

RESURS BANK, INTERIM REPORT JANUARY-DECEMBER 2017

ALTERNATIVE PERFORMANCE MEASURES

Certain performance measures in this report used by management and analysts to assess the Group's performance are not prepared in accordance with International Financial Reporting Standards (IFRS). Management believes that these performance measures make it easier for investors to analyse the Group's performance. The reasons for the use of different performance measures, definitions and reconciliation of performance measures against information in the financial statements are provided below. Other companies can define or calculate these measures in different ways. The Group's definitions remain unchanged compared with prior periods.

Performance measures for the Group excluding nonrecurring costs related to the penalty from the Swedish Financial Supervisory Authority

In 2015, we submitted a report to the Swedish Financial Supervisory Authority regarding inaccurate historical reporting.

During the second half of 2016, a penalty fee of SEK 35 million was imposed on the bank. In order to facilitate understanding of earnings generated by the Group excluding these nonrecurring costs.

Increase in lending to the public excluding exchange-rate effects

We follow increases in local currency to see the actual increase in lending to the public.

Average equity excluding intangible assets

We also evaluate our operations in relation to average equity excluding intangible assets, which comprises adjusted equity that is reduced by goodwill and other intangible assets. This measure is used to evaluate our use of equity.

Reconciliation of alternative performance measures

SEK Thousand	Jul-Dec 2017	Jul-Dec 2016	Jan-Dec 2017	Jan-Dec 2016
Operating profit/loss excl. nonrecurring costs				
Operating profit/loss	709,756	578,992	1,341,755	1,137,281
Nonrecurring penalty från Swedish Financial Supervisory A		-35,000		-35,000
Operating profit/loss excl. nonrecurring costs	709,756	613,992	1,341,755	1,172,281
Net profit for the period excl. nonrecurring costs				
Net profit for the period	549,172	471,990	1,036,248	904,846
Nonrecurring penalty från Swedish Financial Supervisory A		-35,000		-35,000
Net profit for the period excl. nonrecurring costs	549,172	506,990	1,036,248	939,846
Average equity excl. Intangible assets and adjusted non recurring costs				
Average equity	5,448,497	5,148,075	5,490,441	4,888,810
Average intangible assets	1,830,657	1,825,983	1,848,334	1,797,427
Average equity excl. intangible assets	3,617,840	3,322,092	3,642,107	3,091,383
Average nonrecurring costs		17,500		17,500
Average equity excl. Intangible assets and adjusted non recurring costs	3,617,840	3,339,592	3,642,107	3,108,883
Opening balance lending to the public	22,311,149	19,596,939	21,204,764	18,198,658

SEK Thousand	31 Dec 2016- 31 Dec 2017	31 Dec 2015- 31 Dec 2016
Reconciliation of increase in lending to the public excluding exchange-rate effects		
Increase lending to the public	2,864,514	3,006,106
Of which FX effects	-206,148	733,352
Increase in lending to the public excluding exchange-rate effects	3,070,662	2,272,754