

# Nordea



## **Capital and Risk Management Report** **First Quarter 2026**

Appendix F Nordea Mortgage Bank Plc

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Table 1 - EU KM1 - Key metrics template

In Q1 2026, Nordea Mortgage Bank's CET1 capital remained stable while REA increased by EUR 0.1bn. The CET1 ratio decreased by 0.3pp while the leverage ratio decreased by 0.1pp.

EURm	a	b	c	d	e
<u>Available own funds (amounts)</u>	<u>Q1 2026</u>	<u>Q4 2025</u>	<u>Q3 2025</u>	<u>Q2 2025</u>	<u>Q1 2025</u>
1 Common Equity Tier 1 (CET1) capital	1,665	1,672	1,670	1,677	1,618
2 Tier 1 capital	1,665	1,672	1,670	1,677	1,618
3 Total capital	1,665	1,672	1,670	1,677	1,618
<u>Risk-weighted exposure amounts<sup>1)</sup></u>					
4 Total risk exposure amount	9,106	9,005	8,661	8,693	8,780
4a Total risk exposure pre-floor	9,106	9,005	8,661	8,693	8,780
<u>Capital ratios (as a percentage of risk-weighted exposure amount)<sup>1)</sup></u>					
5 Common Equity Tier 1 ratio (%)	18.3%	18.6%	19.3%	19.3%	18.4%
5b Common Equity Tier 1 ratio considering unfloored TREA (%)	18.3%	18.6%	19.3%	19.3%	18.4%
6 Tier 1 ratio (%)	18.3%	18.6%	19.3%	19.3%	18.4%
6b Tier 1 ratio considering unfloored TREA (%)	18.3%	18.6%	19.3%	19.3%	18.4%
7 Total capital ratio (%)	18.3%	18.6%	19.3%	19.3%	18.4%
7b Total capital ratio considering unfloored TREA (%)	18.3%	18.6%	19.3%	19.3%	18.4%
<u>Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)</u>					
EU 7d Additional own funds requirements to address risks other than the risk of excessive leverage (%)					
EU 7e of which: to be made up of CET1 capital (percentage points)					
EU 7f of which: to be made up of Tier 1 capital (percentage points)					
EU 7g Total SREP own funds requirements (%)	8.0%	8.0%	8.0%	8.0%	8.0%
<u>Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount)</u>					
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 (%)					
9 Institution specific countercyclical capital buffer (%)	0.0%	0.0%	0.0%	0.0%	0.0%
EU 9a Systemic risk buffer (%)					
10 Global Systemically Important Institution buffer (%)					
EU 10a Other Systemically Important Institution buffer (%)					
11 Combined buffer requirement (%)	2.5%	2.5%	2.5%	2.5%	2.5%
EU 11a Overall capital requirements (%)	10.5%	10.5%	10.5%	10.5%	10.5%
12 CET1 available after meeting the total SREP own funds requirements (%)	10.3%	10.6%	11.3%	11.3%	10.4%
<u>Leverage ratio</u>					
13 Total exposure measure	36,415	35,689	35,885	35,322	35,033
14 Leverage ratio (%)	4.6%	4.7%	4.7%	4.7%	4.6%
<u>Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)</u>					
EU 14a Additional own funds requirements to address the risk of excessive leverage (%)					
EU 14b of which: to be made up of CET1 capital (percentage points)					
EU 14c Total SREP leverage ratio requirements (%)	3.0%	3.0%	3.0%	3.0%	3.0%
<u>Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)</u>					
EU 14d Leverage ratio buffer requirement (%)					
EU 14e Overall leverage ratio requirement (%)	3.0%	3.0%	3.0%	3.0%	3.0%
<u>Liquidity Coverage Ratio</u>					
15 Total high-quality liquid assets (HQLA) (Weighted value -average)	766	695	558	496	408
EU 16a Cash outflows - Total weighted value	721	606	353	363	254
EU 16b Cash inflows - Total weighted value	1,831	1,627	1,002	845	699
16 Total net cash outflows (adjusted value)	180	151	88	91	63
17 Liquidity coverage ratio (%) <sup>2)</sup>	1049%	1022%	1188%	969%	1007%
<u>Net Stable Funding Ratio</u>					
18 Total available stable funding	32,164	31,851	28,908	29,066	29,212
19 Total required stable funding	26,968	27,197	26,378	26,288	25,956
20 NSFR ratio (%)	119.3%	117.1%	109.6%	110.6%	112.5%

1) Finland has implemented the derogation from the requirement to apply the output floor on individual level to subsidiary institutions located in the same member state as the parent institution based on CRR Article 92(3) second subparagraph. Therefore, for NMB the total risk exposure amount equals the unfloored total risk exposure amount.

2) 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

The table provides an overview of total REA in Q1 2026 where credit risk accounted for the largest risk type with approximately 95% of REA, followed by operational risk which was the second largest risk type. Total REA has increased EUR 0.1bn during the period, mainly driven by model updates in the retail portfolio.

EURm	Total risk exposure amounts (TREA)		Total own funds requirements
	a Q1 2026	b Q4 2025	c Q1 2026
1	8,690	8,576	695
2	31	31	3
3	20	21	2
4			
EU 4a			
5	8,633	8,515	691
6			
7			
8			
EU 8a			
9			
10			
EU 10a			
EU 10b			
EU 10c			
15			
16			
17			
18			
19			
EU 19a			
20			
21			
EU 21a			
22			
EU 22a			
23			
24	416	429	33
EU 24a			
25	31	31	3
26			
27			
28			
29 Total	9,106	9,005	728

1) Credit risk (excluding CCR) includes additional risk exposure amount due to Article 3 of the CRR.

2) Not applicable to NMB as Finland has implemented the derogation from the requirement to apply the output floor on individual level to subsidiary institutions located in the same member state as the parent institution based on CRR Article 92(3) second subparagraph.

Table 3 - EU CR8 - RWEA flow statements of credit risk exposures under the IRB approach

During Q1 2026 the IRB REA increased by EUR 0.1bn, mainly driven by an increase in retail risk weights following the annual probability of default (PD) calibration of the retail models (seen in Model updates).

EURm

Risk weighted exposure amount

1 Risk weighted exposure amount as of Q4 2025	8,540
2 Asset size (+/-)	-4
3 Asset quality (+/-)	-9
4 Model updates (+/-)	130
5 Methodology and policy (+/-)	
6 Acquisitions and disposals (+/-)	
7 Foreign exchange movements (+/-)	
8 Other (+/-)	-2
9 Risk weighted exposure amount as of Q1 2026	8,654

Table 4 - EU LIQ1 - Quantitative information of LCR

Nordea Mortgage Bank Plc's short term liquidity risk exposure measured by Liquidity Coverage Ratio (LCR) has remained on a stable level during Q1 2026. Average LCR increased 27pp between Q4 2025 and Q1 2026. Main drivers of Nordea Mortgage Bank Plc' LCR results are high quality liquid assets, which counterbalance outflows associated with wholesale funding, and inflows from mortgage loans. In Q1 2026 liquidity assets increased, which counterbalanced the increase in unsecured wholesale funding outflows, resulting in a higher average LCR ratio. Liquidity buffer in Nordea Mortgage Bank Plc is composed of cash with central banks. Nordea Mortgage Bank Plc's main funding sources in Q1 2026 were issued covered bonds (61%) and internal funding from Nordea Bank Abp (33%). Nordea has a centralised liquidity management function where Group Treasury is responsible for the management of the Mortgage Bank Plc's liquidity positions, liquidity buffers, external and internal funding, and Funds Transfer Pricing. In terms of liquidity regulation, Nordea Mortgage Bank Plc does not have other significant currencies than EUR. Possible mismatches from minor exposures in foreign currencies are actively managed and monitored. Nordea Mortgage Bank Plc's derivative exposures, potential collateral calls and their impact to LCR is closely monitored and managed.

EURm	a	b	c	d	e	f	g	h
	Total unweighted value (average)				Total weighted value (average)			
EU 1a Quarter ending on (31 Mar 2026)	31 Mar 26	31 Dec 25	30 Sep 25	30 Jun 25	31 Mar 26	31 Dec 25	30 Sep 25	30 Jun 25
EU 1b Number of data points used in the calculation of averages								
<b>High-quality liquid assets</b>								
1 Total high-quality liquid assets (HQLA)					766	695	558	496
<b>Cash - Outflows</b>								
2 Retail deposits and deposits from small business customers, of which:								
3 <i>Stable deposits</i>								
4 <i>Less stable deposits</i>								
5 Unsecured wholesale funding	645	534	281	291	645	534	281	291
6 <i>Operational deposits (all counterparties) and deposits in networks of cooperative banks</i>								
7 <i>Non-operational deposits (all counterparties)</i>	46	69	66	71	46	69	66	71
8 <i>Unsecured debt</i>	599	465	215	220	599	465	215	220
9 Secured wholesale funding								
10 Additional requirements	282	271	261	254	76	72	71	72
11 <i>Outflows related to derivative exposures and other collateral requirements</i>	64	61	61	62	64	61	61	62
12 <i>Outflows related to loss of funding on debt products</i>								
13 <i>Credit and liquidity facilities</i>	218	210	200	192	12	11	11	10
14 Other contractual funding obligations	11	12	12	12				
15 Other contingent funding obligations								
16 Total cash outflows					721	606	353	363
<b>Cash - Inflows</b>								
17 Secured lending (e.g. reverse repos)								
18 Inflows from fully performing exposures	1,032	970	844	686	946	888	762	605
19 Other cash inflows	885	739	240	240	885	739	240	240
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	1,917	1,709	1,084	926	1,831	1,627	1,002	845
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>	1,917	1,709	1,084	926	1,831	1,627	1,002	845
<b>Total Adjusted Value</b>								
21 Liquidity buffer					766	695	558	496
22 Total net cash outflows					180	151	88	91
23 Liquidity coverage ratio					1049%	1022%	1188%	969%

## **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 First Quarter 2026 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, 5 June 2026

**Heikki Jousi**

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