

## Hypo Group's January–March 2018

**The home finance specialist Hypo Group's net interest income and competitiveness strengthened further.**

### CEO Ari Pauna:

*“Urban citizens are increasingly interested in owner-occupied housing and state of one's own housing company. Our loan portfolio has increased annually by almost 20 percent totaling EUR 2.3 billion. Competitiveness of our core business improves.”*

- Net interest income increased to EUR 2.7 million (EUR 1.8 million 1–3/2017)
- Non-performing loans remained low. The net amount of expected credit losses and impairment losses was positive
- Net fee and commission income was EUR 0.9 million (EUR 0.8 million 1–3/2017)
- Decrease in capital gains from the sale of investment properties was reflected in the amount of other income totaling EUR 1.0 million (EUR 1.4 million)
- Total costs grew due to the contribution to the Financial Stability Authority and other supervisory fees while operating costs remained at the level of the same period year before
- Common Equity Tier 1 (CET1) ratio, as calculated with standard and basic methods, was 12.6% (12.7% on 31 December 2017)

### GROUP'S KEY FIGURES

(1000 €)	1–3/2018	1–3/2017	2017
Net interest income	2 705	1 768	8 991
Net fee and commission income	892	832	3 525
Total other income	1 031	1 359	5 190
Total expenses	-3 120	-2 929	-11 055
Operating profit	1 508	1 030	6 651
Receivables from the public and public sector entities	2 266 397	1 902 915	2 212 574
Deposits	1 456 133	1 366 152	1 540 400
Balance sheet total	2 709 826	2 410 457	2 792 489
Return on equity % (ROE)	4,3	3,2	4,9
Common Equity Tier 1 (CET1) ratio	12,6	13,2	12,7
Cost-to-income ratio,%	67,6	74,1	62,5
Non-performing assets, % of the loan portfolio	0,13	0,12	0,14
LTV-ratio, % / Loan to Value, average, %	36,5	38,9	37,4
Loans / deposits, %	155,6	139,3	143,6

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Hypo Group's Interim Report can be accessed at <http://www.hypo.fi/en/>

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Attachments: Interim report January – March 2018