

# Nordea



## **Capital and Risk Management Report Third Quarter 2025**

Provided by Nordea Bank Abp on the basis of its consolidated situation

## Table of Contents

Table Name	Table Number
<b>Capital Position</b>	
EU KM1 – Key metrics template	1
EU OV1 – Overview of total risk exposure amounts	2
EU CMS1 – Comparison of modelled and standardised risk weighted exposure amounts at risk level	3
EU CMS2 – Comparison of modelled and standardised risk weighted exposure amounts for credit risk at asset class level	4
<b>Credit Risk</b>	
EU CR8 – RWEA flow statements of credit risk exposures under the IRB approach	5
<b>Counterparty Credit Risk</b>	
EU CCR7 – RWEA flow statements of CCR exposures under the IMM	6
<b>Credit Valuation Adjustment Risk</b>	
EU CVA4 – RWEA flow statements of credit valuation adjustment risk under the Standardised Approach (SA)	7
<b>Liquidity</b>	
EU LIQ1 – Quantitative information of LCR	8
<b>Market Risk</b>	
EU MR2-B – RWEA flow statements of market risk exposures under the IMA	9

Table 1 - EU KM1 - Key metrics template

The Group's CET1 capital increased EUR 0.9bn compared to Q2 2025, mainly due to the inclusion of year-to-date profit, net of dividend accrual. This was partly offset by a EUR 250m deduction for the share buy-back programme launched in October. AT1 capital increased mainly following AT1 issuance during Q3 2025. REA decreased by 0.2bn as increased lending volumes and foreign exchange effects were countered by collateral management initiatives increasing collateral utilisation. Note that Q2 2025, Q1 2025 and Q3 2024 capital figures are reported excluding profit for the quarter.

EURm	a	b	c	d	e
Available own funds (amounts)	Q3 2025 <sup>1)</sup>	Q2 2025 <sup>2)</sup>	Q1 2025 <sup>2)</sup>	Q4 2024	Q3 2024 <sup>2)</sup>
1 Common Equity Tier 1 (CET1) capital	24,904	23,965	24,632	24,570	23,935
2 Tier 1 capital	29,103	26,934	27,751	28,683	27,844
3 Total capital	33,121	30,958	31,812	32,800	31,703
<b>Risk-weighted exposure amounts</b>					
4 Total risk exposure amount	158,371	158,576	159,685	155,850	153,691
4a Total risk exposure pre-floor	158,371	158,576	159,685		
<b>Capital ratios (as a percentage of risk-weighted exposure amount)</b>					
5 Common Equity Tier 1 ratio (%)	15.7%	15.1%	15.4%	15.8%	15.6%
5b Common Equity Tier 1 ratio considering unfloored TREA (%)	15.7%	15.1%	15.4%		
6 Tier 1 ratio (%)	18.4%	17.0%	17.4%	18.4%	18.1%
6b Tier 1 ratio considering unfloored TREA (%)	18.4%	17.0%	17.4%		
7 Total capital ratio (%)	20.9%	19.5%	19.9%	21.0%	20.6%
7b Total capital ratio considering unfloored TREA (%)	20.9%	19.5%	19.9%		
<b>Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)</b>					
EU 7d Additional own funds requirements to address risks other than the risk of excessive leverage (%)	1.6%	1.6%	1.6%	1.6%	1.6%
EU 7e of which: to be made up of CET1 capital (percentage points)	0.9%	0.9%	0.9%	0.9%	0.9%
EU 7f of which: to be made up of Tier 1 capital (percentage points)	1.2%	1.2%	1.2%	1.2%	1.2%
EU 7g Total SREP own funds requirements (%)	9.6%	9.6%	9.6%	9.6%	9.6%
<b>Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount)</b>					
8 Capital conservation buffer (%)	2.5%	2.5%	2.5%	2.5%	2.5%
EU 8a Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)	0.0%	0.0%	0.0%	0.0%	0.0%
9 Institution specific countercyclical capital buffer (%)	1.7%	1.7%	1.7%	1.7%	1.6%
EU 9a Systemic risk buffer (%)	1.6%	1.6%	1.6%	1.5%	1.4%
10 Global Systemically Important Institution buffer (%)	0.0%	0.0%	0.0%	0.0%	0.0%
EU 10a Other Systemically Important Institution buffer (%)	2.5%	2.5%	2.5%	2.5%	2.5%
11 Combined buffer requirement (%)	8.2%	8.3%	8.3%	8.2%	8.1%
EU 11a Overall capital requirements (%)	17.8%	17.9%	17.9%	17.8%	17.7%
12 CET1 available after meeting the total SREP own funds requirements (%)	10.3%	9.7%	10.3%	10.4%	10.2%
<b>Leverage ratio</b>					
13 Total exposure measure	571,435	561,392	577,736	568,334	566,487
14 Leverage ratio (%)	5.1%	4.8%	4.8%	5.0%	4.9%
<b>Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)</b>					
EU 14a Additional own funds requirements to address the risk of excessive leverage (%)	0.0%	0.0%	0.0%	0.0%	0.0%
EU 14b of which: to be made up of CET1 capital (percentage points)	0.0%	0.0%	0.0%	0.0%	0.0%
EU 14c Total SREP leverage ratio requirements (%)	3.0%	3.0%	3.0%	3.0%	3.0%
<b>Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)</b>					
EU 14d Leverage ratio buffer requirement (%)	0.0%	0.0%	0.0%	0.0%	0.0%
EU 14e Overall leverage ratio requirement (%)	3.0%	3.0%	3.0%	3.0%	3.0%
<b>Liquidity Coverage Ratio</b>					
15 Total high-quality liquid assets (HQLA) (Weighted value -average)	111,180	110,815	109,424	109,127	107,742
EU 16a Cash outflows - Total weighted value	94,029	94,358	92,187	91,083	88,685
EU 16b Cash inflows - Total weighted value	23,393	23,408	21,872	21,364	20,060
16 Total net cash outflows (adjusted value)	70,635	70,949	70,315	69,718	68,625
17 Liquidity coverage ratio (%) <sup>3)</sup>	158%	156%	156%	157%	157%
<b>Net Stable Funding Ratio</b>					
18 Total available stable funding	288,027	286,791	291,564	283,292	323,339
19 Total required stable funding	237,446	232,437	233,298	228,512	264,145
20 NSFR ratio (%)	121.3%	123.4%	125.0%	124.0%	122.4%

1) Note that Q3 2025 figures include the deduction of the share buy-back programme of EUR 250m that was announced by Nordea on 16 October 2025.

2) Note that Q2 2025, Q1 2025 and Q3 2024 figures are reported excluding profit for the quarter.

3) The LCR reported in this table is the average of 12 end of month ratios.

Table 2 - EU OV1 – Overview of total risk exposure amounts

REA decreased by EUR 0.2bn during Q3 2025. Increased lending volumes and foreign exchange effects were countered by collateral management initiatives, which enabled higher collateral value recognition for the Group's residential mortgage portfolios capitalised under the standardised approach. Shorter corporate average maturity, reduced market risk and a minor decrease in the Article 3 buffer further decreased REA.

EURm

	Total risk exposure amounts (TREA)		Total own funds requirements
	a Q3 2025	b Q2 2025	c Q3 2025
1 Credit risk (excluding CCR)	125,682	125,561	10,055
2 <i>Of which the standardised approach</i>	12,675	13,508	1,014
3 <i>Of which the Foundation IRB (F-IRB) approach</i>	23,328	23,294	1,866
4 <i>Of which slotting approach</i>			
EU 4a <i>Of which equities under the simple risk weighted approach</i>			
5 <i>Of which the Advanced IRB (A-IRB) approach</i>	79,122	78,043	6,330
6 Counterparty credit risk - CCR	2,603	2,616	208
7 <i>Of which the standardised approach</i>	617	477	49
8 <i>Of which internal model method (IMM)</i>	1,461	1,644	117
EU 8a <i>Of which exposures to a CCP</i>	80	85	6
9 <i>Of which other CCR</i>	445	410	36
10 Credit valuation adjustments risk - CVA risk	591	619	47
EU 10a <i>Of which the standardised approach (SA)</i>	347	437	28
EU 10b <i>Of which the basic approach (F-BA and R-BA)</i>	244	182	19
EU 10c <i>Of which the simplified approach</i>			
15 Settlement risk	0		0
16 Securitisation exposures in the non-trading book (after the cap)	3,375	3,439	270
17 <i>Of which SEC-IRBA approach</i>	3,111	3,198	249
18 <i>Of which SEC-ERBA (including IAA)</i>	84	68	7
19 <i>Of which SEC-SA approach</i>	180	172	14
EU 19a <i>Of which 1250% / deduction</i>			
20 Position, foreign exchange and commodities risks (Market risk) <sup>1)</sup>	4,995	5,216	400
21 <i>Of which the Alternative standardised approach (A-SA)</i>			
EU 21a <i>Of which the Simplified standardised approach (S-SA)</i>	783	697	63
22 <i>Of which Alternative Internal Model Approach (A-IMA)</i>			
EU 22a Large exposures			
23 Reclassifications between the trading and non-trading books			
24 Operational risk	21,125	21,125	1,690
EU 24a Exposures to crypto-assets			
25 Amounts below the thresholds for deduction (subject to 250% risk weight)	229	235	18
26 Output floor applied (%)	50%	50%	
27 Floor adjustment (before application of transitional cap)			
28 Floor adjustment (after application of transitional cap)			
29 Total	158,371	158,576	12,670

1) Due to the postponement of application of CRR3 changes to capital requirements for Market Risk (FRTB), rows 21 and 22 are not yet applicable. The amount disclosed on row 21a is calculated in accordance with the pre-FRTB (CRR2) regulation, per EBA requirement.

Table 3 - EU CMS1 - Comparison of modelled and standardised risk weighted exposure amounts at risk level

The higher REA in full standardised approach compared to current modelled approach is driven by high share of corporate exposures without external ratings. It is to be noted that full standardised REA from market risk is calculated based on CRR2 and will be recalculated when FRTB based on CRR3 is implemented. In Q3 2025 the total REA base for output floor was EUR 233.3bn, while total actual REA was EUR 158.4bn, 67.9% of the unmitigated output floor REA. As of Q3 2025 the output floor is not constraining for Nordea.

EURm	a	b	c	d	EU d
	RWEAs for modelled approaches that banks have supervisory approval to use	RWEAs for portfolios where standardised approaches are used	Total actual RWEAs (a + b)	RWEAs calculated using full standardised approach	RWEAs that is the base of the output floor
1 Credit risk (excluding counterparty credit risk) <sup>1)</sup>	113,007	12,675	125,682	221,624	191,924
2 Counterparty credit risk	2,517	86	2,603	6,941	4,937
3 Credit valuation adjustment		591	591	591	591
4 Securitisation exposures in the banking book	3,111	264	3,375	8,009	4,610
5 Market risk	4,212	783	4,995	10,141	10,141
6 Operational risk		21,125	21,125	21,125	21,125
7 Other risk weighted exposure amounts					
8 Total	122,846	35,524	158,371	268,430	233,327

1) Including the additional risk exposure amount related to Swedish RW floor due to Article 458 CRR and the additional risk exposure amount due to Article 3 of the CRR (related to changed capital treatment, from internal ratings-based (IRB) to standardised, for certain portfolios not part of the non-retail model application).

Table 4 - EU CMS2 – Comparison of modelled and standardised risk weighted exposure amounts for credit risk at asset class level

In Q3 2025 the total credit risk REA base for output floor was EUR 191.9bn, while total actual REA was EUR 125.7bn. As of Q3 2025 the output floor is not constraining for Nordea.

EURm	a	b	c	d	EU d
	Risk weighted exposure amounts (RWEAs)				
	RWEAs for modelled approaches that institutions have supervisory approval to use	RWEAs for column (a) if re-computed using the standardised approach	Total actual RWEAs	RWEAs calculated using full standardised approach	RWEAs that is the base of the output floor
1 Central governments and central banks			208	208	208
EU 1a Regional governments or local authorities			20	20	20
EU 1b Public sector entities	8	14	8	14	14
EU 1c Categorised as Multilateral Development Banks in SA					
EU 1d Categorised as International organisations in SA					
2 Institutions	762	619	902	759	759
3 Equity			1,531	1,531	1,531
5 Corporates	36,171	56,024	38,035	82,960	57,889
5.1 <i>Of which: F-IRB is applied</i>					
5.2 <i>Of which: A-IRB is applied</i>					
EU 5a <i>Of which: Corporates - General</i>	35,859	54,446	37,674	81,196	56,310
EU 5b <i>Of which: Corporates - Specialised lending</i>	62	96	62	96	96
EU 5c <i>Of which: Corporates - Purchased receivables</i>	249	1,482	299	1,668	1,482
6 Retail	9,457	12,206	12,001	14,750	14,750
6.1 <i>Of which: Retail - Qualifying revolving</i>					
EU 6.1a <i>Of which: Retail - Purchased receivables</i>	19	116	19	116	116
EU 6.1b <i>Of which: Retail - Other</i>	9,438	12,090	11,981	14,633	14,633
6.2 <i>Of which: Retail - Secured by residential real estate</i>					
EU 7a Categorised as secured by immovable properties and ADC exposures in SA	58,124	100,206	60,724	107,434	102,806
EU 7b Collective investment undertakings (CIU)			2,241	2,241	2,241
EU 7c Categorised as exposures in default in SA	3,801	3,780	3,993	3,973	3,973
EU 7d Categorised as subordinated debt exposures in SA			976	976	976
EU 7e Categorised as covered bonds in SA	1,840	3,645	1,840	3,645	3,645
EU 7f Categorised as claims on institutions and corporates with a short-term credit assessment in SA					
8 Other non-credit obligation assets	2,844	2,754	3,202	3,111	3,111
9 Total	113,007	179,249	125,682	221,624	191,924

Table 5 - EU CR8 - RWEA flow statements of credit risk exposures under the IRB approach

During Q3 2025 the IRB REA increased by EUR 0.9bn, mainly driven by increased asset size primarily due to growth in corporate lending volumes. FX effects from appreciated NOK and SEK further increased IRB REA. This was partly offset by decreased asset quality following minor rating migration.

EURm

	<u>Risk weighted exposure amount</u>
1 Risk weighted exposure amount as of Q2 2025	104,358
2 Asset size (+/-)	759
3 Asset quality (+/-)	-194
4 Model updates (+/-)	
5 Methodology and policy (+/-)	
6 Acquisitions and disposals (+/-)	
7 Foreign exchange movements (+/-)	410
8 Other (+/-)	-41
9 Risk weighted exposure amount as of Q3 2025	105,292

Table 6 - EU CCR7 - RWEA flow statements of CCR exposures under the IMM

RWA for CCR exposures under the IMM decreased during Q3 2025, mainly driven by decreased portfolio asset size.

EURm	a
Q3 2025	RWEA
1 RWEA as at the end of the previous reporting period	1,708
2 Asset size	-253
3 Credit quality of counterparties	99
4 Model updates (IMM only)	0
5 Methodology and policy (IMM only)	0
6 Acquisitions and disposals	0
7 Foreign exchange movements	0
8 Other	-34
9 RWEA as at the end of the current reporting period <sup>1)</sup>	1,520

EURm	a
Q2 2025	RWEA
1 RWEA as at the end of the previous reporting period	1,615
2 Asset size	88
3 Credit quality of counterparties	76
4 Model updates (IMM only)	0
5 Methodology and policy (IMM only)	0
6 Acquisitions and disposals	0
7 Foreign exchange movements	0
8 Other	-71
9 RWEA as at the end of the current reporting period	1,708

1) All exposures including CCP exposures



Table 7 - EU CVA4 – RWEA flow statements of credit valuation adjustment risk under the Standardised Approach (SA)

RWA for CVA under the Standardised Approach decreased during Q3 2025, mainly driven by portfolio composition changes and market developments.

EURm

	a
Q3 2025	Risk weighted exposure amount
1 Risk weighted exposure amount as at the end of the previous reporting period	437
2 Risk weighted exposure amount as at the end of the current reporting period	347

Table 8 - EU LIQ1 - Quantitative information of LCR

Nordea Group's short term liquidity risk exposure, measured by Liquidity Coverage Ratio (LCR), has remained on a strong and stable level during 2025. The main drivers of Nordea Group's LCR results are outflows associated with customer deposits, which are counterbalanced by high quality liquid assets. In Q3 2025 net outflows decreased slightly and liquid assets increased, driving LCR higher compared to Q2. Liquidity buffer in Nordea Group is composed mainly of cash with central banks, government bonds, government related entity bonds and high quality covered bonds. During the quarter Nordea was able to actively use all its funding programmes, maintained its strong name in the funding markets, and held a strong and diversified funding base across all main currencies. Nordea Group's main funding sources at the end of Q3 2025 were customer deposits (41% of total liabilities) and issued debt securities (36% of total liabilities). Nordea has a centralised liquidity management function where Group Treasury is responsible for the management of the Group's liquidity positions, liquidity buffers, external and internal funding including the mobilisation of cash around the Group, and Funds Transfer Pricing. Nordea actively manages LCR on currency level by holding liquid assets across all significant currencies and by managing possible currency mismatches. Nordea's derivative exposures and their impact to LCR are closely monitored and managed. Associated collateral calls during possible liquidity crises are monitored, managed as well as stressed in LCR.

EURm	a	b	c	d	e	f	g	h
	Total unweighted value (average)				Total weighted value (average)			
EU 1a Quarter ending on (30 Sep 2025)	30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24	30 Sep 25	30 Jun 25	31 Mar 25	31 Dec 24
EU 1b Number of data points used in the calculation of averages	12	12	12	12	12	12	12	12
<b>High-quality liquid assets</b>								
1 Total high-quality liquid assets (HQLA)					111,180	110,815	109,424	109,127
<b>Cash - Outflows</b>								
2 Retail deposits and deposits from small business customers, of which:	116,651	114,456	112,516	111,410	8,209	7,971	7,744	7,671
3 <i>Stable deposits</i>	79,638	77,612	75,689	74,101	3,982	3,881	3,784	3,705
4 <i>Less stable deposits</i>	37,012	36,844	36,827	37,309	4,227	4,091	3,959	3,966
5 Unsecured wholesale funding	110,905	109,582	108,269	106,839	55,323	55,234	55,189	55,192
6 <i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>	18,911	18,685	18,422	18,314	4,713	4,657	4,591	4,564
7 <i>Non-operational deposits (all counterparties)</i>	83,564	82,775	81,602	80,154	42,180	42,456	42,353	42,257
8 <i>Unsecured debt</i>	8,430	8,122	8,245	8,371	8,430	8,122	8,245	8,371
9 Secured wholesale funding					11,320	11,690	9,825	8,247
10 Additional requirements	77,802	76,015	74,074	73,405	13,515	13,700	13,643	13,876
11 <i>Outflows related to derivative exposures and other collateral requirements</i>	5,324	5,671	5,736	5,976	5,004	5,380	5,486	5,725
12 <i>Outflows related to loss of funding on debt products</i>								
13 <i>Credit and liquidity facilities</i>	72,478	70,344	68,338	67,429	8,511	8,320	8,157	8,151
14 Other contractual funding obligations	2,320	2,282	2,189	2,365	1,993	2,064	2,080	2,365
15 Other contingent funding obligations	42,910	43,350	43,729	43,409	3,669	3,697	3,707	3,731
16 Total cash outflows					94,029	94,358	92,187	91,083
<b>Cash - Inflows</b>								
17 Secured lending (e.g. reverse repos)	40,144	39,092	37,051	35,570	9,228	9,167	8,046	7,025
18 Inflows from fully performing exposures	16,578	16,386	15,975	16,413	11,586	11,510	11,134	11,141
19 Other cash inflows	2,580	2,732	2,692	3,198	2,580	2,732	2,692	3,198
EU-19a (Difference between total weighted inflows and total weighted outflows arising from transactions in third countries where there are transfer restrictions or which are denominated in non-convertible currencies)								
EU-19b (Excess inflows from a related specialised credit institution)								
20 Total cash inflows	59,302	58,210	55,718	55,182	23,393	23,408	21,872	21,364
EU-20a <i>Fully exempt inflows</i>								
EU-20b <i>Inflows subject to 90% cap</i>								
EU-20c <i>Inflows subject to 75% cap</i>	58,938	57,678	55,056	54,454	23,393	23,408	21,872	21,364
<b>Total Adjusted Value</b>								
21 Liquidity buffer					111,180	110,815	109,424	109,127
22 Total net cash outflows					70,635	70,949	70,315	69,718
23 Liquidity coverage ratio					158%	156%	156%	157%

Table 9 - EU MR2-B - RWA flow statements of market risk exposures under the IMA

Market risk under the IMA decreased in Q3 2025 to EUR 4.2bn compared to EUR 4.5bn in Q2 2025. The decrease was attributed to lower contribution from sVaR as a result of reduced interest rate risk and lower Incremental Risk Charge (IRC).

EURm	a	b	c	d	e	f	g
	VaR	SVaR	IRC	Comprehensive risk measure	Other	Total RWEAs	Total own funds requirements
1 RWEAs Q2 2025	1,333	2,130	699	356		4,519	361
1a Regulatory adjustment	-922	-1,528	-9	-85		-2,544	-204
1b RWEAs Q2 2025 (end of the day)	411	602	691	272		1,975	158
2 Movement in risk levels	103	108	-101	-5		106	8
3 Model updates/changes							
4 Methodology and policy							
5 Acquisitions and disposals							
6 Foreign exchange movements							
7 Other							
8a RWEAs Q3 2025 (end of the day)	514	710	590	267		2,080	166
8b Regulatory adjustment	850	1,242	0	39		2,131	171
8 RWEAs Q3 2025	1,363	1,952	590	306		4,212	337

EURm	a	b	c	d	e	f	g
	VaR	SVaR	IRC	Comprehensive risk measure	Other	Total RWEAs	Total own funds requirements
1 RWEAs Q1 2025	1,731	2,234	535	180		4,680	374
1a Regulatory adjustment	-1,294	-1,659		-36		-2,990	-239
1b RWEAs Q1 2025 (end of the day)	437	575	535	144		1,690	135
2 Movement in risk levels	-26	27	156	128		285	23
3 Model updates/changes							
4 Methodology and policy							
5 Acquisitions and disposals							
6 Foreign exchange movements							
7 Other							
8a RWEAs Q2 2025 (end of the day)	411	602	691	272		1,975	158
8b Regulatory adjustment	922	1,528	9	85		2,544	204
8 RWEAs Q2 2025	1,333	2,130	699	356		4,519	361

## **Attestation Concerning Disclosures under Part Eight of Regulation (EU) No 575/2013**

I hereby attest that, to the best of my knowledge, the disclosures in the Capital and Risk Management Report Third Quarter 2025 provided under Part Eight of Regulation (EU) No 575/2013 (as amended) have been prepared in accordance with the formal policies and internal processes, systems and controls.

Helsinki, 28 November 2025

**Ian Smith**

Group Chief Financial Officer, Nordea Bank Abp