

Bank of Åland

Debt Investor Presentation
March 2020

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1. Bank of Åland in Brief

Bank of Åland in Brief

Bank of Åland Plc

- A Finnish bank targeting high net worth and affluent individuals
- Top ranked in customer loyalty
- Tradition of stability and very low credit losses
- Net operating profit increased by 15 % to EUR 33.2 M in 2019 from EUR 29 M in 2018
- BBB rating with a positive outlook from S&P

Covered Bond Program

- EUR 3 bn combined Medium Term Note, Covered Bond and Tier 2 Note Programme 2020 (Finnish law)
- Two cover pools: Cover Pool FIN and Cover Pool SWE
- Legal LTV cap at 70 % and minimum 2 % over-collateralization
- Published commitment to a strong over-collateralization and six months liquidity
- AAA (stable) rating from S&P on both Cover Pool FIN and Cover Pool SWE

Economy and Markets

- The demand-led Finnish economy has been growing strongly during the last years
- Unemployment has dropped from 9.2 % in 2015 to 6.0 % as of December 31, 2019
- Finnish house prices have risen moderately compared to the Nordic neighbors. A trend explained by the fast amortizing plans of Finnish mortgages
- Sound Bank of Åland portfolio as at least half of the lending in every business area has residential mortgages or property as collateral and many small loans are preferred to few large loans

Scorecard December 31, 2019



Capital

- S&P rating uplift for strong capital position
- Common Equity Tier 1 capital ratio 13.4 %
- IRB method for credit risk capital requirement not yet approved for the Swedish credit portfolio



Liquidity and Funding

- Core funding ratio of 90 %
- Liquidity reserve at 20 % of total assets
- LCR at 139 %
- NSFR at 115 %
- AAA rating on Covered Bonds



Risk Management

- Long history of having the lowest loan loss level of all Finnish banks. Loan loss level was 0.08 %
- No trading positions or complex financial instruments
- Strict limits on exposures to financial institutions. Bulk of the exposure is to highly rated Nordic entities



Profitability

- Challenging interest rate environment
- Positive earnings trend
- Net operating profit of EUR 33.2 M
- Return on equity 10.7 %

Standard & Poor's Rating on Bank of Åland

Finnish banks	A-	
Business position	-2	
<ul style="list-style-type: none"> - Despite some geographic diversification, concentrated business focus on retail and private banking makes it vulnerable to cyclical swings in the segments 		
Capital and earnings	+1	<i>positive</i>
<ul style="list-style-type: none"> - Strong capital position - Strong earnings 		
Risk position	-1	
<ul style="list-style-type: none"> - Small customer base with concentration risks - Moderate geographic diversity 		
Liquidity and funding	0	
<ul style="list-style-type: none"> - Stable core deposit base 		
Bank of Åland stand alone rating	BBB	<i>positive</i>
Cover Pool FIN, Cover Pool SWE	+9	
<ul style="list-style-type: none"> - Very low credit losses and stable loan base - Commitment to strong over-collateralization - Commitment to six months liquidity buffer 		
Bank of Åland Covered Bonds rating	AAA	



2. Bank of Åland Strategy and Market Position

Three Markets – Two Strategies

The Åland Islands

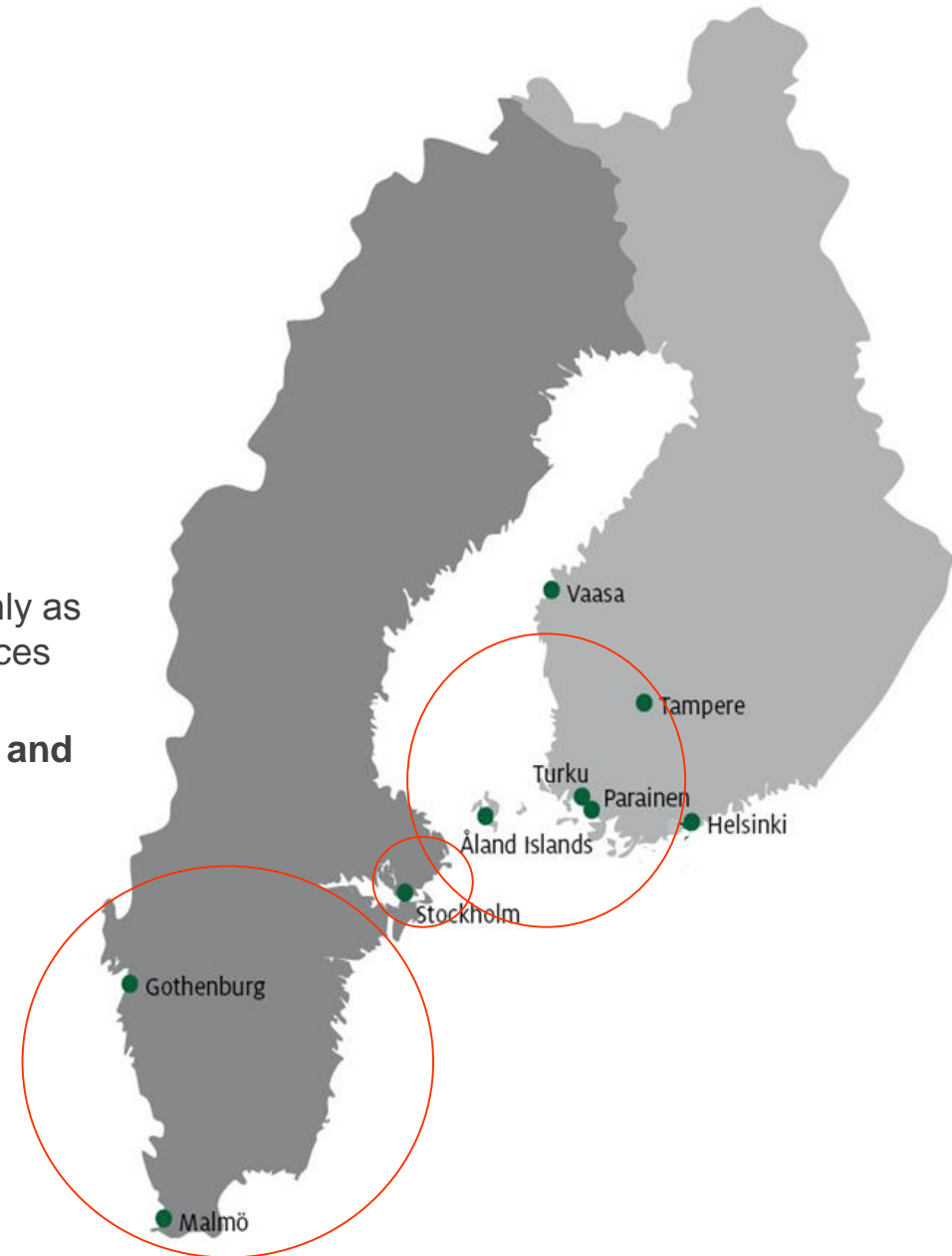
- 3 offices + 2 rep offices, market share > 50 %
- Full product range offered
- **A bank for everyone**

Finland

- 5 offices in affluent parts of Finland, market share > 1 %
- Full product range offered but “bread and butter” services only as complement to Private Banking and Premium Banking services offering
- **Targeted segment: High Net Worth / Affluent Individuals and their companies**

Sweden

- 3 offices in Sweden's largest cities, market share < 1 %
- Full product range offered but “bread and butter” services only as complement to Private Banking and Premium Banking services offering
- **Targeted segment: High Net Worth / Affluent Individuals and their companies**



Bank of Åland – a Relationship Bank with Focus on Private Banking and Premium Banking Customers

An Overview

- Established in 1919 on Åland Islands
- Listed since 1942 on NASDAQ OMX Helsinki

- Total assets of EUR 5,607 M, as of December 31, 2019
- Actively managed assets of EUR 6,343 M, as of December 31, 2019
- Approximately 700 full time employees

- Operations in the Åland Islands, Finnish mainland and Sweden
- More than 200,000 customers and top-ranked in customer loyalty
- A long-standing tradition of stability and very low credit losses
- At the forefront for introducing new products in Finland

The Vision

Create value for ambitious individuals and companies that appreciate relations:

- Private Banking since 1982
- Premium Banking since 2004

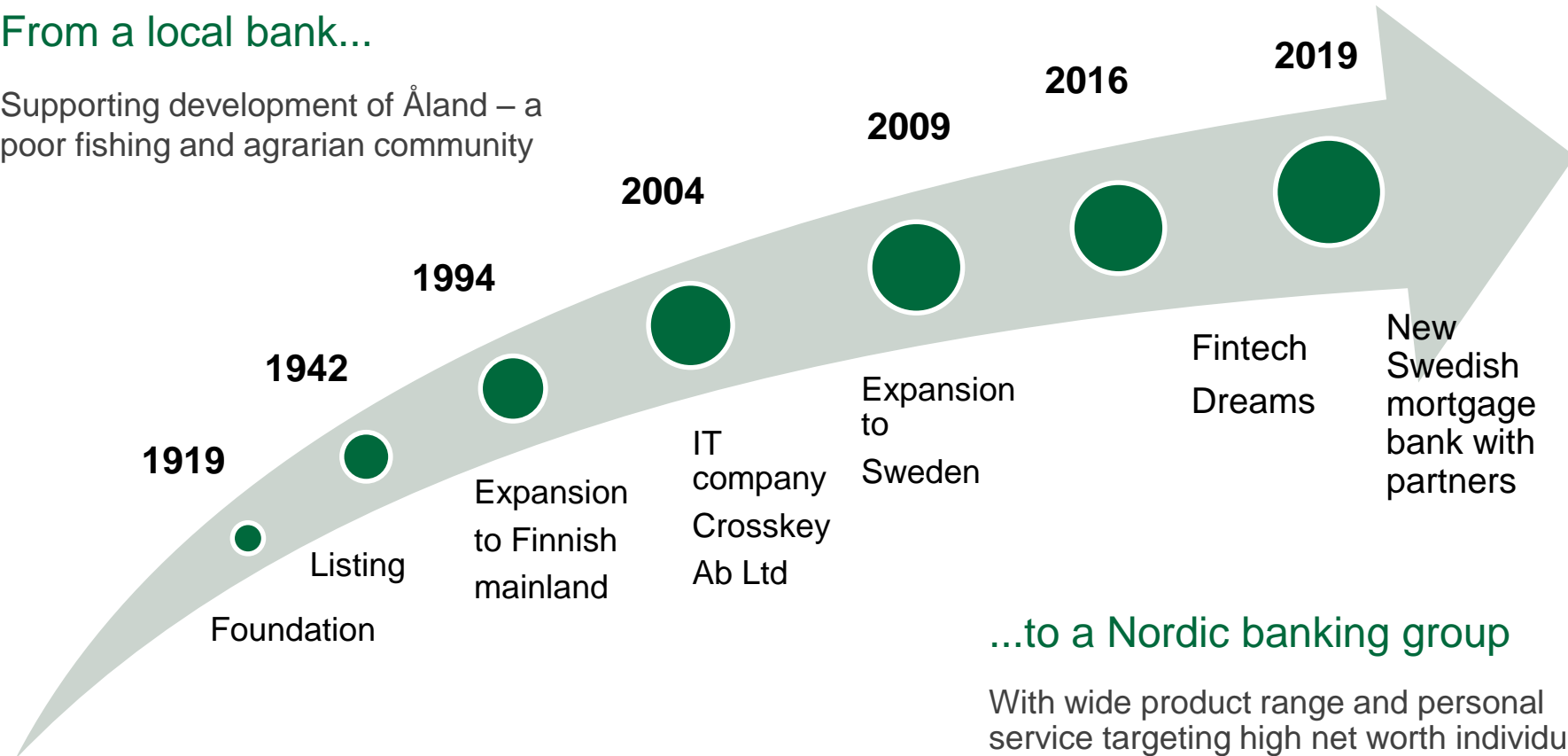
How we do it

Delivering a large bank's range of services with a small bank's thoughtfulness and good sense

Bank of Åland History of Strategic Decisions

From a local bank...

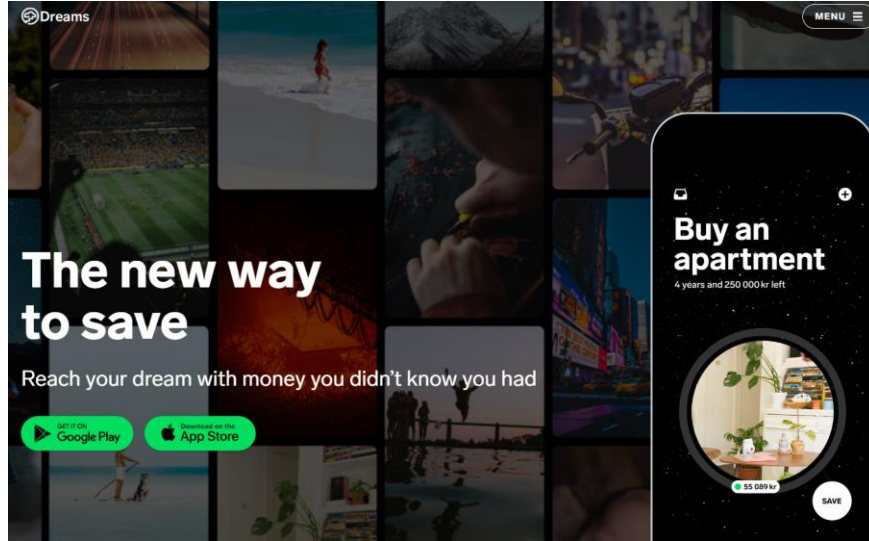
Supporting development of Åland – a poor fishing and agrarian community



...to a Nordic banking group

With wide product range and personal service targeting high net worth individuals

Digitalization in Focus: Strategic Fintech Partners



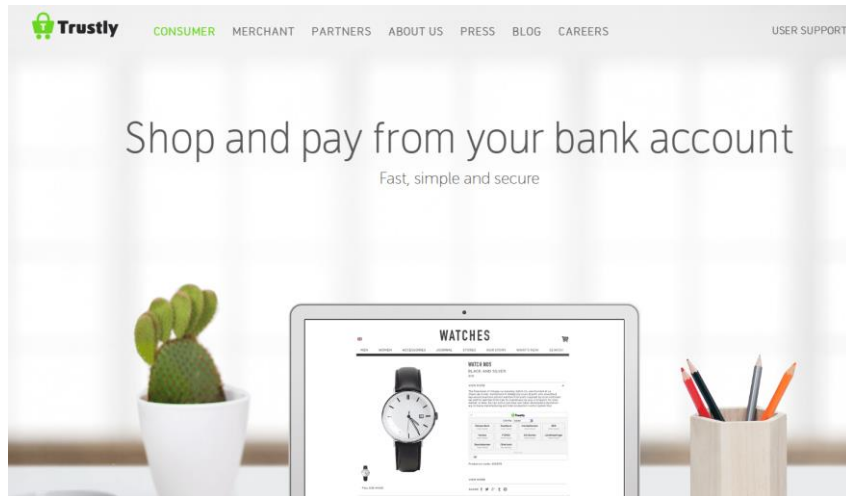
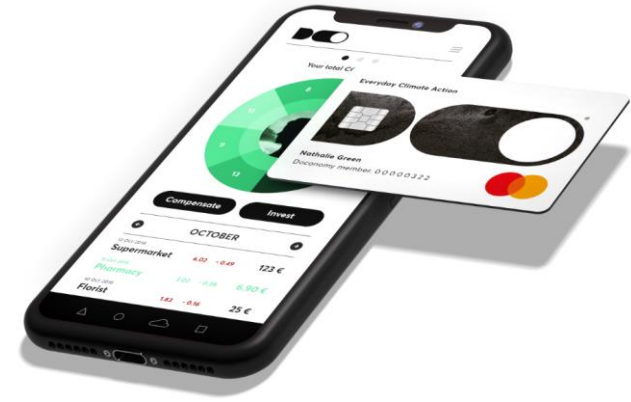
DO About us Press FAQ English

A banking service for everyday climate action

Use a free revolutionary mobile banking service to reduce your carbon emissions day by day.

Positive returns for both you and the planet.

Early sign-up!



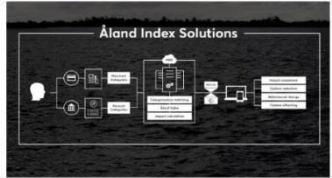
The Åland Index reaches 40 million customers globally

- Banks with over 40 million clients team up with Doconomy, a Swedish based start-up company, to enable customers to track their CO2-footprint through Åland Index Solution
- The Åland Index Solution, originally developed and implemented by The Bank of Åland, offer a proven, independent climate calculation and is based upon leading financial data
- To fuel this offering and fast track a global roll out, Mastercard makes an equity investment in Doconomy
- Co-operation with Standard & Poor's guarantees the best data quality
- Bank of the West, a subsidiary of BNP Paribas, is the first American Bank to become a partner with Doconomy
- Nordea is the first bank in the Nordics to make a similar agreement



Bankers for Climate @bankers4... · 5h
Well done @doconomy @alandsbanken for your strong product, enabling large banks such as @Nordea and @BankoftheWest @BNPPParibas to offer CO2-tracking for their customers

@bencaldecott @shenningsson
@EricPusher @KajEmbren
@GeorgeSerafeim @CFigueres



Banker med över 40 miljoner kunder ingår partnerskap med Doconomy f...
mynewsdesk.com



Per Bolund @bolund
Språkrör för Miljöpartiet, finansmarknadsminister och bostadsminister. AIK:are och basketälskare.

Följ



Just released: Trucost partners with Stockholm-based fintech, @doconomy to give banks new visibility of the carbon impact of consumer financial transactions to inform conscious decision making. Read more: ow.ly/MOuT50xwKMC #climateaction #cop25 #alandindex

Trucost
ESG Analysis
S&P Global



Frank Vang-Jensen · 2:a
President & Group CEO at Nordea
1 män · Redigerad

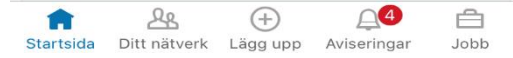
Nordea's modern mobile platform with more than 1 billion touchpoints per year gives an excellent opportunity to visualise the environmental impact of everyday spending to our customers. This is an example how we in **Nordea** strive to make sustainability concrete and real to our customers.

We are continuously developing a growing number of sustainable products and services like green mortgages, green car loans and sustainable savings. #nordea #co2tracker #alandindex

Se översättning



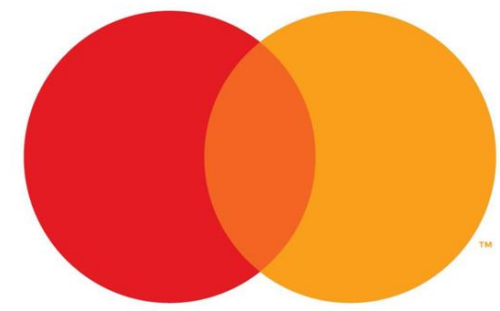
Individual carbon footprints now available to 3 million customers using Nordea's digital bankin...
nordea.com



Erik Gutwasser · 2:a
Head of Nordics and Baltics at Mastercard
4 d ·

Feels great that we have invested in Doconomy, let's join efforts and leverage the global Mastercard network to work together to drive a true change for the climate. #mastercard #parisagreement #doconomy #cop25

Se översättning



Mastercard and Doconomy Extend Collaboration to Deliver a More Sustainable Future
newsroom.mastercard.com · 3 minuters läsning



BNP Paribas Group @BNPPa... · 6m
[#BNPPCSR] « Consumers understand their purchasing actions have the power to impact positive change »
@NanditaBakshhi

@Bankofthewest now teams up w/ @doconomy to enable customers to track the CO2 impact of their purchases.

bnpp.io/1tnF50xxwHu
@herveduteil @LaurencePessez

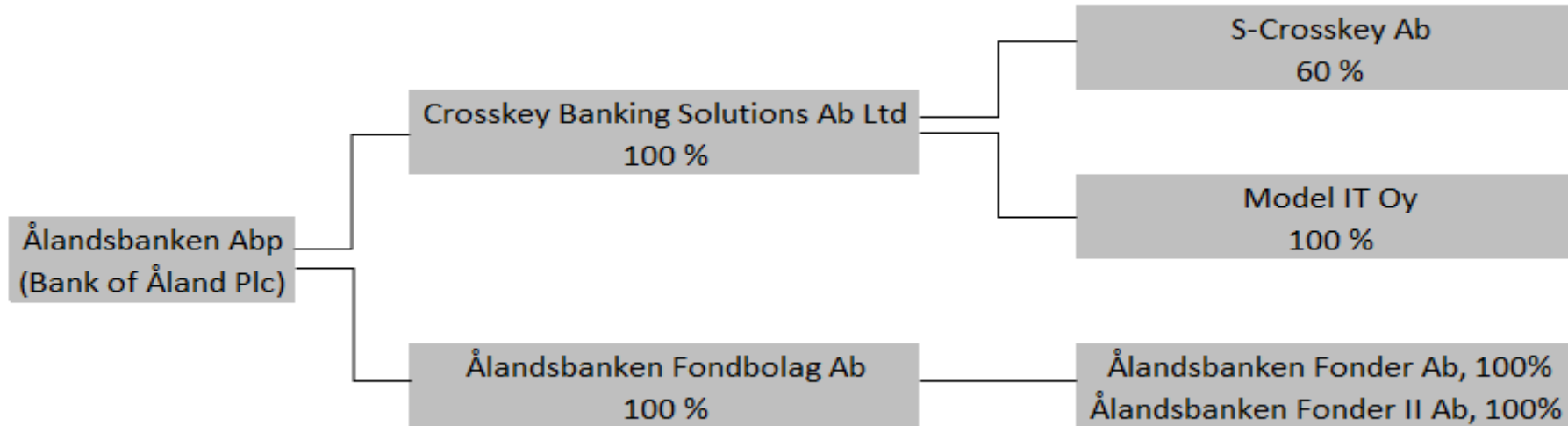
Bank of the West @Ba... · 22h

This just in: we're thrilled to be the first major U.S. bank teaming up with @doconomy to enable our customers to track and measure the CO2 impact of their purchases. Learn more: bankofthewest.com/about-us/press... #PositiveBanking #EverydayClimateAction

“ Bank of the West is one of the only major U.S. banks that has chosen to restrict the financing of activities harmful to the planet, making them the ideal partner for our entrance into North America. ”
NATHALIE GREEN, CEO
Doconomy



Bank of Åland Group Legal Structure and Ownership Structure

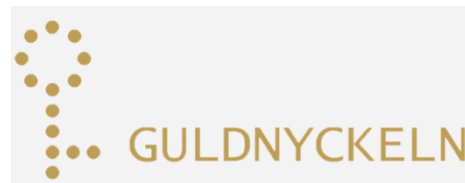


Major owners	Share of capital	Share of votes
Wicklöf Anders with companies	21.4%	29.7%
Alandia Försäkring	6.8%	11.1%
The Family Kamprad Foundation	5.9%	0.7%
Fennogens Investments S.A. (Family Ehrnrooth)	4.6%	8.3%
Pensionsförsäkringsaktiebolaget Veritas	2.5%	2.0%
	41.3%	51.8%

Approximately 10,000 shareholders in total, half of them from the Åland Islands

3. Bank of Åland and Sustainability

Bank of Åland “World Champion” in Sustainability



THE UN SDGS AND OUR SUSTAINABILITY WORK



Our sustainability work is based upon the UN's 17 sustainability development goals, including its 169 sub-targets.



PRINCIPLES FOR
RESPONSIBLE
BANKING



We have signed the UN Principles for Responsible Banking and the Principles for Responsible Investment.

THE BALTIC SEA PROJECT



40,000,000

customers globally are able to track the CO₂ footprint of their purchases through Åland Index Solutions.



4. Performance and Capital

Long-Term Financial Targets

Return on equity after taxes (ROE) shall exceed 10 %

- As a bank for investors, with financing know-how, the Bank of Åland has a business model that shall generate most earnings from operations with limited capital requirements. The Bank of Åland's earnings will benefit from higher interest rates

The Bank's capital adequacy, primarily defined as the core tier 1 capital ratio under the Basel regulations, shall clearly exceed all regulatory requirements

The payout ratio shall eventually amount to 50 %

- This payout ratio target is subject to the condition that the capital adequacy target continues to be achieved

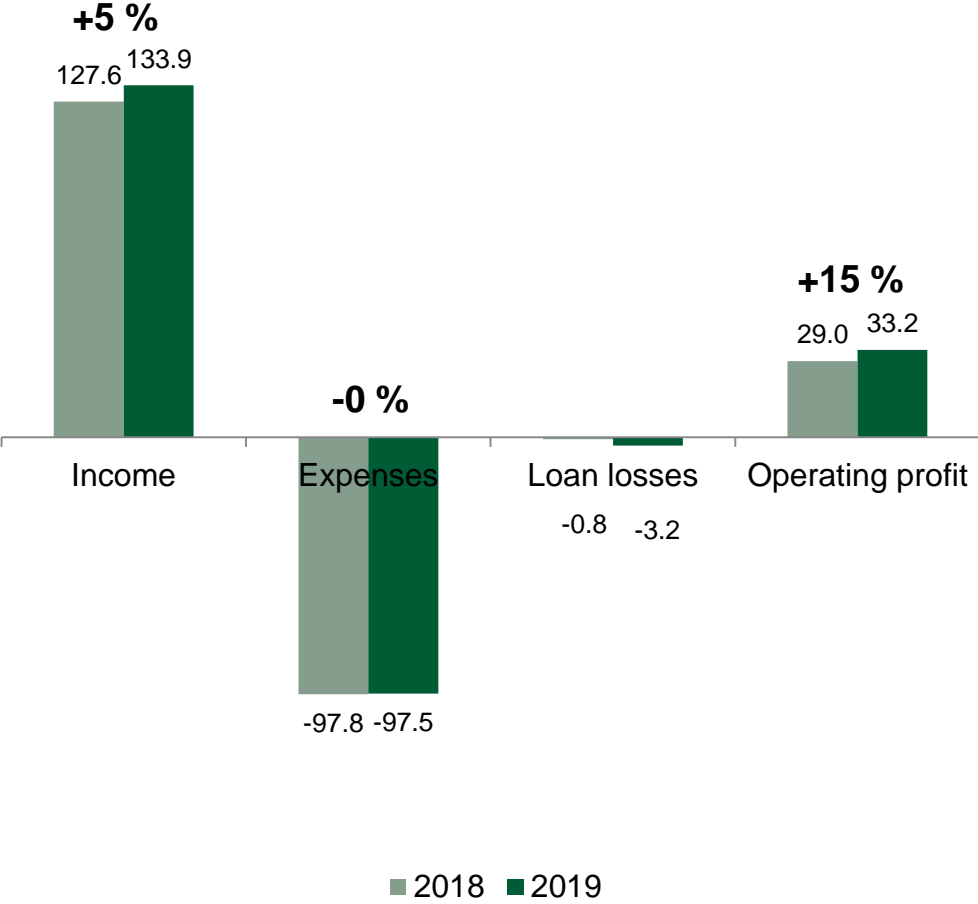
Our Hundredth Financial Year Was Successful

- Net operating profit EUR 33.2 M (29.0 M 2018), +15 %
- Return on equity after tax (ROE) 10.7 % (9.8 %)
- Earnings per share, EUR 1.69 (1.48), +14 %
- Dividend per share EUR 1.00 (0.70), +43 %

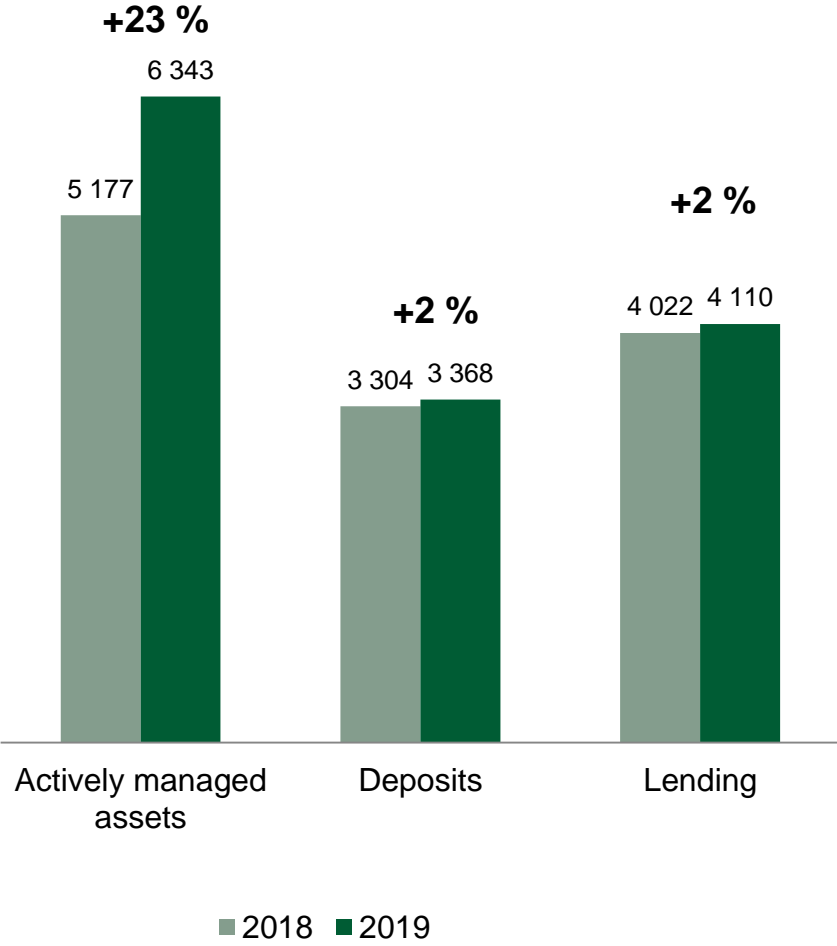
- A cooperation agreement with ICA Bank, Ikano Bank and Söderberg & Partners to form a new joint mortgage company in Sweden. Bank of Åland with Crosskey will supply platform solutions
- ICA Bank began to distribute home mortgage loans in the Bank of Åland balance sheet
- Crosskey acquired the Finnish software company Model IT Oy
- Compass Card was merged with Bank of Åland
- Ålandsbanken Green Bond ESG fund, the first Finnish bond fund with the Nordic Swan Ecolabel
- Euro Bond Fund best in its' class by Lipper, six years in row
- Record high growth in actively managed assets
- Åland Index Solutions was established

2019 in Summary

Operating profit, EUR M

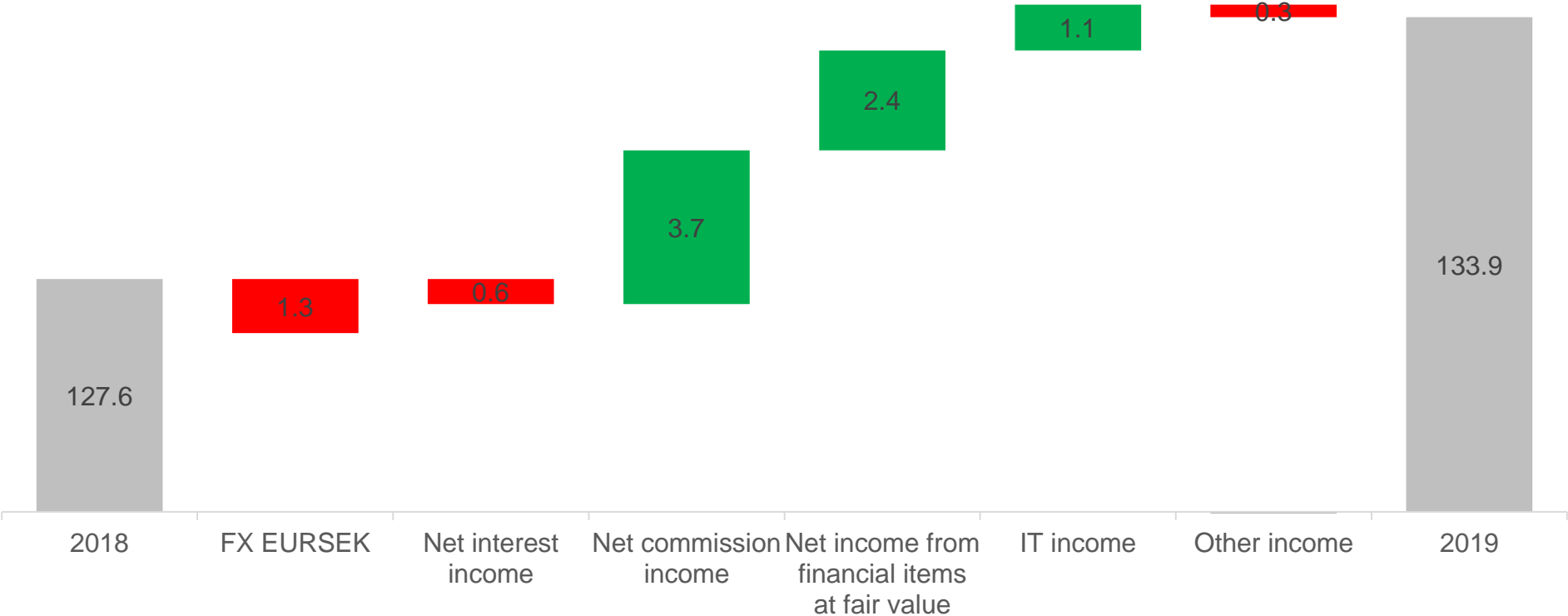


Volumes, EUR M



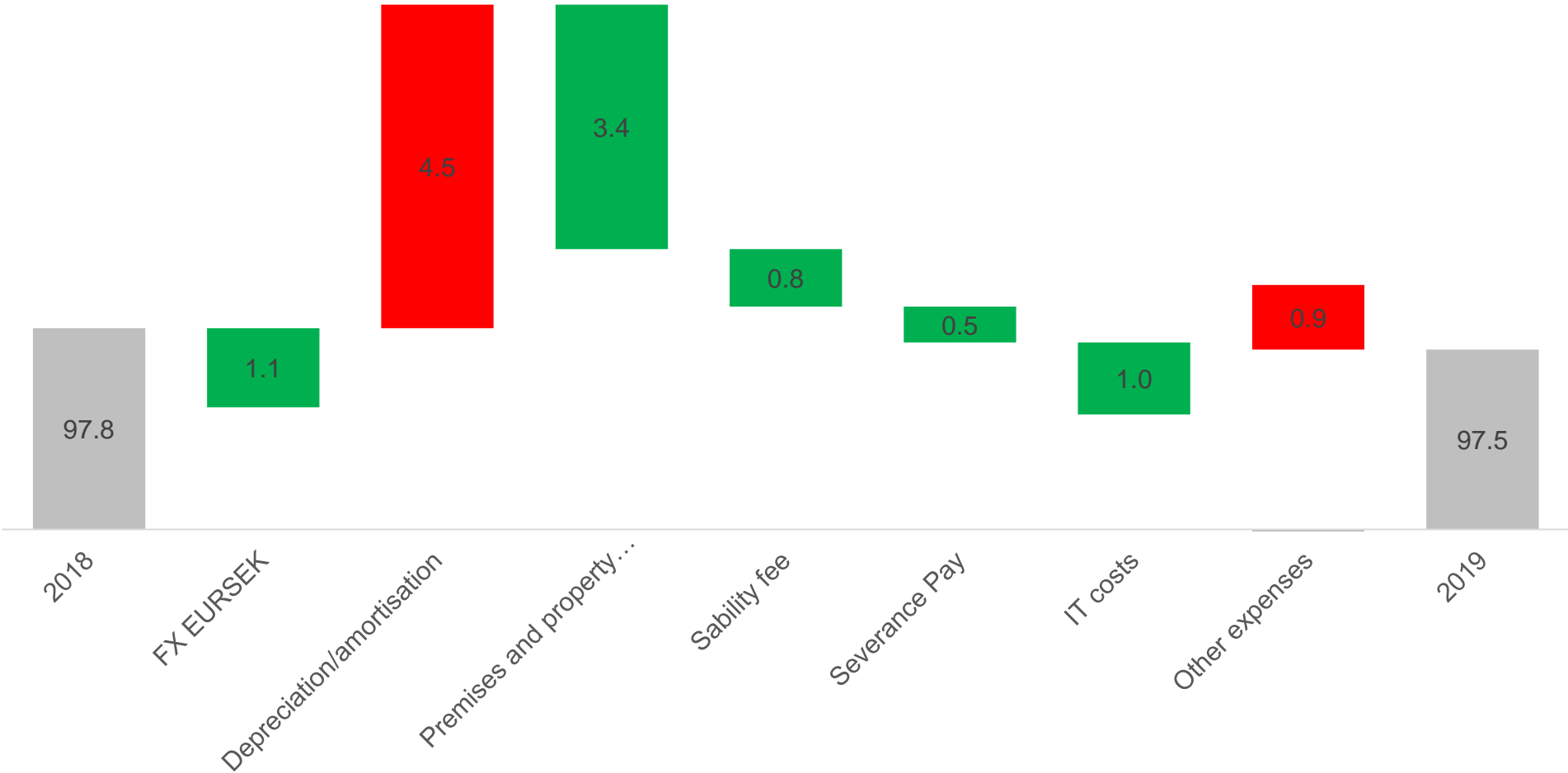
2019: Higher Income

EUR M

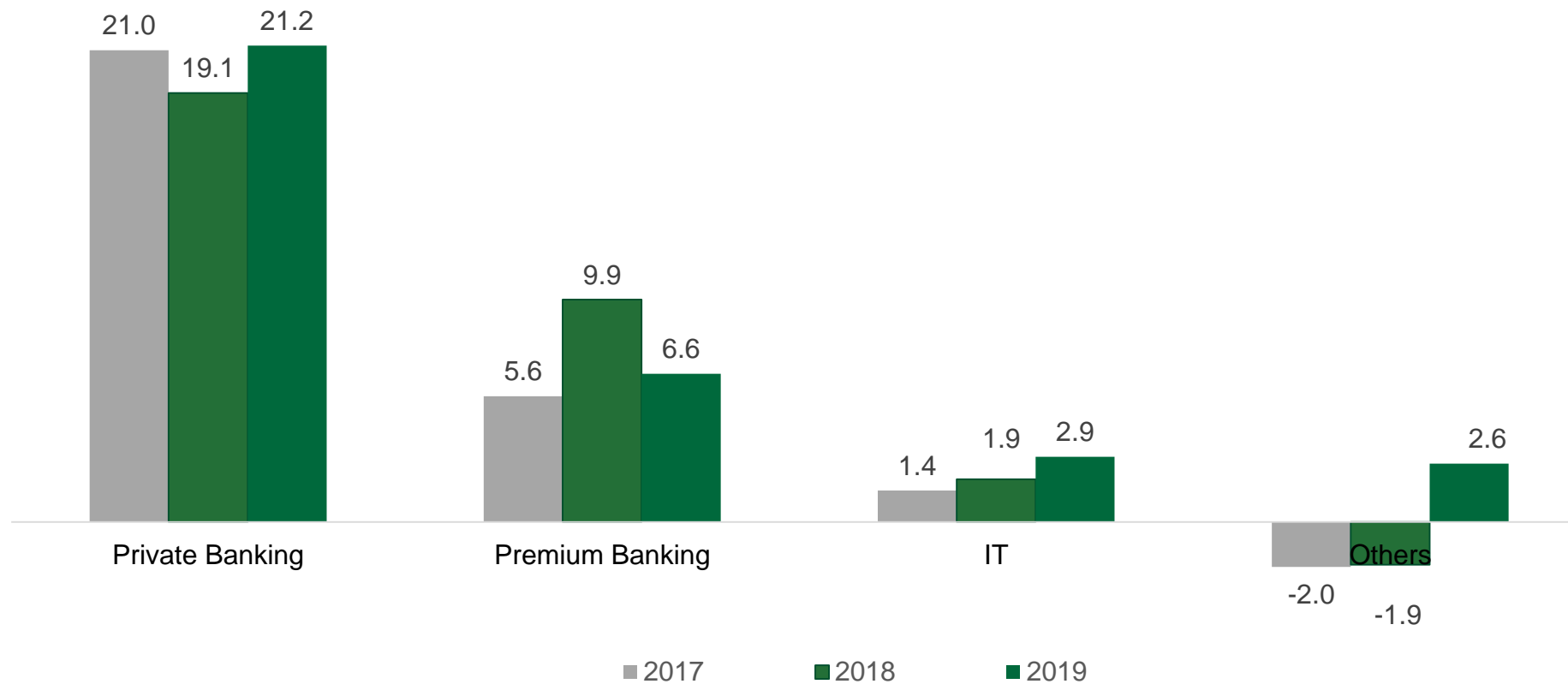


2019: Lower Expenses

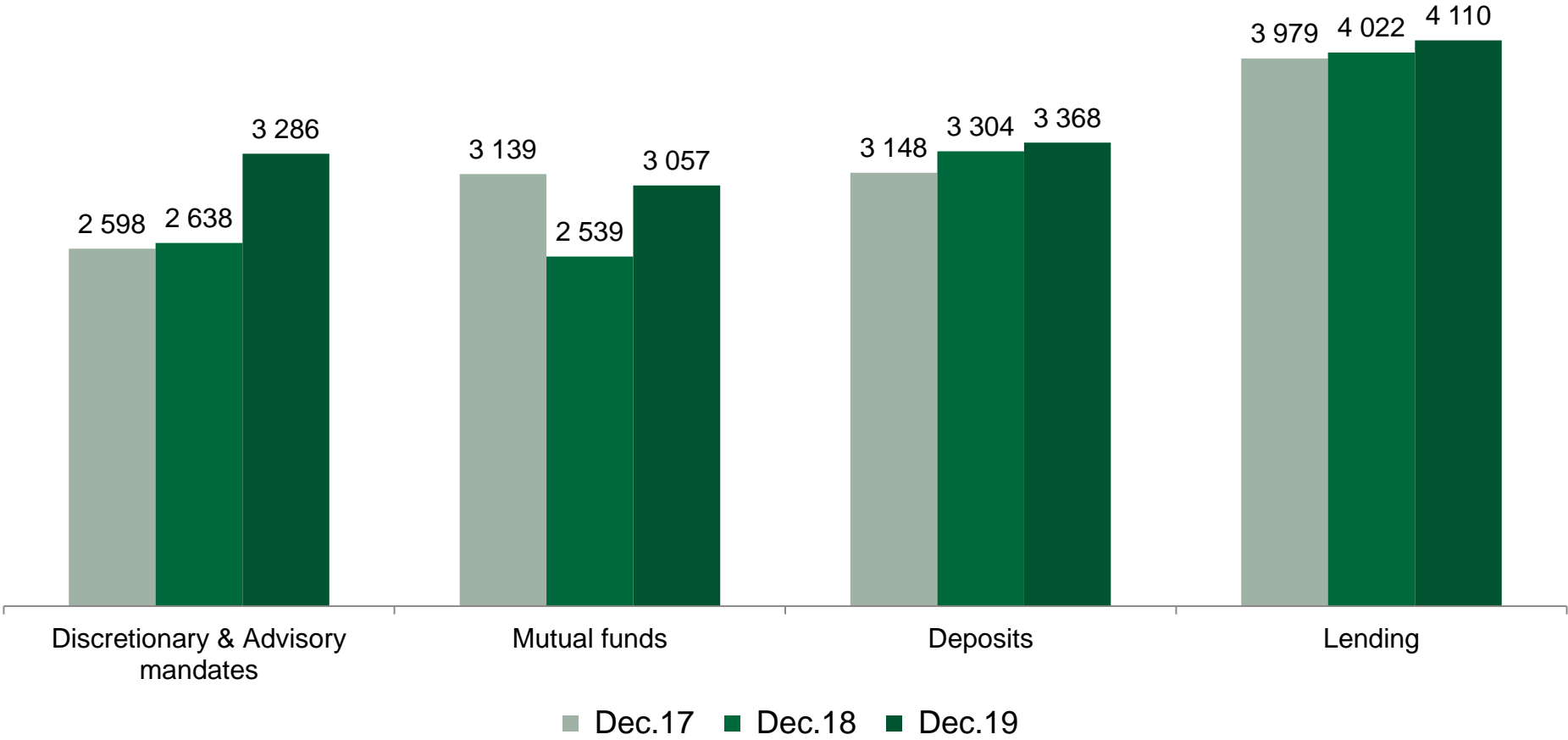
EUR M



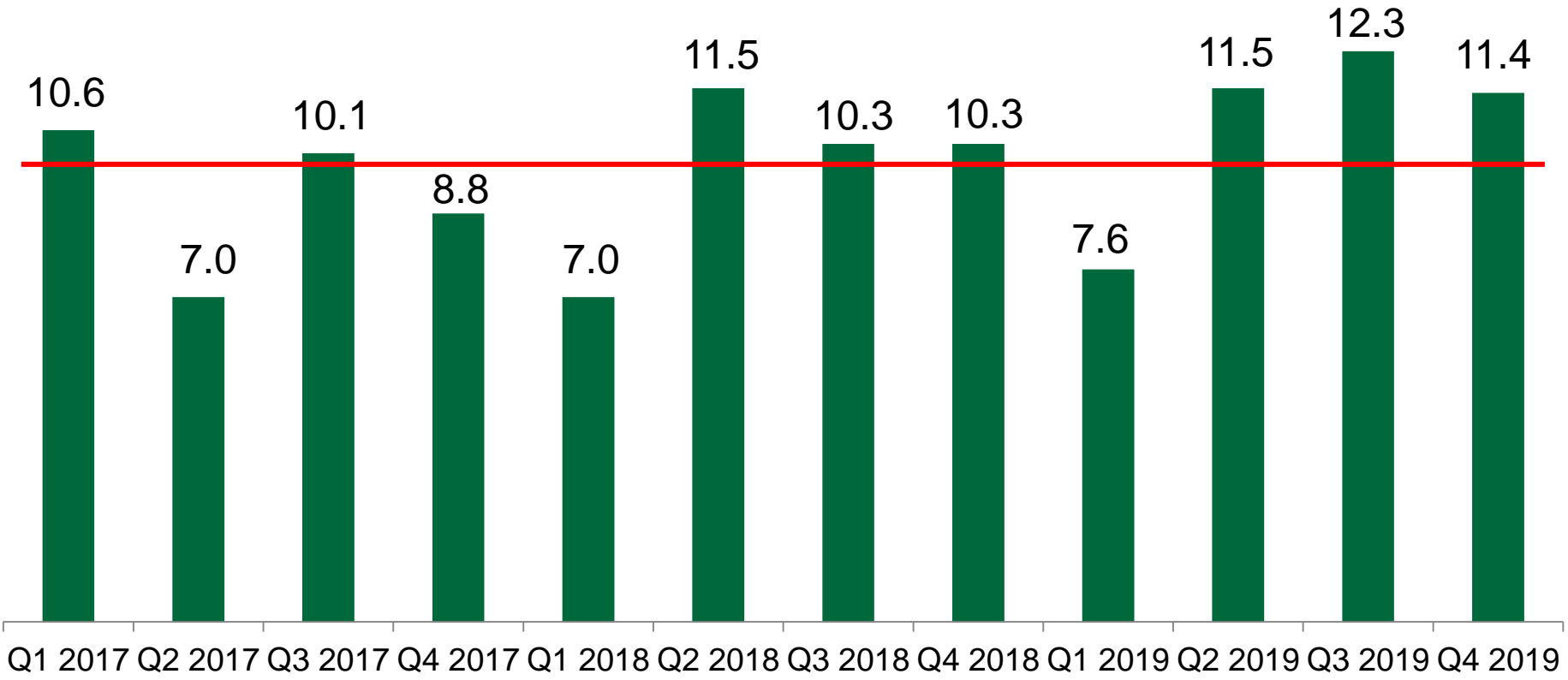
Bank of Åland Business Segments, Operating Profit EUR M, 2017-2019



Business Volumes EUR M, 2017-2019

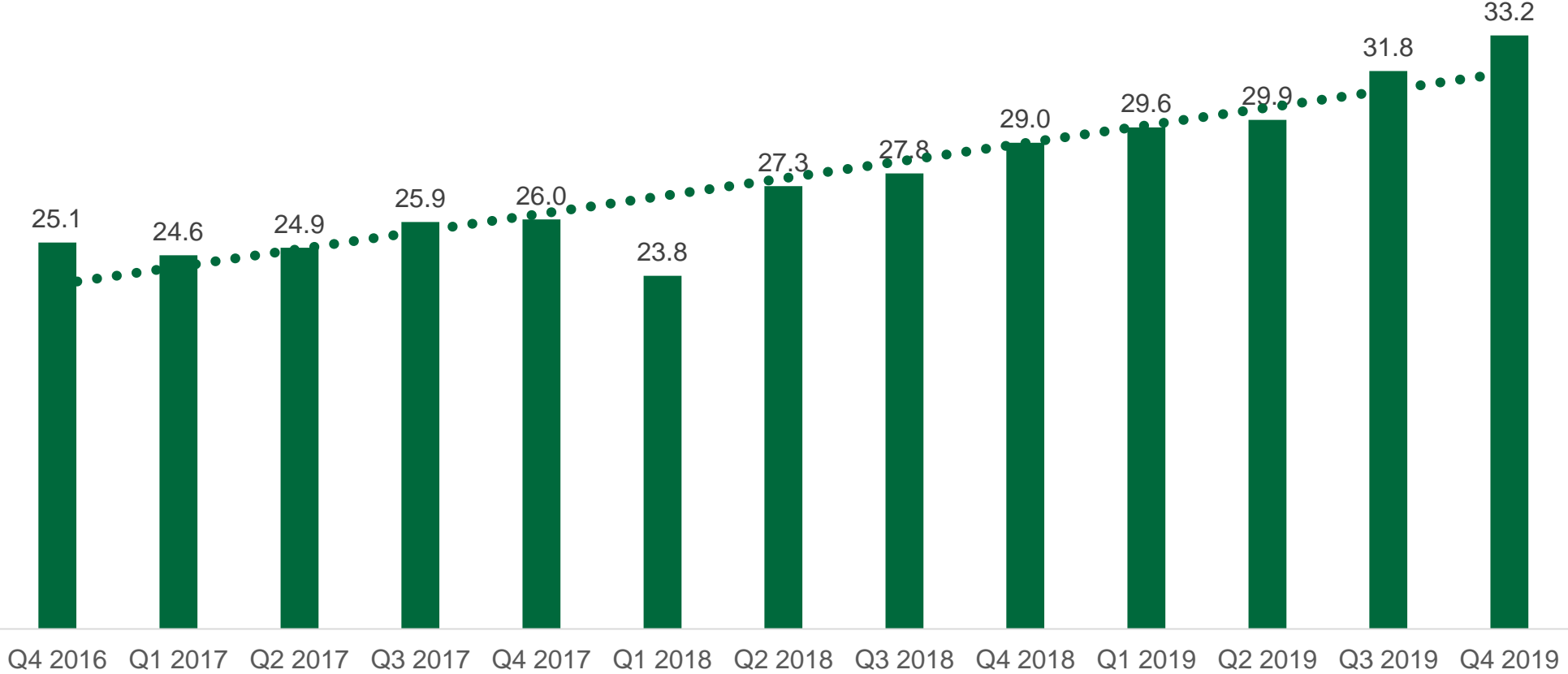


Bank of Åland ROE %, 2017 – 2019

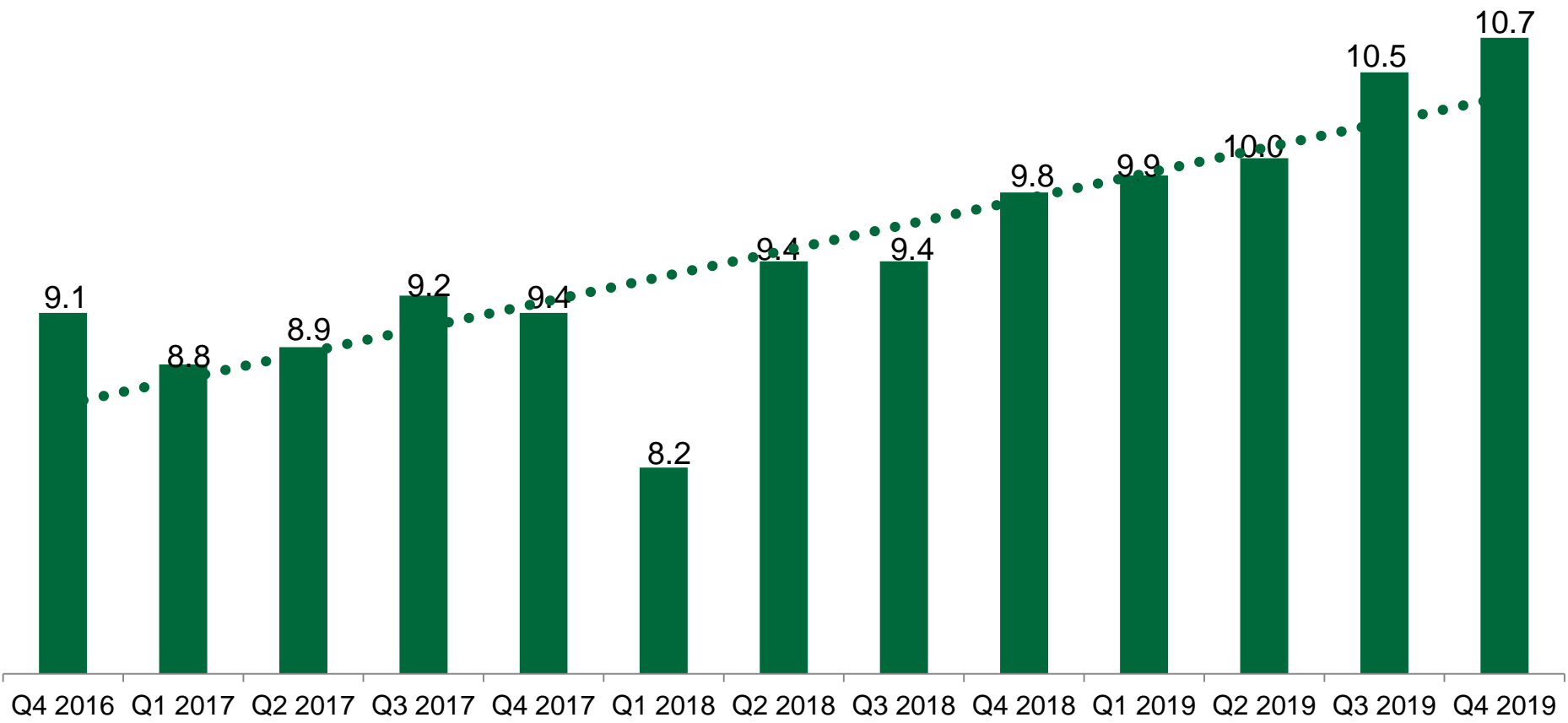


Stability fee: EUR 0.0 M Q1 2017, EUR 2.6 M Q1 2018 and EUR 2.3 M Q1 2019

Operating Profit, Rolling 12 Months, EUR M

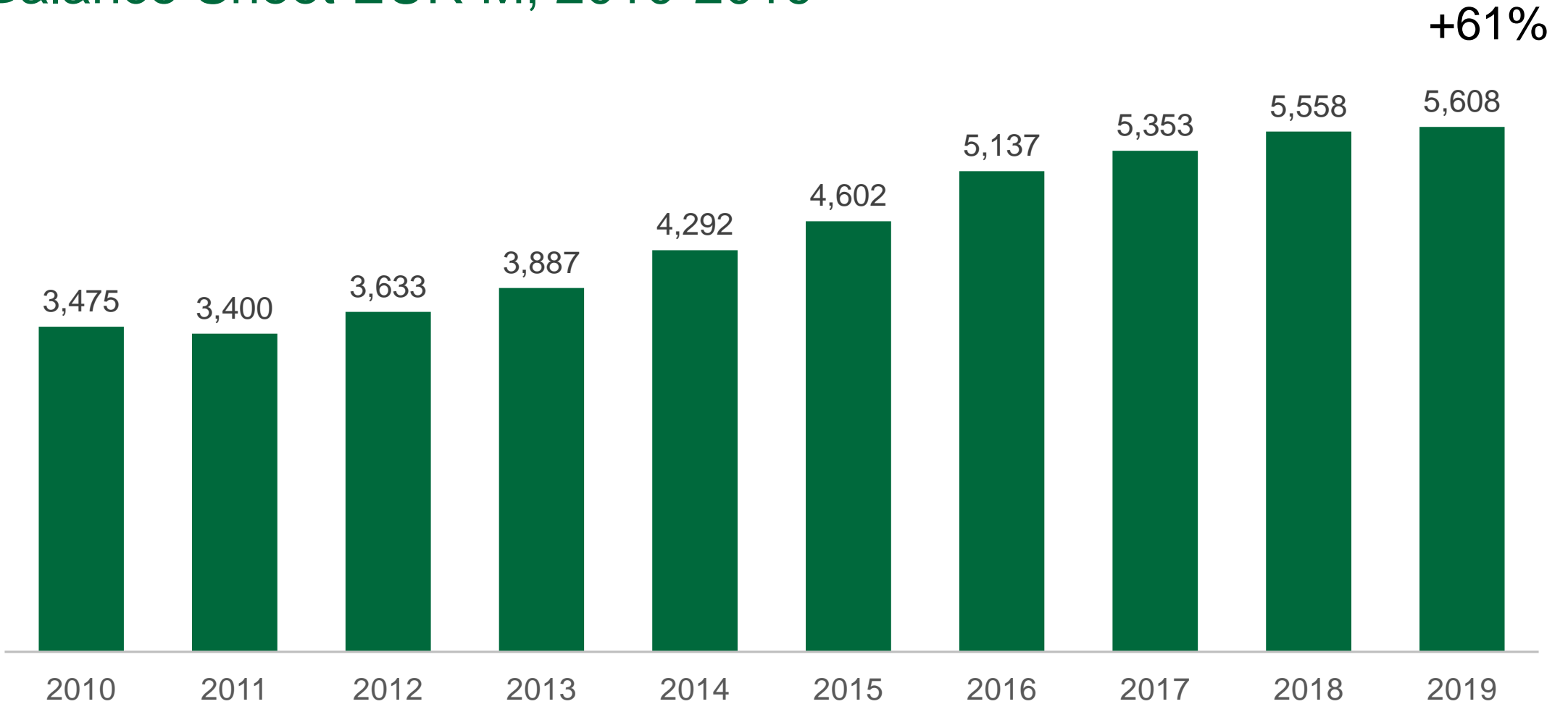


ROE, Rolling 12 Months, %

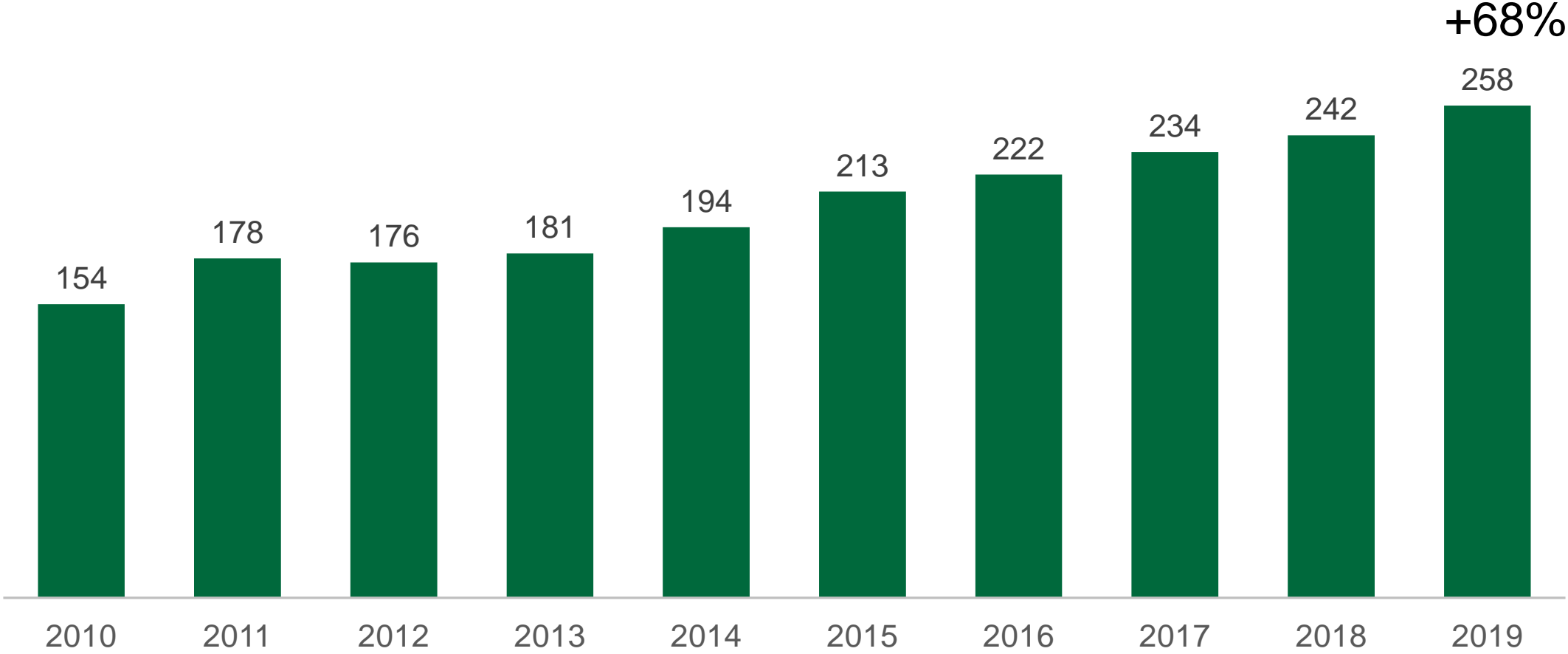


Stability fee: EUR 0.0 M Q1 2017, EUR 2.6 M Q1 2018 and EUR 2.3 M Q1 2019

Balance Sheet EUR M, 2010-2019

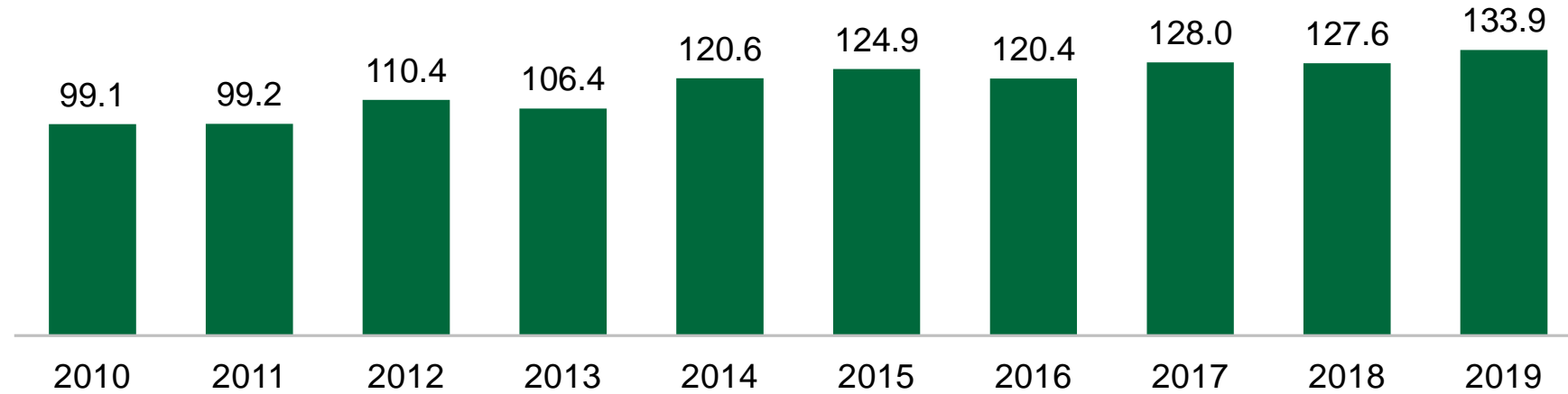


Equity Capital EUR M, 2010-2019

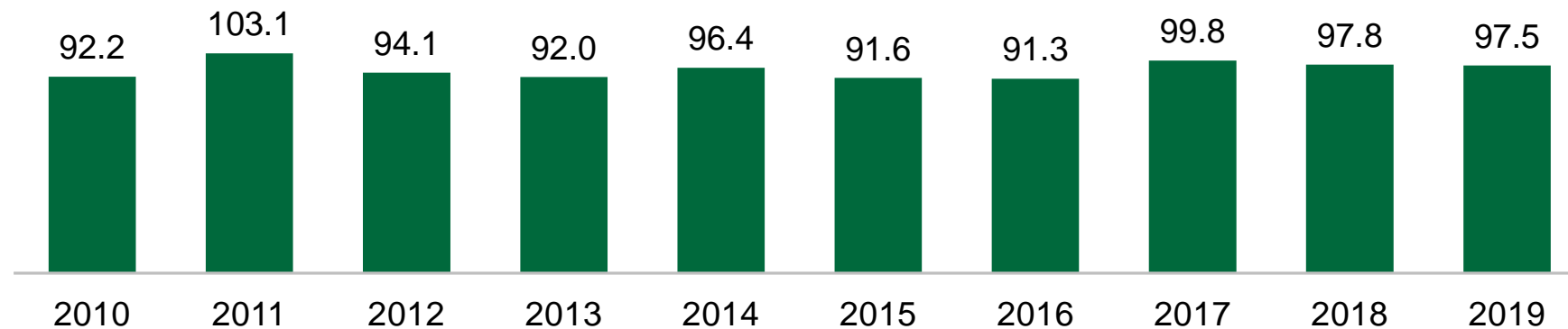


Earnings and Costs EUR M, 2010-2019

Total Income

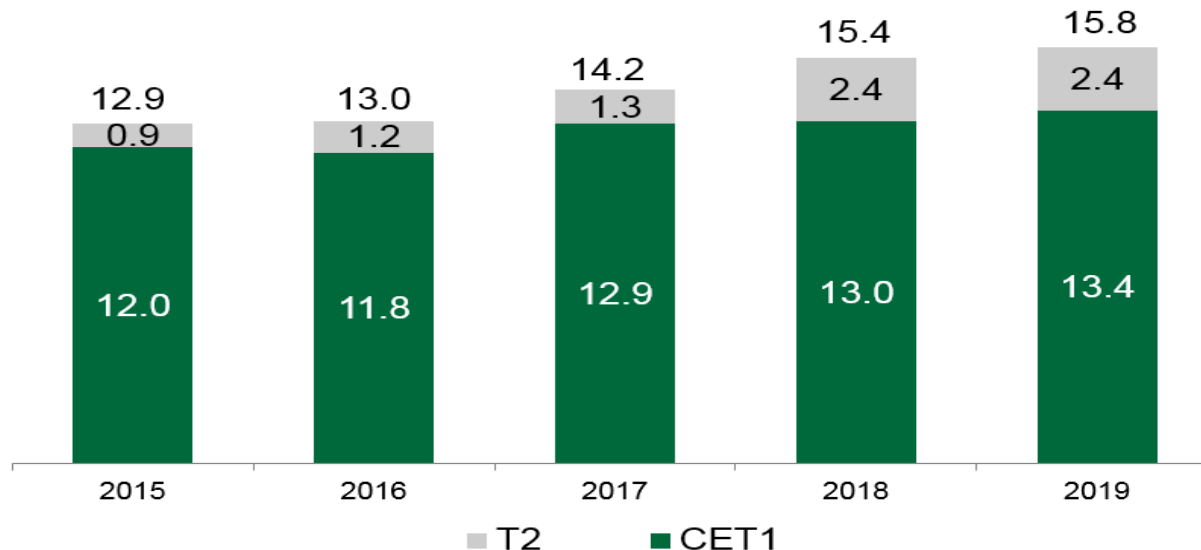


Total Expenses



Commitment to a strong capital ratio

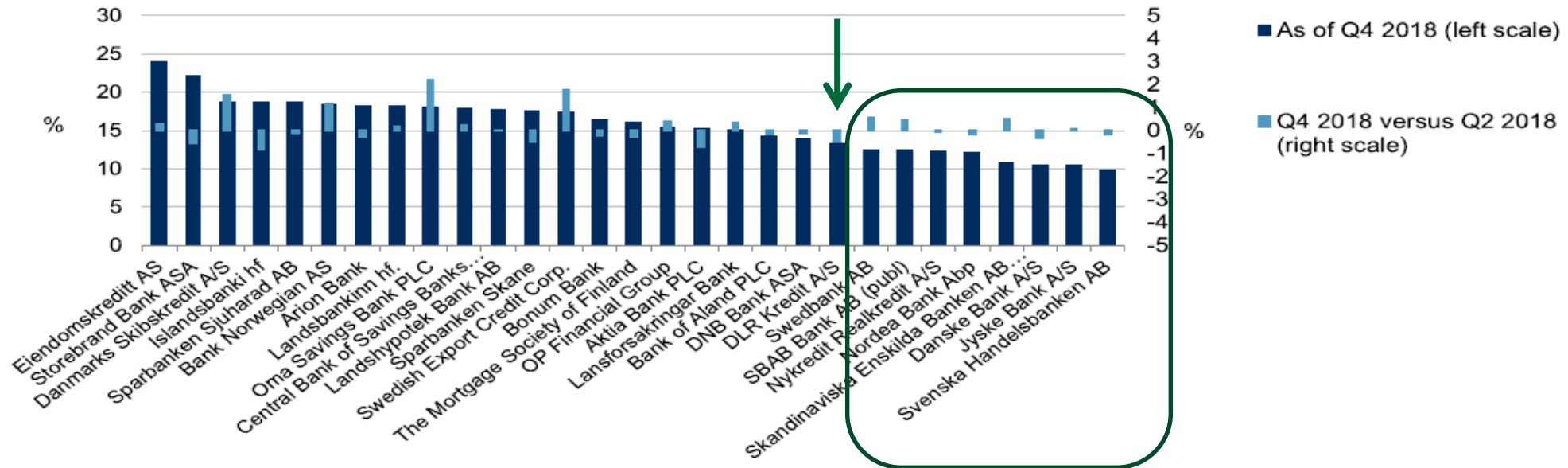
- Bank of Åland is committed to a strong capital ratio
- Positive outlook on the rating reflects S&P view that the bank will continue to build up its capital base, improve and diversify earnings, and uphold a sound approach to risk over the next two years
- Conservative pay-out policy is to safeguard the capital position
- The core tier 1 capital ratio for a small bank like Bank of Åland is not comparable to larger banks with IRB methods. Standard & Poor's rating method considers Bank of Åland to have strong risk-adjusted capitalization



S&P View of the Total Capital Base

- According to S&P the capital position of Bank of Åland is strong
 - Strong risk-adjusted capitalization
 - Low credit losses
 - RAC ratio remains a rating strength to Bank of Åland

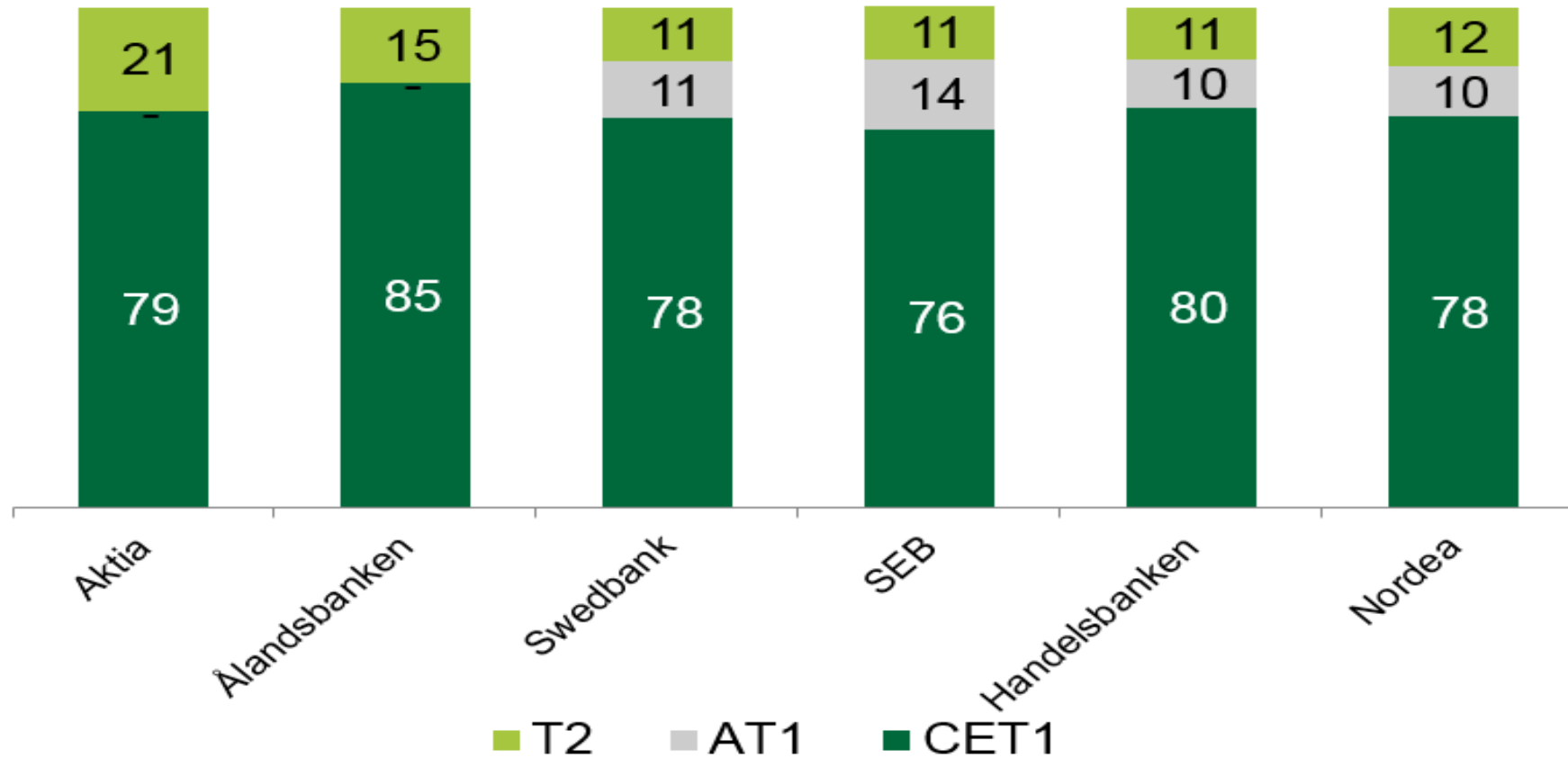
Nordic Banks' RAC Ratios On Dec. 31, 2018 Versus June 30, 2018



Source: Nordic Banks' Capital And Earnings Can Weather The Weakening Credit Cycle, November 14, 2019

Capital Structures of Nordic Banks December 31, 2019

%

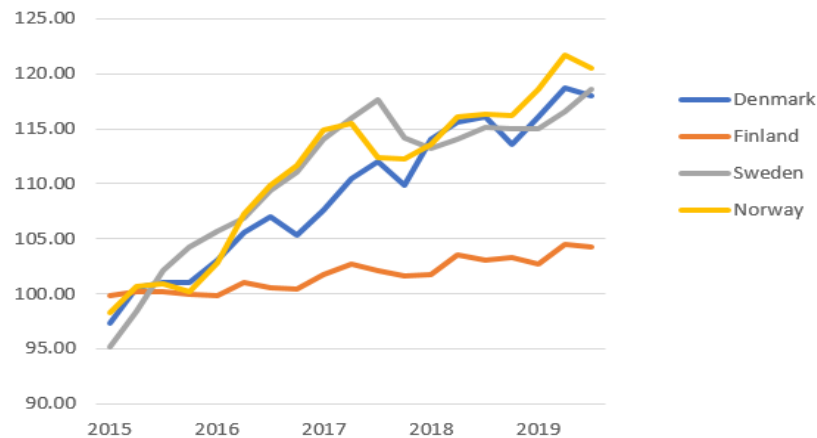


5. Mortgage Market and Asset Quality

Housing Market in Finland

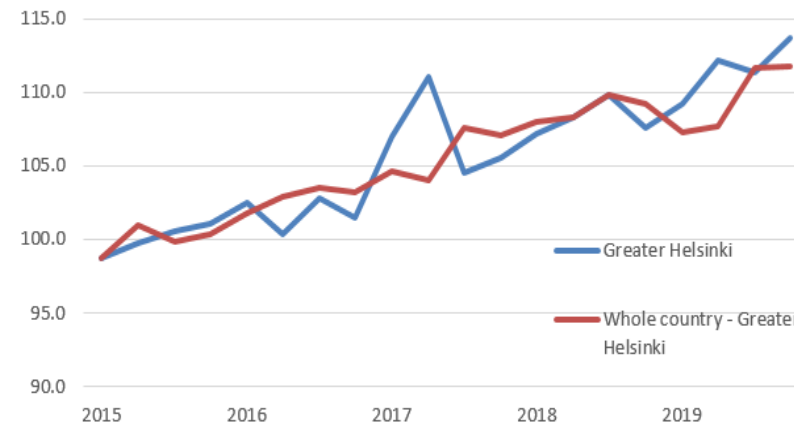
- The economic growth and low rate environment has supported the demand in housing market, especially in growth centers
- The high supply of new properties in growth centers continued. This trend is starting to slow down
- The sparsely populated areas have not experienced similar pattern
- The rise of house prices in Finland has been moderate compared to the Nordic neighbors. No evidence of over heating

Development of house prices by quarter, index 2015 = 100



Source: Eurostat

Development of prices of new dwellings in housing companies by quarter, index 2015 = 100



Source: Statistics Finland

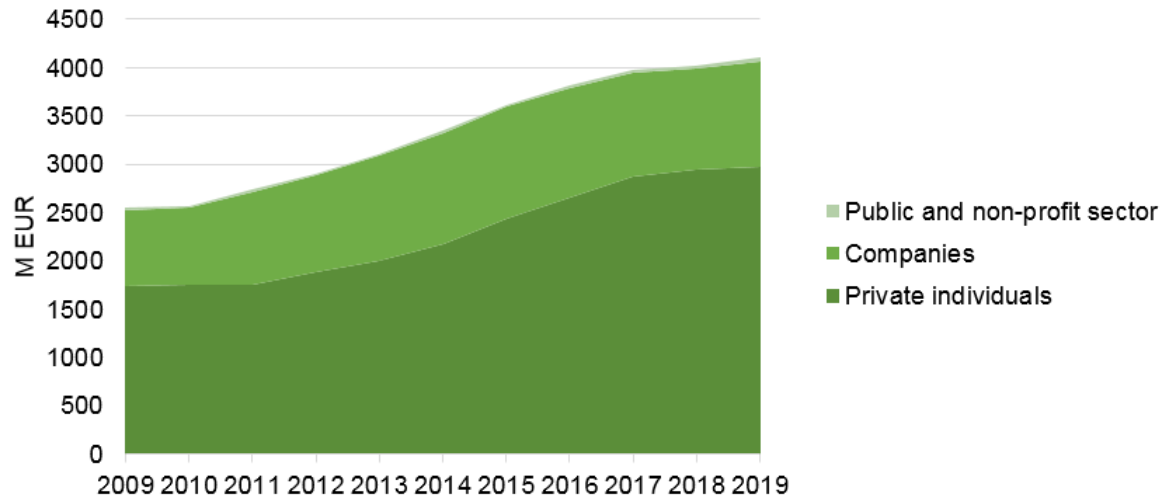
Lending Strategy

- Bank of Åland is a relationship bank with primary focus on customers with investment needs in the Private Banking and Premium Banking segments. Serving the core customers' credit needs are part of our commitment
- Bank of Åland is not granting credits as a standalone product to mass market clients or corporate clients
- To have balanced growth in lending versus deposits in every business area (Åland Islands, Finland and Sweden)
- To have residential mortgages or residential property as collateral in at least half of the lending in every business area
- Many small loans are preferred to few large loans

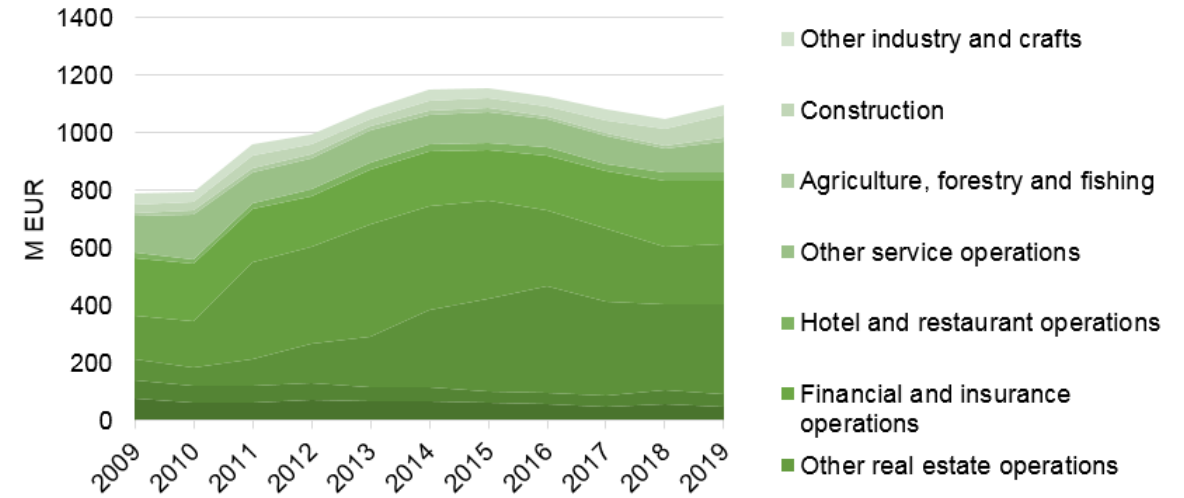
Balanced Growth in the Credit Portfolio

- Total lending was EUR 4,110 M December 31, 2019, up 2.2% from a year ago
 - Selective lending to high quality borrowers
 - Asset quality prioritised over lending volume growth and higher returns
 - Lending must always be made in consideration of safeguarding Bank of Åland's strong brand and market reputation
- Loan loss level 0.08 % in 2019

Total Receivables

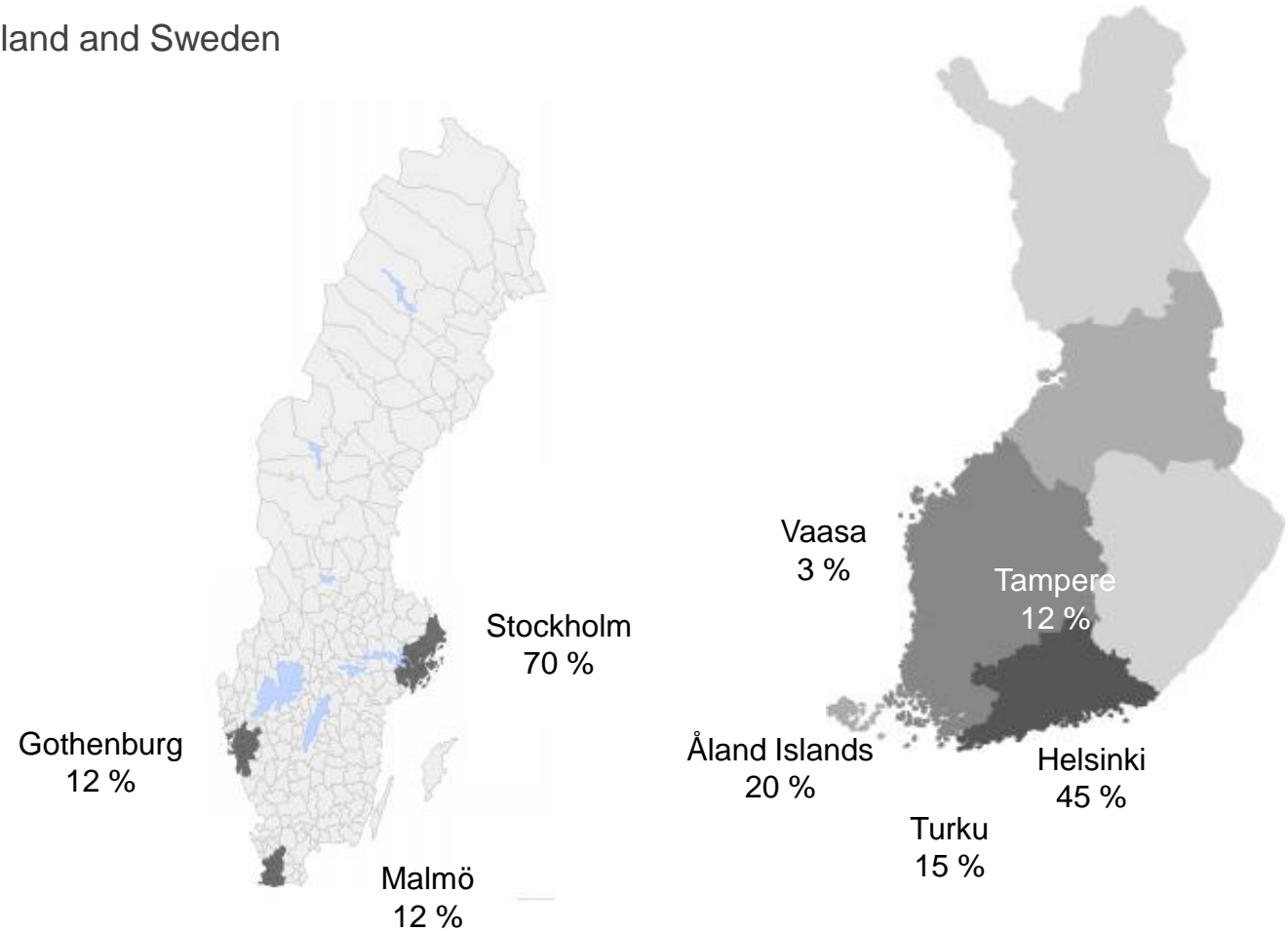


Receivables from the Companies

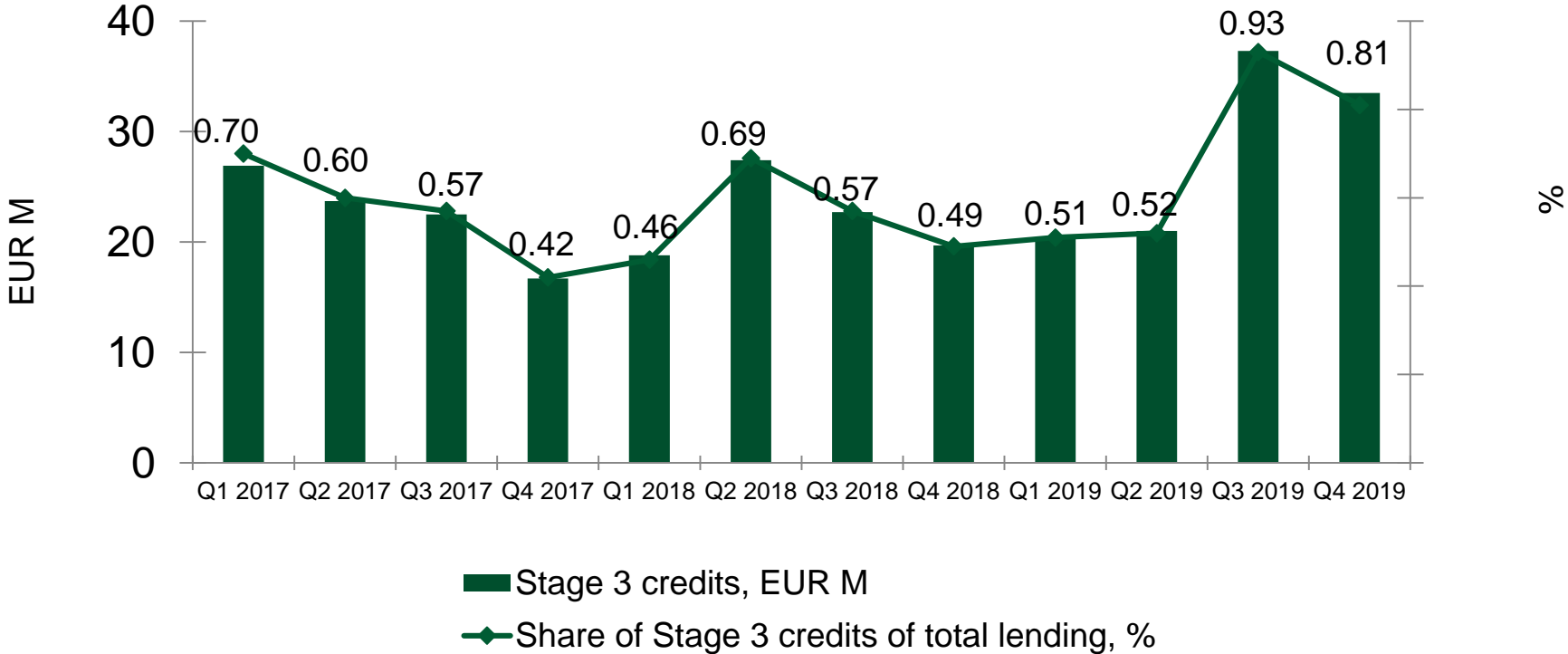


Geographical Distribution of Mortgage Lending

- Clear concentration to the wealthiest parts of Finland and Sweden
- As of December 31, 2019 approximately
 - 70 % of the loan portfolio in Finland
 - 30 % of the loan portfolio in Sweden
- According to the business plan growth in the coming years will be mainly in Sweden



Stage 3 Credits 2017-2019

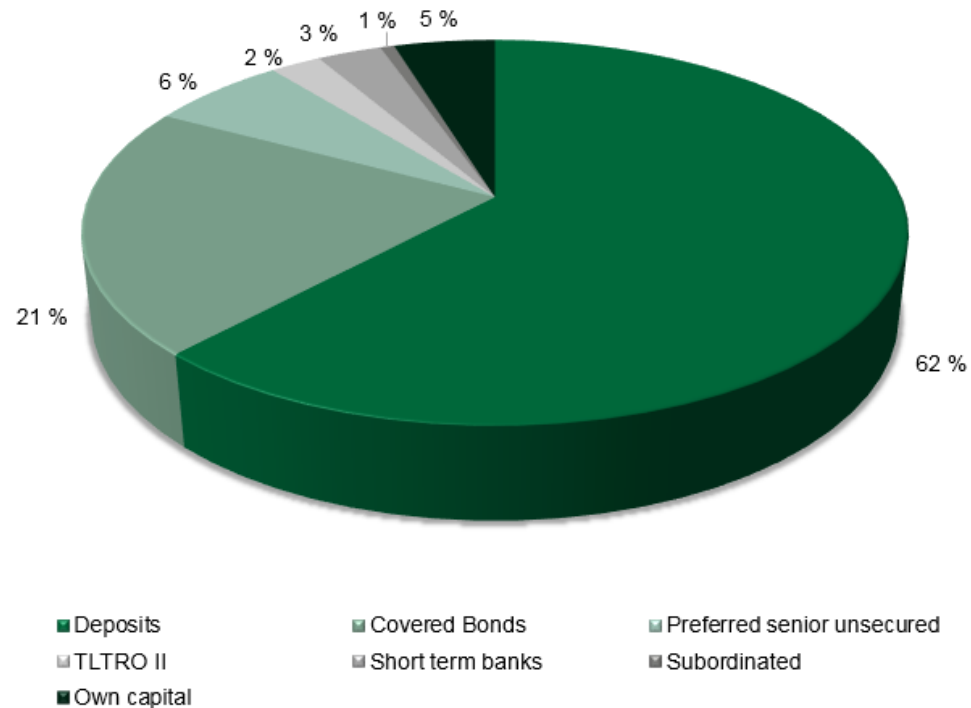


Exposures in Stage 3 fulfil the Group’s default definition, in which an exposure is regarded as in default when a payment related to a significant amount is more than 90 days late.
 Data for Q1 2017 – Q3 2017: loans in arrears > 90 days

7. Liquidity and Funding

Group Funding Profile December 31, 2019

- Demand deposits and time deposits from core private customers and their companies are the main funding sources
- Strong capitalization
- Covered Bonds are the main long-term funding instrument



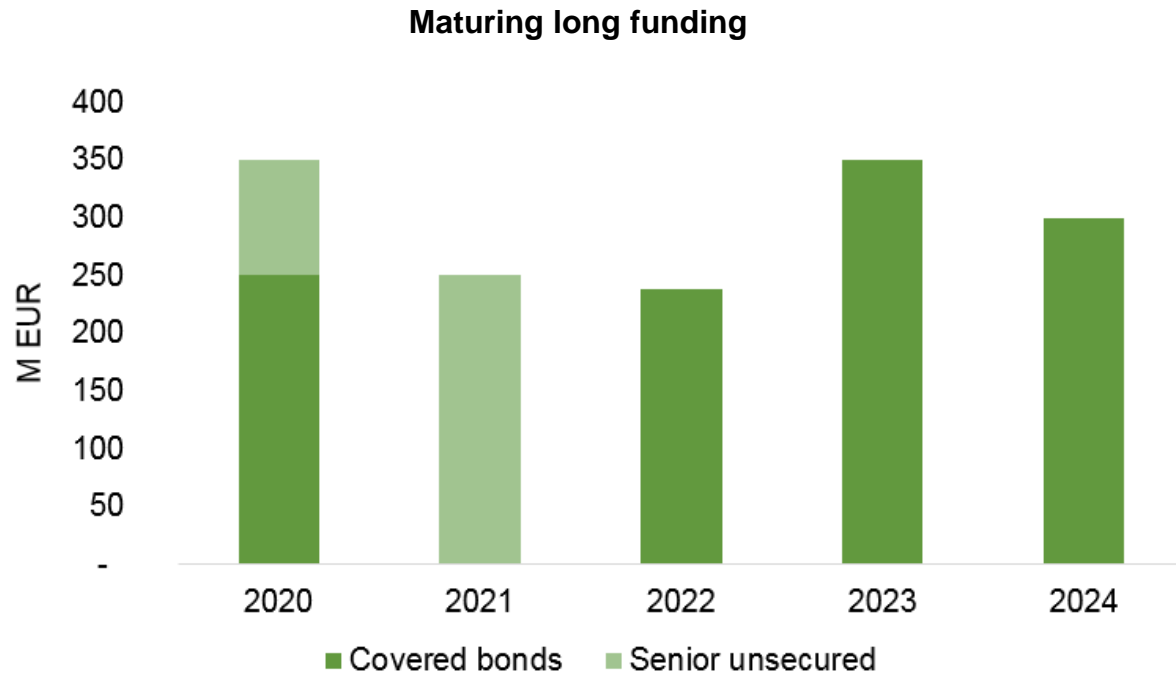
Funding Strategy

- Covered Bond programme was created in early 2012 in order to diversify funding sources and to form a reliable and cost efficient funding channel
- EUR- and SEK- denominated Covered Bonds total amount outstanding EUR 1 139 M as of December 31, 2019
- Bank of Åland issues also preferred senior unsecured bonds to maintain a balanced funding mix

- Themes 2020-2021
 - Demand conditions and the market situation favour issuance in Covered Bonds
 - The balanced funding mix is maintained
 - Bank of Åland has not received any MREL requirements. There are no foreseen authority or regulatory requirements which would have effect on the funding of the bank

Liquidity Management

- Well-diversified maturity profile
- Limited exposure to short term whole sale funding
- Bank of Åland is committed to continuously cover the next 180-day liquidity need in the cover pools for the Covered Bonds program



Liquidity Position

- Very high quality in liquidity reserves
 - The most liquid and tradable assets
 - LCR target reached
- Coordinated cash pools between Finland and Sweden
- Conservative approach to market risk within liquidity reserves
 - Assets with short duration
 - Well diversified counterparty risk profile
- LCR 139 % as of 31 December, 2019
- NSFR 115 % as of 31 December, 2019

Composition of the liquidity reserve

	31.12.2019	31.12.2019	31.12.2018	31.12.2018
	EUR M	of total	EUR M	of total
Cash and central banks	490	43 %	507	43 %
Bonds issued by governments and official institutions	83	7 %	158	13 %
Bonds issued by financial institutions	42	4 %	24	2 %
Covered bonds	495	44 %	471	39 %
Deposits	20	2 %	36	3 %
	1129	100 %	1195	100 %

8. Contact Details

Contact Details

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9. Appendix

Key Figures – Bank of Åland

	2019	2018	2017	2016	2015
Return on equity (ROE), %	10.7	9.8	9.1	9.1	12.0
Cost/ income ratio, %	73	77	78	76	73
Loan loss level, %	0.08	0.02	0.06	0.11	0.09
Core funding ratio, %	90	90	88	89	100
Equity/assets ratio, %	4.6	4.4	4.4	4.3	4.6
Core Tier 1 capital ratio, %	13.4	13.0	12.9	11.8	12.0
Total capital ratio, %	15.8	15.4	14.2	13.0	12.9
Earnings per share, EUR	1.69	1.48	1.35	1.29	1.60
Equity per share after dilution, EUR	16.59	15.58	15.02	14.37	13.94
Lending to the public, EUR M	4 110	4 022	3 979	3 808	3 617
Deposits from public, EUR M	3 368	3 304	3 148	3 100	2 675
Shareholders' equity, EUR M	258	242	234	222	213
Risk-weighted assets, EUR M	1 583	1 578	1 538	1 576	1 581
FTE	700	692	691	685	663

Income Statement

EUR M	2019	2018	2017	2016	2015
Net interest income	53.9	54.5	55.9	55.1	54.0
Net comission income	58.0	54.3	49.7	44.9	46.5
Other income	22.0	18.9	22.4	20.4	24.4
Total income	133.9	127.6	128.0	120.4	124.9
Staff costs	-57.0	-57.1	-59.8	-57.0	-56.0
Other expenses	-40.5	-40.7	-40.0	-34.2	-35.6
Total expenses	-97.5	-97.8	-99.8	-91.3	-91.6
Profit before impairment losses	36.4	29.8	28.2	29.2	33.3
Impairment losses on financial assets, net	-3.2	-0.8	-2.1	-4.1	-3.0
Net operating profit	33.2	29.0	26.0	25.1	30.3
Income taxes	-6.9	-6.1	-5.3	-5.4	-6.0
Profit for the period	26.3	22.9	20.7	19.7	24.3
Non-controlling interests	0.0	0.0	0.0	0.0	0.0
Attributable to the shareholders	26.3	22.9	20.7	19.7	24.3

Long-Term Funding December 31, 2019

Cover Pool FIN

ISIN	Nominal Amt	Settlement date	Maturity date	Coupon	Currency	EUR eq amt	Time to maturity
XS1238023813	250 000 000	26.5.2015	26.5.2020	0.375	EUR	250 000 000	0.40
XS0876678391	100 000 000	30.1.2013	30.1.2023	2.75	EUR	100 000 000	3.08
XS1496878742	250 000 000	29.9.2016	29.9.2023	0	EUR	250 000 000	3.75
FI4000375241	300 000 000	19.3.2019	19.3.2024	0.125	EUR	300 000 000	4.22
						900 000 000	2.90

Cover Pool SWE

ISIN	Nominal Amt	Settlement date	Maturity date	Coupon	Currency	EUR eq amt	Time to maturity
SE0010598474	2 500 000 000	22.11.2017	22.11.2022	QUARTLY STIB + 53.0	SEK	239 307 731	2.90
						2 500 000 000	2.90

Senior unsecured

ISIN	Nominal Amt	Settlement date	Maturity date	Coupon	Currency	EUR eq amt	Time to maturity
XS1585198879	100 000 000	24.3.2017	24.3.2020	QUARTLY EUR + 63.0	EUR	100 000 000	0.23
FI4000348966	250 000 000	13.9.2018	13.9.2021	0.5	EUR	250 000 000	1.70
						350 000 000	1.28

Cover Pool FIN 1/2

Issuer

Issuer:	Ålandsbanken Abp
Owner:	
Controlling authority:	Finnish Financial Supervisory Authority

CRR-compliant	Yes
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Long Rating	S&P	Moody's	Fitch
Covered bond	AAA		
Owner	BBB		
Issuer	BBB		

Report date	31.12.2019
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Cover pool FIN

Included assets, MEUR	
Loans	1 201
Substitute assets	121
Other	0
Total	1 322

Cover pool items	
Number of loans	14 087
Number of clients	8 744
Average loan size, TEUR	87

Type of collateral	Loan volume, MEUR	Loan volume, %
Single -family housing & flats	1 198	99.8 %
Multi - family housing	3	0.2 %
Sum	1201	100 %

Regional distribution	Loan volume, MEUR	Loan volume, %
Helsinki region, Southern Finland	547	46 %
Tampere region, Pirkanmaa	142	12 %
Turku region, Western Finland	182	15 %
Åland Islands	242	20 %
Other	88	7 %
Sum	1 201	100 %

Interest rate type	Loan volume, MEUR	Loan volume, %
Floating	1 164	97 %
Fixed	37	3 %
Sum	1 201	100 %

Repayments	Loan volume, MEUR	Loan volume, %
Amortizing	973	81 %
Interest only	228	19 %
Sum	1 201	100 %

Weighted average life, years	17.4
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LTV Level, Mortgage assets	0-10%	10-20%	20-30%	30-40%	40-50%	50-60%	60-70%	70+ %	Sum
Loan volume, MEUR	14	34	77	122	193	248	513	0	1 201
Loan volume, %	1 %	3 %	6 %	10 %	16 %	21 %	43 %	0 %	100 %

Cover Pool FIN 2/2

Seasoning	0-1 Y	1 - 2 Y	2 - 3 Y	3 - 5 Y	5+ Y	Sum
Loan volume, MEUR	135	143	157	312	454	1 201
Loan volume, %	11 %	12 %	13 %	26 %	38 %	100 %

Credit quality	31-60 D	61-90 D	90+ D	Sum
Past due				
Loan volume, MEUR	0.8	0.2	0	1
Share of loan volume, %	0.0	0.0	0.0	0 %

Impaired loans, %	0.000%
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Key ratios	
OC, nominal	46.8 %
WALTV	55.3 %
FX-risk**	0

**All issuance of covered bonds in foreign currency is swapped to entirely eliminate FX-risk.

Remaining average maturity, years	
Assets	6.8
Liabilities	2.8

Bonds

Outstanding issues in EUR					
ISIN	Amount, MEUR	Settlement date	Maturity	Coupon	Fixed/ Floating
XS1238023813	250	26.5.2015	26.5.2020	0.375	Fixed
XS0876678391	100	30.1.2013	30.1.2023	2.75	Fixed
XS1496878742	250	29.9.2016	29.9.2023	0.00	Fixed
FI4000375241	300	19.3.2019	19.3.2024	0.125	Fixed

Outstanding issues in SEK					
ISIN	Amount, MSEK	Opening date	Maturity	Coupon	Fixed/ Floating

	Amount, MEUR
Other bonds	0
Total of outstanding bonds	900
of which repos	0

Maturity, expressed in MEUR	0-1 Y	1 - 2 Y	2 - 3 Y	3 - 4 Y	4 - 5 Y	5 - 10 Y	10+ Y	Sum
Total	250	0	0	350	300	0	0	900
Total, %	28 %	0 %	0 %	39 %	33 %	0 %	0 %	100 %

Interest rate type	Amount, MEUR	Amount, %
Fixed	900	100 %
Floating	0	0 %
Sum	900	100 %

Cover Pool SWE 1/2

Issuer

Issuer:	Ålandsbanken Abp
Owner:	
Controlling authority:	Finnish Financial Supervisory Authority

CRR-compliant	Yes
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Long Rating	S&P	Moody's	Fitch
Covered bond	AAA		
Owner	BBB		
Issuer	BBB		

Report date	31.12.2019
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Cover pool SWE

Included assets, MSEK	
Loans	4 002
Substitute assets	0
Other	0
Total	4 002

Cover pool items	
Number of loans	1 727
Number of clients	1 119
Average loan size, TSEK	2 337

Type of collateral	Loan volume, MSEK	Loan volume, %
Single -family housing & flats	4 002	100,0 %
Multi - family housing	0	0,0 %
Sum	4 002	100 %

Regional distribution	Loan volume, MSEK	Loan volume, %
Stockholms län	2 902	72,5 %
Skåne län	423	10,6 %
Västra Götalands län	478	11,9 %
Other	199	5,0 %
Sum	4 002	100 %

Interest rate type	Loan volume, MSEK	Loan volume, %
Floating	3 570	89,2 %
Fixed	432	10,8 %
Sum	4 002	100 %

Repayments	Loan volume, MSEK	Loan volume, %
Amortizing	1 222	26,1 %
Interest only	2 780	73,9 %
Sum	4 002	100 %

Weighted average life, years	37,9
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LTV Level, Mortgage assets	0-10%	10-20%	20-30%	30-40%	40-50%	50-60%	60-70%	70+ %	Sum
Loan volume, MSEK	13	94	162	434	866	995	1 438	0	4 002
Loan volume, %	0 %	2 %	4 %	11 %	22 %	25 %	36 %	0 %	100 %

Cover Pool SWE 2/2

Seasoning	0-1 Y	1 - 2 Y	2 - 3 Y	3 - 5 Y	5+ Y	Sum
Loan volume, MSEK	68	146	1 254	1 602	932	4 002
Loan volume, %	2 %	4 %	31 %	40 %	23 %	100 %

Credit quality	31-60 D	61-90 D	90+ D	Sum
Past due				
Loan volume, MSEK	0,0	8,5	0	9
Share of loan volume, %	0,00 %	0,00 %	0,00 %	0 %

Impaired loans, %	0,000%
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Key ratios	
OC, nominal	60,1 %
WALTV	53,7 %
FX-risk**	0

****All issuance of covered bonds in foreign currency is swapped to entirely eliminate FX-risk.**

Remaining average maturity, years	
Assets	24,8
Liabilities	2,8

Bonds

Outstanding issues in SEK					
ISIN	Amount, MSEK	Settlement date	Maturity	Coupon	Fixed/ Floating
SE0010598474	2 500	22.11.2017	22.11.2022	0,830	Floating
Sum	2 500				

Maturity, expressed in MSEK	0-1 Y	1 - 2 Y	2 - 3 Y	3 - 4 Y	4 - 5 Y	5 - 10 Y	10+ Y	Sum
Total	0	0	2 500	0	0	0	0	2 500
Total, %	0 %	0 %	100 %	0 %	0 %	0 %	0 %	100 %

Interest rate type	Amount, MSEK	Amount, %
Fixed	0	0 %
Floating	2 500	100 %
Sum	2 500	100 %

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