

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	2015-09-30	2014-12-31
Own funds		
Tier 1 capital		
Equity	687	604
Assumed/Proposed dividend	-52	-90
Equity (adjusted for assumed/proposed dividend)	635	514
Deducted items:		
Intangible assets and deferred taxes	-14	-5
Common equity tier 1 capital	621	509
Total own funds	621	509
Capital requirement		
Credit risk according to standardised approach	291	231
Market risk	0	6
Settlement risk	0	0
Operational risk	68	68
Total capital requirement	359	305
Risk exposure amounts		
Credit risk according to standardised approach	3 634	2 876
of which Institutions (risk weight 20 %)	1 125	906
of which Corporates (risk weight 100 %)	32	70
of which Households (risk weight 75 %)	208	346
of which Collateral in real estate (risk weight 35 %)	868	702
of which Covered bonds (risk weight 10 %)	1 158	598
of which Other items (risk weight 100 %)	243	254
Market risk	2	69
Settlement risk	0	0
Operational risk	856	856
Total risk exposure requirement	4 492	3 801
Capital ratios and buffers		
Common equity tier 1 ratio	13,8%	13,4%
Tier 1 ratio	13,8%	13,4%
Total capital ratio	13,8%	13,4%
Capital base in relation to capital requirement	1,73	1,67
Institution-specific buffer requirement	3,5%	2,5%
of which capital conservation buffer requirement	2,5%	2,5%
of which countercyclical buffer requirement	1,0%	-
Total capital requirement including buffer requirement	11,5%	10,5%
Common equity tier 1 capital available for use as a buffer	9,3%	8,9%
Capital surplus after buffer requirement remaining to cover additional Pillar 2 requirements	105	109
Additional requirement with reference to Pillar 2	31	15
Capital surplus after buffer requirement and Pillar 2	74	94

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

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 and liquidity for Avanzas consolidated situation

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	2015-09-30	2014-12-31
Own funds		
Tier 1 capital		
Shareholders' equity, the Group	1 007	815
Assumed/Proposed dividend	-96	-202
Eget kapital som inte ingår i den konsoliderade situationen	-209	-73
Equity, consolidated situation (adjusted for assumed/proposed dividend)	702	540
Deducted items:		
Intangible assets and deferred taxes	-38	-28
Avanza Bank Holding AB:s holding of Försäkringsaktiebolaget Avanza Pension	-39	-39
Common equity tier 1 capital	625	473
Total own funds	625	473
Capital requirement		
Credit risk according to standardised approach	291	233
Market risk	0	6
Settlement risk	0	0
Operational risk	69	69
Total capital requirement	360	308
Risk exposure amounts		
Credit risk according to standardised approach	3 632	2 902
of which Institutions (risk weight 20 %)	1 125	906
of which Corporates (risk weight 100 %)	32	70
of which Households (risk weight 75 %)	208	346
of which Collateral in real estate (risk weight 35 %)	868	702
of which Covered bonds (risk weight 10 %)	1 158	598
of which Other items (risk weight 100 %)	241	280
Market risk	2	69
Settlement risk	0	0
Operational risk	862	862
Total risk exposure requirement	4 496	3 833
Capital ratios and buffers		
Common equity tier 1 ratio	13,9%	12,3%
Tier 1 ratio	13,9%	12,3%
Total capital ratio	13,9%	12,3%
Capital base in relation to capital requirement	1,74	1,54
Institution-specific buffer requirement	3,5%	2,5%
of which capital conservation buffer requirement	2,5%	2,5%
of which countercyclical buffer requirement	1,0%	
Total capital requirement including buffer requirement	11,5%	10,5%
Common equity tier 1 capital available for use as a buffer	9,4%	7,8%
Capital surplus after buffer requirement remaining to cover additional Pillar 2 requirements	108	69
Additional requirement with reference to Pillar 2	31	14
Capital surplus after buffer requirement and Pillar 2	77	55

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

Information about liquidity risks for Avanzas consolidated situation, SEK m as of 2015-09-30

Publication of periodic information on the liquidity in accordance with the Financial Supervisory Authority FFS 2010:7. It is a question of information to be provided at least four times a year according to FFS 2010:7.

Good current liquidity requires liquidity on the assets side of the Balance Sheet.

The 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.

	Total	SEK	EUR	USD	Other currencies
Loans to credit institutions , amount to balance in other institutions on the following day (Counterparts are Swedish government and major nordic credit institutions)	5 055	4 872	28	145	11
Bonds , swedish mortgage-backed securities and swedish government bonds	12 141	12 141	-	-	-
Liquidity reserve	17 196	17 012	28	145	11

Liquidity reserve/Deposits by the public (excluding client funds) 72%

Loans to the public/Deposits by the public (excluding client funds) 29%

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Capital requirement for the financial conglomerate	Financial conglomerate
SEK m	2015-09-30
Capital base	
Shareholders' equity, the Group	1 007
Less profits that have not been subject to audit	0
Assumed/Proposed dividend	-209
Shareholders' equity, financial conglomerate (primary capital)	798
<i>Less</i>	
Intangible fixed assets and deferred tax receivables	-38
Capital base	760
Capital requirement	
Capital requirement for regulated units within the banking and securities sector	363
Capital requirement for regulated units within the insurance sector	34
Theoretical solvency requirement for non-regulated units	0
Capital requirement	397
Capital surplus	363
Capital base/Capital requirement	1,91

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