

A photograph of a rocky cave interior. The walls are dark and textured, with some greenish moss or algae. A prominent feature is a circular opening in the rock wall, which appears to be a tunnel entrance or a ventilation shaft. The opening is framed by a dark, possibly metal, ring. The lighting is dramatic, highlighting the textures of the rock and the opening.

Bank of Åland

Investor Presentation
March 2021

Vi går vår egen väg

ÅLANDSBANKEN

Table of Contents

1. Bank of Åland in Brief	3
2. Bank of Åland – Strategy and Market Position	7
3. Bank of Åland and Sustainability	16
4. Performance	19
5. Asset Quality	34
6. Liquidity and Funding	39
7. Capital Position	44
8. Proposed AT1 Transaction	52
9. Contact Details	54
10. Appendix	56

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
- 11.6 % ROE and all time high net operating profit of EUR 39.7 M in 2020, despite Covid-19
- BBB rating with a positive outlook from S&P

MTN Programme

- EUR 3 bn combined Medium Term Note, Covered Bond, Tier 2 Note and Additional Tier 1 Capital Note Programme dated 12 March 2021 (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 Covid-19 has already had and will continue to have its effects on the global economy. The Nordic economies have suffered less than most European peers
- Before Covid-19 the demand-led Finnish and Swedish economies were growing strongly
- Finnish house prices have risen moderately compared to the Nordic neighbors. A trend explained by the fast amortizing plans of Finnish mortgages

Scorecard December 31, 2020



Capital

- Strong capital position
- CET1 capital ratio 14.3 %
- IRB method for credit risk capital requirement not yet approved for the Swedish credit portfolio



Risk Management

- Long history of having the lowest loan loss level of all Finnish banks
- Loan loss level was 0.11 % in 2020 including EUR 2.0 M Covid-19 provision (0.08 % in 2019)
- No trading positions or complex financial instruments
- Strict limits on exposures to financial institutions. Bulk of the exposure is to highly rated Nordic entities



Liquidity and Funding

- Loan/ deposit ratio of 121 %
- Liquidity reserve at 19 % of total assets
- LCR at 159 %
- NSFR at 106 %
- BBB bank rating with positive outlook
- AAA rating with a stable outlook on Covered Bonds



Profitability

- Positive earnings trend
- Challenging interest rate environment
- Net operating profit of EUR 12.3 M in Q4 2020 (EUR 9.1 in Q4 2019)
- ROE 13.6 % in Q4 2020 (11.4 % in Q4 2019)

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	
<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/+8	
<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	<i>stable</i>

2. Bank of Åland Strategy and Market Position

Three Markets – Two Strategies

The Åland Islands

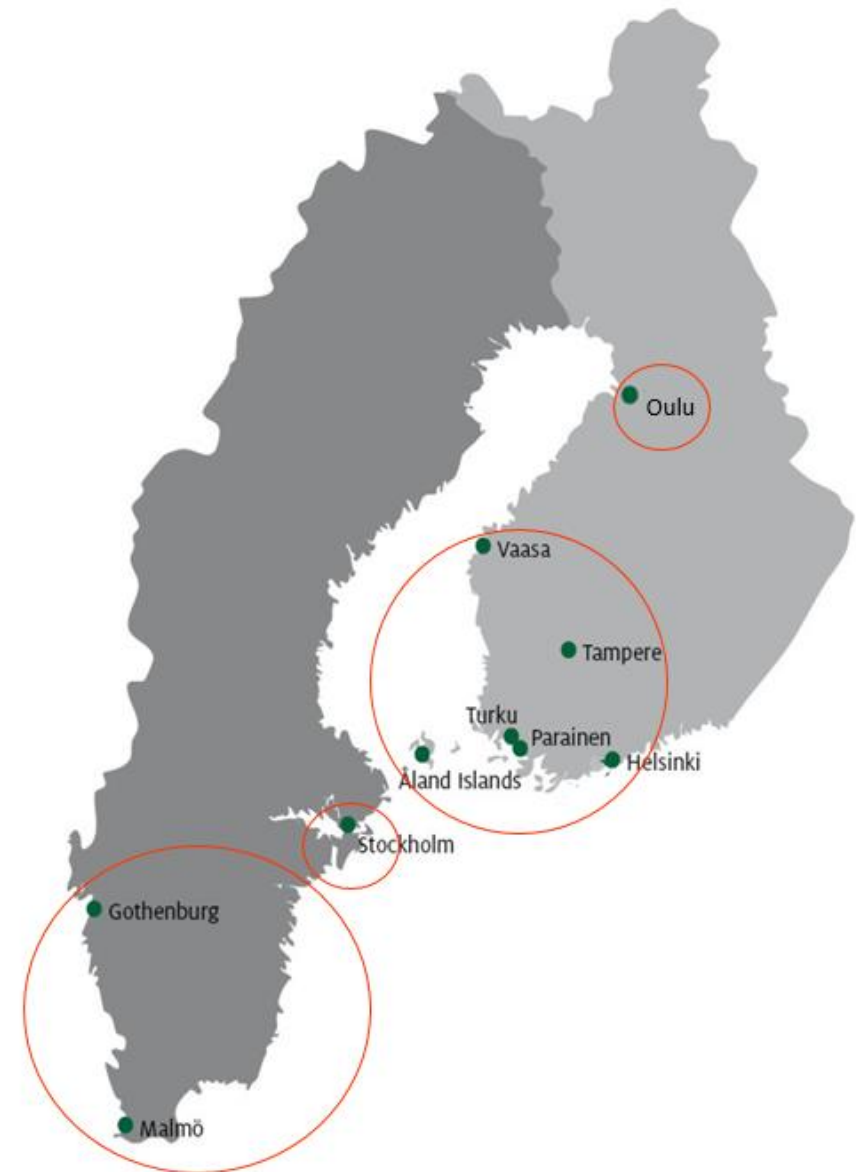
- 2 offices, market share > 50 %
- Full product range offered
- **A bank for everyone**

Finland

- 6 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 6,035 M, as of December 31, 2020

- Actively managed assets of EUR 7,436 M, as of December 31, 2020
- Approximately 800 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
 - Partnership Banking since 2016

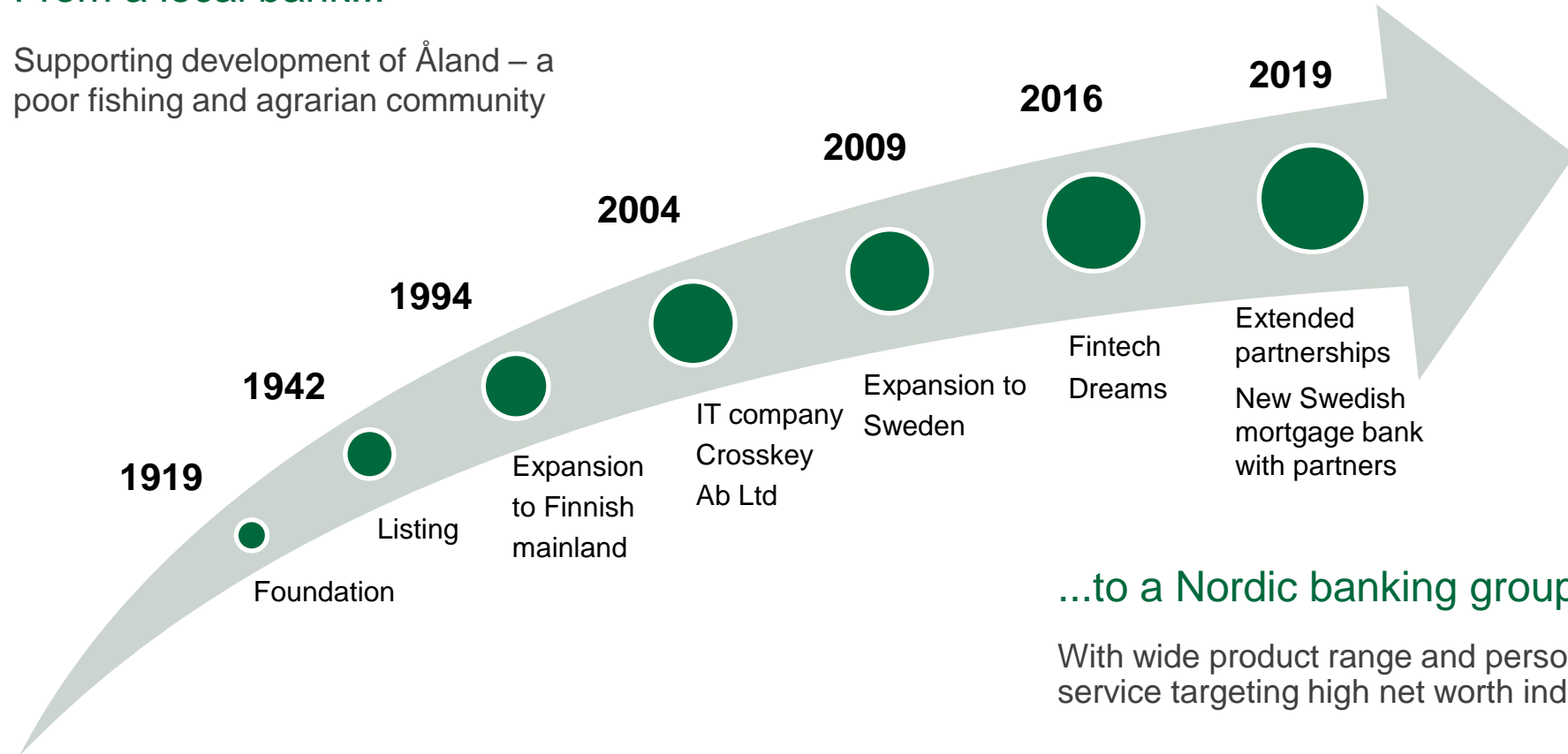
How we do it

- Delivering a large bank's range of services with a small bank's thoughtfulness and good sense
- Bank's customer surveys show that also during Covid-19 customers continue to appreciate Bank's expertise, personalized service, high ethical standards and sustainability work

Bank of Åland History of Strategic Decisions

From a local bank...

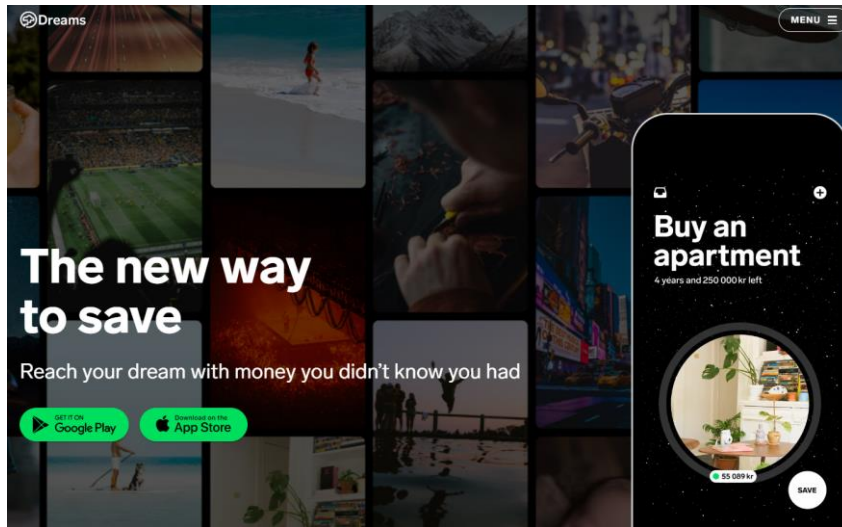
Supporting development of Åland – a poor fishing and agrarian community



...to a Nordic banking group

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

Digitalization in Focus: Strategic Fintech Partners



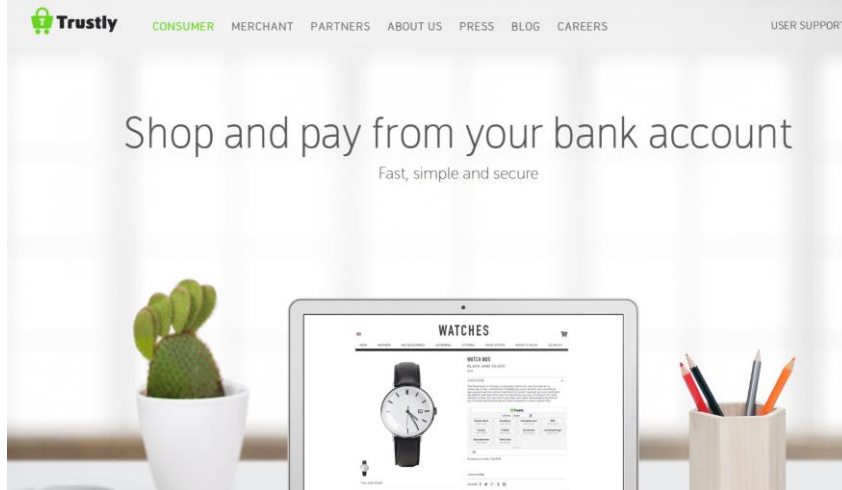
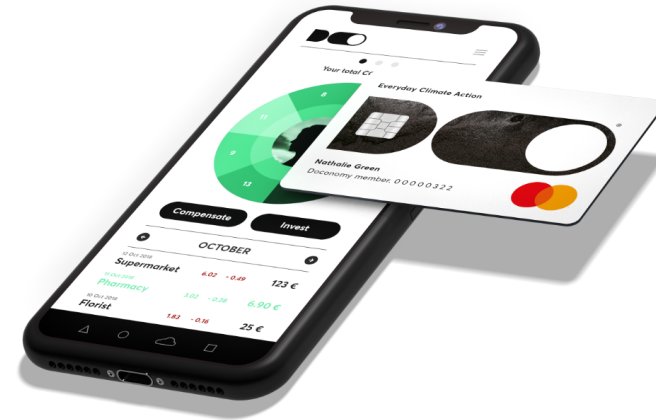
DO About us Press FAQ English

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!

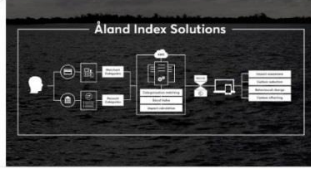


The Åland Index Reaches 250 million Customers Globally

- Banks and other companies with over 250 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 made 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
- We are discussing nowadays with over 200 banks

Bankers for Climate @bankers4... · 5h
Well done @doconomy @alandsbanken for your strong support, enabling large banks such as @Nordea and @BankoftheWest @BNPParibas 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

3 replies, 6 likes

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



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

Telavox 23:10 62%

Frank Vang-Jensen · 2:a
President & Group CEO at Nordea
1 mån · 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](#)

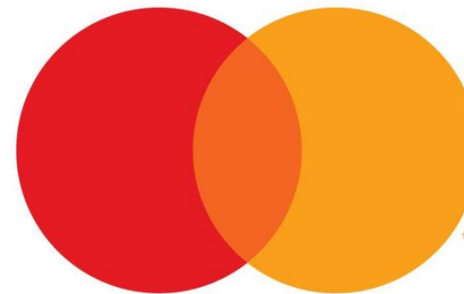
Individual carbon footprints now available to 3 million customers using Nordea's digital bankin...
nordea.com

Startsida Ditt nätverk Lägg upp Aviseringar 4 Jobb



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 »
@NanditaBakhshi

@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

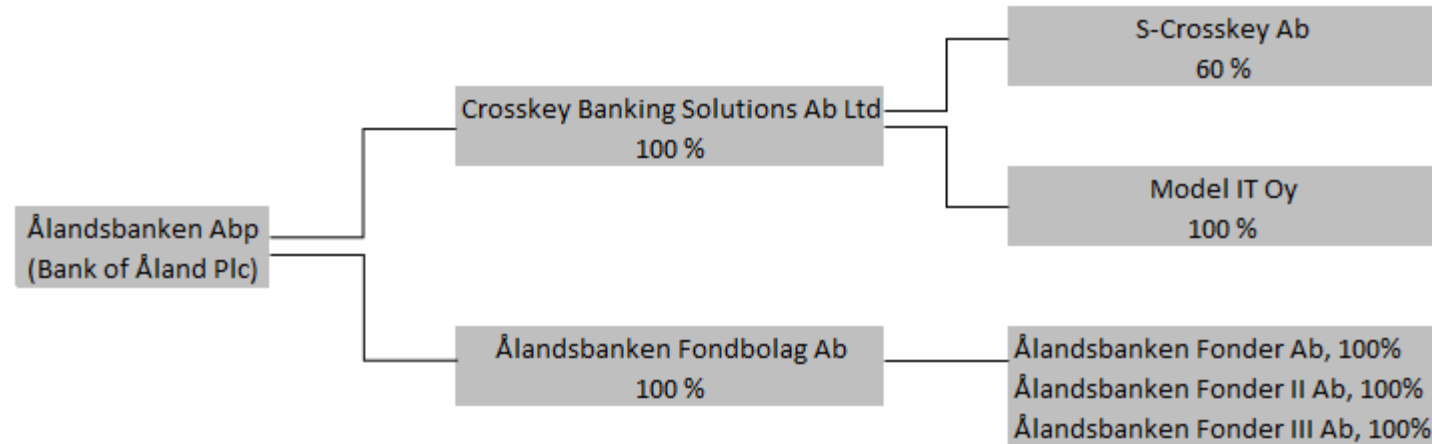
“ Bank of the West is one of the only major U.S. banks that has chosen to restrict the financing of activities harmful to the planet, making them the ideal partner for our entrance into North America.”
NATHALIE GREEN, CEO Doconomy

3 likes

New jointly owned mortgage company, Borgo, will be launched

- Together with ICA Bank, Ikano Bank and Söderberg & Partners, the Bank of Åland is developing the jointly owned mortgage company Borgo
- All four co-owners in Borgo will distribute their own mortgage loans via the new company
- Sparbanken Syd has signed a LOI and wants to join as a fifth partner
- The Bank of Åland will be responsible for service deliveries to Borgo in the lending field, payments and account management as well as accounting and treasury operations
- In March 2021 the Swedish Financial Supervisory Authority granted Borgo a permit as a credit market company and an issuer of covered bonds
- The Bank of Åland has a distribution agreement with ICA Bank, under which ICA Bank is offering its mortgage loans through the Bank of Åland until Borgo has started its operations

Bank of Åland Group Legal Structure and Ownership Structure



Associated companies consolidated in the Group: Åland Index Solutions AB, 50%; Mäklarhuset Åland Ab, 29%; IISÅ Holdco AB, 25%; Borgo AB, 100%

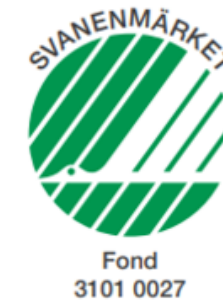
Major owners as of 05.01.2021

	Share of capital	Share of votes
Wiklöf Anders with companies	21,3 %	29,7 %
Alandia Försäkring	6,8 %	11,1 %
The Family Kamprad Foundation	6,0 %	0,7 %
Fennogens Investments S.A. (Family Ehrnrooth)	4,7 %	8,3 %
Pensionsförsäkringsaktiebolaget Veritas	2,5 %	2,0 %
	41,3 %	51,8 %

Approximately 10,500 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.



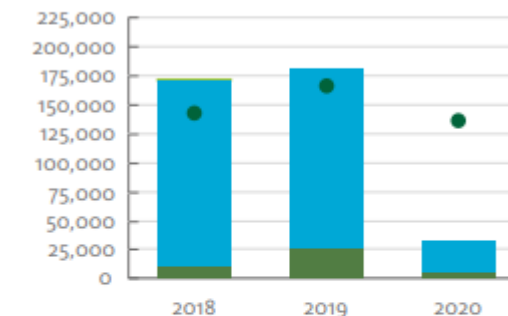
250,000,000

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



Quantity of carbon dioxide emissions caused by travel

CO₂ in kg



- Train
- Aircraft
- Ship
- Our total target

Due to the coronavirus pandemic, business travel virtually halted during the second quarter. This, in turn, was reflected by total carbon dioxide emissions, which decreased significantly in 2020. Emissions from all business travel fell from 124,548 kg to 33,688 kg, a 73 per cent decline.



UNEP
FINANCE
INITIATIVE

PRINCIPLES FOR
RESPONSIBLE
BANKING



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

ÖSTERSJÖPROJEKTET
BALTICSEAPROJECT
ITÄMERIPROJEKTI



€ 2,800,000

funding good ideas for the environment since 1997.

4. Performance

Long-Term Financial Targets*

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 CET1 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

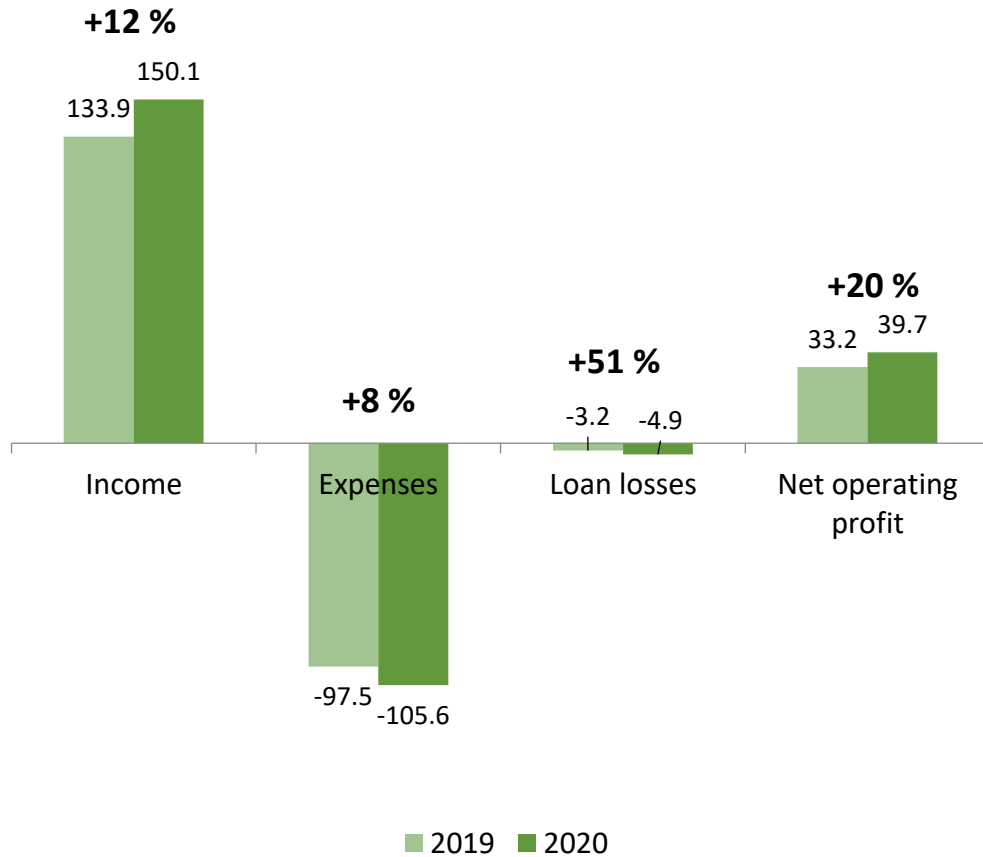
** During 2021 the Bank of Åland will review its long-term financial targets*

Q4 2020: "Ending the year in style"

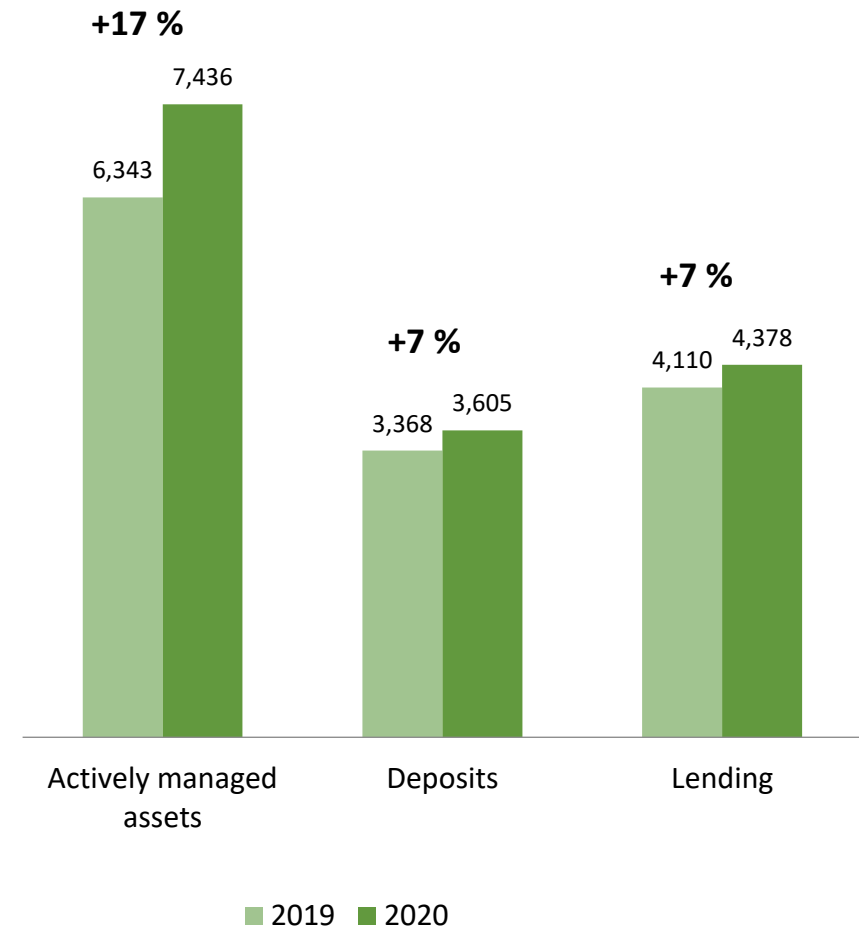
- Net operating profit, EUR 12.3 M (9.1 M), +35 %
 - ROE 13.6 % (11.4 %)
 - Earnings per share, EUR 0.63 (0.46), +35 %
 - CET1 ratio increased to 14.3 % (13.4 %)
-
- Future outlook: Net operating profit in 2021 is expected to be at about the same level as in 2020. There is some uncertainty about the Bank's current forecast due to concerns about economic developments in a number of important markets

2020 in Summary

Net operating profit, EUR M

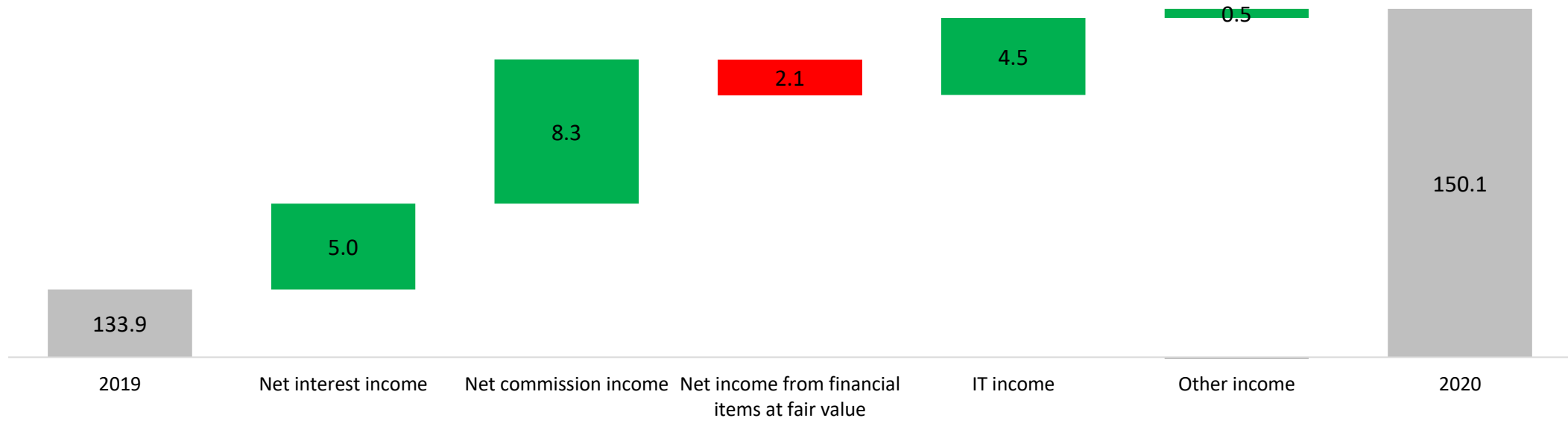


Volumes, EUR M



Higher Income

EUR M

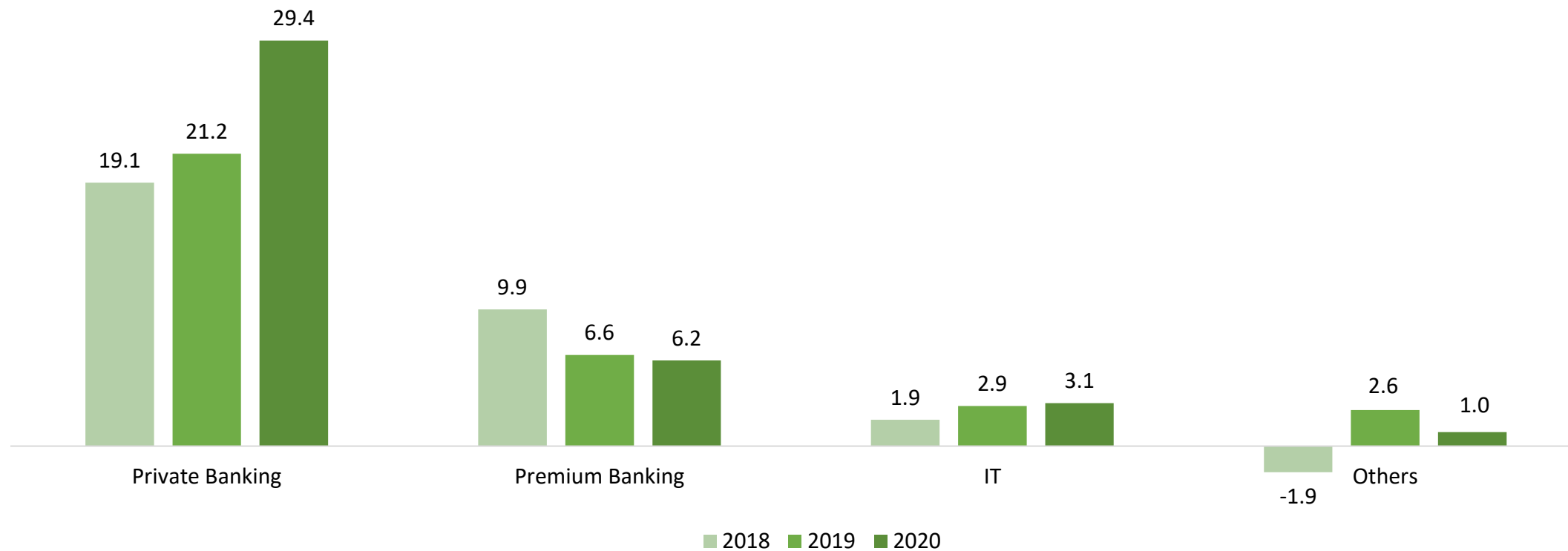


Higher Expenses

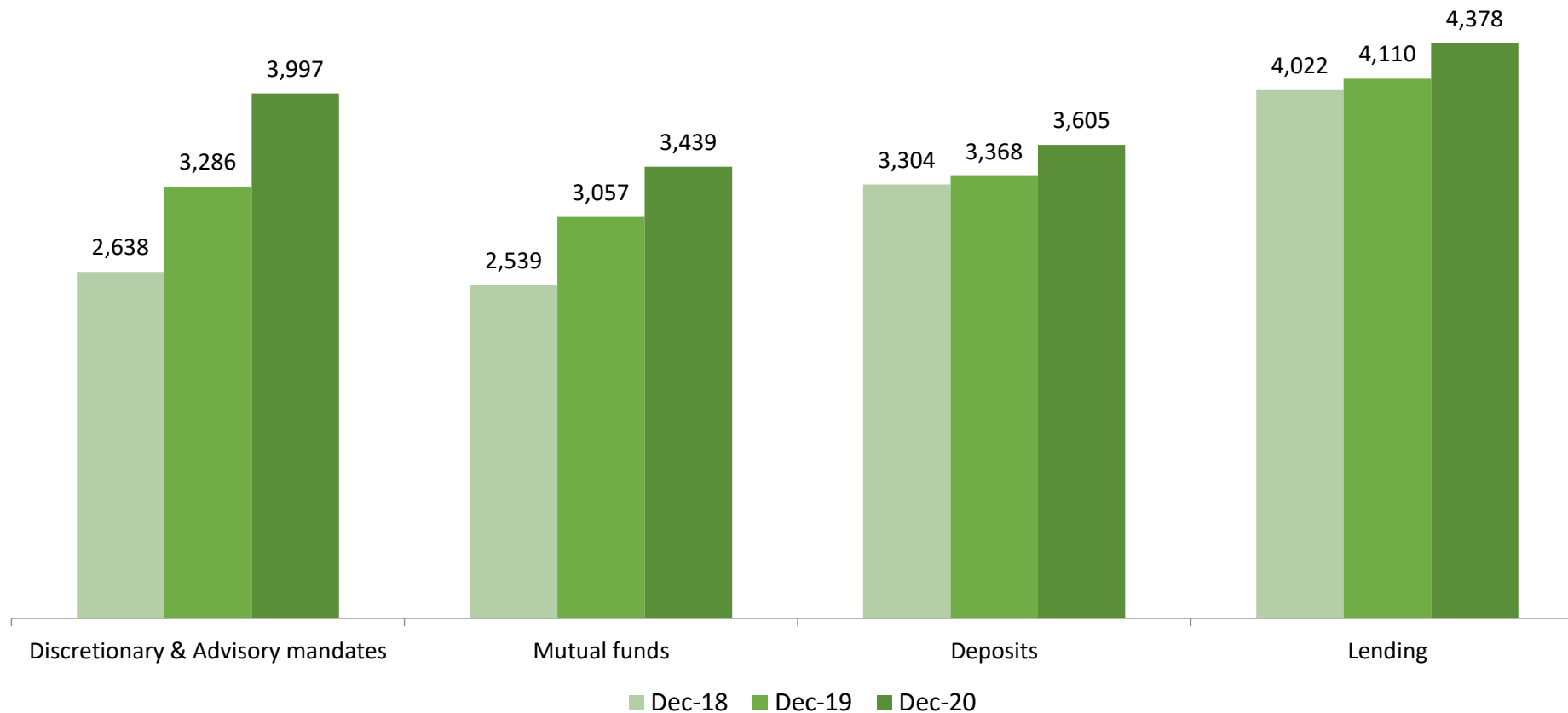
EUR M



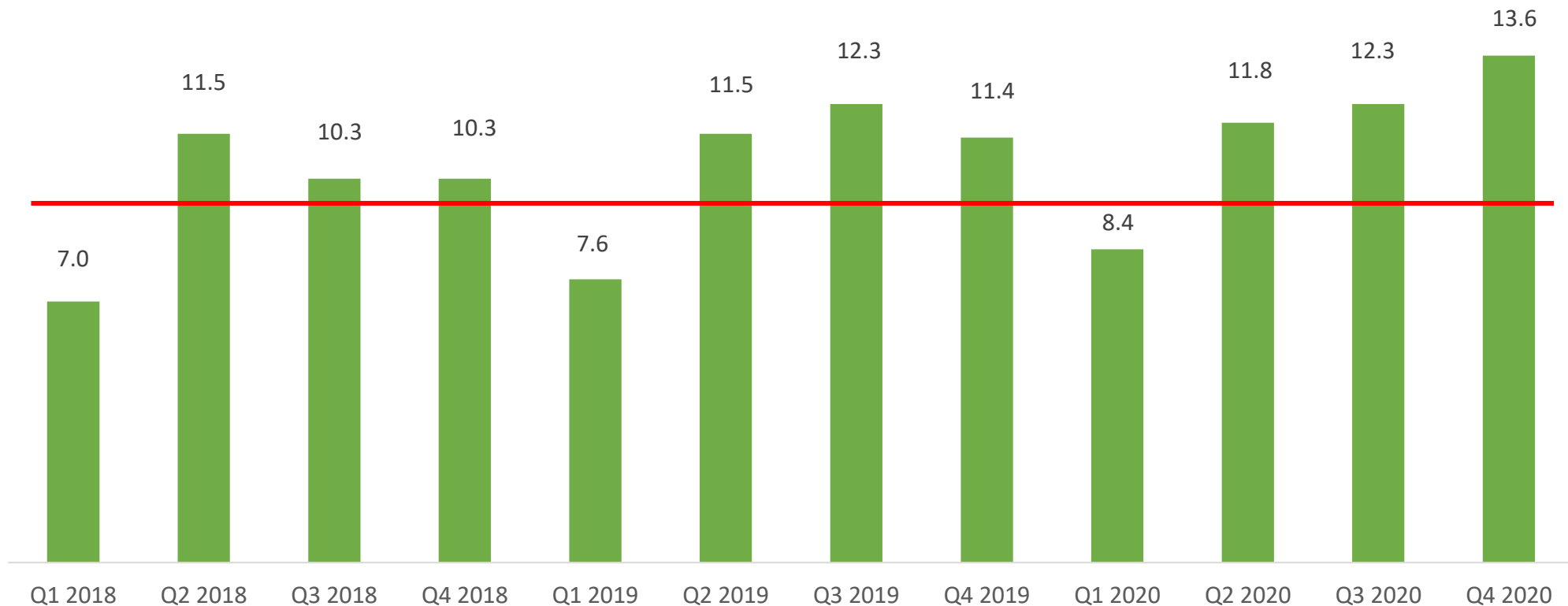
Bank of Åland Business Segments, Net Operating Profit 2018-2020, EUR M



Business Volume 2018-2020, EUR M

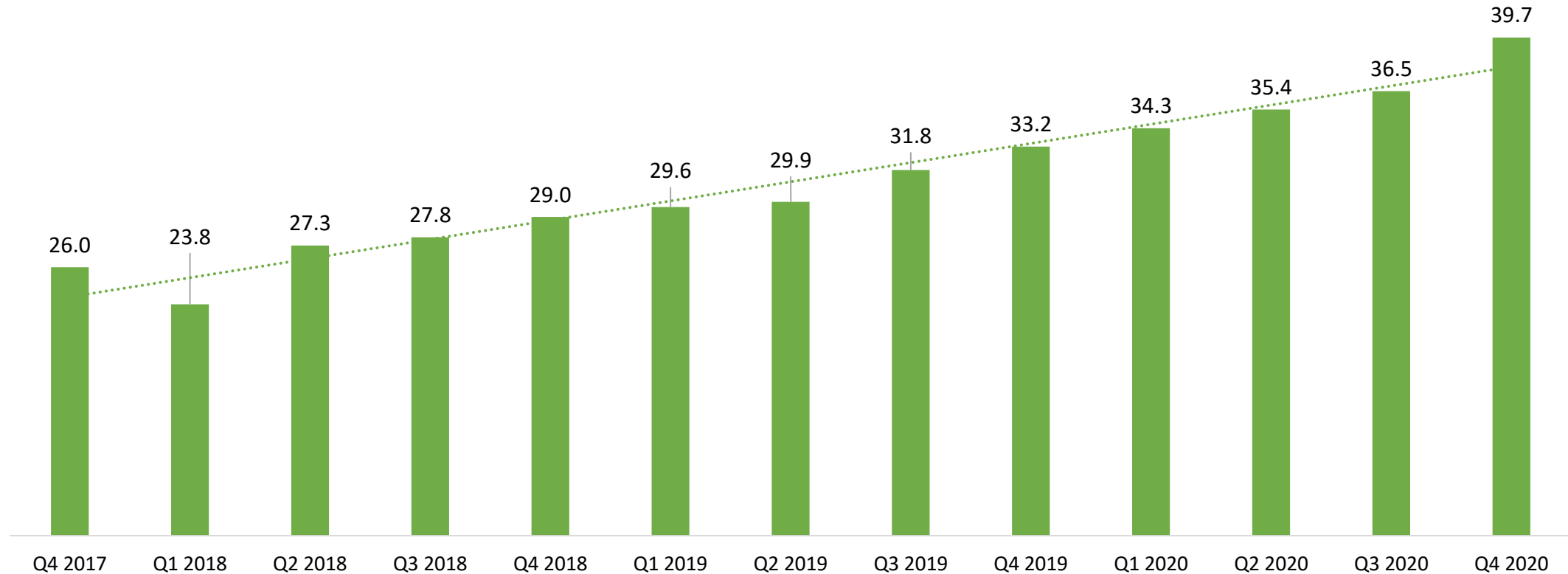


Bank of Åland, ROE %, 2018-2020

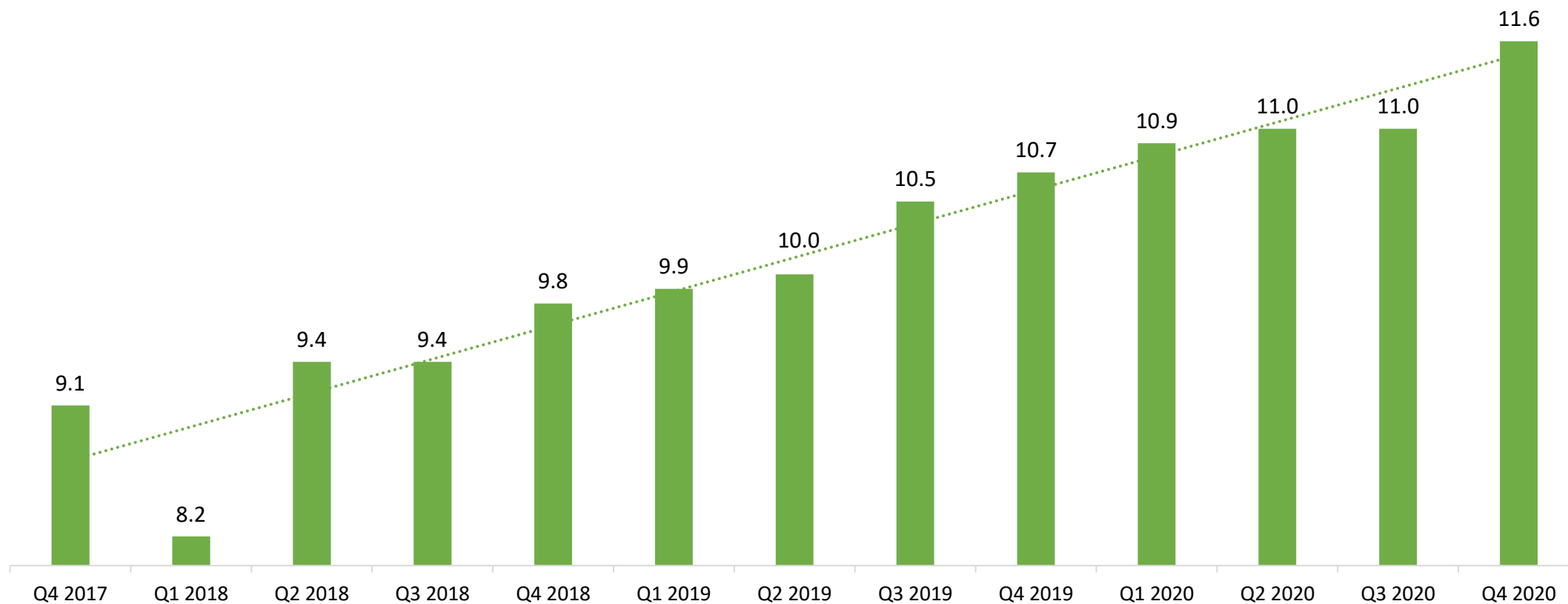


Stability fee: EUR 2.6 M Q1 2018, EUR 2.3 M Q1 2019, EUR 2.0 M Q1 2020 and EUR 0.6 M Q2 2020

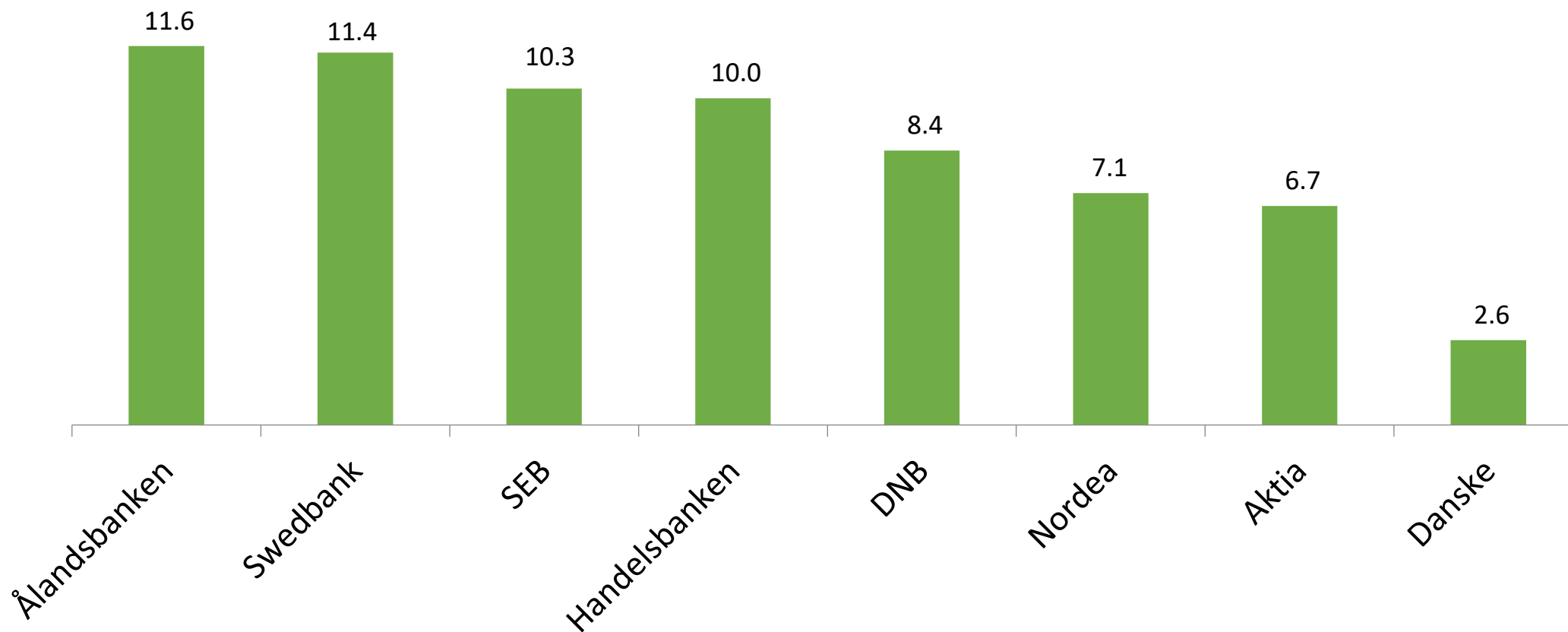
Net Operating Profit, Rolling 12 Months, EUR M



ROE, Rolling 12 Months, %

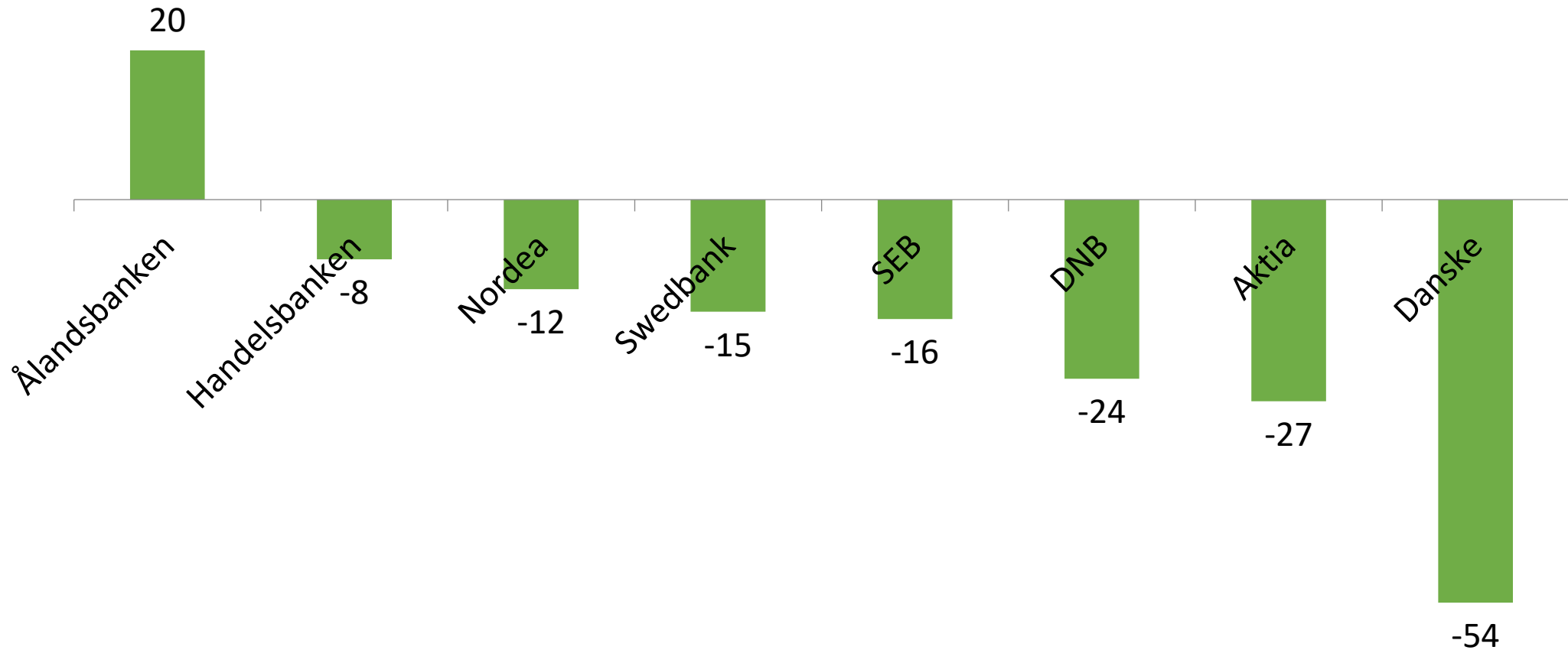


ROE 2020, %



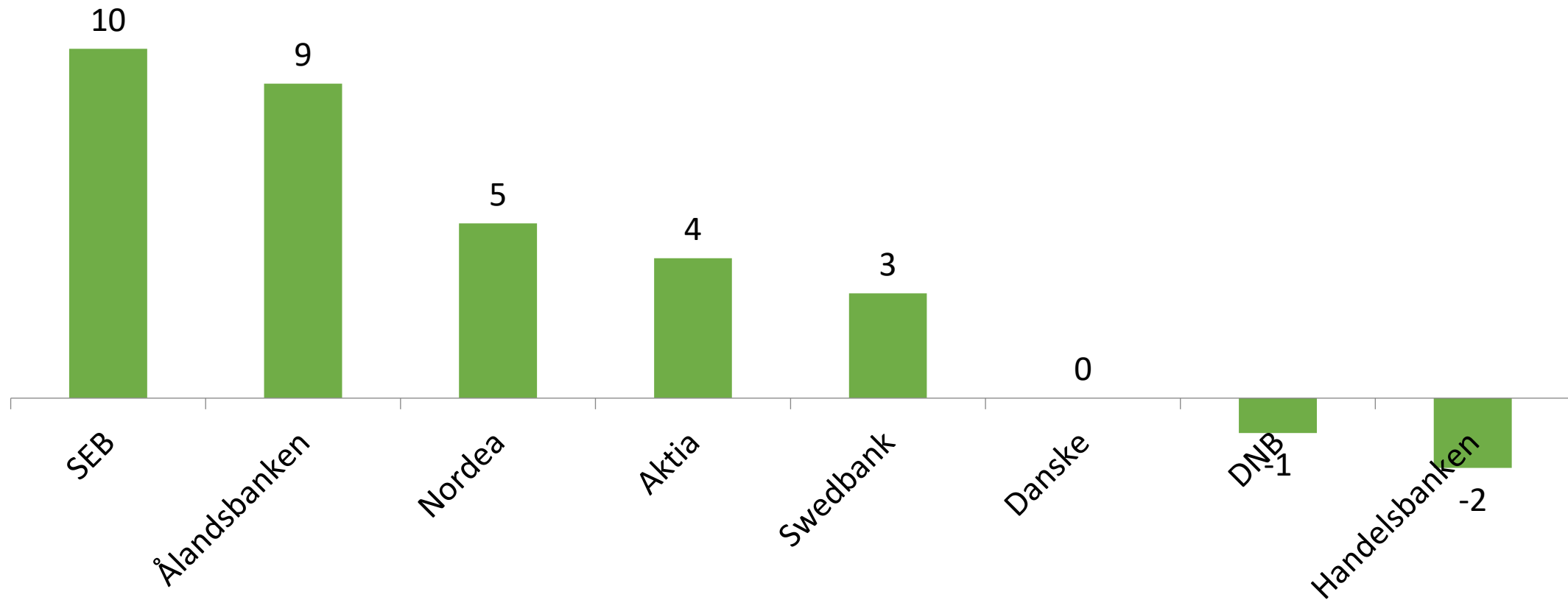
Adjusted for large non-recurring items, e.g. fines (Swedbank and SEB 2020)

Net Operating Profit 2020, %

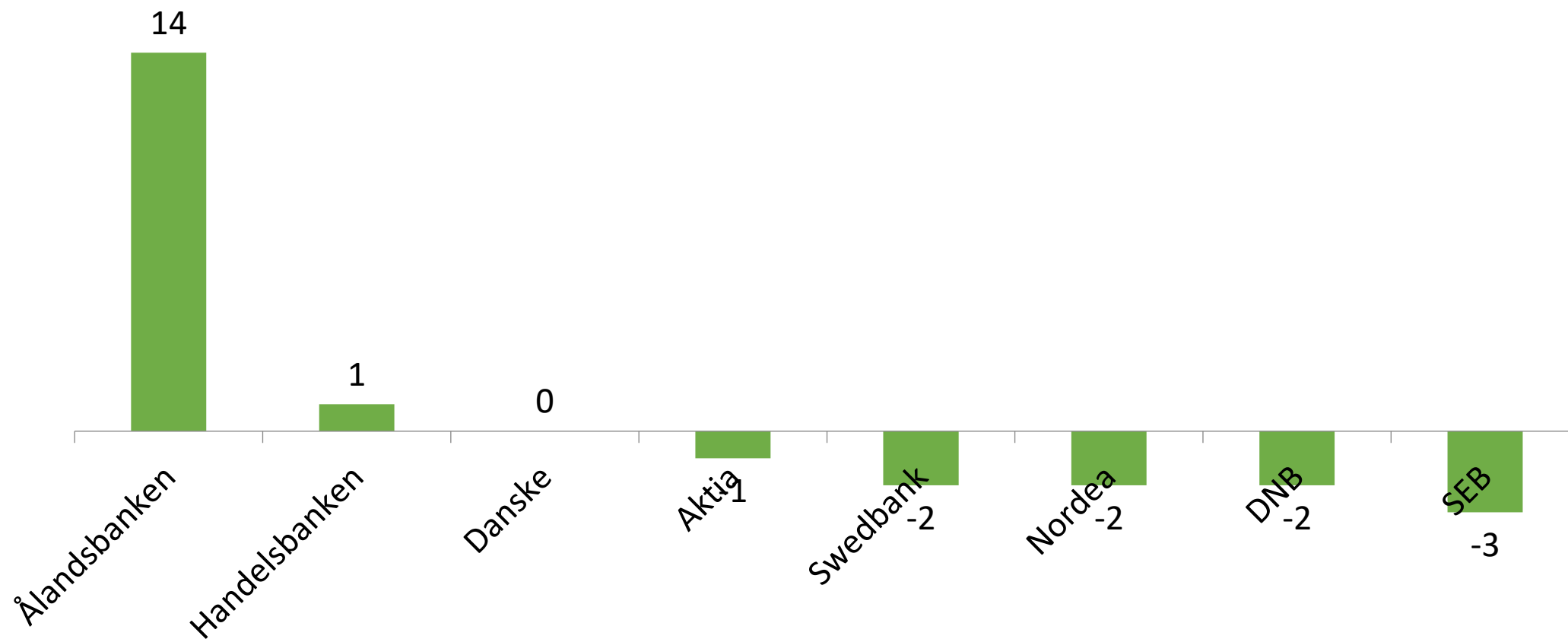


Adjusted for large non-recurring items, e.g. fines (Swedbank and SEB 2020)

Net Interest Income 2020, %



Net Commission Income 2020, %



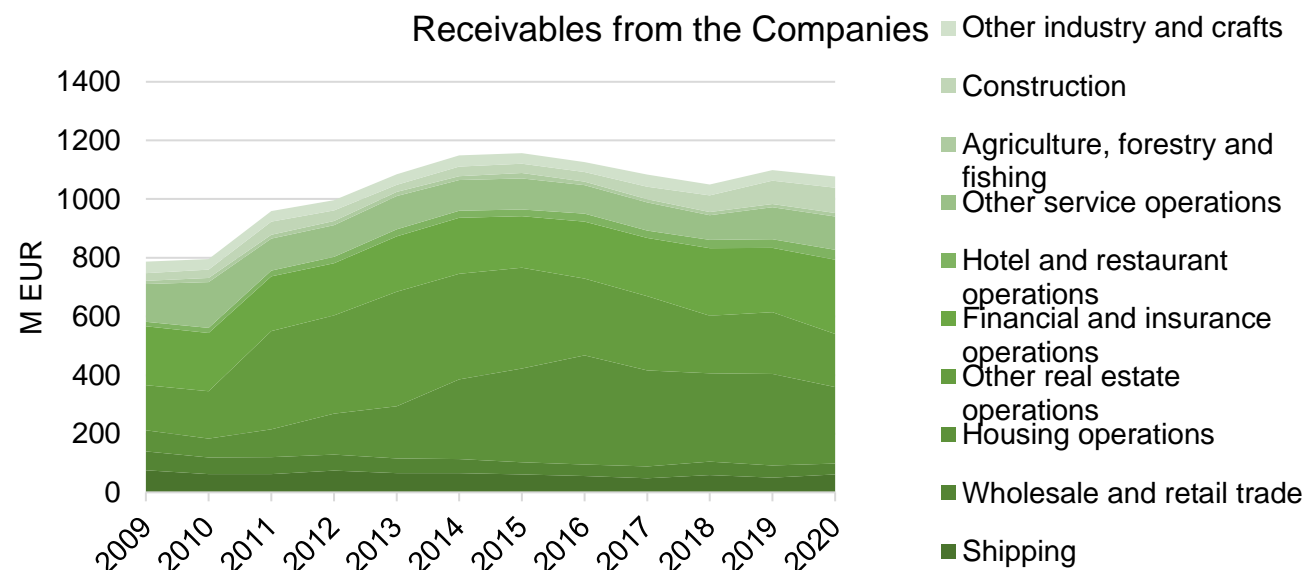
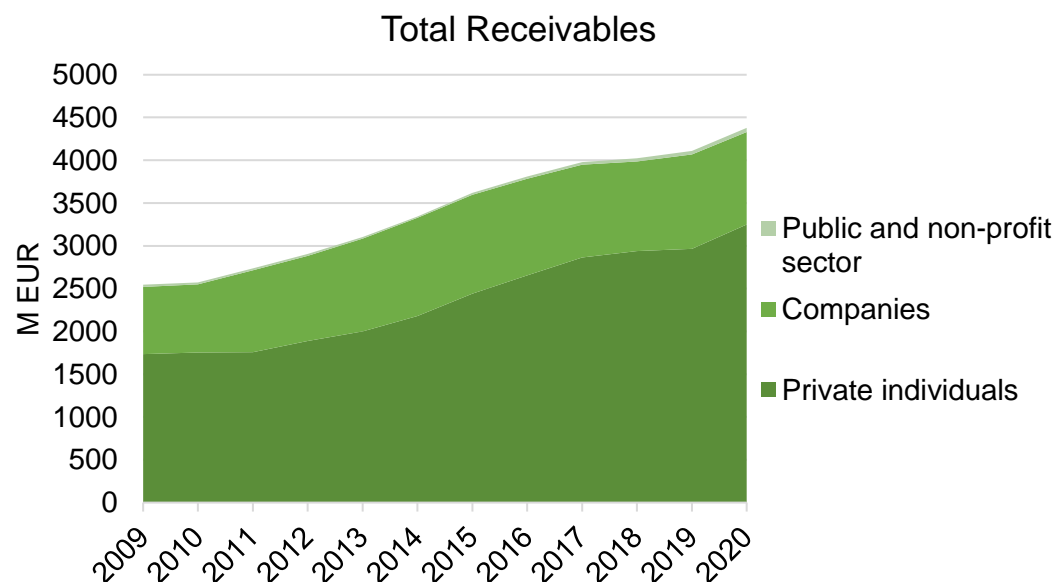
5. Asset Quality

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

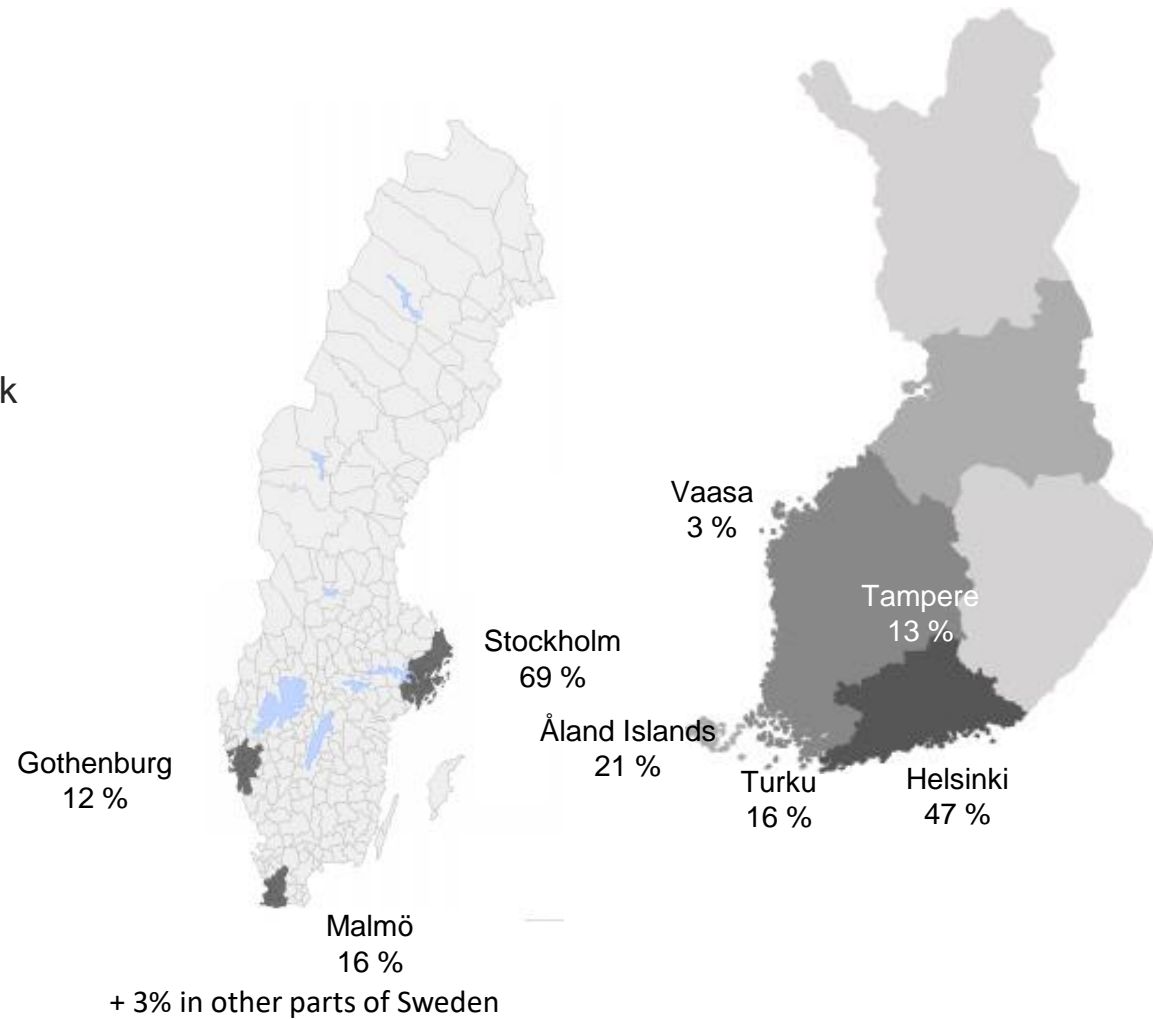
Balanced Growth in the Credit Portfolio

- Total lending was EUR 4,378 M, as of December 31, 2020
 - Selective lending to high quality borrowers, high net worth and affluent Private Banking clients
 - 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
 - Corporate lending at Åland Islands, 7 % of total lending
- Loan loss level 0.11 % in 2020 and 0.08 % in 2019
- Model-driven impairment losses on financial assets increased because of the expected effects of the Covid-19 pandemic. During the first quarter of 2020, the Bank made a group provision of EUR 2.0 M related to heightened risk of losses in the corporate loan portfolio. So far it has not been necessary to utilize these provisions

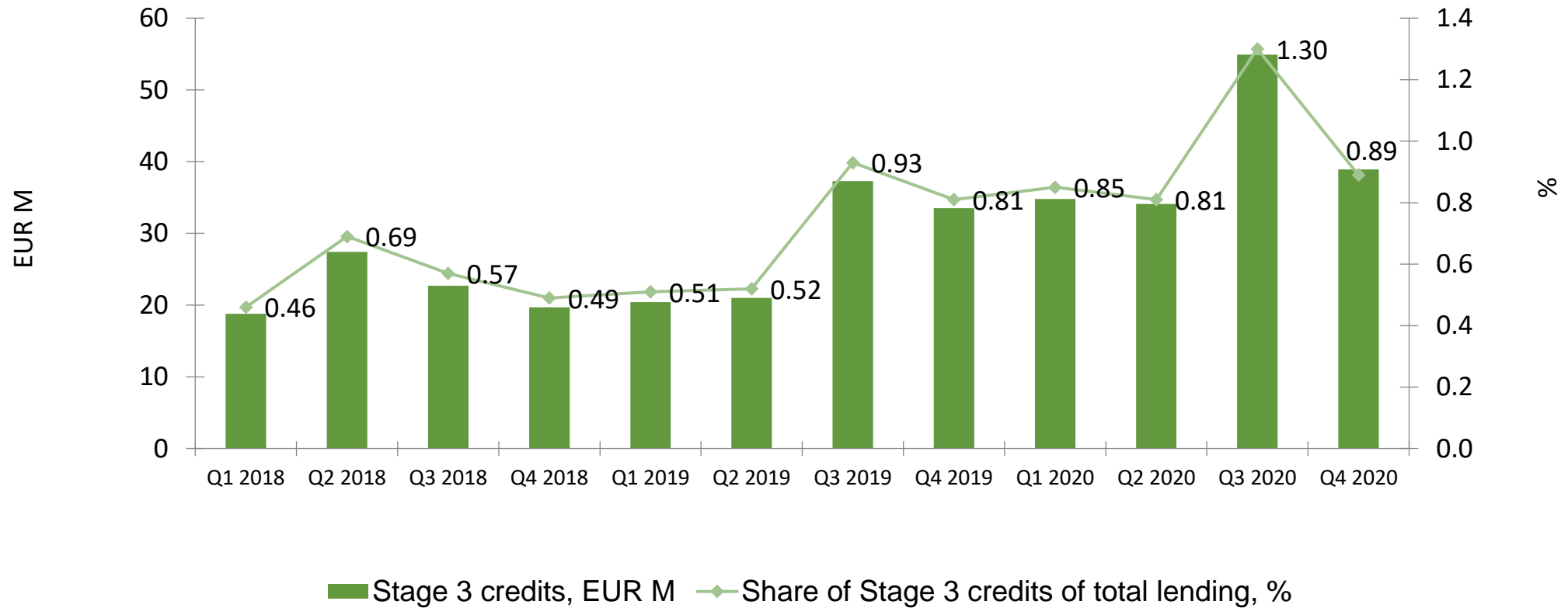


Geographical Distribution of Mortgage Lending

- Clear concentration to the wealthiest parts of Finland and Sweden
- As of December 31, 2020 approximately
 - 58 % of the loan portfolio in Finland
 - 42 % of the loan portfolio in Sweden
- 16 % of mortgage lending in Sweden is distributed by ICA Bank
- According to the business plan growth in the coming years will be mainly in Sweden



Stage 3 Credits 2018-2020

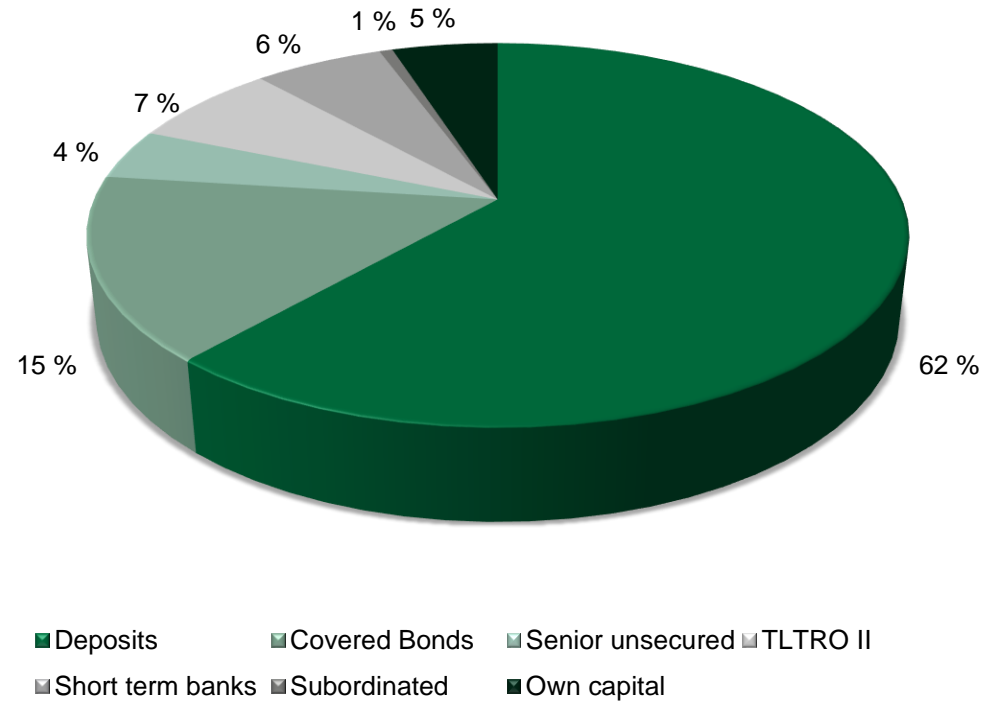


Exposures in Stage 3 fulfil the Group's default definition, in which an exposure is regarded as in default when a payment related to a significant amount is more than 90 days late.

6. Liquidity and Funding

Group Funding Profile December 31, 2020

- 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

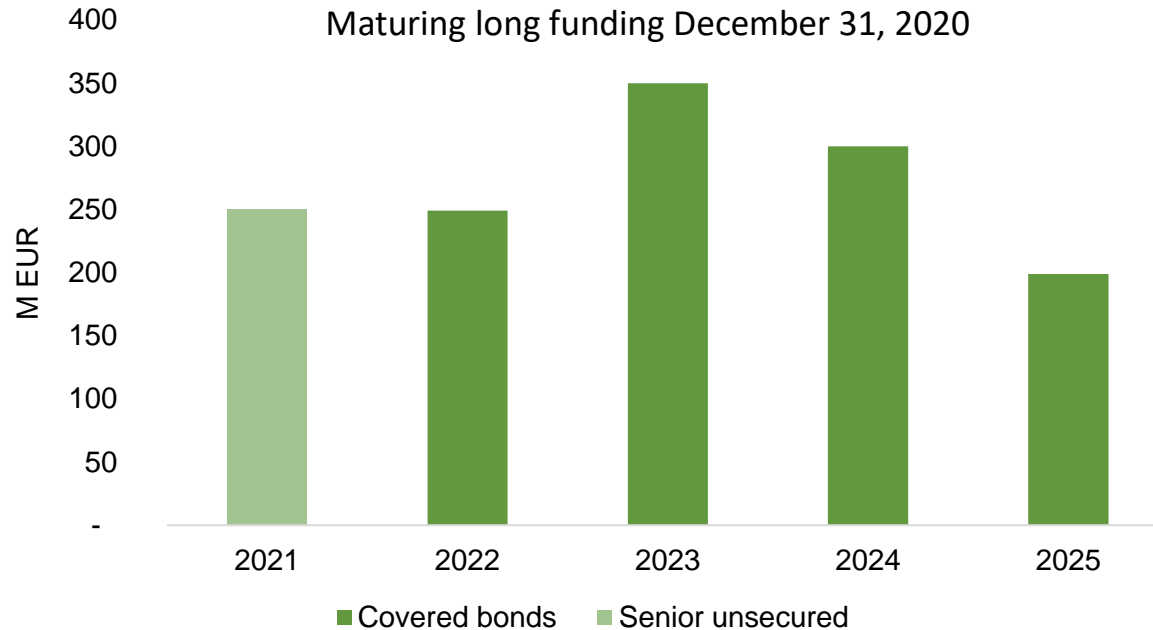


Funding Strategy

- 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 1 098 M as of December 31, 2020
 - Bank of Åland issues also preferred senior unsecured bonds to maintain a balanced funding mix
-
- Themes 2021
 - Centralbanks are offering cheap loans
 - 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 159 % as of December 31, 2020
- NSFR 106 % as of December 31, 2020

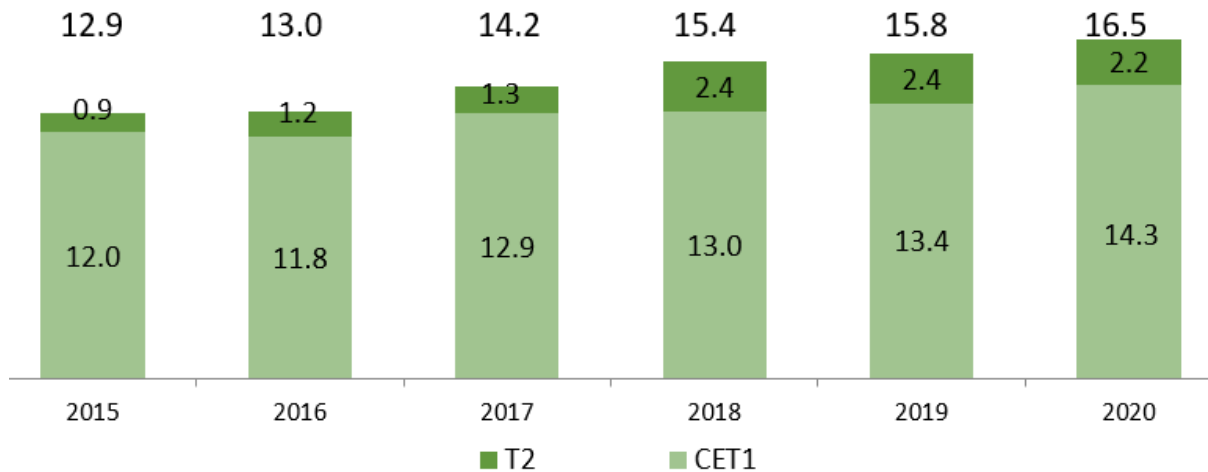
Composition of the liquidity reserve

	31.12.2020	31.12.2020	31.12.2019	31.12.2019
	EUR M	of total	EUR M	of total
Cash and central banks	665	57 %	490	43 %
Bonds issued by governments and official institutions	140	12 %	83	7 %
Bonds issued by financial institutions	4	0 %	42	4 %
Bonds issued by companies	6	1 %	0	0 %
Covered bonds	334	28 %	495	44 %
Deposits	26	2 %	20	2 %
	1175	100 %	1129	100 %

7. Capital Position

Commitment to a Strong Capital Ratio

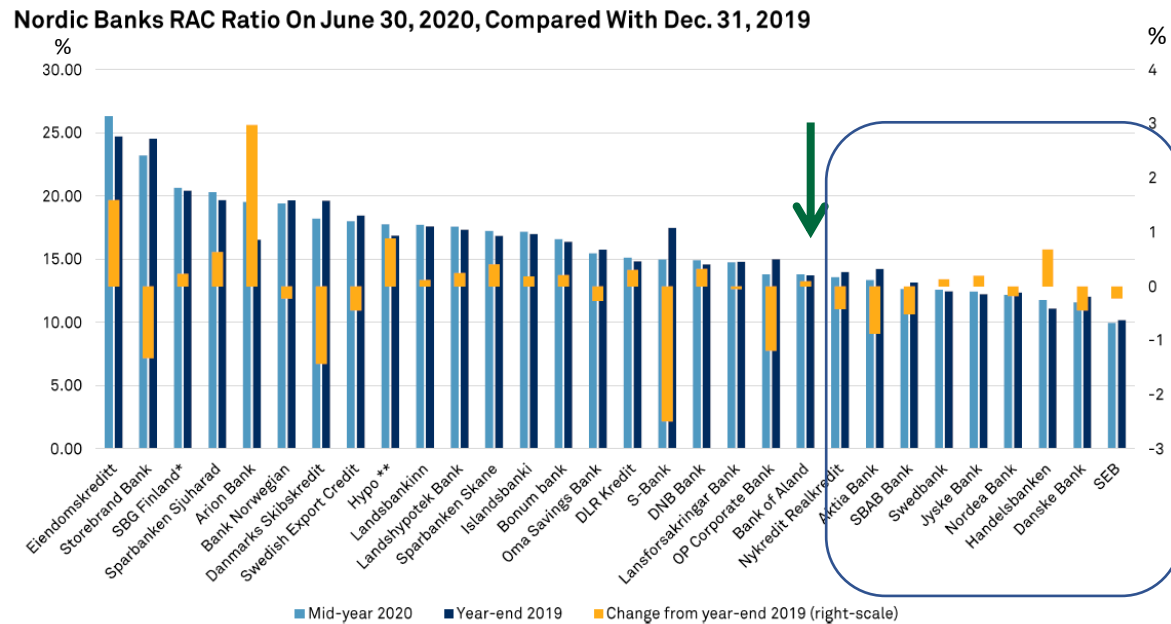
- Bank of Åland is committed to a strong capital ratio
- The bank will continue to build up its capital base, improve and diversify earnings, and uphold a sound approach to risk
- Conservative pay-out policy is to safeguard the capital position
- CET1 capital ratio for a small bank like Bank of Åland is not comparable to larger banks with IRB methods. Standard & Poor's rating method considers Bank of Åland to have strong risk-adjusted capitalization



Percent	2019	2020	Q4 2021
Pillar 1 requirement	4.5	4.5	4.5
Capital conservation buffer	2.5	2.5	2.5
Counter cyclical capital buffer	1.2	0.0	0.0
Systemic risk buffer	1.0	0.0	0.0
Pillar 2 requirement	1.5	1.5	0.6
CET1 CAPITAL RATIO REQUIREMENT	10.7	8.5	7.6
Pillar 1 requirement	1.5	1.5	1.5
Capital conservation buffer			
Counter cyclical capital buffer			
Systemic risk buffer			
Pillar 2 requirement			0.2
AT1 capital ratio requirement	1.5	1.5	1.7
T1 CAPITAL RATIO REQUIREMENT	12.2	10.0	9.3
Pillar 1 requirement	2.0	2.0	2.0
Capital conservation buffer			
Counter cyclical capital buffer			
Systemic risk buffer			
Pillar 2 requirement			0.3
T2 capital ratio requirement	2.0	2.0	2.3
TOTAL CAPITAL RATIO REQUIREMENT	14.2	12.0	11.5
LEVERAGE RATIO REQUIREMENT			3.0

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 13.8 % (June 30, 2020) remains a rating strength to Bank of Åland
 - S&P (January 22, 2021) has indicated that they could raise the rating if Bank of Åland's capitalization improves, as indicated by a sustained increase of its RAC ratio beyond 15% threshold for a very strong capital and earnings over the next 24 months.



Data as of June 2020. *Savings Group Finland. ** The Mortgage Society Finland. Source: S&P Global Ratings. RAC—Risk adjusted capital.

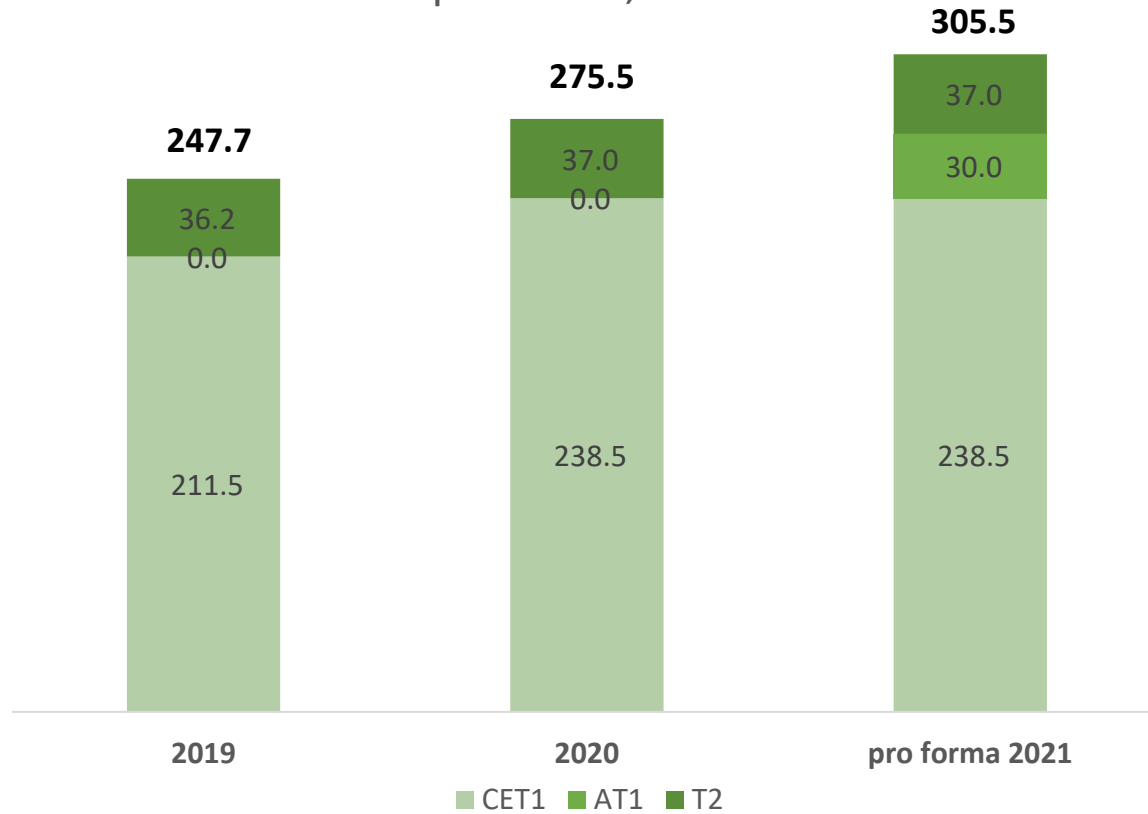
Bank of Åland has an empty pocket for AT1 capital

- Within the basic Pillar 1 requirements of 8.0 % total capital of REA, 1.5 % of REA can be AT1 capital
- Of the Pillar 2 requirements added by the Finnish FSA 18.75 % can be AT1 capital from January 1, 2021. The Pillar 2 requirement is today 1.5 % of REA but will be lowered to 1.0 % of REA by September 30, 2021
- In the absence of AT1 capital, the minimum requirement of AT1 capital within T1 capital (today 1.8 % of REA and as of September 30, 2021 1.7 % of REA) is financed by CET1 capital
- Ålandsbanken has until now not issued any AT1 capital.
- 1.8 % of REA as of December 31, 2020 is equal to EUR 30 M
- 1.7 % of REA as of December 31, 2020 is equal to EUR 28 M

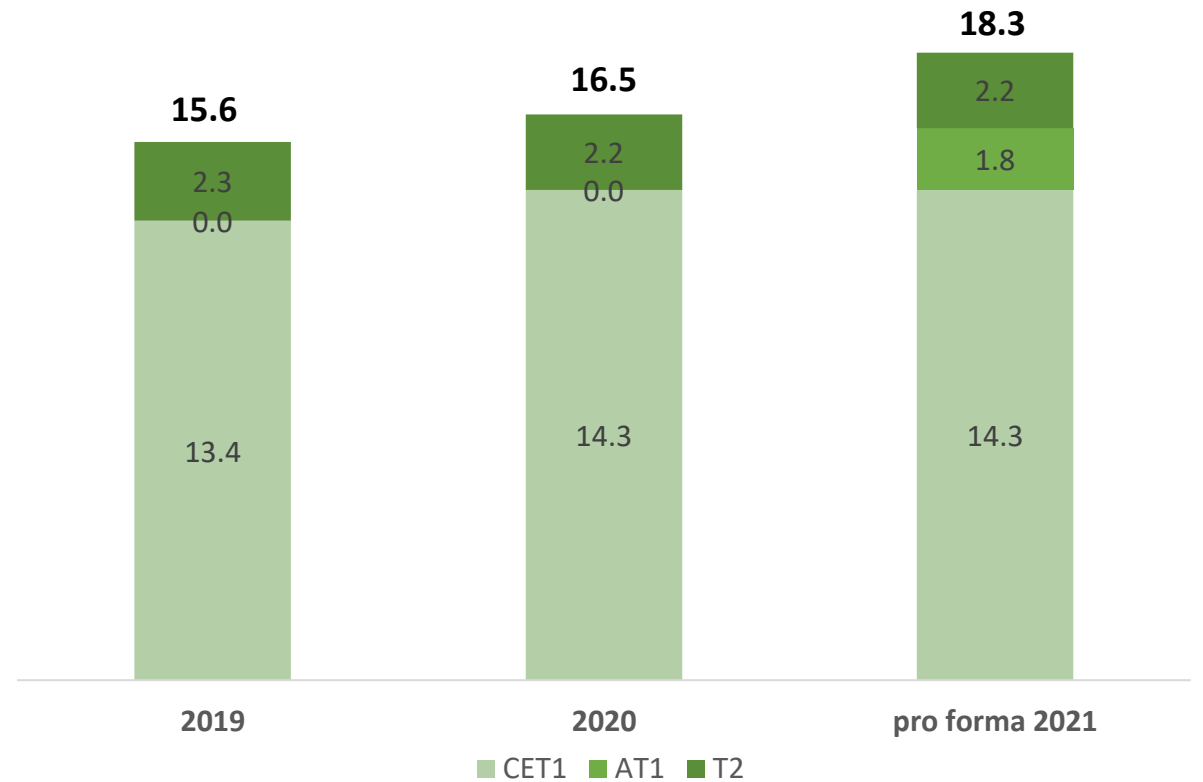
Bank of Åland capital base, EUR M and capital ratios, %

EUR 30 M AT1 added
pro forma 2021

Capital base, EUR M



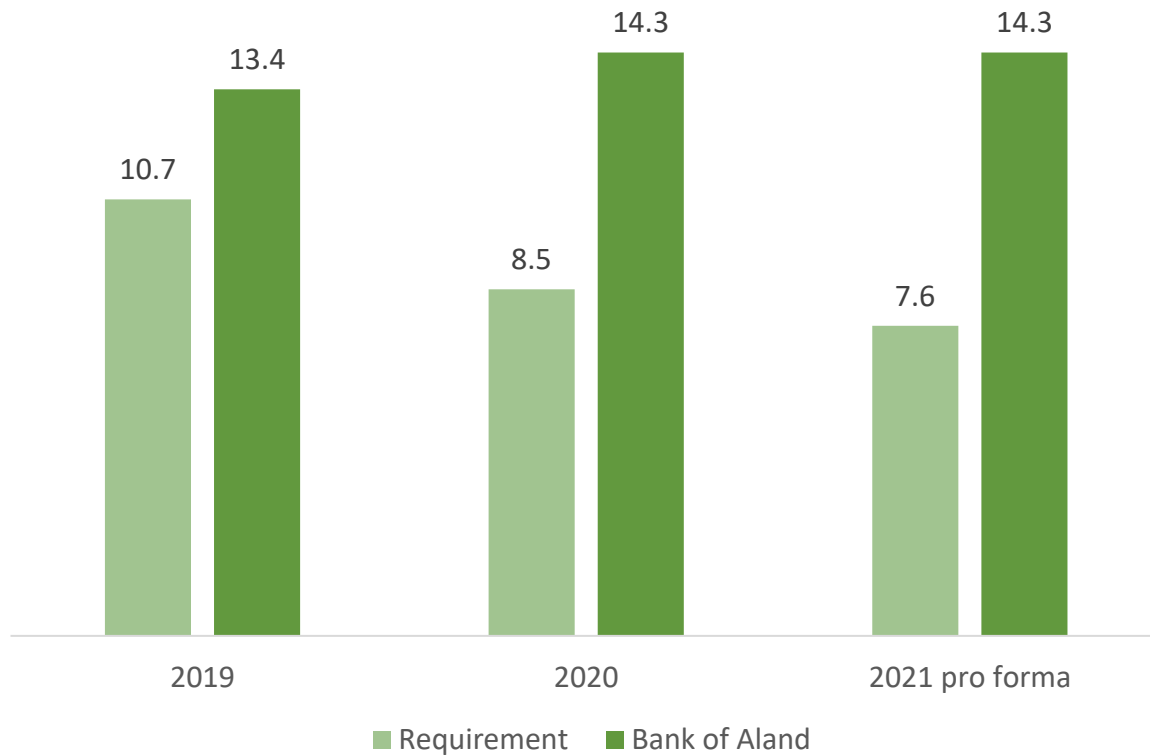
Capital ratios, %



CET1 ratio and T1 ratio, %

EUR 30 M AT1 added
pro forma 2021

CET1 ratio, %



T1 ratio, %

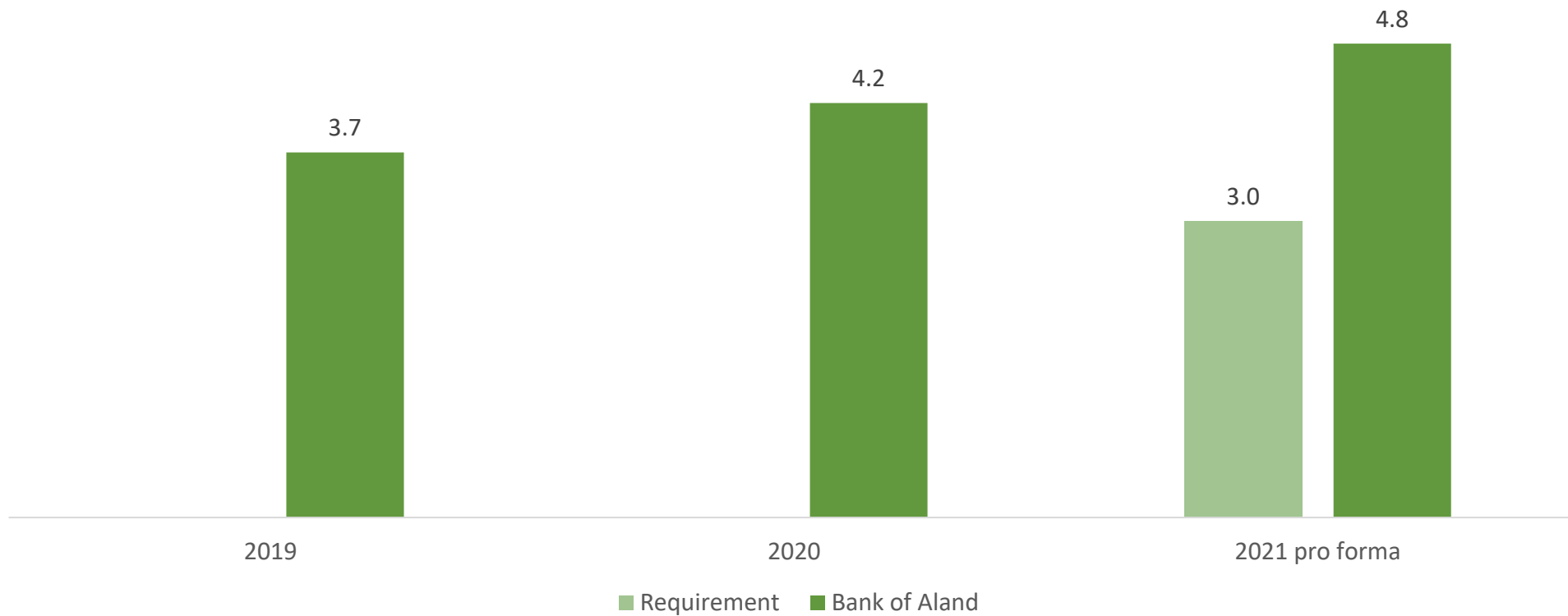


Total capital ratio, %



Leverage ratio, %

EUR 30 M AT1 added
pro forma 2021



8. Proposed AT1 Transaction

Indicative Term Sheet

Issuer	Alandsbanken Abp (Ticker: AABHFH)
Currency and Exp. Deal Size	SEK 300 M
Maturity	Perpetual
First Call Date	[] 2026
Optional Redemption Dates	The Issuer may redeem all, but not some only, of the notes on the first call date (as defined in the Final Terms) or on any subsequent interest payment date thereafter at their redemption price subject to the Competent Authority approval
Special Event Redemption	The issuer may redeem all, but not some only, of the notes at their redemption price at any time on the relevant date fixed for redemption in case of a Capital Event subject to the Competent Authority approval. The issuer may redeem some or all of the notes at their redemption price at any time on the relevant date fixed for redemption in case of a Tax Event subject to the Competent Authority approval
Status	Deeply subordinated Senior only to holders of the Issuer's CET1 Instruments and any other obligations or capital instruments of the Issuer that rank or are expressed to rank junior to the AT1 Notes
Loss Absorption Mechanism - Write-Down	Permanent full write-down upon breach of 7.125% CET1 Ratio of the Issuer or the Group
Coupon Structure/ Interest	Floating Rate Notes/ Floating (quarterly) Any payment of the interest can only take place from the Issuer's Distributable Items and may be cancelled at the Issuer's discretion or mandatorily as required by Applicable Banking Regulation
Governing Law	Finnish Law
Listing	Helsinki Stock Exchange
Target Market	MiFID II professionals/eligible counterparties only (all distribution channels). No PRIIPs key information document (KID) has been prepared as not available to retail in EEA
Denomination	SEK 2,000,000
Documentation	Under the Issuer's EUR 3,000,000,000 Medium Term Note, Covered Bond, Tier 2 Note and Additional Tier 1 Capital Note Programme dated 12 March 2021

9. Contact Details

Contact Details

Peter Wiklöf, CEO

peter.wiklof@alandsbanken.fi

+358 40 512 7505

Jan-Gunnar Eurell, CFO

jan-gunnar.eurell@alandsbanken.se

+46 70 589 1209

Maria Rissanen, Head of Group Treasury

maria.rissanen@alandsbanken.fi

+358 50 538 8898

10. Appendix

Key Figures – Bank of Åland

	2020	2019	2018	2017	2016
Return on equity (ROE), %	11.6	10.7	9.8	9.1	9.1
Cost/ income ratio, %	70	73	77	78	76
Loan loss level, %	0.11	0.08	0.02	0.06	0.11
Core funding ratio, %	96	90	90	88	89
Equity/assets ratio, %	4.8	4.6	4.4	4.4	4.3
Core Tier 1 capital ratio, %	14.3	13.4	13.0	12.9	11.8
Total capital ratio, %	16.5	15.8	15.4	14.2	13.0
Earnings per share, EUR	2.02	1.69	1.48	1.35	1.29
Equity per share, EUR	18.76	16.61	15.67	15.14	14.50
Lending to the public, EUR M	4,378	4,110	4,022	3,979	3,808
Deposits from public, EUR M	3,605	3,368	3,304	3,148	3,028
Shareholders' equity, EUR M	292	258	242	234	222
Risk-weighted assets, EUR M	1,671	1,583	1,578	1,538	1,576
FTE	751	700	691	691	683

Income Statement

EUR M	2020	2019	2018	2017	2016
Net interest income	58.9	53.9	54.5	55.9	55.1
Net comission income	66.3	58.0	54.3	52.9	48.0
Other income	24.9	22.0	18.8	19.2	17.3
	150.1	133.9	127.6	128.0	120.4
Staff costs	-62.9	-57.0	-57.1	-59.8	-57.0
Other expenses	-42.7	-40.5	-40.7	-40.0	-34.3
Total expenses	-105.6	-97.5	-97.8	-99.8	-91.3
Profit before impairment losses	44.6	36.4	29.8	28.2	29.2
Impairment losses on financial assets, net	-4.9	-3.2	-0.8	-2.1	-4.1
Net operating profit	39.7	33.2	29.0	26.0	25.1
Income taxes	-8.2	-6.9	-6.1	-5.3	-5.4
Profit for the period	31.5	26.3	22.9	20.7	19.7
Non-controlling interests	0.0	0.0	0.0	0.0	0.0
Attributable to the shareholders	31.5	26.3	22.9	20.7	19.7

Long-Term Funding December 31, 2020

Cover pool FIN

ISIN	Nominal Amt	Settlement date	Maturity date	Coupon	Currency	EUR eq amt	Time to maturity
XS0876678391	100 000 000	30-01-2013	30-01-2023	2.75	EUR	100 000 000	2.08
XS1496878742	250 000 000	29-09-2016	29-09-2023	0	EUR	250 000 000	2.75
FI4000375241	300 000 000	19-03-2019	19-03-2024	0.125	EUR	300 000 000	3.22
						650 000 000	2.86

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	249 145 431	1.89
SE0013359627	2 000 000 000	12-05-2020	12-05-2025	QUARTLY STIB + 50.0	SEK	199 316 345	4.36
						448 461 776	2.99

Senior Unsecured

ISIN	Nominal Amt	Settlement date	Maturity date	Coupon	Currency	EUR eq amt	Time to maturity
FI4000348966	250 000 000	13-09-2018	13-09-2021	0.5	EUR	250 000 000	0.70
						250 000 000	0.70

Disclaimer

- The presentation was prepared by Bank of Åland Ltd for use in investor relations. This presentation is not intended for retail customers.
- This presentation has been prepared on the basis of publicly available information which Bank of Åland considers to be reliable.
- This presentation may contain forward-looking statements, which are subject to risks, uncertainties, and assumptions. This presentation is being presented solely for your information and is subject to change without notice. No representation or warranty, expressed or implied, is made and no reliance should be placed on the accuracy, actuality, fairness, or completeness of the information presented.
- This presentation does not constitute an offer or invitation to purchase or subscribe for any shares or debt instruments of the Company, and no part of this presentation shall form the basis of or be relied upon in connection with any contract or commitment.
- The contents of this presentation may not be reproduced, redistributed or passed on, directly or indirectly, to any other person or published, in whole or in part, for any purpose.