property	45,920				45,920					45,920
– of which other retail	1,724				1,724					1,724
– of which SME	76		0		76					76
Other non-credit obligation assets	25				25					25
<b>Total IRB approach</b>	<b>55,699</b>	<b>2</b>	<b>0</b>		<b>55,697</b>				<b>1</b>	<b>55,700</b>
<b>Standardised exposure classes</b>										
Central governments and central banks	434				434					434
Regional governments and local authorities	1,464				1,464					1,464
Institution	1,712		4		1,708					1,712
Corporate	0									0
Retail	0									0
Exposures secured by real estate	0				0					0
Other <sup>1)</sup>	0									0
<b>Total standardised approach</b>	<b>3,610</b>	<b>0</b>	<b>4</b>		<b>3,606</b>					<b>3,610</b>
<b>Total</b>	<b>59,309</b>	<b>2</b>	<b>4</b>		<b>59,303</b>				<b>1</b>	<b>59,310</b>

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 E9 Exposure split by industry group and by main exposure class, 31 December 2015**

EURm	IRB approach				Other non-credit obligation assets
	Institution	Corporate	– of which SME	Retail	
Construction and engineering		32	31	4	
Consumer durables (cars, appliances, etc.)		1	1	0	
Consumer staples (food, agriculture, etc.)		78	76	42	
Energy (oil, gas, etc.)					
Health care and pharmaceuticals		17	16	2	
Industrial capital goods		0	0	0	
Industrial commercial services		79	58	7	
IT software, hardware and services		0	0	2	
Media and leisure		98	37	2	
Metals and mining materials					
Other financial institutions	14	21	16	1	
Other materials (chemical, building materials, etc.)		4	4	0	
Other, public and organisations		28	20	47,484	25
Paper and forest materials		3	3	8	
Real estate management and investment		7,548	5,872	164	
Retail trade		28	19	3	
Shipping and offshore		0	0		
Telecommunication equipment					
Telecommunication operators					
Transportation		1	1	1	
Utilities (distribution and production)		3	1	0	
<b>Total exposure</b>	<b>14</b>	<b>7,940</b>	<b>6,154</b>	<b>47,721</b>	<b>25</b>

**Table E10 Exposure secured by collaterals, guarantees and credit derivatives, split by exposure class,  
31 December 2015**

<b>EURm</b>	Original exposure	Exposure	– of which secured by guarantees and credit derivatives	– of which secured by collateral	Average weighted LGD
<b>IRB exposure classes</b>					
Institution	14	14			45.0%
Corporate	8,863	7,940	961	7,732	20.6%
– of which Advanced	8,863	7,940	961	7,732	20.6%
Retail	47,723	47,721	3	42,992	11.1%
– of which secured by immovable property	45,920	45,920		42,927	10.9%
– of which other retail	1,724	1,724	0		18.6%
– of which SME	79	76	3	65	12.2%
Other non-credit obligation assets	25	25			N/A
<b>Total IRB approach</b>	<b>56,625</b>	<b>55,700</b>	<b>964</b>	<b>50,724</b>	
<b>Standardised exposure classes</b>					
Central governments and central banks	432	434			
Regional governments and local authorities	548	1,464	58		
Institution	1,712	1,712			
Corporate					
Retail					
Exposures secured by real estates	0	0		0	
Other <sup>1)</sup>					
<b>Total standardised approach</b>	<b>2,692</b>	<b>3,610</b>	<b>58</b>	<b>0</b>	
<b>Total</b>	<b>59,317</b>	<b>59,310</b>	<b>1,022</b>	<b>50,724</b>	

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 E11 Distribution of collateral,  
31 December 2015**

	%
Financial collateral	0.0
Receivables	
Residential real estate	95.6
Commercial real estate	4.4
Other physical collateral	0.0
<b>Total</b>	<b>100.0</b>

**Table E12 Residual maturity broken down by exposure classes, 31 December 2015**

<b>EURm</b>	<b>&lt; 1 year</b>	<b>1–3 years</b>	<b>3–5 years</b>	<b>&gt;5 years</b>	<b>Total exposure</b>
<b>IRB exposure classes</b>					
Institution	7	6	1	0	14
Corporate	4,518	2,438	957	27	7,940
– of which Advanced	4,518	2,438	957	27	7,940
Retail	442	166	394	46,719	47,721
– of which secured by immovable property	377	143	340	45,060	45,920
– of which other retail	18	6	42	1,658	1,724
– of which SME	46	17	12	1	76
Other non-credit obligation assets				25	25
<b>Total IRB approach</b>	<b>4,967</b>	<b>2,610</b>	<b>1,351</b>	<b>46,771</b>	<b>55,700</b>
<b>Standardised exposure classes</b>					
Central governments and central banks	241	162	28	2	434
Regional governments and local authorities	1,073	306	85	1	1,464
Institution				1,712	1,712
Corporate					
Retail					
Exposures secured by real estates				0	0
Other <sup>1)</sup>					
<b>Total standardised approach</b>	<b>1,314</b>	<b>468</b>	<b>112</b>	<b>1,716</b>	<b>3,610</b>
<b>Total</b>	<b>6,281</b>	<b>3,078</b>	<b>1,464</b>	<b>48,487</b>	<b>59,310</b>

1) Administrative bodies and non-commercial undertakings, multilateral developments banks, past due items, short-term claims, covered bonds, equity, and other items.  
Associated companies not included in exposure.

**Table E13 Exposure, impaired exposures, past due exposures and allowances, split by industry,  
31 December 2015**

<b>EURm</b>	Impaired loans	Past due exposures	Credit risk adjustments <sup>1)</sup>	– of which charges during the reporting period
Construction and engineering		0	0	
Consumer durables (cars, appliances, etc.)			0	
Consumer staples (food, agriculture, etc.)			0	
Energy (oil, gas, etc.)				
Financial institutions				
Health care and pharmaceuticals		0	0	
Industrial capital goods			0	
Industrial commercial services, etc.		4		
IT software, hardware and services				
Media and leisure			0	
Metals and mining materials				
Other materials (chemical, building materials, etc.)				
Other, public and organisations				
Paper and forest materials				
Real estate management and investment		67	0	–3
Retail trade		0	0	
Shipping and offshore				
Telecommunication equipment				
Telecommunication operators				
Transportation				
Utilities (distribution and production)				
<b>Total in banking operations</b>		<b>72</b>	<b>0</b>	<b>–3</b>

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

**Table E14 Exposure, impaired exposures and past due exposures, split by significant geographical areas,  
31 December 2015**

<b>EURm</b>	Original exposure	Impaired loans	Past due exposures
Nordic countries	59,317	66	111
– of which Denmark	2		0
– of which Finland	4		
– of which Norway			1
– of which Sweden	59,311	66	110
Baltic countries			
Russia			
US			
Other			
<b>Total</b>	<b>59,317</b>	<b>66</b>	<b>111</b>



**Table E15 Reconciliation of allowance accounts for impaired loans**

EURm	Specific credit risk adjustments <sup>1)</sup>		Total
	Individually assessed	Collectively assessed	
<b>Opening balance, 1 Jan 2015</b>	-8	-3	-11
Changes through the income statement	3	-3	0
– of which Provisions		-4	-4
– of which Reversals	3	1	4
Allowances used to cover write-offs	4		4
Currency translation differences	0		
<b>Closing balance, 31 Dec 2015</b>	<b>-2</b>	<b>-6</b>	<b>-7</b>

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 Hypotek does not have general credit risk adjustment due to use of IFRS accounting.