



Bank of Åland

Debt Investor Presentation
September 2019

Table of Contents

1. Bank of Åland in Brief	3
2. Bank of Åland – Strategy and Market Position	7
3. Performance and Capital	13
4. Asset Quality	28
5. Liquidity and Funding	34
6. Contact Details	40
7. Appendix	42



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 7 % to EUR 14.5 M in H1 2019 from EUR 13.6 M in H1 2018
- BBB rating with a positive outlook from S&P

Covered Bond Program

- EUR 2 bn combined Covered Bond/ Senior Medium Term Note Program 2018 (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 July 31, 2019
- Finnish house prices have risen moderately compared to the Nordic neighbors, as the demand has been strong in the low rate environment
- 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



Capital

- S&P rating uplift for strong capital position
- Common Equity Tier 1 capital ratio 13.3 % as of June 30, 2019
- IRB method for credit risk capital requirement not yet approved for the Swedish credit portfolio



Liquidity and Funding

- Core funding ratio of 89 % as of June 30, 2019
- Liquidity reserve at 21 % of total assets as of June 30, 2019
- LCR at 165 % as of June 30, 2019
- NSFR at 117 % as of June 30, 2019
- AAA rating on Covered Bonds



Risk Management

- Long history of having the lowest loan loss level of all Finnish banks. Loan loss level was 0.03 % in H1 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



Profitability

- Challenging interest rate environment
- Positive earnings trend
- Net operating profit of EUR 14.5 M H1 2019
- Return on equity 9.6 % H1 2019

Standard & Poor's rating on Bank of Åland

Finnish banks	A-	
Business position	-2	
- Niche bank with geographical concentration to Finland and Sweden		
Capital and earnings	+1	
- Strong capital position		<i>positive</i>
- Strong equity to assets ratio		
Risk position	-1	
- Geographical concentration to Finland and Sweden		
- Small customer base with concentration risks		
Liquidity and funding	0	
- Above average with very strong deposit base		
Bank of Åland stand alone rating	BBB	<i>positive</i>
Cover Pool FIN, Cover Pool SWE	+9	
- 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

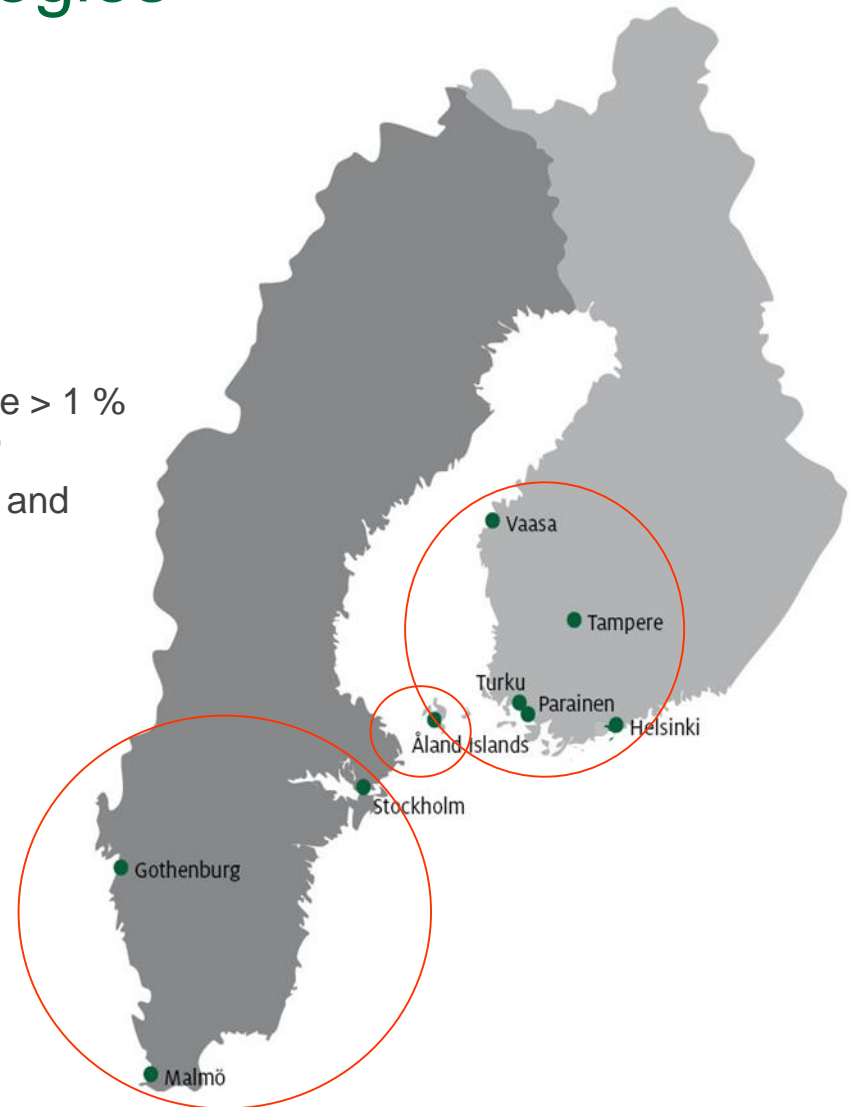
- 3 offices + 2 rep offices, market share > 50 %
- Full product range offered
- **A bank for everyone**

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 5,514 M, as of June 30, 2019
- Actively managed assets of EUR 5,637 M, as of June 30, 2019
- Approximately 700 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

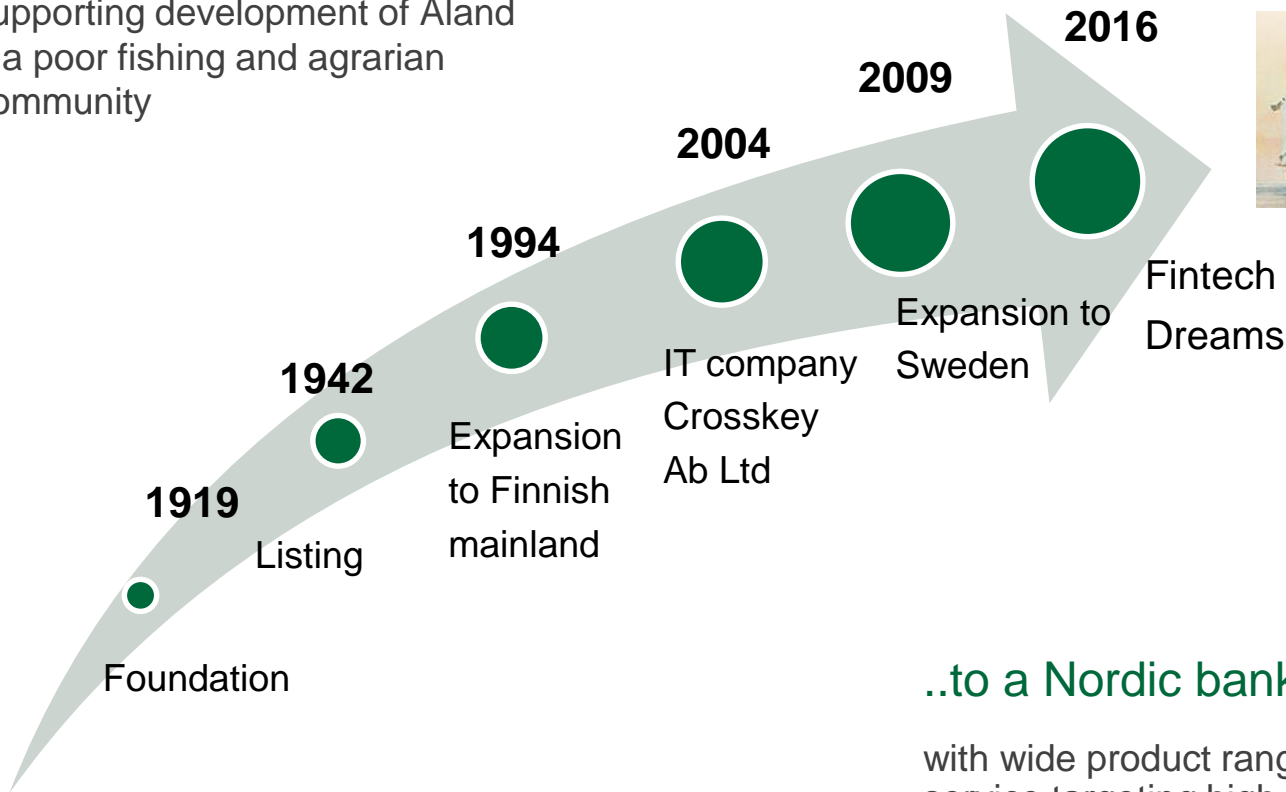
Core values

- Service
- Finance
- Lifestyle
- Safety

Bank of Åland History of Strategic Decisions during the first 100 years

From a local bank..

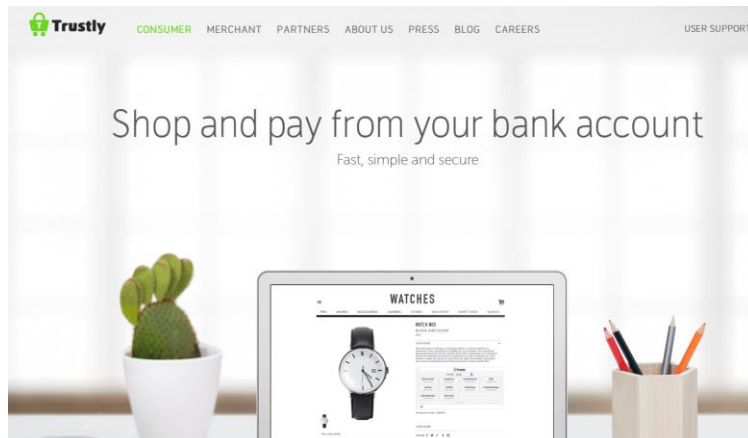
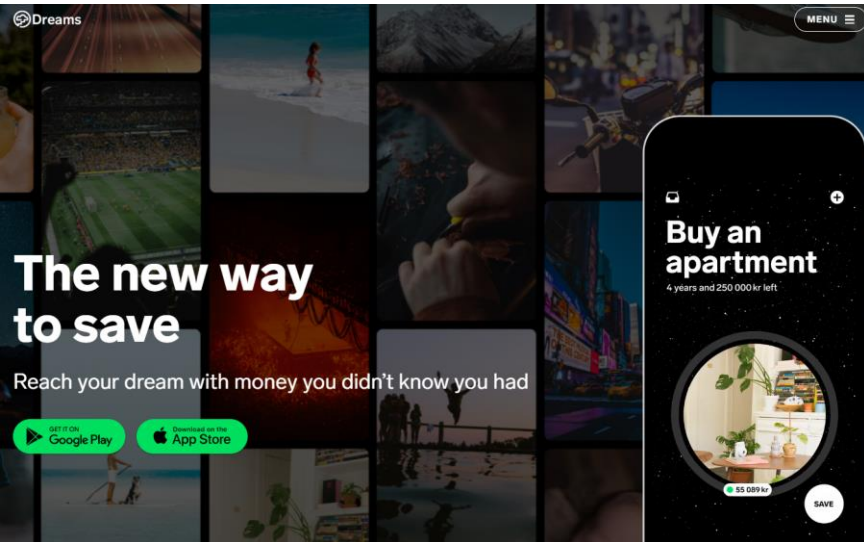
supporting development of Åland
– a poor fishing and agrarian
community



..to a Nordic banking group

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

Digitalization in focus: strategic fintech partners

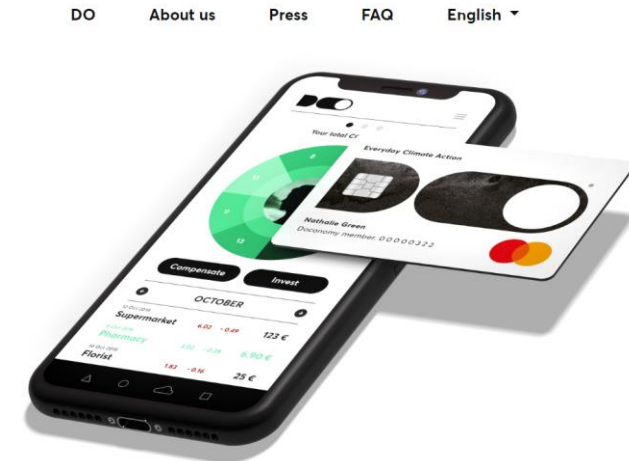


A banking service for everyday climate action

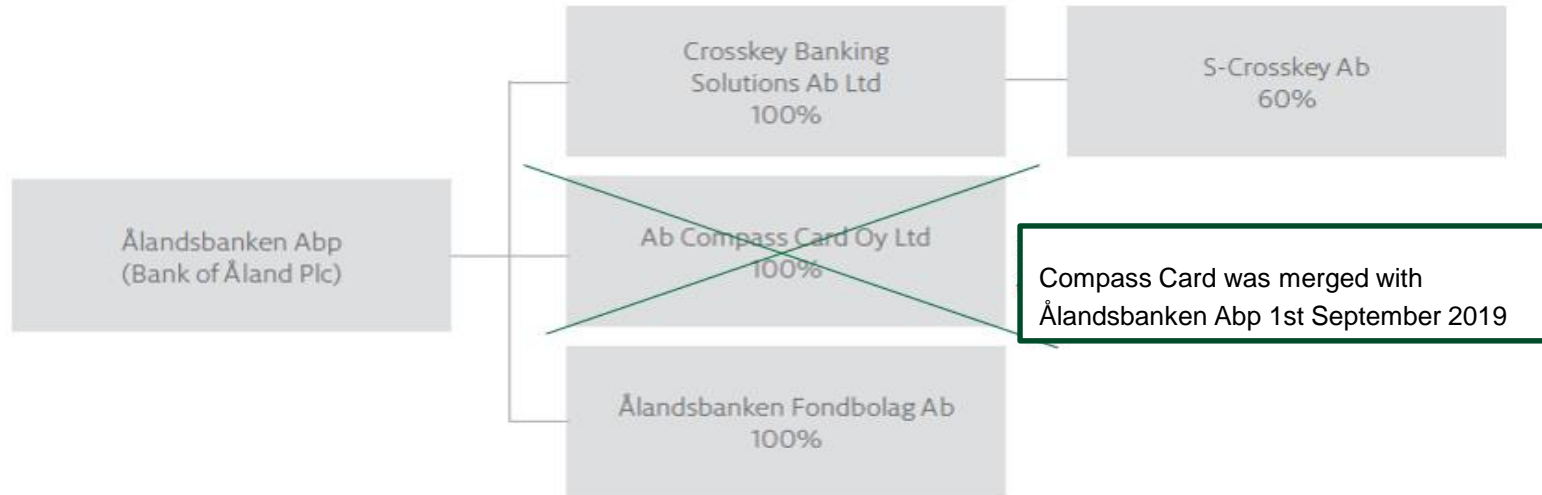
Use a free revolutionary mobile banking service to reduce your carbon emissions day by day.

Positive returns for both you and the planet.

Early sign-up!



Bank of Åland group legal structure and Ownership structure



Major owners

Share of capital Share of votes

Major owners	Share of capital	Share of votes
Anders Wiklöf with companies	21,4%	29,7%
Alandia Bolagen	6,8%	11,1%
The Family Kamprad Foundation	5,9%	0,7%
Fennogen Investments A.S. (Family Ehrnrooth)	4,6%	8,3%
Pensionsförsäkringsaktiebolaget Veritas	2,5%	2,0%
	41,3%	51,8%

Approximately 10,000 shareholders in total, mostly from the Åland Islands.



3. Earnings & 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. At present, the Bank of Åland is prioritising balanced growth

H1 2019 in summary

- Net operating profit EUR 14.5 M (13.6 M H1 2018), +7 %
- Return on Equity after tax (ROE) 9.6 % (9.3 %), +3 %
- Earnings per share EUR 0.74 (0.69), +7 %

- The Bank of Åland has signed a declaration of intent to form a new Swedish mortgage company,
Crosskey is the IT system supplier
- Compass Card to be merged with Ålandsbanken Abp (1st September 2019)
- A new ESG fund: Ålandsbanken Green Bond
- Euro Bond fund best in its' class by Lipper, six years in row
- Unchanged future outlook: The Bank of Åland expects its net operating profit in 2019 to be at
about the same level as in 2018

Bank of Åland “world champion” in sustainability



GULDÄGGET

SVERIGES KOMMUNIKATIONSBYRÅER 2017
FEMTIO SJÄTTE UPPLAGAN



The Bank of Åland has signed a declaration of intent to form a new Swedish mortgage company

27 June 2019 | Stock exchange release

Bank of Åland Plc
Stock Exchange Release
June 27, 2019, 3.35 p.m.

The Bank of Åland has signed a declaration of intent to form a new Swedish mortgage company

On June 27, the Bank of Åland (Ålandsbanken) signed a declaration of intent to form a new Swedish mortgage company. The declaration of intent was also signed by a number of other parties and the aim is to conclude binding agreements early in the autumn.

The Bank of Åland has engaged in mortgage operations covering Swedish home loans since 2012. It has carried out these operations from its own balance sheet, and if binding agreements are entered into, they will be transferred to the new mortgage company. The Bank of Åland's subsidiary Crosskey Banking Solutions has been chosen as the IT systems supplier and integrator for the mortgage company.

The other participating parties will be announced when agreements are finally concluded.

For further information, please contact:

Peter Wiklöf, Managing Director and Chief Executive, Bank of Åland Plc, tel. +358 40 512 7505

Bank of Åland signs new distribution agreement on mortgage loans in Sweden

30 August 2019 | Stock exchange release

Bank of Åland Plc
Stock Exchange Release
August 30, 2019, 2.00 p.m.

Bank of Åland signs new distribution agreement on mortgage loans in Sweden

On August 30, the Bank of Åland (Ålandsbanken) signed a distribution agreement with ICA Bank (ICA Banken) – part of the Swedish-based ICA Gruppen, whose core business is grocery retail. This collaboration will enable ICA Bank to offer attractive home mortgage products to its customers. For the Bank of Åland, the new arrangement will provide future access to larger business volume and thus more efficient refinancing, as well as a partner with which to share operating expenses. The collaboration will go into effect during the fourth quarter of 2019.

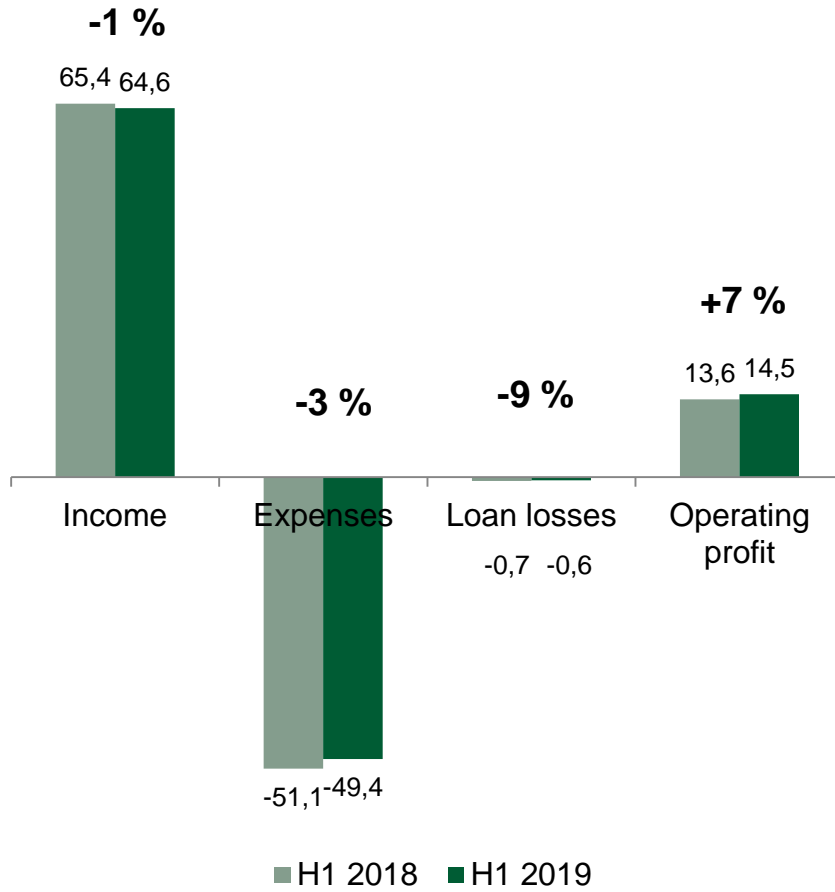
“Through this collaboration, both parties will achieve clear economies of scale,” says Peter Wiklöf, Managing Director of the Bank of Åland. “In recent years the Bank of Åland has initiated several successful collaborative arrangements in the Swedish market, and I regard this as another win-win collaboration,” he adds.

For further information:

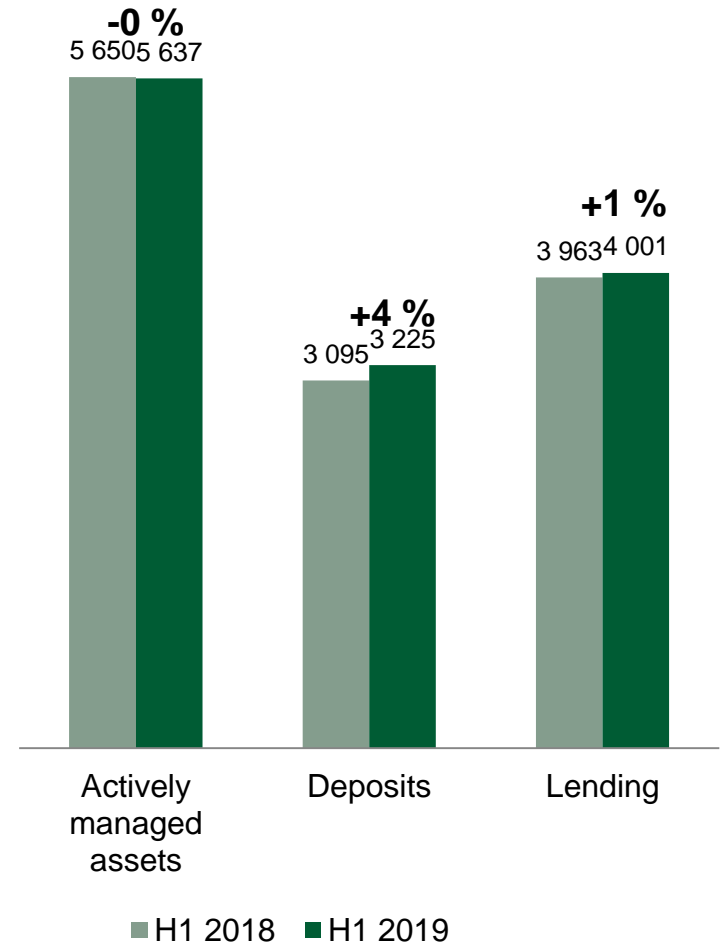
Peter Wiklöf, Managing Director and Chief Executive, Bank of Åland Plc, tel +358 40 512 7505

H1 2019 in summary

Operating profit, EUR M

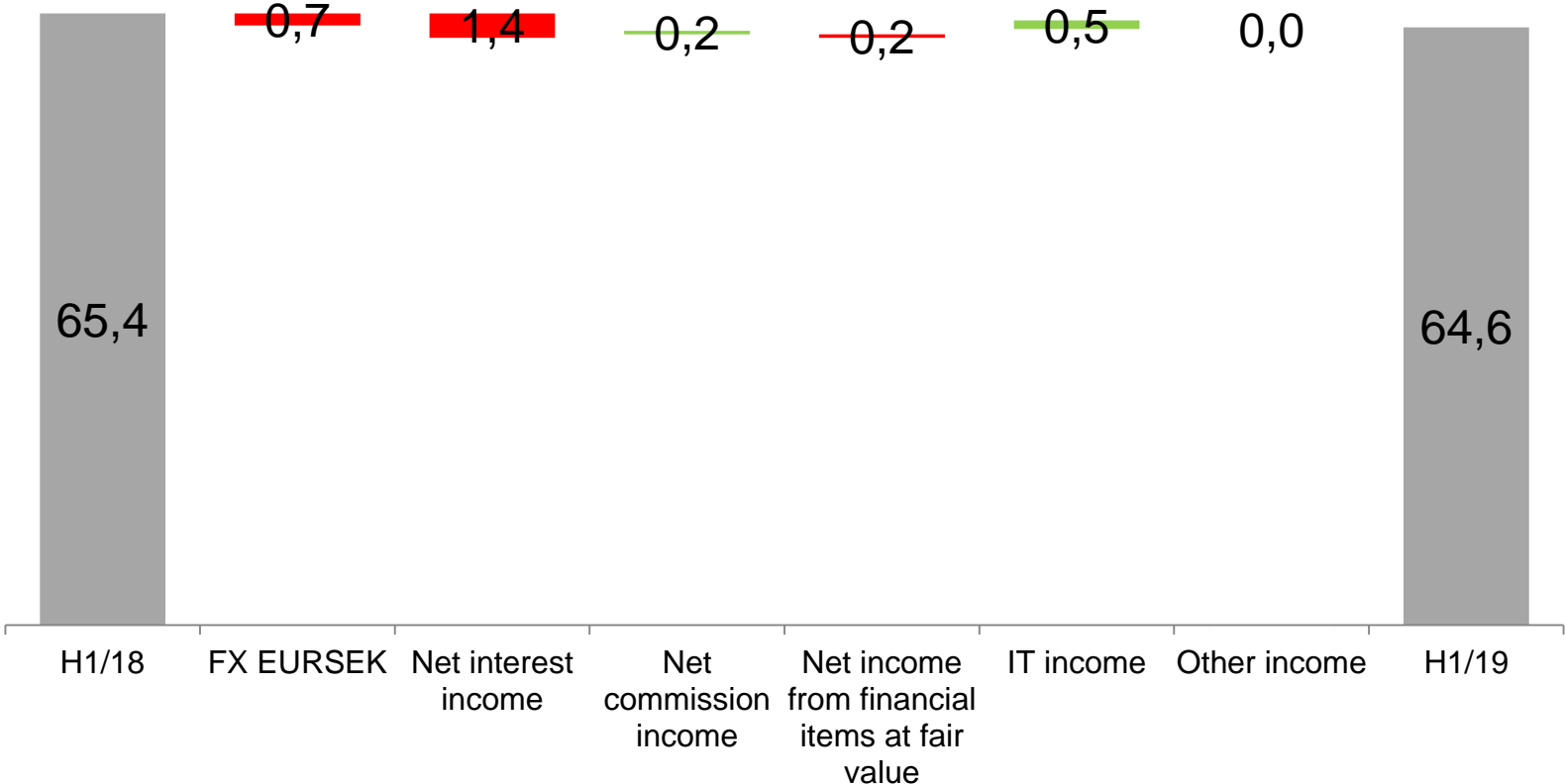


Volumes, EUR M



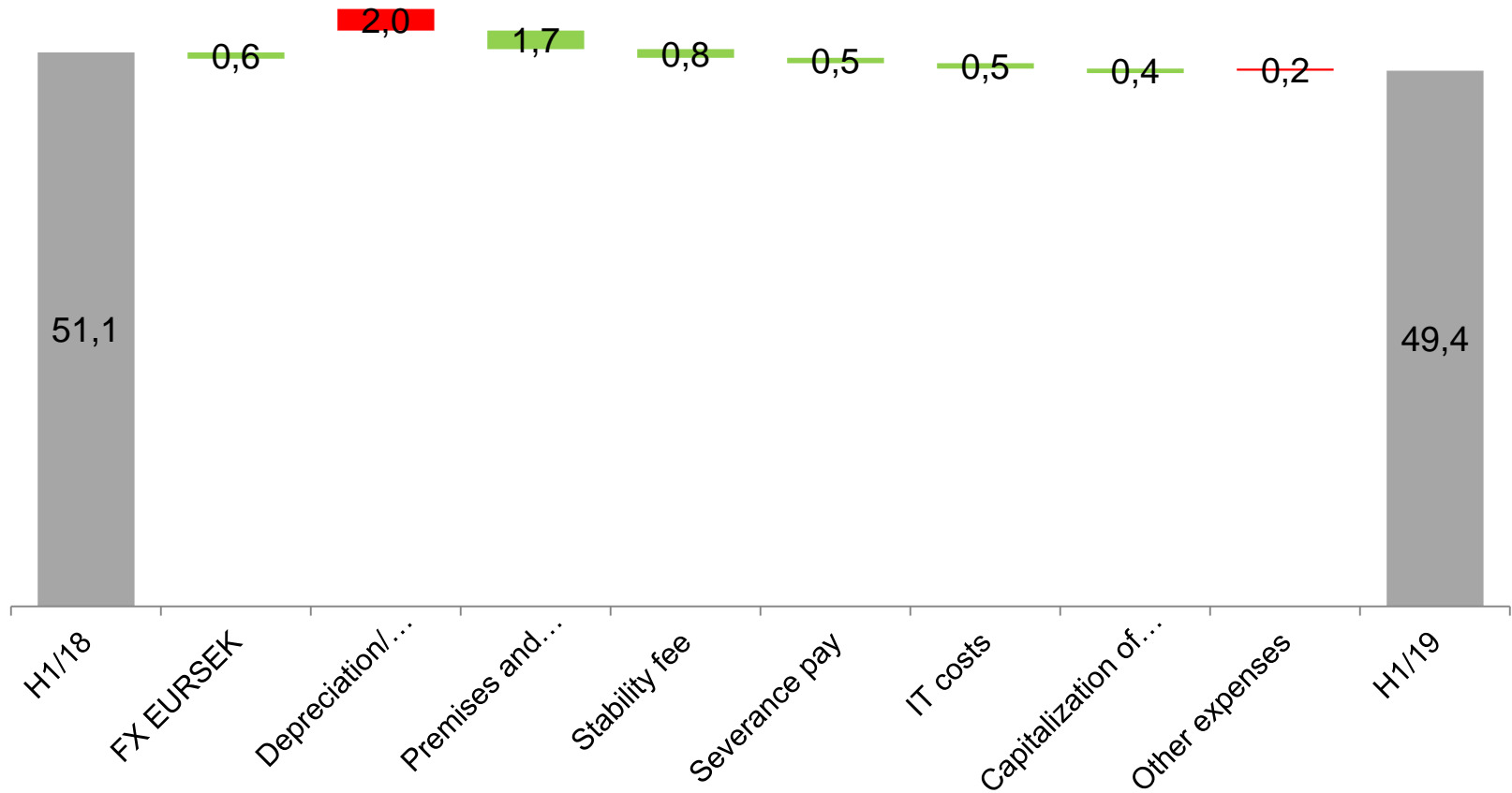
H1 2019: A bit lower earnings

EUR M

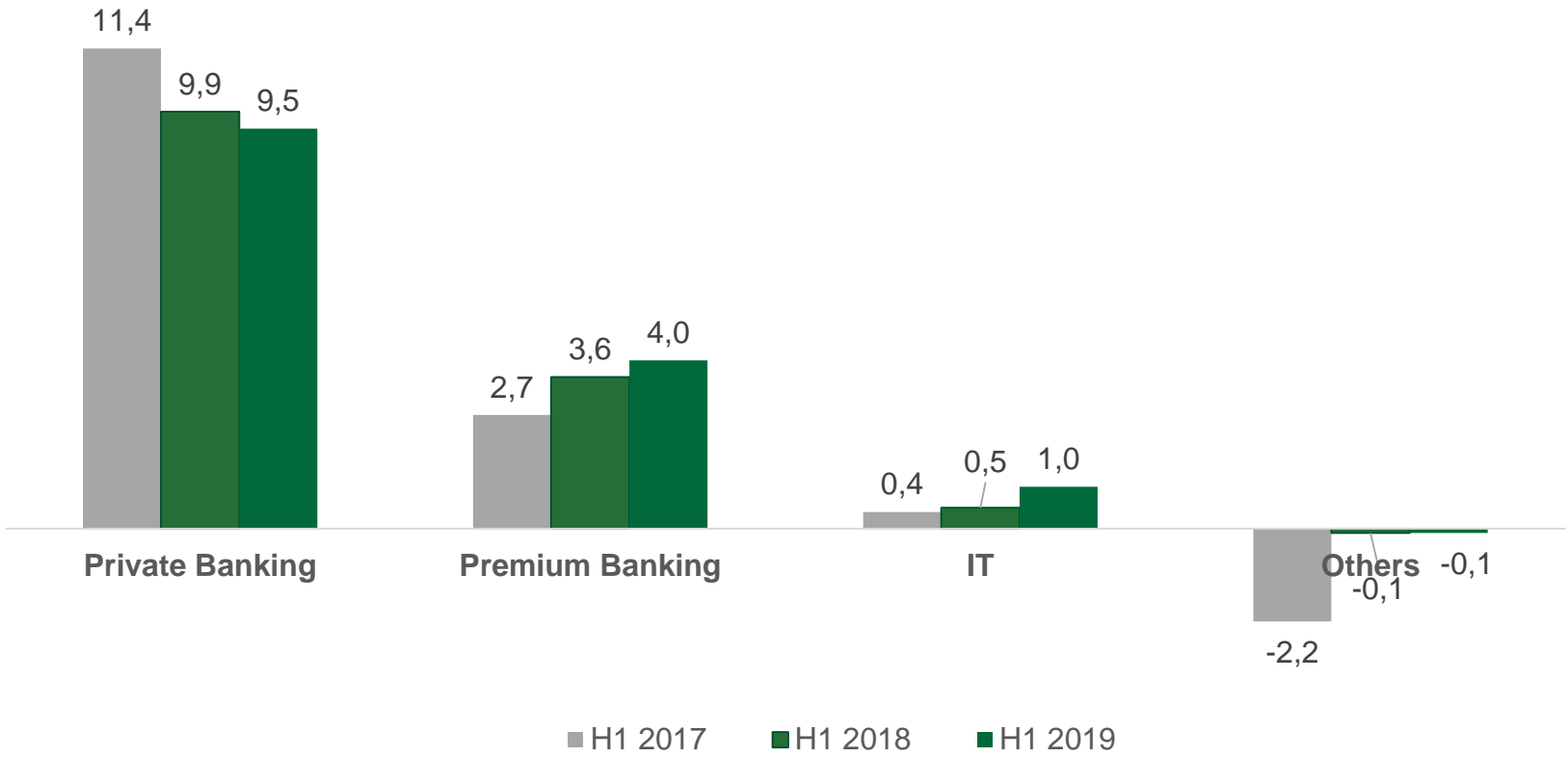


H1 2019: Lower expenses

EUR M

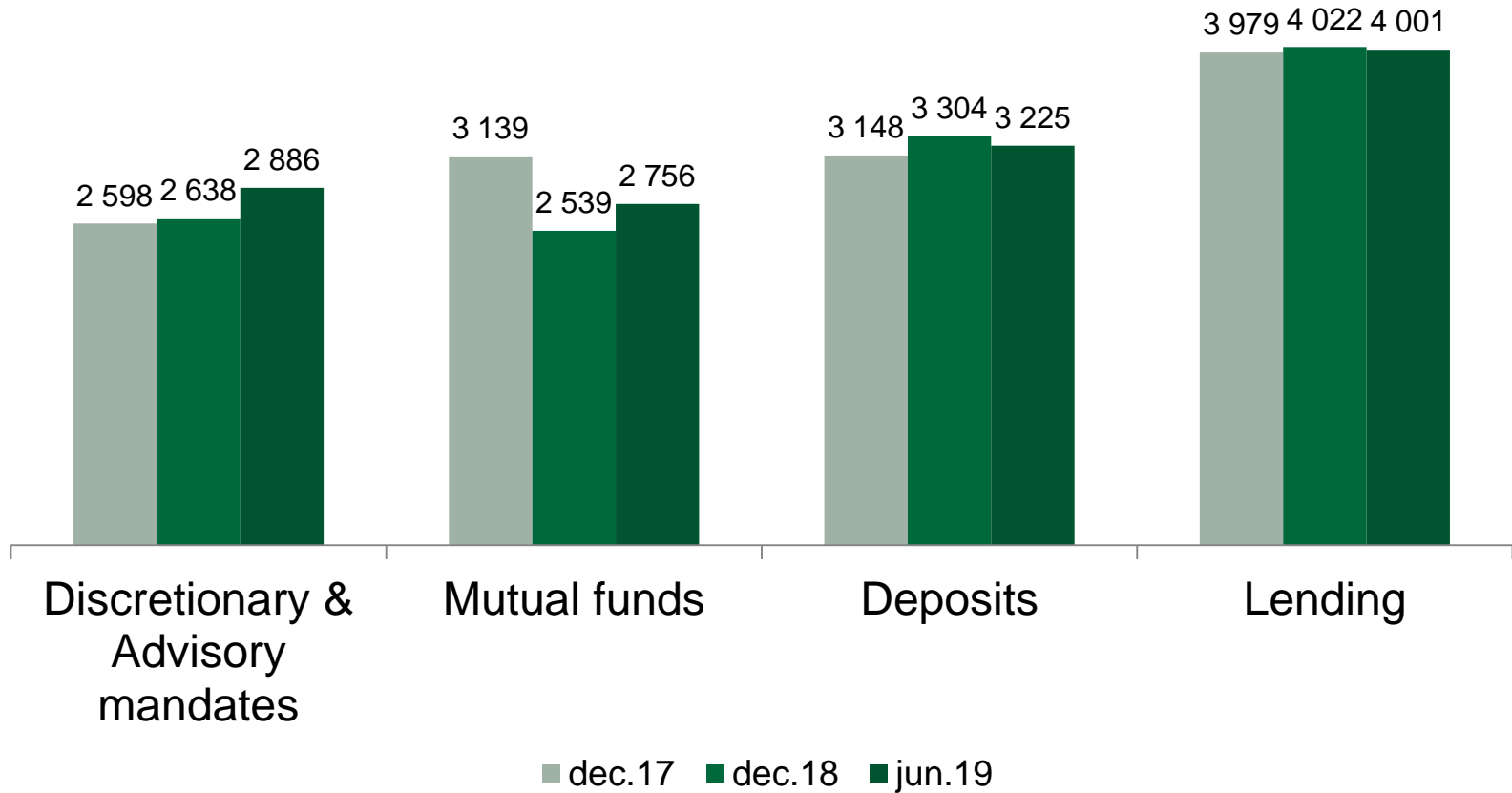


Bank of Åland business segments 2017-2019, Operating profit, EUR M

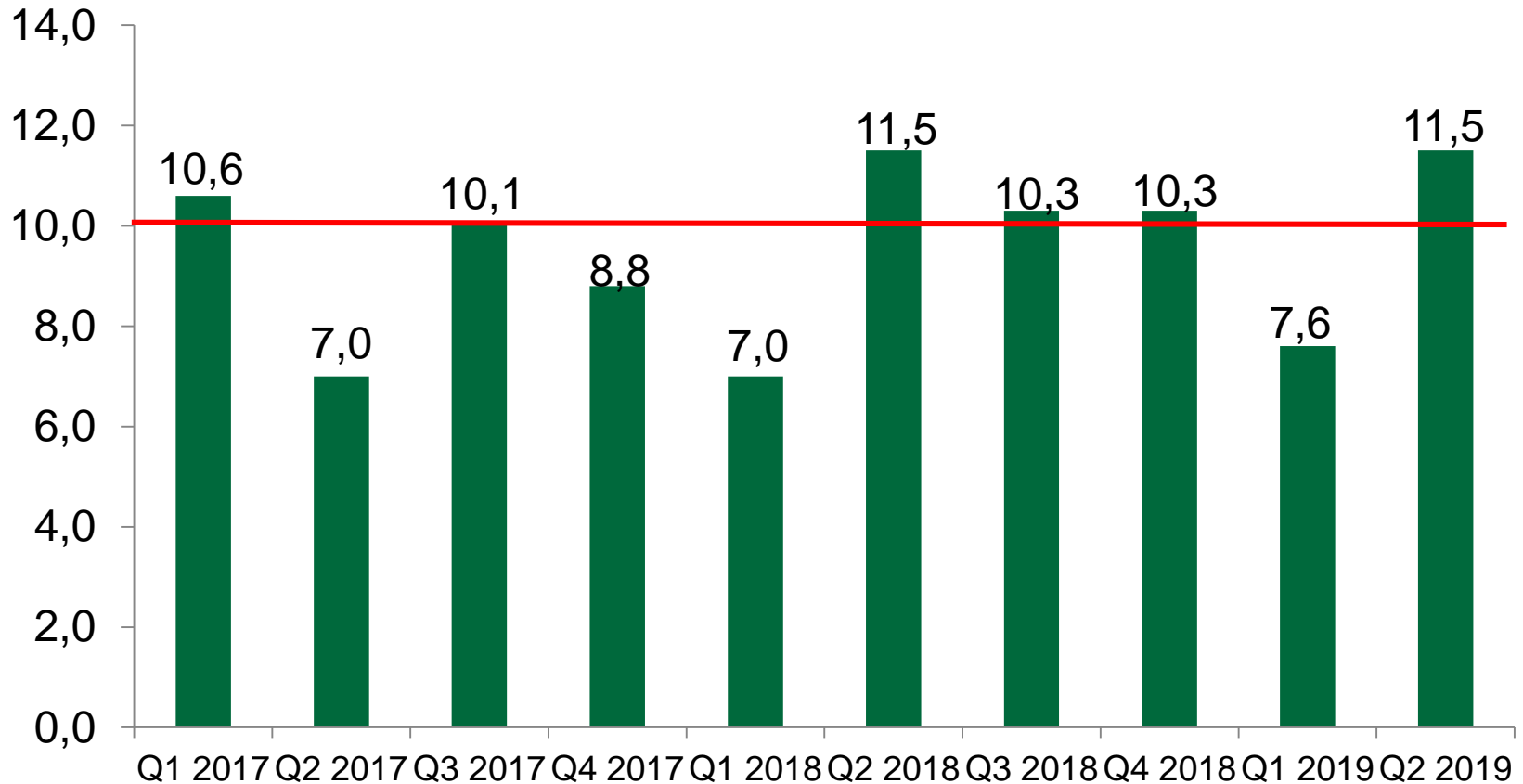


Stability fee: EUR 0,0 M Q1 2017, EUR 2,6 M Q1 2018 and EUR 2,3 M Q1 2019

Business volumes 2017-2019, EUR M



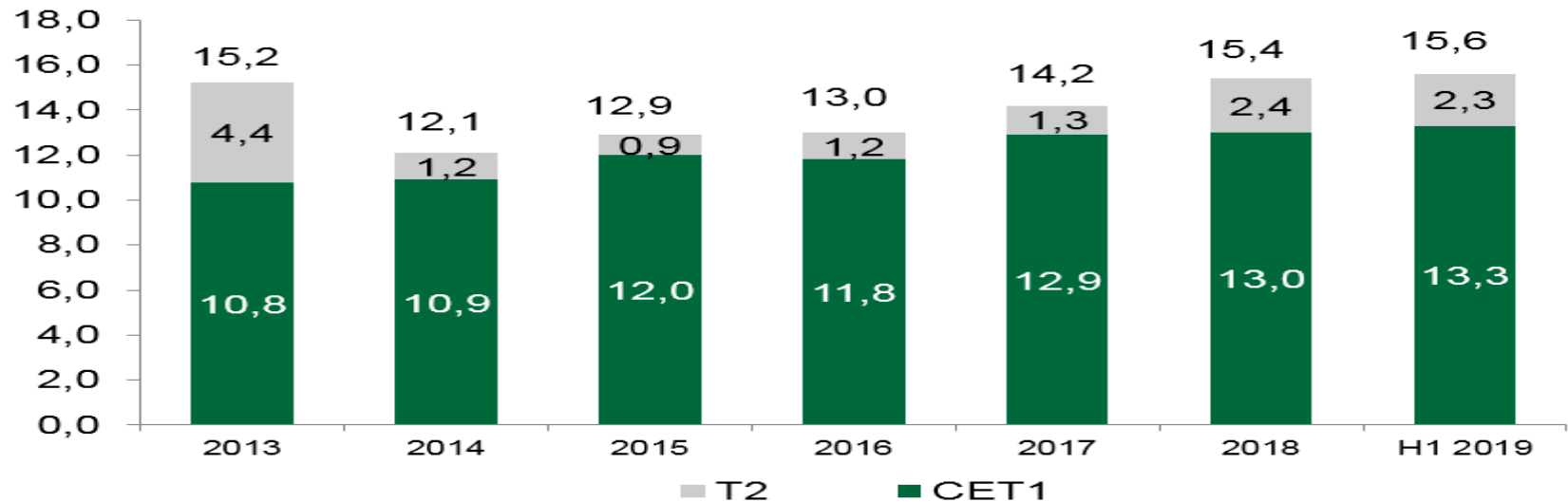
Bank of Åland 2017 – 2019 ROE, %



Stability fee: EUR 0,0 M Q1 2017, EUR 2,6 M Q1 2018 and EUR 2,3 M Q1 2019

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 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 well capitalized, giving a rating uplift of one notch

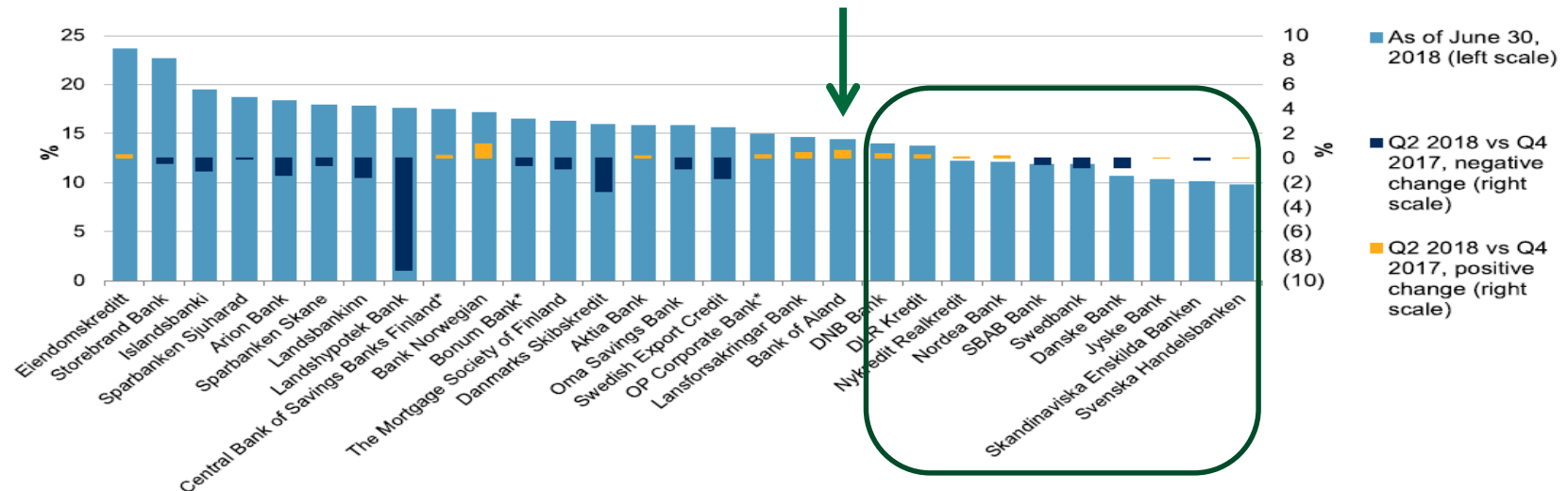


2014: revised Basel-regulation

S&P view of the total capital base

- According to S&P the capital position of Bank of Åland is strong
 - Quality of capital is high
 - Structure of the balance sheet is of low risk
 - Pay out policy is conservative

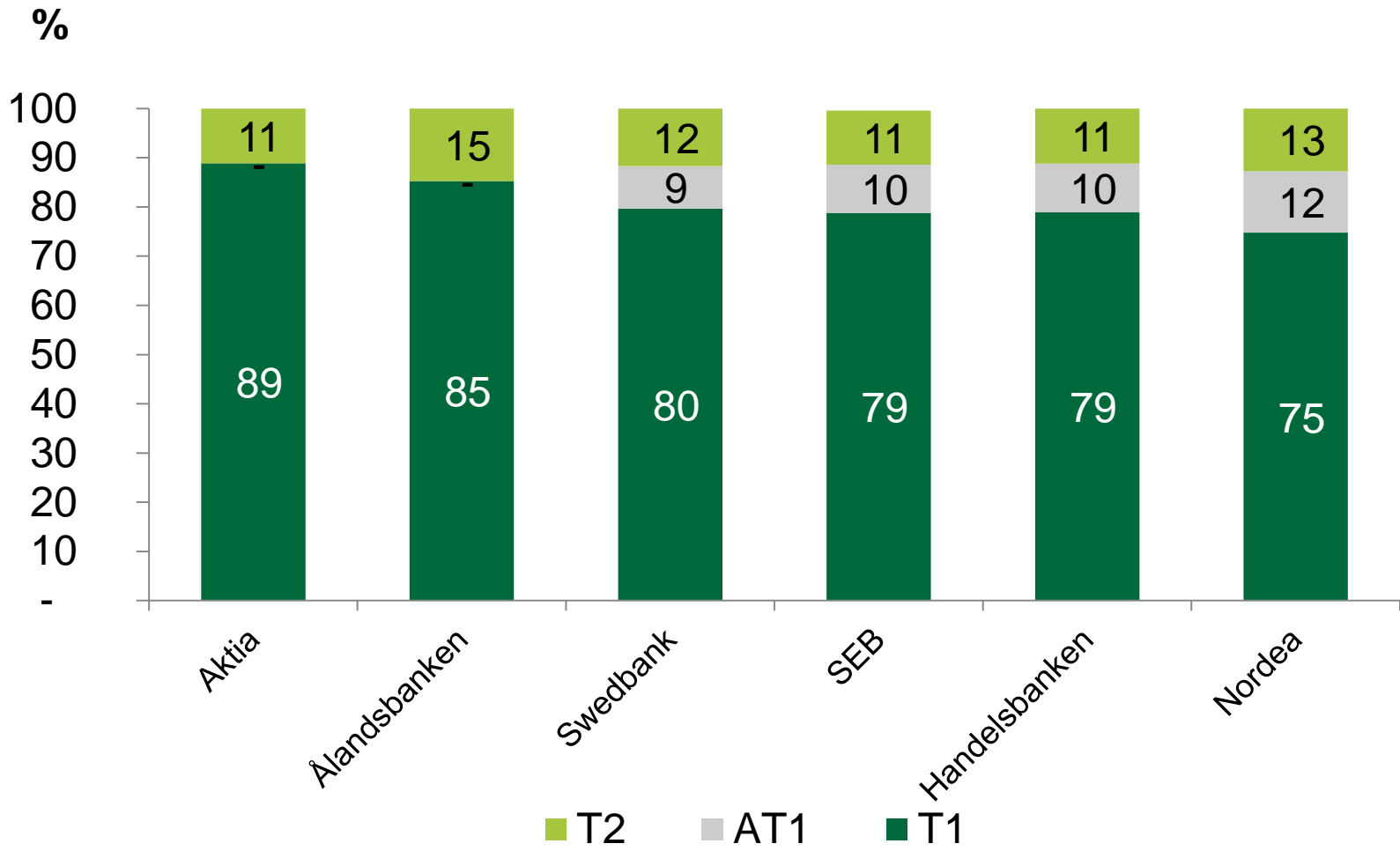
Nordic Banks--RAC Ratios Before Diversification June 30, 2018 Versus Dec. 31, 2017



*RAC based on financials of a wider group. RAC--Risk-adjusted capital. Source: S&P Global Ratings. Copyright © 2019 by Standard & Poor's Financial Services LLC. All rights reserved.

Source: Nordic Banks' Strong Capital Will Cushion Them From The Challenges Ahead, March 28, 2019

Capital structures in Nordic banks June 30, 2019





4. Asset Quality

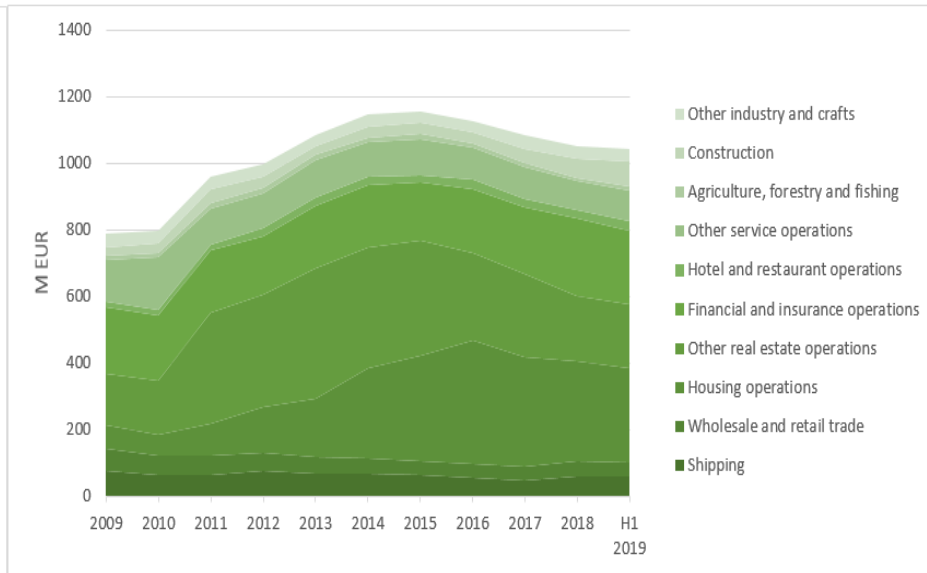
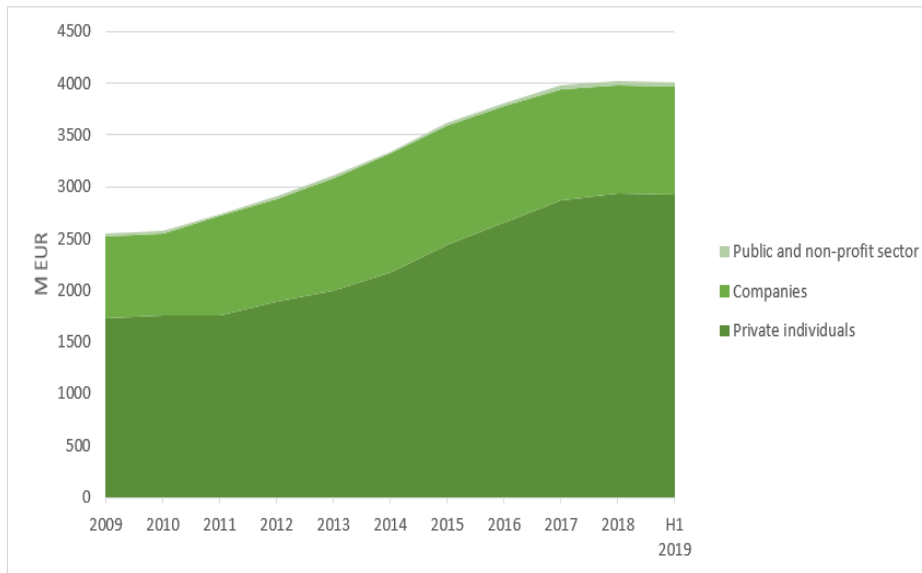


Lending strategy

- 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
- Every business area (Åland Islands, Finland and Sweden) should have a balanced growth in lending versus deposits
- At least half of the lending in every business area should be residential mortgages or have residential property as collateral
- Many small loans are preferred to few large loans

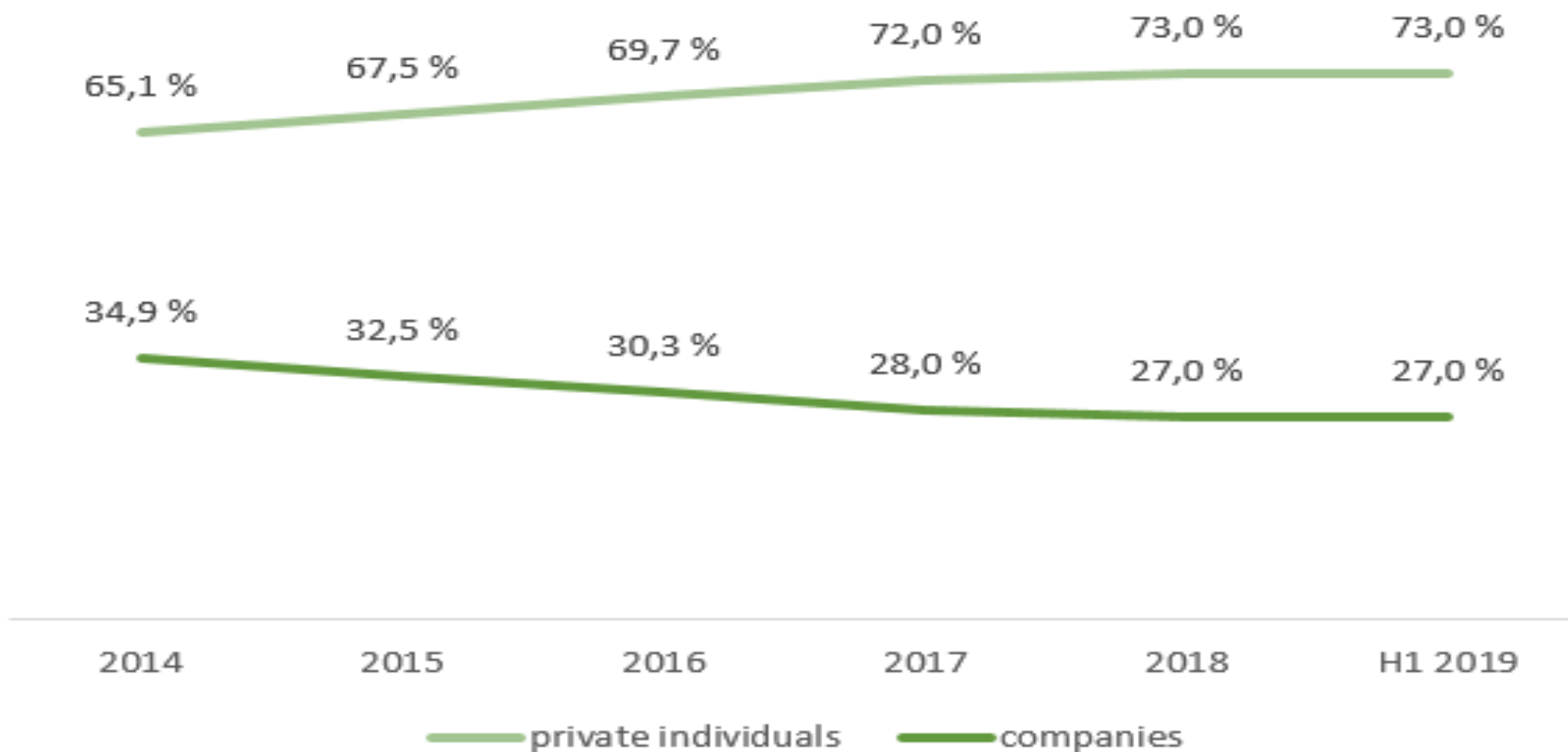
Balanced growth in the credit portfolio

- Total lending to the public was EUR 4,012 M June 30, 2019, unchanged 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 0.03 % in H1 2019



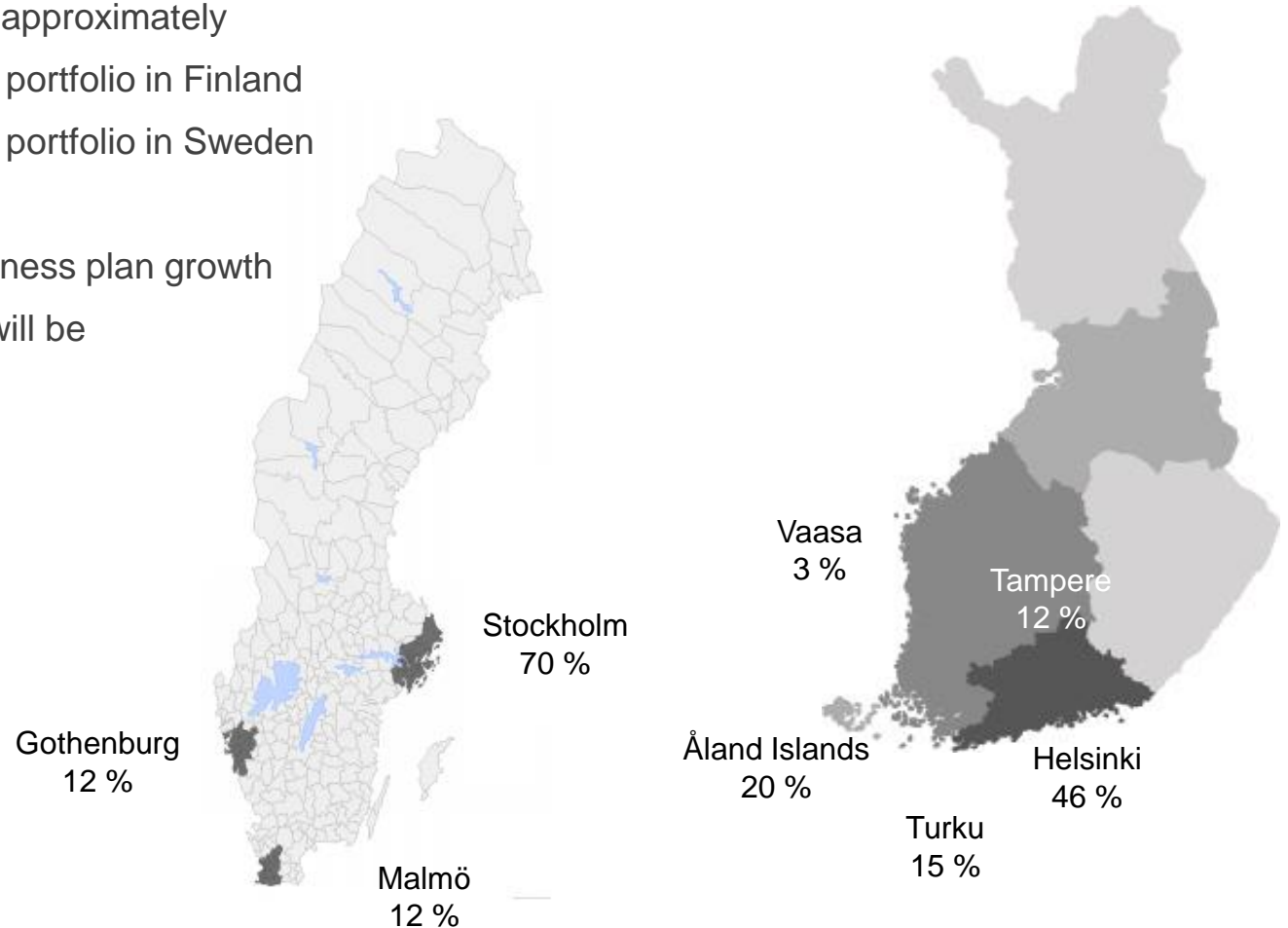
Lending 2014 – 2019

- Lending to private individuals has increased from 65 % of the credit portfolio in 2014 to 73 % in H1 2019

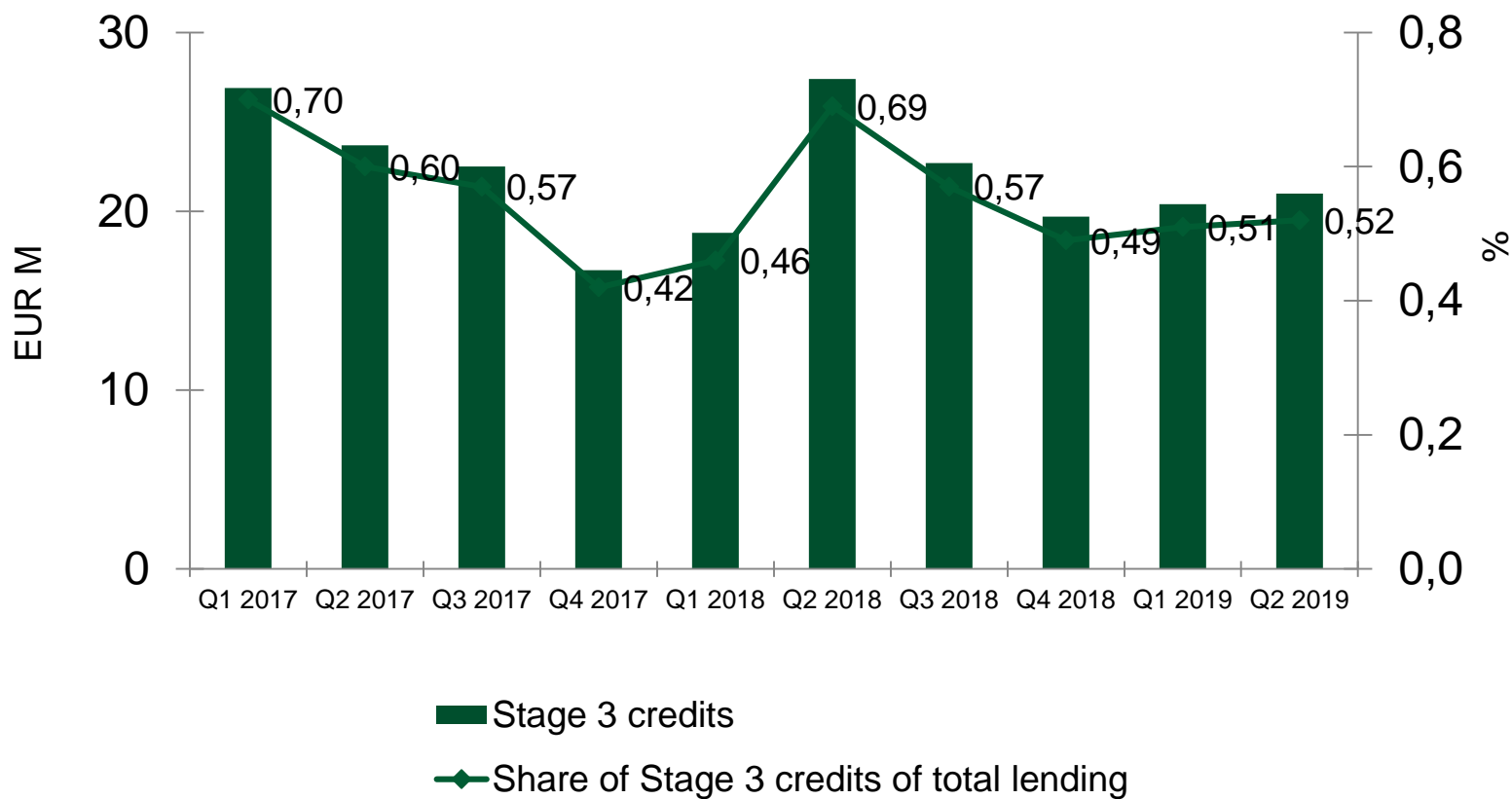


Geographical distribution of mortgage lending

- Clear concentration to the wealthiest parts of Finland and Sweden
- As of June 30, 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



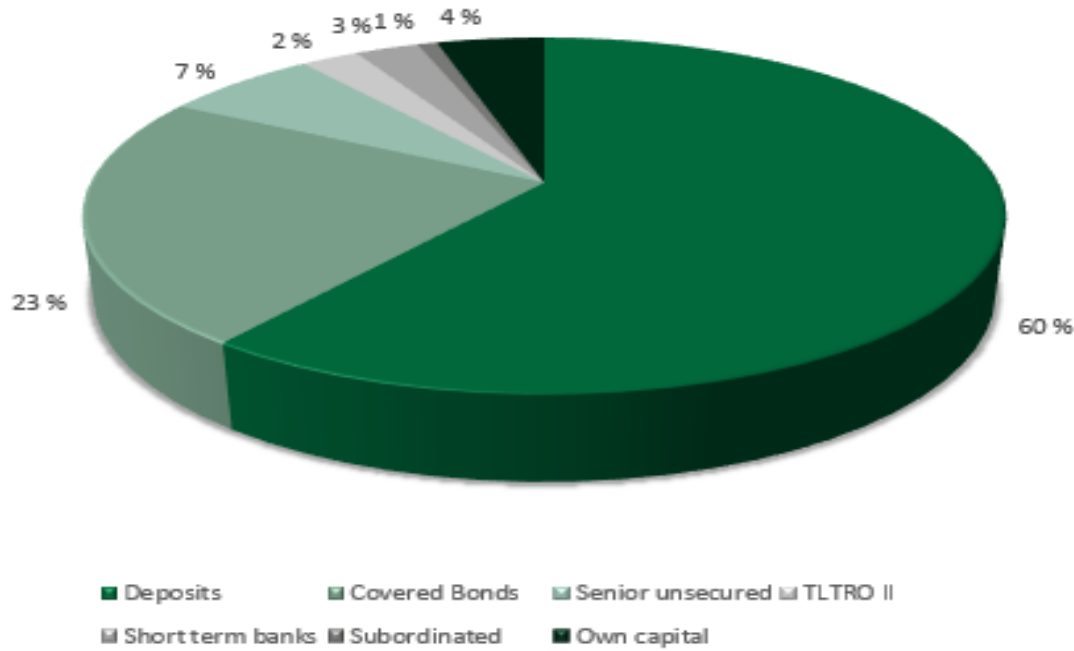
Data for Q1 2017 – Q3 2017: loans in arrears > 90 days



5. Liquidity and Funding

Group funding profile June 30, 2019

- Demand deposits, time deposits and certificates of 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 1 207 M as of June 30, 2019
- Bank of Åland issues also senior unsecured to maintain a balanced funding mix

- Themes 2019-2020
 - Demand conditions and the market situation favour issuance in Covered Bonds
 - The balanced funding mix is maintained
 - Bank of Åland didn't get MREL requirements. There are no foreseen authority or regulatory requirements which would have effect on the funding of the bank

Long term funding June 30, 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	0,91
XS0876678391	100 000 000	30.1.2013	30.1.2023	2,75	EUR	100 000 000	3,59
XS1496878742	250 000 000	29.9.2016	29.9.2023	0	EUR	250 000 000	4,26
FI4000375241	300 000 000	19.3.2019	19.3.2024	0,125	EUR	300 000 000	4,73
						900 000 000	3,41

Cover Pool SWE

ISIN	Nominal Amt	Settlement date	Maturity date	Coupon	Currency	EUR eq amt	Time to maturity
XS1155041004	750 000 000	16.12.2014	16.12.2019	QUARTLY STIB + 50,0	SEK	71 000 540	0,47
SE0010598474	2 500 000 000	22.11.2017	22.11.2022	QUARTLY STIB + 53,0	SEK	236 668 465	3,41
						3 250 000 000	2,73

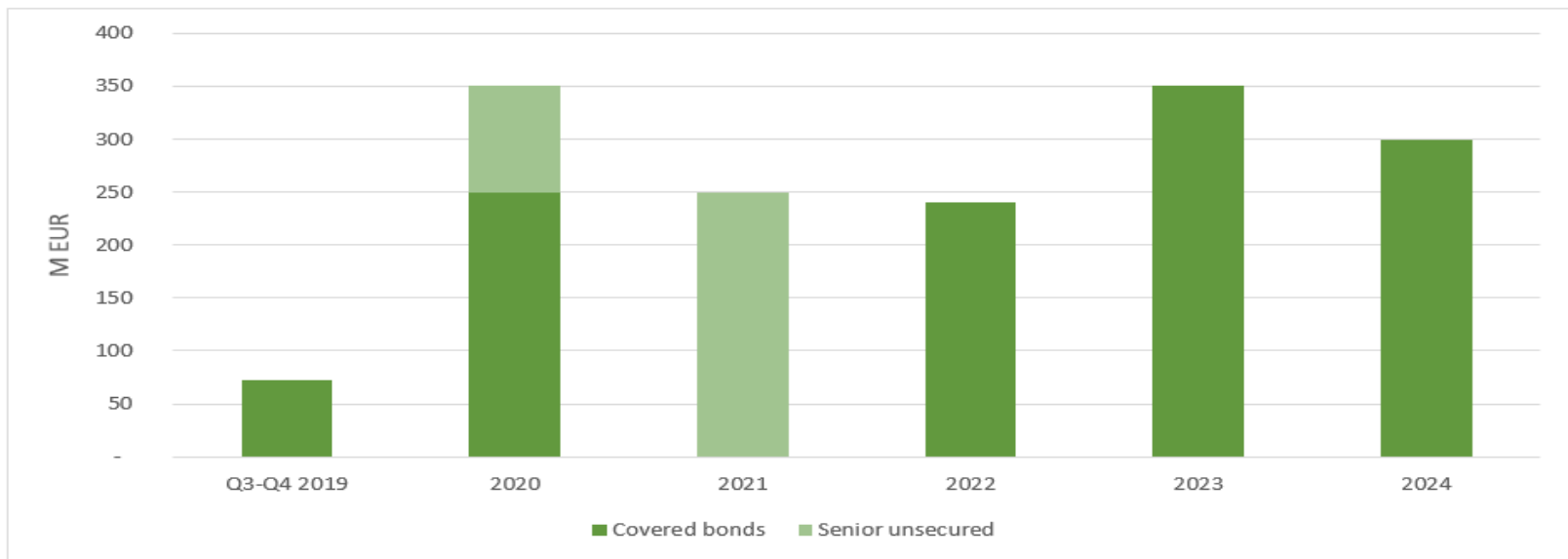
Senior unsecured

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	0,74
FI4000348966	250 000 000	13.9.2018	13.9.2021	0,5	EUR	250 000 000	2,21
						350 000 000	1,79

Liquidity management

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

Maturing long funding



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 165 % as of 30 June, 2019
- NSFR 117 % as of 30 June, 2019

Composition of the liquidity reserve

	30.6.2019 EUR M	30.6.2019 of total	31.12.2018 EUR M	31.12.2018 of total
Cash and central banks	398,2	33 %	506,9	42 %
Bonds issued by governments and official institutions	162,3	14 %	158,1	13 %
Bonds issued by financial institutions	61,3	5 %	23,7	2 %
Covered bonds	498,9	42 %	470,5	39 %
Deposits	50,0	4 %	35,5	3 %
	1170,7	100 %	1194,7	100 %



6. 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



7. Appendix



Key figures – Bank of Åland

	H1 2019	2018	2017	2016	2015	2014
Return on equity (ROE), %	9,6	9,8	9,1	9,1	12,0	8,7
Cost/ income ratio, %	72	77	78	76	73	80
Loan loss level, %	0,01	0,02	0,06	0,11	0,09	0,06
Core funding ratio, %	89	90	88	89	100	105
Equity/assets ratio, %	4,4	4,4	4,4	4,3	4,6	4,6
Core Tier 1 capital ratio, %	13,3	13,0	12,9	11,8	12,0	10,9
Total capital ratio, %	15,6	15,4	14,2	13,0	12,9	12,1
Earnings per share, EUR	0,45	1,48	1,35	1,29	1,60	1,12
Equity per share, EUR	15,59	15,58	15,02	14,37	13,99	13,46
Lending to the public, EUR M	4 012	4 022	3 979	3 808	3 617	3 343
Deposits from public, EUR M	3 225	3 304	3 148	3 100	2 675	2 391
Shareholders' equity, EUR M	242	242	234	222	213	196
Risk-weighted assets, EUR M	1 577	1 578	1 538	1 576	1 581	1 554
FTE	702	692	691	685	663	644

Stability fee: EUR 0,0 M Q1 2017, EUR 2,6 M Q1 2018 and EUR 2,3 M Q1 2019

Income statement

Group	Note	Q2 2019	Q1 2019	%	Q2 2018	%	Jan-Jun 2019	Jan-Jun 2018	%
EUR M									
Net interest income	6	13.4	13.2	2	13.8	-3	26.5	27.9	-5
Net commission income	7	13.8	14.1	-2	13.4	3	27.9	27.7	1
Net income from financial items at fair value	8	0.8	0.4	85	0.9	-18	1.2	1.3	-12
IT income		4.1	4.5	-8	4.1	0	8.6	8.1	6
Other operating income		0.2	0.1	83	0.2	-16	0.3	0.3	-1
Total income		32.3	32.3	0	32.5	-1	64.6	65.4	-1
Staff costs		-14.5	-14.5	0	-14.5	0	-29.0	-29.5	-2
Other expenses	9	-6.0	-8.7	-31	-7.3	-18	-14.8	-17.9	-17
Depreciation/amortisation		-2.8	-2.8	-1	-1.8	54	-5.7	-3.7	54
Total expenses		-23.4	-26.0	-10	-23.6	-1	-49.4	-51.1	-3
Profit before impairment losses		8.9	6.2	43	8.9	0	15.1	14.3	6
Impairment losses on financial assets, net	10	-0.2	-0.4	-62	-0.5	-64	-0.6	-0.7	-9
Net operating profit		8.7	5.8	51	8.4	4	14.5	13.6	7
Income taxes		-1.8	-1.2	47	-1.8	-2	-3.0	-2.9	2
Profit for the period		6.9	4.6	51	6.6	5	11.5	10.6	8
Attributable to:									
Non-controlling interests		0.0	0.0		0.0		0.0	0.0	
Shareholders in Bank of Åland Plc		6.9	4.6	52	6.6	5	11.5	10.6	8
Earnings per share, EUR		0.45	0.30	51	0.43	5	0.74	0.69	8
Earnings per share after dilution, EUR		0.45	0.30	51	0.42	5	0.74	0.68	8
Earnings per share, EUR, moving 12-month average to end of report period		1.54	1.52	1	1.40	10			

Cover Pool FIN 1/2

ÅLANDSBANKEN

Issuer

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

CRR-compliant	Yes
---------------	-----

Long Rating	S&P	Moody's	Fitch
Covered bond	AAA		
Owner	BBB		
Issuer	BBB		

Report date	30.6.2019
-------------	-----------

Cover pool FIN

Included assets, MEUR	
Loans	1 348
Substitute assets	136
Other	0
Total	1 484

Cover pool items	
Number of loans	15 414
Number of clients	9 684
Average loan size, TEUR	89

Type of collateral	Loan volume, MEUR	Loan volume, %
Single -family housing & flats	1 345	99,8 %
Multi - family housing	3	0,2 %
Sum	1348	100 %

Regional distribution	Loan volume, MEUR	Loan volume, %
Helsinki region, Southern Finland	622	46 %
Tampere region, Pirkanmaa	162	12 %
Turku region, Western Finland	199	15 %
Åland Islands	264	20 %
Other	101	7 %
Sum	1 348	100 %

Interest rate type	Loan volume, MEUR	Loan volume, %
Floating	1 299	96 %
Fixed	49	4 %
Sum	1 348	100 %

Repayments	Loan volume, MEUR	Loan volume, %
Amortizing	1 078	80 %
Interest only	270	20 %
Sum	1 348	100 %

Weighted average life, years	17,2
------------------------------	------

LTV Level, Mortgage assets	0-10%	10-20%	20-30%	30-40%	40-50%	50-60%	60-70%	70+ %	Sum
Loan volume, MEUR	14	43	76	141	204	288	582	0	1 348
Loan volume, %	1 %	3 %	6 %	10 %	15 %	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	185	186	194	322	461	1 348
Loan volume, %	14 %	14 %	14 %	24 %	34 %	100 %

Credit quality	31-60 D	61-90 D	90+ D	Sum
Past due				
Loan volume, MEUR	0,7	0,6	0	1
Share of loan volume, %	0,0	0,0	0,0	0 %

Impaired loans, %	0,000%
-------------------	--------

Key ratios	
OC, nominal	64,8 %
WALTV	55,7 %
FX-risk**	0

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

Remaining average maturity, years	
Assets	6,4
Liabilities	3,3

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	100	550	0	0	900
Total, %	28 %	0 %	0 %	11 %	61 %	0 %	0 %	100 %

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

Cover Pool SWE 1/2

ÅLANDSBANKEN

Issuer

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

CRR-compliant	Yes
---------------	-----

Long Rating	S&P	Moody's	Fitch
Covered bond	AAA		
Owner	BBB		
Issuer	BBB		

Report date	30.6.2019
-------------	-----------

Cover pool SWE

Included assets, MSEK

Loans	5 200
Substitute assets	0
Other	0
Total	5 200

Cover pool items

Number of loans	2 131
Number of clients	1 377
Average loan size, TSEK	2 465

Type of collateral	Loan volume, MSEK	Loan volume, %
Single-family housing & flats	5 130	98,7 %
Multi-family housing	70	1,3 %
Sum	5 200	100 %

Regional distribution	Loan volume, MSEK	Loan volume, %
Stockholms län	3 651	70,2 %
Skåne län	614	11,8 %
Västra Götalands län	612	11,8 %
Other	323	6,2 %
Sum	5 200	100 %

Interest rate type	Loan volume, MSEK	Loan volume, %
Floating	4 657	88,9 %
Fixed	543	11,1 %
Sum	5 200	100 %

Repayments	Loan volume, MSEK	Loan volume, %
Amortizing	1 651	26,1 %
Interest only	3 549	73,9 %
Sum	5 200	100 %

Weighted average life, years	36,2
------------------------------	------

LTV Level, Mortgage assets	0-10%	10-20%	20-30%	30-40%	40-50%	50-60%	60-70%	70+ %	Sum
Loan volume, MSEK	16	102	228	440	959	973	2 482	0	5 200
Loan volume, %	0 %	2 %	4 %	8 %	18 %	19 %	48 %	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	185	1 237	1 257	1 725	796	5 200
Loan volume, %	15 %	25 %	21 %	33 %	6 %	100 %

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

Impaired loans, %	0,000%
-------------------	--------

Key ratios	
OC, nominal	60,0 %
WALTV	56,8 %
FX-risk**	0

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

Remaining average maturity, years	
Assets	20,5
Liabilities	2,7

Bonds

Outstanding issues in SEK					
ISIN	Amount, MSEK	Settlement date	Maturity	Coupon	Fixed/ Floating
XS1155041004	750	16.12.2014	16.12.2019	0,480	Floating
SE0010598474	2 500	22.11.2017	22.11.2022	0,720	Floating
Sum	3 250				

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	750	0	0	2 500	0	0	0	3 250
Total, %	23 %	0 %	0 %	77 %	0 %	0 %	0 %	100 %

Interest rate type	Amount, MSEK	Amount, %
Fixed	0	0 %
Floating	3 250	100 %
Sum	3 250	100 %



Thank you!

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.