

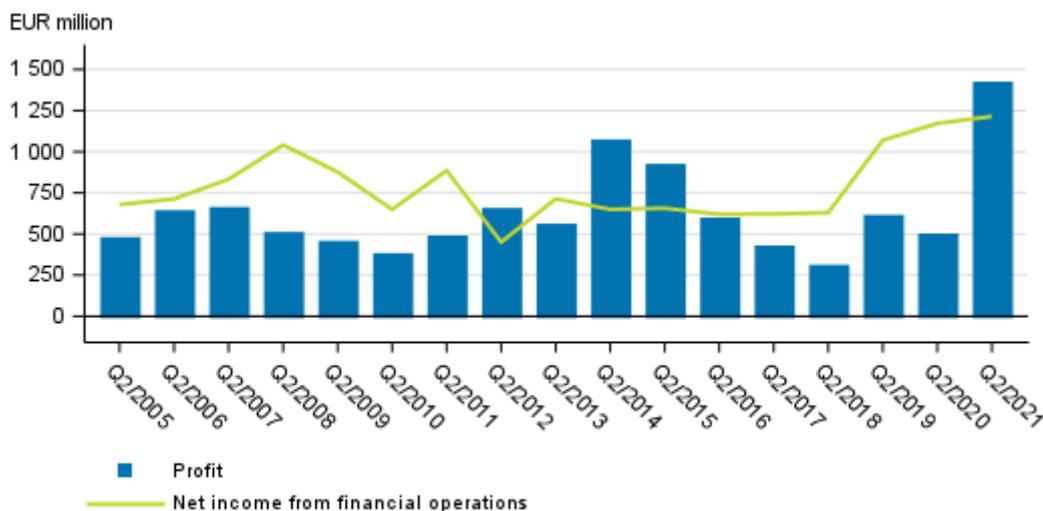
Financial statement statistics on credit institutions

2021, 2nd quarter

Operating profit of banks operating in Finland grew to EUR 1,4 billion in the second quarter of 2021

The net income from financial operations of credit institutions engaged in banking in Finland amounted to EUR 1.2 billion in the second quarter of 2021 and operating profit was EUR 1.4 billion. 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, 2nd quarter 2005 to 2021, EUR million



Interest income and expenses

Credit institutions engaged in banking in Finland accumulated EUR 1.5 billion in interest income in the second quarter of 2021, which was around EUR 0.1 billion less than in the corresponding quarter in the year before. Interest expenses, in turn, amounted to EUR 0.3 billion in the second quarter, which was around EUR 0.2 billion less than one year earlier. The net income from financial operations calculated as the difference between interest income and expenses was EUR 1.2 billion. The net income from financial operations grew by 3.7 per cent from the respective quarter of the year before, or by around EUR 43 million.

Administrative expenses

Administrative expenses are a significant expense item for banks operating in Finland. In the second quarter, banks had EUR 1.4 billion in administrative expenses, which was around EUR 0.2 billion more than in the corresponding quarter of the year before. Wages and salaries made up EUR 0.8 billion or 60.8 per cent of administrative expenses.

Operating profit/loss

The operating profit, or profit from continuing operations before taxes, was EUR 1.4 billion in the second quarter of 2021. The operating profit increased by EUR 0.9 billion from the previous year's corresponding quarter.

Balance sheet

The aggregate value of the balance sheets of banks was EUR 783 billion at the end of the second quarter. The value of the balance sheets grew by EUR 33 billion, or by around 4.4 per cent from the previous year's corresponding quarter. The combined equity amounted to EUR 48 billion, which was EUR 3.7 billion more than one year earlier. On average, the share of equity in the aggregate of the balance sheets for all banks operating in Finland grew by 0.2 percentage points to around 6.1 per cent.

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Appendix table 1. Profit and loss accounts of banks operating in Finland 1.1.- 30.6.2021, EUR thousands

	1.1.- 30.6.2021				
	Commercial banks	Foreign banks	Co-operative banks total	Savings banks total	Banks total
Interest income	2 176 969	404 353	445 200	110 388	3 136 911
(Interest expenses)	589 006	126 357	4 404	7 262	727 028
NET INCOME FROM FINANCIAL OPERATIONS	1 587 964	277 995	440 797	103 127	2 409 882
(Expenses on share capital repayable on demand)	1)2) ..	..	..	..	..
Dividend income	20 779	..	199 839	..	224 320
Fee and comission income	1 449 680	280 432	273 380	81 535	2 085 027
(Fee and comission expenses)	328 236	41 495	23 368	9 502	402 601
Gains or (-) losses on derecognition of financial assets and liabilities not measured at fair value through profit or loss, net	-13 427	..	..	773	-14 414
Gains or (-) losses on financial assets and liabilities held for trading, net	993 120	17 157	..	..	1 020 660
Gains or losses on financial assets outside the trading fund that are mandatorily measured at fair value through profit or loss, net	247 127	..	..	11 296	262 967
Gains or (-) losses on financial assets and liabilities designated at fair value through profit or loss, net	-478 363	..	-7 236	..	-485 638
Gains or (-) losses from hedge accounting, net	10 722	..	..	-153	11 068
Exchange differences [gain or (-) loss], net	19 161	9 162	..	..	28 389
Gains or (-) losses on derecognition of non-financial assets, net	..	..	355	1 079	..
Other operating income	504 374	19 493	65 561	38 938	628 366
(Other operating expenses)	49 474	7 489	95 603	14 336	166 901
TOTAL OPERATING INCOME, NET	3 960 675	554 700	869 033	215 447	5 599 855
(Administrative expenses)	1 900 372	320 149	422 317	97 648	2 740 485
of which: (Personnel expenses)	1 297 163	132 335	174 485	40 135	1 644 118
of which:(Other administrative expenses)	603 209	187 813	247 831	57 513	1 096 367
(Cash contributions to resolution funds and deposit guarantee schemes)	249 770	..	33 048	..	297 552
(Depreciation)	287 950	12 307	11 800	6 350	318 408
Gains or (-) losses caused by changes made, net	..	..	..	..	..
(Provisions or (-) reversal of provisions)	-29 897	-4 531	151	354	-33 924
(Impairment or (-) reversal of impairment on financial assets not measured at fair value through profit or loss)	-6 155	39 862	21 217	4 426	59 349
(Impairment or (-) reversal of impairment of investments in subsidiaries, joint ventures and associates)	..	..	..	..	..
(Impairment or (-) reversal of impairment on non-financial assets)	14 253	..	7 446	..	26 767
Negative goodwill recognised in profit or loss	..	..	..	..	..
Share of profit or (-) loss in investments in subsidiaries, joint ventures and associates.	..	..	..	..	..

	1.1.- 30.6.2021				
	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	2 010 484	191 690	373 055	90 984	2 666 212
(Tax expense or (-) income related to profit or loss from continuing operations)	389 439	33 578	41 121	31 132	495 271
PROFIT OR (-) LOSS AFTER TAX FROM CONTINUING OPERATIONS	1 621 045	158 111	331 934	59 851	2 170 941
Profit or (-) loss after tax from discontinuing operations	.	.	.	.	.
PROFIT OR (-) LOSS FOR THE YEAR	1 621 045	158 111	331 934	59 851	2 170 941

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.- 30.6.2021, EUR thousands

	1.1.- 30.6.2021				
	Commercial banks	Foreign banks	Co-operative banks total	Savings banks total	Banks total
ASSETS	.	.	.	.	.
Cash, cash balances at central banks and other demand deposits	88 311 190	72 854 982	4 333 385	1 072 616	166 572 173
Financial assets held for trading	94 545 122	1)2) ..	22 178	..	95 944 481
Financial assets outside the trading inventory that are mandatorily measured at fair value through profit or loss	22 960 541	..	..	159 574	23 287 116
Financial assets designated at fair value through profit or loss	..	..	..	..	131 167
Financial assets measured at fair value through other comprehensive income	48 107 418	..	6 115 963	..	55 759 311
Financial liabilities measured at amortised cost	267 386 791	42 247 769	91 497 692	11 241 209	412 373 461
Derivatives - Hedge accounting (assets)	1 397 820	..	229 576	..	1 675 580
Fair value changes of the hedge items in portfolio hedge of interest rate risk (assets)	62 122	..	..	..	62 122
Investments in subsidiaries, joint ventures and associates	16 384 405	..	..	26 121	16 672 168
Tangible assets	1 034 557	104 911	562 754	107 614	1 809 836
Intangible assets	1 921 214	35 104	10 903	37 987	2 005 209
Tax assets	357 357	65 072	8 344	9 644	440 417
Other assets	5 752 652	189 089	76 159	81 618	6 099 518
Non-current assets held for sale and transferable item groups	..	..	..	..	..
TOTAL ASSETS	548 352 357	117 120 227	103 039 478	14 320 498	782 832 560
LIABILITIES	.	.	.	.	.
Financial liabilities held for trading	69 108 375	..	122 468	..	70 652 795
Financial liabilities designated at fair value through profit or loss	..	..	..	..	..
Financial liabilities measured at amortised cost	424 179 396	114 153 013	89 489 419	12 532 179	640 354 008
Derivatives - Hedge accounting (liabilities)	1 112 395	..	200 426	..	1 312 821
Fair value changes of the hedge items in portfolio hedge of interest rate risk (liabilities)	858 638	..	..	41 452	900 090
Provisions	875 036	49 958	7 907	2 575	935 477
Tax liabilities	42 726	61 487	48 810	14 550	167 573
Share capital repayable on demand	..	..	..	..	..
Other Liabilities	10 663 973	982 701	2 639 212	479 478	14 765 364
Liabilities included in disposal groups classified as held for sale	..	..	..	..	..
TOTAL LIABILITIES	512 990 839	116 669 112	92 508 242	13 070 234	735 238 427
Equity	4 887 249	..	3 558 717	..	8 600 469
Share premium	558 792	..	..	..	569 112
Equity instruments issued other than capital	..	..	..	..	..
Other equity	..	..	..	..	150 539
Accumulated other comprehensive income	81 083	..	177 977	..	276 269

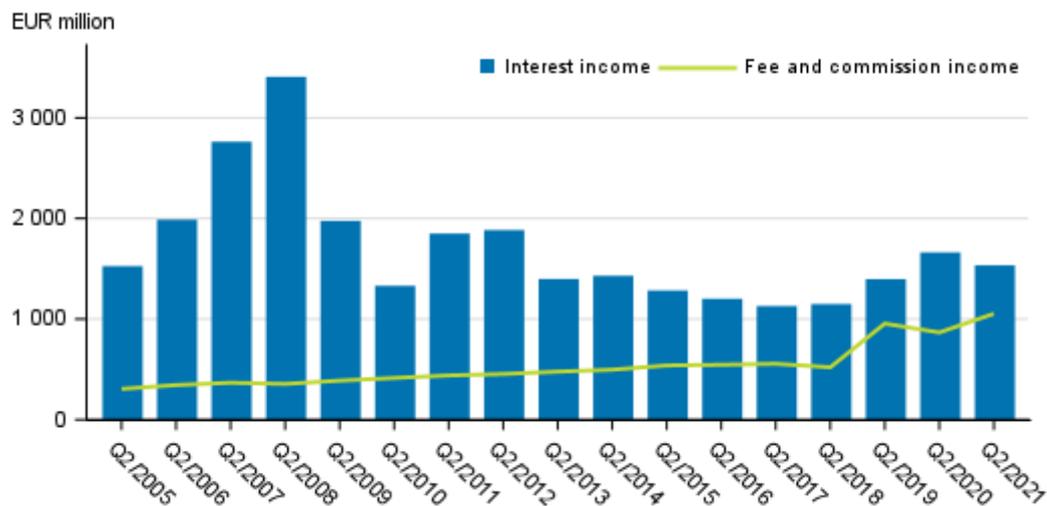
	1.1.- 30.6.2021				
	Commercial banks	Foreign banks	,Co-operative banks total	Savings banks total	Banks total
Retained earnings	25 236 183	270 445	4 370 300	631 182	30 508 109
Revaluation reserves	..	..	..	..	..
Other reserves	2 081 188	..	2 092 308	..	4 581 819
(-) Treasury shares	..	..	..	..	6 548
Profit or loss allocated to shareholders of the parent company	1 621 045	158 111	331 934	59 851	2 170 941
(-) Interim dividends	..	..	..	..	..
Minority interests (non-controlling owners' interests)	..	..	..	..	..
TOTAL EQUITY	35 361 517	451 115	10 531 236	1 250 264	47 594 132
TOTAL EQUITY AND TOTAL LIABILITIES	548 352 357	117 120 227	103 039 478	14 320 498	782 832 560

1) .. No observations.

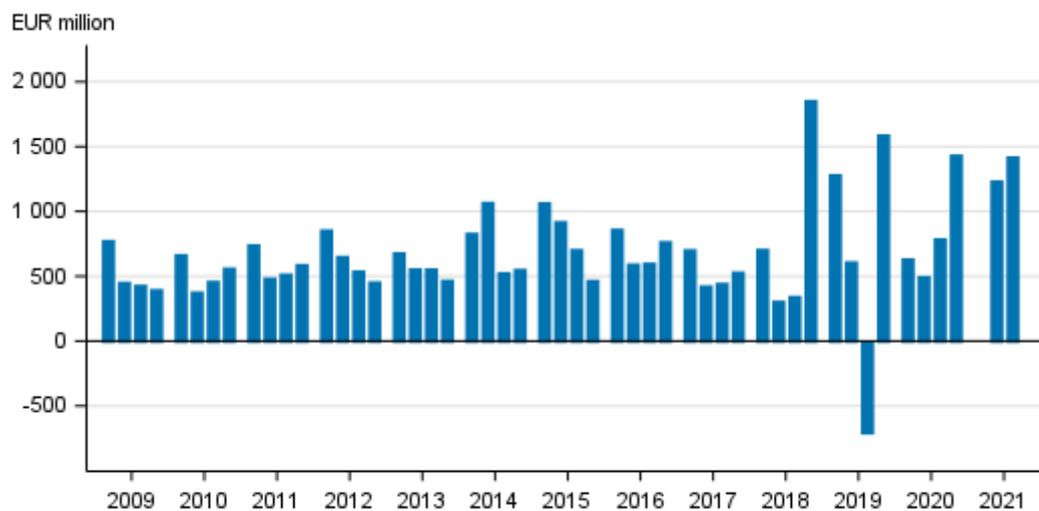
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Figures

Appendix figure 1. Interest income and commission income of banks operating in Finland, 2nd quarter 2005 to 2021, EUR million



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



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Source: Credit institutions' annual accounts, Statistics Finland