

Financial statement statistics on credit institutions

2021, 1st quarter

Operating profit of banks operating in Finland was 1,2 billion in the first quarter of 2021

The operating profit and net income of credit institutions engaged in banking in Finland amounted to EUR 1.2 billion in the first quarter of 2021. These data derive from Statistics Finland’s financial statement statistics on credit institutions.

Net income from financial operations and operating profit of banks operating in Finland, 1st quarter 2005 to 2021, EUR million



Interest income and expenses

Credit institutions engaged in banking in Finland accumulated EUR 1.6 billion in interest income in the first quarter of 2021, which was EUR 0.2 billion less than in the corresponding quarter in the year before. Interest expenses, in turn, amounted to EUR 0.4 billion in the first quarter, which is around EUR 0.3 billion less than one year earlier. The net income from financial operations calculated as the difference between these was EUR 1.2 billion. The net income from financial operations grew by 4.6 per cent from the respective quarter of the year before, or by around EUR 52 million.

Administrative expenses

Administrative expenses are a significant expense item for banks operating in Finland. In the first quarter, banks had EUR 1.4 billion in administrative expenses, which was around EUR 150 million less than in the corresponding quarter of the year before. Wages and salaries made up EUR 0.8 billion, or 59.2 per cent of administrative expenses.

Operating profit/loss

The operating profit, or profit from continuing operations before taxes, was EUR 1.2 billion in the first quarter of 2021. The operating profit increased by EUR 0.6 billion from the previous year's corresponding quarter.

Balance sheet

The aggregate value of the balance sheets of banks was EUR 788 billion at the end of the first quarter. The value of the balance sheets grew by EUR 40 billion, or by around 5.5 per cent from the previous year's corresponding quarter. The combined equity amounted to EUR 46 billion, which was 6.8 per cent, or around EUR three billion more than one year earlier. On average, equity made up 5.9 per cent of the aggregate of the balance sheets for all banks operating in Finland.

Contents

Tables

Appendix tables

Appendix table 1. Profit and loss accounts of banks operating in Finland 1.1.- 31.3.2021, EUR thousands.....	4
Appendix table 2. Balance sheets of banks operating in Finland 1.1.- 31.3.2021, EUR thousands.....	6

Figures

Figures

Appendix figure 1. Interest income and commission income of banks operating in Finland, 1st quarter 2005 to 2021, EUR million.....	8
Appendix figure 2. Operating profit of banks operating in Finland, by quarter in 2009 to 2021, EUR million.....	8

Appendix tables

Appendix table 1. Profit and loss accounts of banks operating in Finland 1.1.- 31.3.2021, EUR thousands

	1.1.- 31.3.2021				
	Commercial banks	Foreign banks	Co-operative banks total	Savings banks total	Banks total
Interest income	1 130 205	197 931	220 743	54 095	1 602 975
(Interest expenses)	341 303	59 452	3 685	3 536	407 975
NET INCOME FROM FINANCIAL OPERATIONS	788 903	138 480	217 059	50 559	1 195 001
(Expenses on share capital repayable on demand)	1)2) ..	..	..	..	..
Dividend income	11 765	..	4 872	..	18 527
Fee and comission income	704 944	140 343	147 779	38 752	1 031 818
(Fee and comission expenses)	158 725	20 855	9 818	4 421	193 819
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	26 416	..	..	185	25 531
Gains or (-) losses on financial assets and liabilities held for trading, net	709 340	8 106	..	..	719 433
Gains or losses on financial assets outside the trading fund that are mandatorily measured at fair value through profit or loss, net	109 320	..	..	6 389	117 848
Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net	-260 882	..	-426	..	-261 308
Gains or (-) losses from hedge accounting, net	-9 791	..	..	-37	-9 567
Exchange differences [gain or (-) loss], net	-118 884	6 114	..	..	-112 685
Gains or (-) losses on derecognition of non-financial assets, net	..	..	..	112	..
Other operating income	134 875	23 650	18 569	7 926	185 020
(Other operating expenses)	24 331	4 713	49 037	6 928	85 008
TOTAL OPERATING INCOME, NET	1 912 961	290 865	333 152	94 109	2 631 087
(Administrative expenses)	940 611	160 690	210 660	46 130	1 358 091
of which: (Personnel expenses)	633 775	66 979	84 082	18 694	803 529
of which:(Other administrative expenses)	306 835	93 712	126 578	27 436	554 561
(Cash contributions to resolution funds and deposit guarantee schemes)	223 841	..	27 671	..	261 831
(Depreciation)	141 916	6 239	6 096	3 116	157 367
Gains or (-) losses caused by changes made, net	..	..	..	..	..
(Provisions or (-) reversal of provisions)	-7 170	1 749	20	300	-5 101
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss)	57 581	12 592	9 149	3 505	82 827
(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates)	..	..	..	..	..
(Impairment or (-) reversal of impairment on non-financial assets)	2 272	..	-136	..	2 299
Negative goodwill recognised in profit or loss	..	..	..	..	..
Share of profit or (-) loss in investments in subsidiaries, joint ventures and associates.	..	..	..	..	..

	1.1.- 31.3.2021				
	Commercial banks	Foreign banks	,Co-operative banks total	Savings banks total	Banks total
Profit or (-) loss from non-current assets and disposal groups classified as held for sale not qualifying as discontinued operations	..	..	..	..	..
PROFIT OR (-) LOSS BEFORE TAX FROM CONTINUING OPERATIONS	1 012 720	115 469	79 692	32 318	1 240 198
(Tax expense or (-) income related to profit or loss from continuing operations)	147 311	16 409	19 729	11 409	194 859
PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS	865 409	99 059	59 963	20 908	1 045 340
Profit or (-) loss after tax from discontinuing operations	.	.	.	.	.
PROFIT OR (-) LOSS FOR THE YEAR	865 409	99 059	59 963	20 908	1 045 340

1) .. No observations.

2) .. Data not available or too uncertain for presentation, or subject to secrecy.

Appendix table 2. Balance sheets of banks operating in Finland 1.1.- 31.3.2021, EUR thousands

	1.1.- 31.3.2021				
	Commercial banks	Foreign banks	Co-operative banks total	Savings banks total	Banks total
ASSETS	.	.	.	.	.
Cash, cash balances at central banks and other demand deposits	88 554 186	80 424 276	3 384 107	894 754	173 257 323
Financial assets held for trading	98 180 130	1)2) ..	21 308	..	99 811 876
Financial assets outside the trading inventory that are mandatorily measured at fair value through profit or loss	23 432 021	..	..	297 270	23 903 868
Financial assets designated at fair value through profit or loss	..	..	..	..	371 797
Financial assets measured at fair value through other comprehensive income	49 746 052	..	6 127 310	..	57 325 838
Financial liabilities measured at amortised cost	261 162 633	44 126 770	87 878 979	10 950 681	404 119 062
Derivatives - Hedge accounting (assets)	1 515 432	..	247 608	..	1 814 012
Fair value changes of the hedge items in portfolio hedge of interest rate risk (assets)	60 553	..	..	..	60 553
Investments in subsidiaries, joint ventures and associates	16 269 476	..	..	26 121	16 561 188
Tangible assets	1 085 348	109 233	567 316	115 646	1 877 543
Intangible assets	1 926 967	32 767	15 995	42 413	2 018 141
Tax assets	594 787	66 419	8 341	7 475	677 022
Other assets	5 812 057	239 611	66 883	47 514	6 166 064
Non-current assets held for sale and transferable item groups	..	..	..	..	..
TOTAL ASSETS	548 485 337	127 085 641	98 507 987	13 885 322	787 964 287
LIABILITIES	.	.	.	.	.
Financial liabilities held for trading	73 625 078	..	127 535	..	75 352 681
Financial liabilities designated at fair value through profit or loss	..	..	..	..	..
Financial liabilities measured at amortised cost	420 289 103	123 287 689	85 283 207	12 119 790	640 979 790
Derivatives - Hedge accounting (liabilities)	1 466 325	..	197 789	..	1 664 385
Fair value changes of the hedge items in portfolio hedge of interest rate risk (liabilities)	985 375	..	..	44 423	1 029 798
Provisions	922 448	56 780	7 934	2 522	989 684
Tax liabilities	100 430	55 971	41 116	8 602	206 120
Share capital repayable on demand	..	..	..	..	..
Other Liabilities	10 408 243	1 433 419	2 595 645	496 262	14 933 568
Liabilities included in disposal groups classified as held for sale	..	..	..	..	..
TOTAL LIABILITIES	513 972 974	126 685 636	88 253 226	12 671 871	741 583 707
Equity	4 887 249	..	3 479 518	..	8 521 327
Share premium	558 792	..	..	..	569 112
Equity instruments issued other than capital	..	..	..	..	..
Other equity	147 054	..	..	..	147 585
Accumulated other comprehensive income	34 356	..	192 146	..	244 104

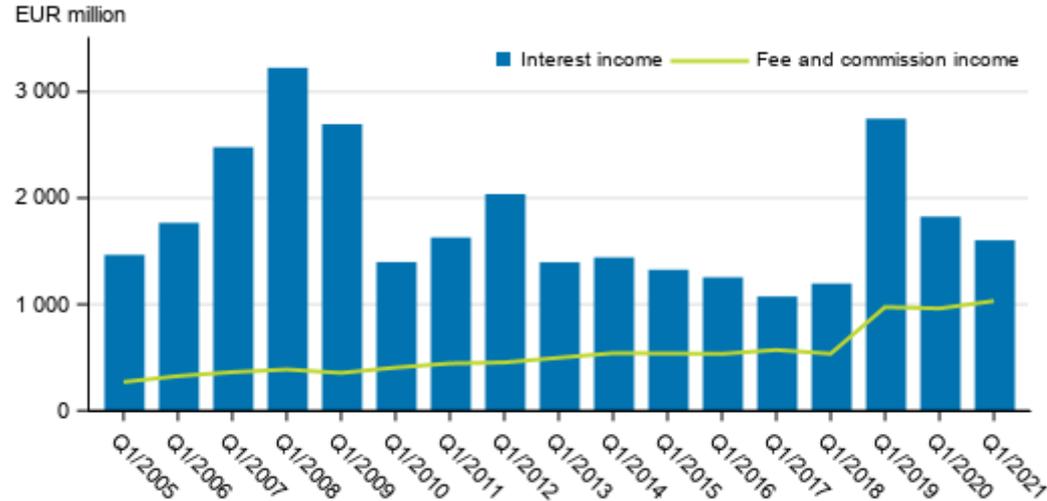
	1.1.- 31.3.2021				
	Commercial banks	Foreign banks	Co-operative banks total	Savings banks total	Banks total
Retained earnings	25 227 132	274 369	4 428 691	634 550	30 564 743
Revaluation reserves	..	..	..	..	..
Other reserves	2 046 431	..	2 094 442	..	4 547 565
(-) Treasury shares	..	..	..	..	6 483
Profit or loss allocated to shareholders of the parent company	865 409	99 058	59 963	20 908	1 045 339
(-) Interim dividends	..	..	..	..	..
Minority interests (non-controlling owners' interests)	..	..	..	..	..
TOTAL EQUITY	34 512 364	400 005	10 254 760	1 213 452	46 380 581
TOTAL EQUITY AND TOTAL LIABILITIES	548 485 338	127 085 641	98 507 987	13 885 322	787 964 288

1) .. No observations.

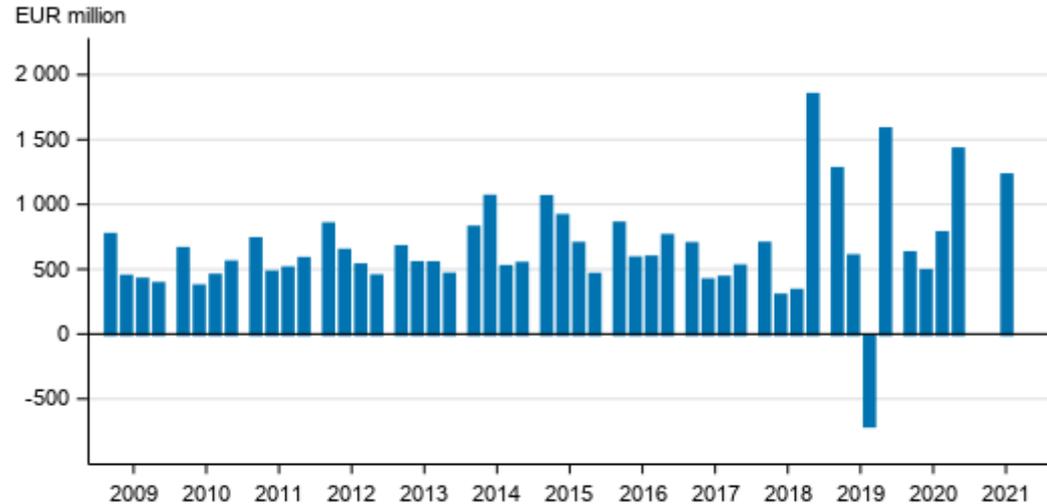
2) .. Data not available or too uncertain for presentation, or subject to secrecy.

Figures

Appendix figure 1. Interest income and commission income of banks operating in Finland, 1st quarter 2005 to 2021, EUR million



Appendix figure 2. Operating profit of banks operating in Finland, by quarter in 2009 to 2021, EUR million



Inquiries

Jukka-Pekka Pyyllampi 029 551 3002

Heidi Lauttamäki 029 551 3029

Head of Department in
charge:

Katri Kaaja

rahoitusmarkkinat@stat.fi

www.stat.fi

Source: Credit institutions' annual accounts, Statistics Finland