

Capital requirement for the financial conglomerate SEK m	Financial conglomerate 2015-03-31
Capital base	
Shareholders' equity, the Group	712
Less profits that have not been subject to audit	-
Assumed/Proposed dividend	-69
Shareholders' equity, financial conglomerate (primary capital)	643
<i>Less</i>	
Intangible fixed assets and deferred tax receivables	-31
Capital base	612
Capital requirement	
Capital requirement for regulated units within the banking and securities sector	318
Capital requirement for regulated units within the insurance sector	34
Theoretical solvency requirement for non-regulated units	0
Capital requirement	352
Capital surplus	260
Capital base/Capital requirement	1,74

Information about liquidity risks for Avanza Bank AB, SEK m

Good current liquidity requires liquidity on the assets side of the Balance Sheet. Avanza Bank's assets primarily comprise liquid assets, mortgage-backed securities and lending against collateral in listed securities. These securities can, under the terms of agreements with the customers, be pledged as security for Avanza Bank's own financing.

Loans to credit institutions , amount to balance in other institutions on the following day. (Counterparts are Swedish government and major nordic credit institutions)	4 838
SEK	4 575
EUR	62
USD	176
Other	25
	<u>4 838</u>
Bonds , swedish mortgage-backed securities and swedish government bonds	8 322
Liquidity reserve (amount to loans to credit institutions, swedish mortgage-backed securities and swedish government bonds)	13 160
Liquidity reserve/Deposits by the public (excluding client funds)	71%
Loans to the public/Deposits by the public (excluding client funds)	34%

This information is published in Swedish and English. In the event of any difference between the English version and the Swedish original, the Swedish version shall prevail.

Publication of information on capital adequacy

In accordance with the Financial Supervisory Authority (FFFS 2014: 12) Avanza Bank AB 556573-5668 publishes periodic information on capital adequacy.

Figures reported in this section refer to the minimum capital requirements under Pillar 1 and capital requirement under Pillar 2, according to the capital adequacy regulations applying from time to time. On 1 January 2014, the European Capital Requirements Regulation (CRR) came into force. The capital base and capital requirement as of 2014 are calculated in accordance with the new EU regulations.

Avanza Bank AB, SEK m	2015-03-31	2014-12-31
Own funds		
Tier 1 capital		
Shareholders' equity, the Group	574	604
Assumed/Proposed dividend	-30	-90
Equity	544	514
Deducted items:		
Intangible assets and deferred taxes	-7	-5
Common equity tier 1 capital	537	509
Total own funds	537	509
Capital requirement		
Credit risk according to standardised approach	249	231
Market risk	0	6
Settlement risk	0	0
Operational risk	68	68
Total capital requirement	317	305
Risk exposure amounts		
Credit risk according to standardised approach	3 109	2 876
of which Institutions (risk weight 20 %)	968	906
of which Corporates (risk weight 100 %)	23	70
of which Households (risk weight 75 %)	228	346
of which Collateral in real estate (risk weight 35 %)	800	702
of which Covered bonds (risk weight 10 %)	830	598
of which Other items (risk weight 100 %)	260	254
Market risk	0	69
Settlement risk	0	0
Operational risk	856	856
Total risk exposure requirement	3 965	3 801
Capital ratios and buffers		
Common equity tier 1 ratio	13,5%	13,4%
Tier 1 ratio	13,5%	13,4%
Total capital ratio	13,5%	13,4%
Capital base in relation to capital requirement	1,69	1,67
Institution-specific buffer requirement	2,5%	2,5%
of which capital conservation buffer requirement	2,5%	2,5%
Total capital requirement including buffer requirement	10,5%	10,5%
Common equity tier 1 capital available for use as a buffer	9,0%	8,9%
Capital surplus after buffer requirement remaining to cover additional Pillar 2 requirements	121	109
Additional requirement with reference to Pillar 2	17	15
Capital surplus after buffer requirement and Pillar 2	104	94

Information is only provided regarding the buffer requirements which have come into force.

Publication of information on capital adequacy

In accordance with the Financial Supervisory Authority (FFFS 2014: 12) Avanzas consolidated situation publishes periodic information on capital adequacy.

Figures reported in this section refer to the minimum capital requirements under Pillar 1 and capital requirement under Pillar 2, according to the capital adequacy regulations applying from time to time. On 1 January 2014, the European Capital Requirements Regulation (CRR) came into force. The capital base and capital requirement as of 2014 are calculated in accordance with the new EU regulations.

The consolidated situation includes Avanza Bank Holding AB (publ) and the subsidiaries Avanza Bank AB and Avanza Fonder AB.

Consolidated situation, SEK m	2015-03-31	2014-12-31
Own funds		
Tier 1 capital		
Shareholders' equity, the Group	712	815
Assumed/Proposed dividend	-28	-202
Eget kapital som inte ingår i den konsoliderade situationen	-156	-112
Equity, consolidated situation	528	501
Deducted items:		
Intangible assets and deferred taxes	-30	-28
Common equity tier 1 capital	498	473
Total own funds	498	473
Capital requirement		
Credit risk according to standardised approach	243	233
Market risk	0	6
Settlement risk	0	0
Operational risk	69	69
Total capital requirement	312	308
Risk exposure amounts		
Credit risk according to standardised approach	3 036	2 902
of which Institutions (risk weight 20 %)	968	906
of which Corporates (risk weight 100 %)	23	70
of which Households (risk weight 75 %)	228	346
of which Collateral in real estate (risk weight 35 %)	800	702
of which Covered bonds (risk weight 10 %)	830	598
of which Other items (risk weight 100 %)	187	280
Market risk	0	69
Settlement risk	0	0
Operational risk	862	862
Total risk exposure requirement	3 898	3 833
Capital ratios and buffers		
Common equity tier 1 ratio	12,8%	12,3%
Tier 1 ratio	12,8%	12,3%
Total capital ratio	12,8%	12,3%
Capital base in relation to capital requirement	1,60	1,54
Institution-specific buffer requirement	2,5%	2,5%
of which capital conservation buffer requirement	2,5%	2,5%
Total capital requirement including buffer requirement	10,5%	10,5%
Common equity tier 1 capital available for use as a buffer	8,3%	7,8%
Capital surplus after buffer requirement remaining to cover additional Pillar 2 requirements	89	69
Additional requirement with reference to Pillar 2	17 *	14
Capital surplus after buffer requirement and Pillar 2	72 *	55

Information is only provided regarding the buffer requirements which have come into force.

* Differs from Avanza's Interim Report for January-March 2015 in which preliminary data for Pillar 2 was reported.