



Interim Report **January–June 2016**

1 January–30 June 2016*

- Operating income increased by 25 % to SEK 1,309 million
- Operating profit increased by 52 % to SEK 558 million
- Lending to the public rose 38 % to SEK 19,597 million. In constant currencies the increase was 39 %
- The Core Tier 1 ratio was 13.3 % (15.0) and the total capital ratio was 14.4 % (16.2)
- C/I before credit losses was 43.0 % (47.8)
- The credit loss ratio was 2.0 % (2.5)
- Return on equity excl. intangible assets, (RoTE) was 30.4 % (25.3)

“We are continuing our journey of stable growth with another strong six months.”

Kenneth Nilsson, CEO, Resurs Bank AB

About Resurs Bank

Resurs was founded in 1977 and is one of the fastest-growing niche banks in the Nordic region. During the 1980s we pioneered the successful “interest free” retail finance concept, and today we are one of the leading Nordic retail finance banks, with over 5 million private customers and collaborations with over 1,200 retail partners and 35,000 stores in the Nordics. From our core business in retail finance, we have expanded our commercial offering to include savings accounts, insurance policies, consumer loans and credit cards. The latter includes our own Supreme Card, of which there are roughly 150,000 holders in the Nordic region.

Resurs Bank is owned by Parent Company Resurs Holding and is part of the Resurs Holding Group. In 2015 Resurs Bank acquired the subsidiary yA Bank. When we use the term “Group” in this report we are referring to the Resurs Bank Group.

**Certain performance measures provided in this section have not been prepared in accordance with IFRS. Definitions of performance measures are provided on page 26. The reasons for the use of alternative performance measures and reconciliation against information in the financial statements are provided on the website under “Financial information”.
The figures in parentheses refer to 30 June 2015 in terms of financial position, and to the year-earlier period in terms of profit/loss items.*

STATEMENT BY THE CEO:

Strong earnings trend for first half of the year

We are continuing our journey of stable growth with another strong six months.

Healthy growth in both lending and earnings

We saw substantial organic growth in lending during the first six months of the year, driven by both increased new sales and a developed product range. Earnings performed strongly during the first half of the year, up 52 per cent, primarily driven by higher business volumes and improved net interest income. We continue to pursue a healthy risk- and cost control.

Intense activity in the segments

In Payment Solutions, we were proud to welcome several new retail finance partners. It was gratifying to see the marketing activities that we carried out in credit cards during the year contributed to higher sales. The trend in payment solutions continued during the quarter and Resurs is at the forefront, for example, we were the first to launch Masterpass in Norway in June. Growth was high in Consumer Loans, both including and excluding yA Bank that was acquired last year.

Increased market shares

During the first half of the year, we saw that the Nordic markets were stable in Sweden and Norway, and slightly more positive in Finland and Denmark. We saw that we captured market shares in several areas, which is very gratifying and in line with plans.

The financial markets were shaky in the period since our listing, particularly in the banking sectors of many countries, both before and after the Brexit referendum in the UK. However, as far as Resurs Bank is concerned, we have not seen any direct consequences on income or earnings.

Continued customer focus on a simpler everyday life

Our growth is driven by the Group's integrated business model whereby partnerships form the platform for our large and unique customer base that enables cross-selling of our different products. In the autumn, we will continue to develop customer-centric sales-promoting solutions for our partners. Our solutions must work as an inherently natural part of our retail partners' and consumers' everyday lives, both digitally and in physical environments.

To end, I would like to say that we are very pleased with the first six months of 2016. It is tremendously inspiring to run a company like Resurs with our successful partners and talented employees.

SEVERAL NEW PARTNERS DURING THE FIRST SIX MONTHS

LENDING

SEK **19,597** million

IMPROVEMENT IN OPERATING PROFIT*

+52%

Kenneth Nilsson,
CEO, Resurs Bank AB

Performance measures

SEKm unless otherwise specified	Jan-Jun 2016	Jan-Jun 2015	Change	Jan-Dec 2015
Group				
Operating income	1,309	1,046	25%	2,223
Operating profit	558	368	52%	833
Net profit for the period	433	280	55%	574
C/I before credit losses, %	43.0	47.8		45.7
Core Tier 1 ratio, %	13.3	15.0		13.1
Total capital ratio, %	14.4	16.2		14.2
Lending to the public	19,597	14,163	38%	18,199
NIM margin, %	11.3	11.7		11.0
NBI margin, %	13.9	14.9		13.8
Credit loss ratio, %	2.0	2.5		2.3
Return on equity excl. intangible assets, % (RoTE)*	30.4	25.3		24.4
Return on equity excl. intangible assets, % (RoTE) adjusted for nonrecurring costs*	30.2	26.8		25.6

* Certain performance measures 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. Definitions of performance measures are provided on page 26. The reasons for the use of alternative performance measures and reconciliation against information in the financial statements are provided on the website under "Financial information".

Group results*

FIRST HALF OF 2016, JAN—JUNE

Operating income

The Group's operating income for the first half of the year totalled SEK 1,309 million (1,046), a 25 per cent year-on-year increase. This increase could be seen in both our segments and in all of our markets. Excluding the acquisition of yA Bank, which was consolidated in late October 2015, operating income amounted to SEK 1,075 million (1,046). In total, net interest income was strengthened by SEK 247 million. Interest income increased to SEK 1,182 million (942), excluding the acquisition of yA Bank interest income was SEK 945 million (942). Regarding interest income and credit losses compared with 2015, the Danish operations made adjustments to the Group-wide valuation method, which entailed lower interest income but also lower credit losses. The underlying interest income is showing good growth. At the same time, interest expenses excluding the acquisition of yA Bank declined SEK 45 million.

Fee & commission income amounted to SEK 173 million (163), of which credit-card income declined SEK 9 million due to lower compensation for card transactions following the implementation of EU directives, which was partially offset by lower costs in the card programme. Fee & commission expense increased to SEK -25 million (-18), yielding a net commission of SEK 148 million (145), primarily due to lower credit-card income.

Net expense from financial transactions for the period amounted to SEK -7 million (-12). The change relates to value fluctuations in investments in interest-bearing securities as well as exchange-rate differences in assets, liabilities and derivatives in foreign currencies. Earnings from participations in Group companies had an impact of SEK -2 million (0) on profit due to the loss in connection with the divestment of the subsidiary MetaTech AS that was included in the acquisition of yA Bank. Other operating income amounted to SEK 103 million (94). During the first six months, part payment of SEK 8 million was received for divested VISA shares, while payment of SEK 15 million was received in the year-earlier period for previous acquisitions.

INCOME

+25%

NET INTEREST INCOME

+ SEK 247 million

Operating expenses

The Group's expenses before credit losses totalled SEK -563 million (-500) during the first six months of the year. Excluding the acquisition of yA Bank expenses totalled SEK -493 million (-476). Comparative figures for the preceding year were adjusted for the nonrecurring cost of SEK 24 million for the acquisition of yA Bank. Viewed in relation to the operations' income, the cost level continued to decline and amounted to 43.0 per cent (47.8). Credit losses totalled SEK -188 million (-178) and the credit loss ratio was 2.0 per cent (2.5). The lower levels were due to improved actual credit quality and the adjustment in the Danish operation to the Group-wide valuation method.

Profit

Operating profit for the first half of the year was SEK 558 million (368), an increase of 52 per cent. Net profit for the period amounted to SEK 433 million (280). The lowered tax rate in Norway contributed to the slight decrease in the percentage tax expense compared with the year-earlier period.

FINANCIAL POSITION PER 30 JUNE 2016

The Group had a strong financial position at 30 June 2016, with a capital base of SEK 3,220 million (2,595) for the consolidated situation, comprising the Parent Company Resurs Holding AB and Resurs Bank Group. The total capital ratio was 14.4 per cent (16.2) and the Core Tier 1 ratio was 13.3 per cent (15.0).

Lending to the public at 30 June 2016 totalled SEK 19,597 million (14,163), corresponding to a 38-per-cent increase, driven by both the segments and all markets. Excluding the acquisition of yA Bank, the increase was 9 per cent, in constant currencies 8 per cent.

In addition to capital from shareholders, the financing of the operations comprises deposits from the public, the bonds issued under the MTN programme and the securitisation of loan receivables (ABS). The Group pursues a strategy of actively working on these three sources of financing to best meet the varying requirements of the operations over time and minimise the risk of imbalances between financing and lending.

Deposits from the public at 30 June 2016 totalled SEK 18,511 million (14,622), up 27 per cent as a result of the acquisition of yA Bank. Deposits excluding yA Bank declined by 4 per cent due to the strategy of reducing previous surplus liquidity and diversifying financing. At the same time, financing through issued securities increased and contributed SEK 2,203 million (1,799).

Liquidity is highly favourable and the Liquidity Coverage Ratio (LCR) was 149 per cent (124). The minimum statutory LCR ratio is 70 per cent, which will increase to 100 per cent by 2018. Lending to credit institutions at 30 June 2016 amounted to SEK 3,235 million (3,256). Holdings of treasury bills eligible for refinancing, as well as bonds and other interest-bearing securities totalled SEK 2,083 million (2,244).

Cash flow from operating activities increased during the first six months of the year to SEK 993 million (-2,134). Cash flow from deposits increased during the period to SEK 1,743 million (-1,490) and the net change in investment assets increased to SEK -94 million (-673). Cash flow from investing activities for the year totalled SEK -11 million (-8) and cash flow from financing activities was SEK 0 million (1,799).

Intangible assets amounted to SEK 1,802 million (655), mainly due to the goodwill that arose in the acquisition of yA Bank in October of last year. In conjunction with the acquisition, a shareholders' contribution of SEK 1,175 million was received.

**Certain performance measures provided in this section have not been prepared in accordance with IFRS. Definitions of performance measures are provided on page 26. The reasons for the use of alternative performance measures and reconciliation against information in the financial statements are provided on the website under "Financial information"*

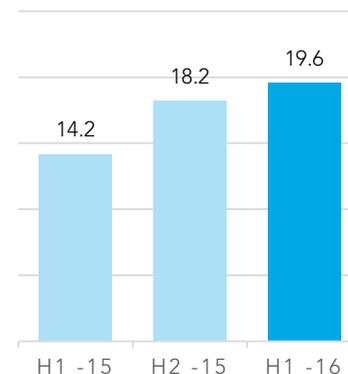
OPERATING PROFIT

SEK **558** million

TOTAL CAPITAL RATIO

14.4%

LENDING TO THE PUBLIC



Trend in lending to the public in SEK billion.

SEGMENT REPORTING :

Resurs Bank's two segments

Resurs Bank has divided its operations into two business segments – **Payment Solutions** and **Consumer Loans** – based on the products and services offered.

The two segments differ in nature. **Payment Solutions** delivers finance, loyalty and payment solutions that drive retail sales for retailers across the Nordic region, as well as credit cards to the public. **Consumer Loans** focuses primarily on lending to consumers. During the first half of the year, the Payment Solutions segment accounted for 45 per cent of the Group's operating income and Consumer Loans for 55 per cent.



PERCENTAGE OF OPERATING INCOME JANUARY-JUNE 2016



Payment Solutions
45%



Consumer Loans
55%



Payment Solutions

Continued healthy growth and several new partners

SIX MONTHS, JANUARY—JUNE 2016

New lending increased in all markets compared with the year-earlier period, driven by increased sales by both our partners and Resurs. During the period, a number of new partnerships in retail finance were launched, for example, with Biltema in Sweden and Mekopartner in Norway. In credit cards, our marketing activities for Supreme Card were successful, resulting in increased sales. Contactless functionality was also launched for new Supreme Card Gold cards in the Nordic region during the first half of the year. This functionality will be added to all MasterCard programmes during the year. In autumn 2015, Resurs was one of the first companies to launch Masterpass in Sweden and Resurs Bank was the first to launch the product in Norway in June 2016. Loyo, our mobile app, also continued to perform well during the first six months of the year.

Lending to the public at 30 June 2016 totalled SEK 8,327 million (7,207), a 16 per cent year-on-year increase. Excluding the acquisition of yA Bank, the increase was 8 per cent, in constant currencies 8 per cent, driven by increased sales and new lending in all markets.

Operating income for the first half of the year totalled SEK 585 million (542), an 8 per cent year-on-year increase, driven by higher business volumes and higher net interest income. Operating income less credit losses totalled SEK 508 million (471), up 8 per cent year-on-year.

The NBI margin amounted to 14.4 per cent (15.0), and declined due to such reasons as lower credit-card fee income.

During the period, credit losses in absolute figures were slightly higher year-on-year due to higher lending volumes. Measured as a percentage of lending volumes, credit losses were lower year-on-year.

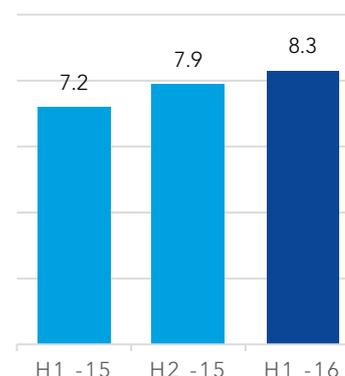


ABOUT PAYMENT SOLUTIONS

The Payment Solutions segment is comprised of retail finance and credit cards. Within retail finance, Resurs is the leading partner for delivering finance, loyalty and payment solutions for more than 1,200 retail partners and e-commerce companies in the Nordic region.

Credit cards includes the Resurs credit cards (with Supreme Card being the foremost) as well as cards that enable retail finance partners to promote their own brands. Resurs currently has about 270,000 credit card customers in the Nordic market.

LENDING TO THE PUBLIC



Trend in lending to the public in SEK billion.

Performance measures – Payment Solutions

SEKm	Jan-Jun 2016	Jan-Jun 2015	Change	Jan-Dec 2015
Lending to the public at end of the period	8,327	7,207	16%	7,905
Operating income	585	542	8%	1,123
Operating income less credit losses	508	471	8%	985
NBI margin, %	14.4	15.0		14.8
Credit loss ratio, %	1.9	2.0		1.8

Consumer Loans

Strong growth with positive contributions from all markets

SIX MONTHS, JANUARY—JUNE 2016

Consumer Loans reported continued healthy growth for the first half of the year in an otherwise stagnant total market, which meant that Resurs captured market shares, primarily in Sweden but also in Norway.

Lending to the public at 30 June 2016 totalled SEK 11,270 million (6,956), a 62 per cent year-on-year increase. Excluding the acquisition of yA Bank, the increase was 9 per cent, in constant currencies 9 per cent. The highest rate of growth was noted in Sweden and Norway, although all geographic markets reported a positive trend. Growth was mainly driven by a better response to our activities for existing customers and a broader product range.

Operating income for the first half of the year totalled SEK 724 million (504), a 44 per cent year-on-year increase due to increased volumes. Operating income less credit losses totalled SEK 613 million (396), up 55 per cent year-on-year.

The NBI margin amounted to 13.4 per cent (14.8). The decrease was due to the yA Bank portfolio having lower average interest rates than Resurs Bank's portfolio and the adjustment in the Danish operation to the Group-wide valuation method, which had a negative impact on the NBI margin and correspondingly a positive effect on credit losses. In addition, payment of SEK 15 million was received in the year-earlier period for previous acquisitions.

Measured as a percentage of lending volumes, credit losses were significantly lower year-on-year due to an improved product mix in the portfolio from a credit perspective and the change in valuation method described above.



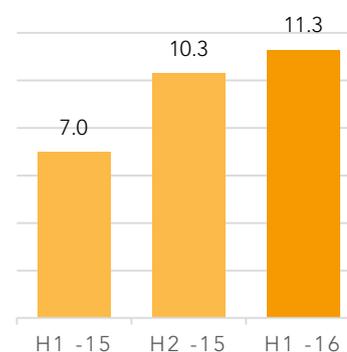
ABOUT CONSUMER LOANS

In the Consumer Loans segment, Resurs offers unsecured loans to consumers wishing to finance investments in their home, travels or other consumer goods.

Resurs also provides help in consolidating loans held by consumers with other banks, with the aim of reducing the consumer's monthly or interest expenses.

Resurs currently holds approximately SEK 11 billion in outstanding consumer loans.

LENDING TO THE PUBLIC



Trend in lending to the public in SEK billion.

Performance measures – Consumer Loans

SEKm	Jan-Jun 2016	Jan-Jun 2015	Change	Jan-Dec 2015
Lending to the public at end of the period	11,270	6,956	62%	10,294
Operating income	724	504	44%	1,100
Operating income less credit losses	613	396	55%	864
NBI margin, %	13.4	14.8		13.0
Credit loss ratio, %	2.1	3.2		2.8

Significant events and press releases during and after the first half of 2016

Synsam selected Resurs for its Nordic retail finance needs

In January, Resurs announced an expanded partnership with Synsam. After having collaborated with Resurs Bank in Finland since 2009, Synsam opted to expand its partnership to the entire Nordic region. During 2016, 450 Synsam stores will offer retail financing from Resurs Bank. Its annual sales amount to about SEK 3 billion. The collaboration with Synsam also entails Resurs Bank adding yet another strong brand – Synsam’s Danish chain Profil Optik – as a partner.

Resurs Holding AB listed on Nasdaq Stockholm

The Parent Company Resurs Holding AB was listed on Nasdaq Stockholm, Large Cap on 29 April. Interest in the offering was widespread among both Swedish and international institutional investors and among the Swedish general public. The offer was oversubscribed several times. About 16,000 Swedish private investors subscribed for and were allotted Resurs shares. The ticker of the Resurs share is RESURS.

Events after the end of the period

There were no significant events after the end of the period.



Other information

Risk and capital management

The Group's ability to manage risks and conduct effective capital planning is fundamental to its ability to be profitable. The business faces various forms of risk including credit risks, market risks, liquidity risks and operational risks. The Board has established operational policies with the aim of balancing the Group's risk taking, and to limit and control risks. All policies are updated as necessary and revised at least once annually. The Board and CEO are ultimately responsible for the Group's risk management. In general, there were no significant changes regarding risk and capital management during the period. A detailed description of the bank's risks, liquidity and capital management is presented in Note G2 Liquidity, Note G3 Capital Adequacy, and in the most recent annual report.

Information on operations

Resurs Bank AB conducts banking operations in the Nordic countries. Operations are primarily consumer-oriented and are licensed by the Swedish Financial Supervisory Authority. Consumer lending is subdivided into retail finance loans, consumer loans, MasterCard and Visa credit cards, and deposits. Retail finance loans are offered to finance both traditional in-store purchases and online purchases. Operations in Finland are conducted through branch office Resurs Bank AB Suomen sivuliike (Helsinki), operations in Norway through branch office Resurs Bank AB NUF (Oslo), and operations in Denmark through branch office Resurs Bank filial af Resurs Bank (Vallensbæk Strand). In Norway, operations are also conducted via subsidiary yA Bank since its acquisition in late October 2015. Resurs Bank's subsidiary MetaTech AS was divested during the first half of the year.

Past reporting and compliance

Since the Swedish Financial Supervisory Authority (SFSA) is currently reviewing Resurs's past reporting of and compliance with capital adequacy, the SFSA has not confirmed whether it will impose a sanction on Resurs. Cidron Semper Ltd. has committed to keep the Group free of damages for any penalty fees imposed by the SFSA in excess of SEK 20 million. At 30 June 2016, Resurs had not established a provision for any portion of a potential penalty fee.

Employees

There were 637 full-time employees at the bank at 30 June 2016. The increase since year-end was 25 employees due to expanded sales capacity in the Nordic countries and the strengthening of resources in our control functions.



NUMBER OF EMPLOYEES

637

The Board's assurance

This interim report has not been audited.

The Board of Directors and the CEO certify that this interim report provides a fair review of the Group's and the Parent Company's operations, financial position and results and describes the significant risks and uncertainties faced by the Parent Company and Group companies.

Helsingborg, 8 August 2016

Kenneth Nilsson, CEO

Board of Directors

Jan Samuelson, Chairman of the Board

Martin Bengtsson

Mariana Burenstam Linder

Fredrik Carlsson

Anders Dahlvig

Christian Frick

Lars Nordstrand

Marita Odélius Engström

David Samuelson

Summary financial statements - Group

Condensed income statement

SEK thousand	Note	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Interest income	G5	1,181,699	941,819	1,979,344
Interest expense	G5	-115,728	-122,957	-219,781
Fee & commission income		173,459	162,796	337,336
Fee & commission expense		-25,050	-17,916	-38,785
Net income/expense from financial transactions		-6,582	-11,942	-27,151
Profit/loss from participations in Group companies		-1,678		0
Other operating income	G6	102,863	94,194	192,018
Total operating income		1,308,983	1,045,994	2,222,981
General administrative expenses	G7	-472,439	-423,734	-859,106
Depreciation, amortisation and impairment of non-current assets		-12,031	-4,631	-12,079
Other operating expenses		-78,084	-71,228	-144,666
Total expenses before credit losses		-562,554	-499,593	-1,015,851
EARNINGS BEFORE CREDIT LOSSES		746,429	546,401	1,207,130
Credit losses, net	G8	-188,140	-178,320	-373,766
OPERATING PROFIT/LOSS		558,289	368,081	833,364
Appropriations				
Group contributions paid				-58,484
Profit before tax		558,289	368,081	774,880
Income tax expense		-125,433	-88,439	-201,353
NET PROFIT FOR THE PERIOD		432,856	279,642	573,527
Attributable to Resurs Bank AB shareholders		432,856	279,642	573,527

Condensed statement of comprehensive income

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Net profit for the period	432,856	279,642	573,527
Other comprehensive income that will be reclassified to profit/loss			
Translation differences for the period, foreign operations	85,674	-22,794	-132,998
Total comprehensive income for the period	518,530	256,848	440,529
Attributable to Resurs Bank AB shareholders	518,530	256,848	440,529

Condensed statement of financial position

SEK thousand	Note	30 Jun 2016	30 Jun 2015	31 Dec 2015
Assets				
Cash and balances at central banks		53,658		50,761
Treasury and other bills eligible for refinancing		717,929	583,672	766,902
Lending to credit institutions		3,235,133	3,256,357	2,222,060
Lending to the public	G9	19,596,939	14,163,154	18,198,658
Bonds and other interest-bearing securities		1,365,384	1,660,063	1,182,276
Subordinated debt				
Shares and participating interests		994		955
Intangible assets		1,801,698	654,800	1,744,585
Property, plant & equipment		36,522	27,412	35,997
Other assets		36,699	132,037	196,310
Prepaid expenses and accrued income		86,722	68,057	79,753
TOTAL ASSETS		26,931,678	20,545,552	24,478,257
Liabilities, provisions and equity				
Liabilities and provisions				
Liabilities to credit institutions		18,476	69,400	141,260
Deposits and borrowing from the public		18,510,856	14,621,586	16,560,540
Other liabilities		829,051	581,338	842,711
Accrued expenses and deferred income		242,596	264,315	145,323
Other provisions		9,077	8,466	8,631
Issued securities		2,202,540	1,798,900	2,181,340
Subordinated debt		240,324	200,000	238,224
Total liabilities and provisions		22,052,920	17,544,005	20,118,029
Equity				
Share capital		500,000	500,000	500,000
Other paid-in capital		1,975,000	800,000	1,975,000
Translation reserve		9,044	33,574	-76,630
Retained earnings incl. profit for the period		2,394,714	1,667,973	1,961,858
Total equity		4,878,758	3,001,547	4,360,228
TOTAL LIABILITIES, PROVISIONS AND EQUITY		26,931,678	20,545,552	24,478,257

See Note G10 for information on pledged assets and commitments.

Condensed statement of changes in equity

	Share capital	Other paid-in capital	Translation reserve	Retained earnings incl. profit for the period	Total equity
SEK thousand					
Initial equity at January 2015	500,000	800,000	56,368	1,388,331	2,744,699
Owner transactions					0
Net profit for the period				279,642	279,642
Other comprehensive income for the period			-22,794		-22,794
Equity at 30 June 2015	500,000	800,000	33,574	1,667,973	3,001,547
Initial equity at January 2015	500,000	800,000	56,368	1,388,331	2,744,699
Owner transactions					
Unconditional shareholder contributions		1,175,000			1,175,000
Net profit for the period				573,527	573,527
Other comprehensive income for the period			-132,998		-132,998
Equity at 31 December 2015	500,000	1,975,000	-76,630	1,961,858	4,360,228
Initial equity at January 2016	500,000	1,975,000	-76,630	1,961,858	4,360,228
Owner transactions					0
Net profit for the period				432,856	432,856
Other comprehensive income for the period			85,674		85,674
Equity at 30 June 2016	500,000	1,975,000	9,044	2,394,714	4,878,758

All equity is attributable to Parent Company shareholders

Cash flow statement (indirect method)

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Operating profit	558,289	368,081	833,364
- of which, interest received	1,163,827	1,251,122	1,979,755
- of which, interest paid	-31,835	-24,563	-215,064
Adjustments for non-cash items in operating profit	268,863	52,483	379,102
- Tax paid	-106,868	-139,175	-205,917
Cash flow from operating activities before changes in operating assets and liabilities	720,284	281,389	1,006,549
Changes in operating assets and liabilities			
Lending to the public	-1,155,038	-518,948	-1,531,901
Other assets	36,740	-44,103	45,396
Liabilities to credit institutions	-122,784	68,374	140,134
Deposits and borrowing from the public	1,743,322	-1,489,722	-2,622,806
Acquisition of investment assets	-600,615	-1,566,009	-2,111,204
Disposal of investment assets	506,996	893,000	2,073,132
Other liabilities	-135,909	242,367	25,809
Cash flow from operating activities	992,996	-2,133,652	-2,974,891
Investing activities			
Acquisition of fixed assets	-11,130	-8,415	-19,978
Disposal of fixed assets	2,254	642	1,297
Acquisition of subsidiaries			-1,277,649
Disposal of subsidiaries	-2,538		
Cash flow from investing activities	-11,414	-7,773	-1,296,330
Financing activities			
New share issue			1,175,000
Issued securities		1,798,900	1,799,100
Cash flow from financing activities	0	1,798,900	2,974,100
Cash flow for the year	981,582	-342,525	-1,297,121
Cash & cash equivalents at beginning of the year	2,272,821	3,595,175	3,595,175
Exchange difference	34,388	3,707	-25,233
Cash & cash equivalents at end of the period	3,288,791	3,256,357	2,272,821
Adjustment for non-cash items in operating profit			
Credit losses	188,140	178,320	373,766
Depreciation and impairment of property, plant & equipment	12,031	4,631	12,079
Profit/loss tangible assets	-218		
Profit from participations in associated companies	1,678		
Profit/loss on investment assets	-10,822	9,213	6,312
Change in provisions	45	-39,319	-40,158
Adjustment to interest paid/received	62,220	-97,429	12,709
Currency effects	15,585	-2,933	14,394
Other items that do not affect liquidity	204		
	268,863	52,483	379,102

Liquid assets are comprised of 'Lending to credit institutions' and 'Cash and balances at central banks'.

Notes to the condensed financial statements

G1. Accounting principles

The Group's interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and with applicable provisions of the Swedish Annual Accounts Act for Credit Institutions and Securities Companies, the Swedish Financial Supervisory Authority's regulations and general guidelines on Annual Reports in Credit Institutions and Securities Companies (FFFS 2008:25), and the Swedish Financial Reporting Board's recommendation RFR 1 Supplementary Accounting Rules for Groups. The Group's accounting principles are presented in more detail in the latest annual report. No new IFRS or IFRIC interpretations, effective as from 1 January 2016, have a material impact on the Group.

Notes not directly related to the statement of income, comprehensive income, financial position, changes in equity or cash flow: Note G1 Accounting principles, Note G2 Liquidity - Consolidated situation, Note G3 Capital adequacy, Note G4 Segments, Note G11 Related-party transactions, and Note G12 Financial instruments.

The interim information on pages 2-34 comprises an integrated component of this financial report.

G2. Liquidity - Consolidated situation

Liquidity risk is the risk that the bank will be unable to discharge its payment obligations on the due date without borrowing at unfavourable rates. The consolidated situation, comprised of the Parent Company Resurs Holding AB and the Resurs Bank AB Group, must maintain a liquidity reserve and have access to an unutilised liquidity margin in the event of irregular or unexpected liquidity flows.

The Group's liquidity risk is managed through policies that specify limits, responsibilities and monitoring and include a contingency plan. The contingency plan includes, among other things, risk indicators and action plans. The Group's liquidity risk is controlled and audited by independent functions.

Liquidity is monitored on a daily basis and the main liquidity risk is deemed to arise in the event multiple depositors simultaneously withdraw their deposited funds. An internal model is used to set minimum requirements for the size of the liquidity reserve, calculated based on deposit size, the proportion covered by deposit insurance and relationship to depositors. The model also takes into account the future maturities of issued securities. The Board of Directors has stipulated that the liquidity reserve may never fall below SEK 1,000 million. Apart from the liquidity reserve requirement, there is also an intraday liquidity requirement of at least 4 per cent of deposits from the public, a minimum of SEK 600 million. Operations are also governed and controlled by other liquidity requirements.

The liquidity reserve, totalling SEK 1,744 million (1,503), is in accordance with Swedish Financial Supervisory Authority

regulations on liquidity risk management (FFFS 2010:7 and applicable amendments thereto) for the consolidated situation. Accordingly, assets are segregated, unutilised and of high quality. The liquidity reserve largely comprises assets with the highest credit quality rating.

In addition to the liquidity reserve, the consolidated situation has other liquid assets primarily comprised of cash balances with other banks. These assets are of high credit quality and total SEK 3,727 million (4,019) for the consolidated situation. Accordingly, total liquidity amounted to SEK 5,470 million (5,522). When reduced by liabilities to credit institutions, liquidity amounted to SEK 5,452 million (5,452). Total liquidity corresponded to 30 per cent of deposits from the public. The Group also has unutilised credit facilities of SEK 550 million.

The Liquidity Coverage Ratio (LCR) for the consolidated situation is reported on a monthly basis to the authorities. The ratio shows the ratio between high qualitative assets and net outflow during a stressed period of 30 days. As at 30 June 2016, the ratio for the consolidated situation is 149 per cent (124). There has been a minimum statutory LCR ratio of 70 per cent since 2016; this will increase to 100 per cent by 2018.

All valuations of interest-bearing securities were made at market values that take into account accrued interest.

Financing

The main type of financing for the consolidated situation comprises deposits from the public. The largest share of deposits is in Sweden, but deposits are also offered in Norway via yA Bank. Deposits, which are analysed on a regular basis, totalled SEK 18,511 million (14,622), SEK 14,022 million of which was in Sweden, and the equivalent of SEK 4,489 million was in Norway. The loans to the public/deposits from the public ratio for the consolidated situation is 106 per cent (97).

Resurs Bank produced a base prospectus in order to issue bonds, with a programme that amounts to SEK 3 billion. A total of SEK 400 million in senior unsecured bonds (MTN) have been issued within the programme. In Norway, outside the framework of the programme, yA Bank issued NOK 400 million in senior unsecured bonds.

Resurs Bank completed a securitisation of loan receivables, a form of structured financing, referred to as Asset Backed Securities (ABS). In an initial transaction on 12 June 2015 loan receivables amounting to a carrying amount of approximately SEK 1.8 billion were transferred from Resurs Bank to the wholly owned subsidiary Resurs Consumer Loans 1 Limited. The acquisition of loan receivables by Resurs Consumer Loans was financed by an international financial institution. Resurs Bank has, for a period of 18 months (revolving period), the right to continue the sale of certain additional loan receivables to Resurs Consumer Loans. Resurs Bank and Resurs Consumer Loans have provided security for the assets that form part of the securitisation. At the balance sheet date the external ABS financing in the Group amounted to SEK 1.4 billion.

Summary of liquidity – consolidated situation

Liquidity reserve as per FFFS 2010:7 definition

SEK thousand	30 Jun 2016	30 Jun 2015	31 Dec 2015
Securities issued by sovereigns	73,513	73,970	71,471
Securities issued by municipalities	645,164	510,467	696,441
Lending to credit institutions	207,000	99,000	100,000
Bonds and other interest-bearing securities	817,897	819,472	762,714
Summary Liquidity reserve as per FFFS 2010:7	1,743,574	1,502,909	1,630,626
Other liquidity portfolio			
Cash and balances at central banks	53,658		50,761
Lending to credit institutions	3,124,443	3,175,824	2,195,048
Bonds and other interest-bearing securities	548,819	842,963	420,026
Total other liquidity portfolio	3,726,920	4,018,787	2,665,835
Less loans to credit institutions	-18,476	-69,400	-141,260
Total liquidity portfolio	5,452,018	5,452,296	4,155,201
Other liquidity-creating measures			
Unutilised credit facilities	550,405	500,000	535,506

In evaluating liquid assets for LCR reporting, the following assessment of liquid asset quality is made before each value judgement in accordance with the EU Commission's delegated regulation (EU) 575/2013.

SEK thousand	30 Jun 2016	30 Jun 2015	31 Dec 2015
Liquid assets, Level 1	1,080,210	784,433	1,133,390
Liquid assets, Level 2	404,176	300,480	125,960
Total liquid assets	1,484,386	1,084,913	1,259,350
LCR measure	149%	124%	142%

Stress tests are carried out on a regular basis to ensure that there is liquidity in place for circumstances that deviate from normal conditions. One recurring stress test is significant outflows of deposits from the public.

Additional information on the Group's management of liquidity risks is available in the Group's 2015 annual report.

G3. Capital adequacy

Capital requirements are calculated in accordance with European Parliament and Council Regulation EU 575/2013 (CRR), the Swedish Capital Buffer Act (2014:966) and law implementing the Buffer Act (2014:967), and the Swedish Financial Supervisory Authority's regulations (FFFS 2014:12) on regulatory requirements and capital buffers.

The capital requirement calculation below must be composed of the legal minimum capital requirement for credit risk, market risk and operational risk. The capital requirement for capital buffers, which took effect from 2 August 2014, is also described below under 'Capital ratios and capital buffers'. A 1 per cent countercyclical buffer requirement for Norwegian exposures was introduced as of 1 July 2015, which raised to 1.5 per cent as of 30 June 2016. For Swedish exposures, a corresponding buffer of 1.5 per cent was raised on 27 June 2016 and will be raised on 19 March 2017 (2 per cent).

When calculating capital requirements, the consolidated situation uses the standardised method for credit risks and credit valuation adjustments (CVA) and the basic indicator method for operational risks. In the standardised method for credit risks, the consolidated situation risk weights its asset items in 17 different exposure classes. There may be different risk weights in each exposure class. The total risk-weighted exposure amount is multiplied by 8 per cent to obtain the minimum capital requirement for credit risks.

Under the basic indicator method, the capital requirement for operational risks is 15 per cent of the income indicator (ie, average operating income over the past three years). The consolidated situation comprises Resurs Holding AB and Resurs Bank AB Group.

Formal reporting to the Swedish Financial Supervisory Authority is, for all periods, done for the consolidated situation. This procedure is being investigated for historical periods, as the ultimate Parent Company was Cidron FI S.à r.l. until its liquidation in 2015. Resurs Holding AB is now the ultimate parent from a capital adequacy perspective. Neither Resurs Bank's operations nor its customers have been affected by this, and the Group itself has reported the relation to the Swedish Financial Supervisory Authority, which is currently investigating the matter. Due to the prevailing uncertainty regarding the Swedish Financial Supervisory Authority's decision, no provision for a potential fine had been made as at 30 June 2016.

The tables below present the Group's capital adequacy ratio at 30 June 2015 from Resurs Holding AB's perspective (considered most relevant, since it reflects the current situation) and from Cidron FI S.à r.l.'s perspective.

Consolidated situation Resurs Holding AB and Resurs Bank with subsidiaries

Capital base

SEK thousand	30 Jun 2016	30 Jun 2015	31 Dec 2015
Tier 1 capital			
Core Tier 1 capital			
Equity	4,595,935	2,777,163	3,917,271
Net profit for the year	404,795	278,083	571,062
Less:			
Estimated dividend	-202,398		
Shares in subsidiaries		-1,100	
Intangible assets	-1,801,697	-654,800	-1,744,585
Deferred tax asset	-7,932	-2,279	-8,484
Further value adjustments	-2,084	-2,345	-2,114
Total core Tier 1 capital	2,986,619	2,394,722	2,733,150
Tier 2 capital			
Dated subordinated loans	233,643	200,000	238,224
Total Tier 2 capital	233,643	200,000	238,224
Total capital base	3,220,262	2,594,722	2,971,374

Capital requirement

SEK thousand	30 Jun 2016		30 Jun 2015		31 Dec 2015	
	Riskweighted exposure amount	Capital requirement ¹⁾	Riskweighted exposure amount	Capital requirement ¹⁾	Riskweighted exposure amount	Capital requirement ¹⁾
Exposures to institutions	187,082	14,967	2,943	235	79,143	6,331
Exposures to corporates	250,751	20,060	364,966	29,197	268,657	21,493
Retail exposures	13,476,593	1,078,127	9,635,009	770,801	12,576,412	1,006,113
Exposures in default	1,384,715	110,777	1,137,712	91,017	1,236,739	98,939
Exposures in the form of covered bonds	81,575	6,526	81,854	6,548	76,149	6,092
Exposures to institutions and companies with short-term credit ratings	525,227	42,018	872,928	69,834	376,030	30,082
Exposures in the form of units or shares in collective investment undertakings (funds)	100,790	8,063			92,664	7,413
Equity exposures	79,993	6,399	79,000	6,320	91,445	7,316
Other items	165,538	13,243	228,337	18,268	304,720	24,378
Total credit risks	16,252,264	1,300,180	12,402,749	992,220	15,101,959	1,208,157
Credit valuation adjustment risk	10,831	866	1,012	81	10,850	868
Market risk						
Foreign exchange risk	1,795,322	143,626	122,425	9,794	1,447,452	115,796
Operational risk	4,375,273	350,022	3,477,113	278,169	4,375,273	350,022
Total	22,433,690	1,794,694	16,003,299	1,280,264	20,935,534	1,674,843

¹⁾ Capital requirement information is provided for exposure classes that have exposures.

In addition to the risks described above in Pillar 1, the consolidated situation reserved 0.7 per cent of its risk-weight assets for the requirements under Pillar 2 on 30 June 2016.

Capital ratio and capital buffers	30 Jun 2016	30 Jun 2015	31 Dec 2015
Core Tier 1 ratio, %	13.3	15.0	13.1
Tier 1 ratio, %	13.3	15.0	13.1
Total capital ratio, %	14.4	16.2	14.2
Core Tier 1 capital requirement incl. buffer requirement, %	8.2	7.1	7.8
- of which, capital conservation buffer requirement, %	2.5	2.5	2.5
- of which, countercyclical buffer requirement, %	1.2	0.1	0.8
Core Tier 1 capital available for use as buffer, %	6.4	8.2	6.2

Resurs Bank has an application at the Swedish Financial Supervisory Authority which is not yet treated to exempt capital adequacy requirements calculation of the consolidated situation for the currency exposure in NOK of goodwill, which arose with the acquisition of yA Bank.

Cidron FI S.á r.l., Resurs Holding AB and Resurs Bank with subsidiaries at 30 June 2015 (preference shares not included in core Tier 1 capital)

Capital base

SEK thousand	30 Jun 2015
Tier 1 capital	
Core Tier 1 capital	
Equity	3,042,517
Net profit for the year	271,883
Less:	
Shares in subsidiaries	-1,100
Intangible assets	-975,600
Minority	-443,048
Shares in insurance companies	-319,071
Preference shares	-423
Preference share premium reserve	-1,261,766
Cash flow hedges, net after tax	
Equity instruments	-5,600
Total core Tier 1 capital	307,792
Tier 2 capital	
Dated subordinated loans	200,000
Preference shares	423
Preference share premium reserve	1,261,766
Equity instruments	5,600
Total Tier 2 capital	1,467,789
Total Tier 2 capital	1,775,581

Capital requirement

SEK thousand	30 Jun 2015	
	Riskweighted exposure amount	Capital requirement ¹⁾
Exposures to institutions	2,943	235
Exposures to corporates	364,966	29,197
Retail exposures	9,635,009	770,801
Exposures in default	1,137,712	91,017
Exposures in the form of covered bonds	81,854	6,548
Exposures to institutions and companies with short-term credit ratings	872,928	69,834
Equity exposures	79,000	6,320
Other items	390,159	31,214
Total credit risks	12,564,571	1,005,166
Credit valuation adjustment risk	1,012	81
Market risk		
Foreign exchange risk	122,425	9,794
Operational risk	3,477,112	278,169
Total	16,165,120	1,293,210

¹⁾ Capital requirement information is provided for exposure classes that have exposures.

Capital ratio and capital buffers

	30 Jun 2015
Core Tier 1 ratio, %	1.9
Tier 1 ratio, %	1.9
Total capital ratio, %	11.0
Core Tier 1 capital requirement incl. buffer requirement, %	7.0
- of which, capital conservation buffer requirement, %	2.5
- of which, countercyclical buffer requirement, %	
Core Tier 1 capital available for use as buffer, %	

G4. Segment reporting

The Group CEO is the chief operating decision maker for the Group. Management has established segments based on the information that is dealt with by the Board of Directors and used as supporting information for allocating resources and evaluating results. The Group CEO assesses the performance of Payment Solutions and Consumer Loans.

The Group CEO evaluates segment development based on net operating income less credit losses. Segment reporting is based on the same principles as those used for the consolidated accounts.

Jan-Jun 2016

SEK thousand	Payment Solutions	Consumer Loans	Total Group
Interest income	450,608	731,091	1,181,699
Interest expense	-39,150	-76,578	-115,728
Fee & commission income	121,574	51,885	173,459
Fee & commission expense, banking operations	-25,051	1	-25,050
Net income/expense from financial transactions	-3,412	-3,170	-6,582
Profit/loss from participations in Group companies	-854	-824	-1,678
Other operating income	80,794	22,069	102,863
Total operating income	584,509	724,474	1,308,983
<i>of which, internal</i>			0
Credit losses, net	-76,934	-111,206	-188,140
Operating income less credit losses	507,575	613,268	1,120,843

Jan-Jun 2015

SEK thousand	Payment Solutions	Consumer Loans	Total Group
Interest income	437,660	504,159	941,819
Interest expense	-75,026	-47,931	-122,957
Fee & commission income	134,544	28,252	162,796
Fee & commission expense, banking operations	-17,916		-17,916
Net income/expense from financial transactions	-6,559	-5,383	-11,942
Other operating income	69,694	24,500	94,194
Total operating income	542,397	503,597	1,045,994
<i>of which, internal</i>			0
Credit losses, net	-70,978	-107,342	-178,320
Operating income less credit losses	471,419	396,255	867,674

Jan-Dec 2015

SEK thousand	Payment Solutions	Consumer Loans	Total Group
Interest income	865,680	1,113,664	1,979,344
Interest expense	-112,374	-107,407	-219,781
Fee & commission income	271,178	66,158	337,336
Fee & commission expense, banking operations	-38,765	-20	-38,785
Net income/expense from financial transactions	-14,925	-12,226	-27,151
Other operating income	151,844	40,174	192,018
Total operating income	1,122,639	1,100,343	2,222,981
<i>of which, internal</i>			0
Credit losses, net	-137,630	-236,136	-373,766
Operating income less credit losses	985,008	864,207	1,849,215

Assets

Assets monitored by the Group CEO refer to 'Lending to the public'.

Lending to the public

SEK thousand	Payment Solutions	Consumer Loans	Total Group
2015-06-30	7,206,772	6,956,382	14,163,154
2015-12-31	7,904,892	10,293,766	18,198,658
2016-06-30	8,326,954	11,269,985	19,596,939

G5. Net interest income/expense

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Interest income			
Lending to credit institutions	1,307	48	598
Lending to the public, net	1,174,507	939,274	1,975,704
Interest-bearing securities	5,885	2,497	3,042
Total interest income, net	1,181,699	941,819	1,979,344
Interest expense			
Liabilities to credit institutions	-4,886	-3,382	-8,174
Deposits and borrowing from the public	-88,457	-112,648	-190,181
Interest expense, issued securities	-17,679	0	-22,771
Other liabilities	-4,706	-6,927	1,345
Total interest expense	-115,728	-122,957	-219,781
Net interest income/expense	1,065,971	818,862	1,759,563

G6. Other operating income

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Other income, lending to the public	85,013	73,066	143,910
Other operating income	17,850	21,128	48,108
Total operating income	102,863	94,194	192,018

G7. General administrative expenses

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Personnel expenses	-214,827	-175,808	-355,982
Postage, communication and notification expenses	-73,516	-64,869	-133,220
IT expenses	-71,057	-51,010	-116,746
Cost of premises	-14,666	-10,319	-24,607
Consultant expenses	-33,757	-46,621	-83,565
Other	-64,616	-75,107	-144,986
Total general administrative expenses	-472,439	-423,734	-859,106

G8. Credit losses

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Individually assessed loan receivables			
Write-offs of stated losses for the period	-935	-3,269	-3,281
Recoveries of previously stated credit losses	145	695	909
Transfers/reversal of provision for credit losses	-176	3,332	2,822
Net result of individually assessed loan receivables for the period	-966	758	450
Collectively assessed homogeneous groups of loan receivables with limited value and similar credit risk			
Write-offs of stated losses for the period	-72,338	-97,236	-303,656
Recoveries of previously stated credit losses	18,216	6,319	15,901
Transfers/reversal of provision for credit losses	-133,052	-88,161	-86,461
Net cost of collectively assessed homogeneous groups of loan receivables	-187,174	-179,078	-374,216
	-188,140	-178,320	-373,766

G9. Lending to the public and doubtful receivables

SEK thousand	30 Jun 2016	30 Jun 2015	31 Dec 2015
Retail sector	20,673,026	14,930,976	19,123,670
Corporate sector	343,474	374,673	343,401
Total lending to the public	21,016,500	15,305,649	19,467,071
Less provision for anticipated credit losses	-1,419,561	-1,142,495	-1,268,413
Total net lending to the public	19,596,939	14,163,154	18,198,658
Doubtful receivables			
Gross doubtful receivables for which interest is not entered as income until payment is made	2,635,309	2,010,873	2,410,958
Provision for anticipated credit losses	-1,419,561	-1,142,495	-1,268,413
Doubtful receivables, net	1,215,748	868,378	1,142,545

G10. Pledged assets, contingent liabilities and commitments

SEK thousand	30 Jun 2016	30 Jun 2015	31 Dec 2015
Collateral pledged for own liabilities			
Lending to credit institutions	206,600	140,000	90,000
Lending to the public ¹⁾	1,778,518	1,777,543	1,780,232
Floating charges	500,000	500,000	500,000
Total collateral pledged for own liabilities	2,485,118	2,417,543	2,370,232
Contingent liabilities			
Restricted bank deposits ²⁾	21,888	701	34,025
Guarantees	644	164	644
Total contingent liabilities	22,532	865	34,669
Other commitments			
Unutilised credit facilities granted	24,212,489	21,321,538	23,981,937

¹⁾ Refers to securitisation

²⁾ As at 30 June 2016 19 775 TSEK in reserve requirement account at the Bank of Finland, and 1 427 TSEK in taxaccount at the Norwegian bank DNB.

G11. Related-party transactions

Since 12 November 2012 Resurs Bank AB has been a wholly owned subsidiary of Resurs Holding AB, corporate identity number 556898-2291, which is owned 34,93% by Cidron Semper Ltd, 28.58% by Waldakt AB. 5. Of the remaining owners, no single owner holds 20 per cent or more.

There have not been any significant changes to key persons since publication of the 2015 annual report.

Another Group company is Resurs Holding AB's subsidiary Solid Försäkringsaktiebolag.

Companies with controlling or significant influence through direct or indirect ownership of the Resurs Bank Group also have controlling or significant influence of Ellos Group AB, Siba AB and NetonNet, with which the Resurs Bank Group conducted significant transactions during the period. Normal business transactions conducted during the period between the Resurs Bank Group and these related companies are presented below.

Transaction costs in the table refer to market-rate compensation for the negotiation of credit to related companies' customers.

Parent Company

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
General administrative expenses	-9,456	-5,555	-12,703
Other liabilities	-1,478	-1,898	-3,384

Other Group companies

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Interest expense	-3,215	-3,815	-7,194
Fee & commission expense	58,489	48,790	105,488
Other operating income	2,782		280
General administrative expenses	-857	-973	-1,629
Deposits and borrowing from the public	-125,770	-127,982	-127,009
Other liabilities	-1,876	-2,600	-5,846
Subordinated debt	-200,000	-200,000	-200,000

Other companies with controlling or significant influence

SEK thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Processing fees	-247,616	-274,162	-526,872
Interest expense	-1,469	-3,910	-5,516
Fee & commission income	19,419	21,498	41,427
General administrative expenses	-14,570	-21,983	-44,119
Other assets	3,164	3,434	3,349
Deposits and borrowing from the public	-1,427,545	-584,092	-492,866
Other liabilities	-61,700	-49,828	-55,636

G12. Financial instruments

Group

SEK thousand	30 Jun 2016		30 Jun 2015		31 Dec 2015	
	Carrying value	Fair value	Carrying value	Fair value	Carrying value	Fair value
Assets						
Cash and balances at central banks	53,658	53,658			50,761	50,761
Treasury and other bills eligible for refinancing	717,929	717,929	583,672	583,672	766,902	766,902
Lending to credit institutions	3,235,133	3,235,133	3,256,357	3,256,357	2,222,060	2,222,060
Lending to the public	19,596,939	19,596,939	14,163,154	14,163,154	18,198,658	18,198,658
Bonds	1,365,384	1,365,384	1,660,063	1,660,063	1,182,276	1,182,276
Shares and participating interests	994	994		0	955	955
Derivatives			101,303	101,303	163,798	163,798
Other assets	28,767	28,767	28,163	28,163	23,889	23,889
Accrued income	31,521	31,521	30,085	30,085	26,236	26,236
Total financial assets	25,030,325	25,030,325	19,822,797	19,822,797	22,635,535	22,635,535
Intangible assets	1,801,698		654,800		1,744,585	
Tangible assets	36,522		27,412		35,997	
Other non-financial assets	63,133		40,543		62,140	
Total assets	26,931,678		20,545,552		24,478,257	

	30 Jun 2016		30 Jun 2015		31 Dec 2015	
	Carrying value	Fair value	Carrying value	Fair value	Carrying value	Fair value
Liabilities						
Liabilities to credit institutions	18,476	18,476	69,400	69,400	141,260	141,260
Deposits and borrowing from the public	18,510,856	18,515,233	14,621,586	14,624,440	16,560,540	16,561,345
Derivatives	105,434	105,434	167	167		
Other liabilities	422,782	422,782	443,622	443,622	531,562	531,562
Accrued expenses	198,424	198,424	164,828	164,828	61,879	61,879
Issued securities	2,202,540	2,212,837	1,798,900	1,808,776	2,181,340	2,188,422
Subordinated debt	240,324	245,258	200,000	194,528	238,224	234,953
Total financial liabilities	21,698,836	21,718,444	17,298,503	17,305,761	19,714,805	19,719,421
Provisions	9,077		8,466		8,631	
Other non-financial liabilities	345,007		237,036		394,593	
Equity	4,878,758		3,001,547		4,360,228	
Total equity and liabilities	26,931,678		20,545,552		24,478,257	

For current receivables, current liabilities and variable-rate loans and deposits, the carrying amount reflects the fair value.

Financial assets at fair value
Group

SEK thousand	30 Jun 2016			30 Jun 2015			31 Dec 2015		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss:									
Treasury and other bills eligible for refinancing	717,929			583,672			766,902		
Bonds and other interest-bearing securities	1,365,384			1,660,063			1,182,276		
Shares and participating interests			994						955
Derivatives					101,303			163,798	
Total	2,083,313	0	994	2,243,735	101,303	0	1,949,178	163,798	955
Financial liabilities at fair value through profit or loss:									
Derivatives		-105,434			-167		0		
Total	2,083,313	-105,434	994	2,243,735	101,136	0	1,949,178	163,798	955

Determination of fair value of financial instruments

Level 1

Listed prices (unadjusted) on active markets for identical assets or liabilities.

Level 2

Inputs that are observable for the asset or liability other than listed prices included in Level 1, either directly (i.e., as price quotations) or indirectly (i.e., derived from price quotations).

Level 3

Inputs for the asset or liability that are not based on observable market data (i.e., unobservable inputs).

Financial assets and liabilities that are offset or subject to netting agreements

Derivatives are entered into under ISDA agreements. The amounts are not offset in the balance sheet.

The majority of derivatives at 30 June 2016 are covered by ISDA Credit Support Annex; accordingly, collateral is obtained and provided in the form of bank deposits between the parties.

Assets for derivative agreements total SEK 0 million (101), while liabilities total SEK 105 million (0). Collateral corresponding to SEK 117 million has been provided and is reported under 'lending to credit institutions' (last year, the banking group provided collateral corresponding to SEK 89 million).

Definitions and key ratios

C/I before credit losses

Expenses before credit losses in relation to operating income.

Capital base

The sum of Tier 1 capital and Tier 2 capital.

Core Tier 1 ratio, %

Core Tier 1 capital in relation to risk-weighted amount as per the Swedish Financial Supervisory Authority's directive; see Note 3.

Credit loss ratio, %

Net credit losses in relation to the average balance of loans to the public.

NBI margin, %

Operating income in relation to the average balance of loans to the public.

NIM margin, %

Interest income less interest expense in relation to the average balance of loans to the public.

Return on equity excl. intangible assets, % (RoTE)

Net profit for the period as a percentage of average equity less intangible assets.

Tier 1 capital

The sum of core Tier 1 capital and other Tier 1 capital.

Tier 2 capital

Mainly subordinated loans that cannot be counted as Tier 1 capital contributions.

Total capital ratio, %

Total capital in relation to risk-weighted amount as per the Swedish Financial Supervisory Authority's directive; see Note 3.

Parent Company

Income statement

SEK Thousand	Note	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Interest income		942,410	939,079	1,894,772
Lease income		17,422	20,108	38,610
Interest expense		-77,739	-122,995	-206,999
Dividends received			27,942	
Fee & commission income		152,121	162,796	330,749
Fee & commission expense		-19,292	-17,916	-38,237
Net income/expense from financial transactions		-6,582	-11,942	-27,309
Earnings from participations in Group companies		-1,385		27,942
Other operating income		82,803	94,194	190,359
Total operating income		1,089,758	1,091,266	2,209,887
General administrative expenses		-418,260	-400,276	-799,097
Depreciation, amortisation and impairment of non-current assets		-37,217	-36,376	-72,598
Other operating expenses		-65,339	-71,228	-140,629
Total expenses before credit losses		-520,816	-507,880	-1,012,324
EARNINGS BEFORE CREDIT LOSSES		568,942	583,386	1,197,563
Credit losses, net		-160,892	-180,183	-367,519
OPERATING PROFIT/LOSS		408,050	403,203	830,044
Appropriations				
Group contributions paid				-218,753
Profit before tax		408,050	403,203	611,291
Income tax expense		-93,857	-88,427	-155,550
NET PROFIT FOR THE PERIOD		314,193	314,776	455,741
Attributable to Resurs Bank AB shareholders		314,193	314,776	455,741

Condensed statement of comprehensive income

SEK Thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Net profit for the period	314,193	314,776	455,741
Other comprehensive income that will be reclassified to profit/loss			
Translation differences for the period, foreign operations		-22,798	-22,798
Comprehensive income for the period	314,193	291,978	432,943
Attributable to Resurs Bank AB shareholders	314,193	291,978	432,943

Condensed statement of financial position

SEK Thousand	Note	30 Jun 2016	30 Jun 2015	31 Dec 2015
Assets				
Treasury and other bills eligible for refinancing		717,929	583,672	766,902
Lending to credit institutions		2,250,290	3,186,782	1,764,061
Lending to the public		15,363,425	14,127,669	14,641,440
Bonds and other interest-bearing securities		916,617	1,660,063	762,250
Shares and participating interests		1,736,980	50,099	1,686,447
Intangible assets		601,936	638,111	618,626
Property, plant & equipment		89,315	99,277	94,395
Other assets		27,472	132,362	181,215
Prepaid expenses and accrued income		79,805	68,057	78,921
TOTAL ASSETS		21,783,769	20,546,092	20,594,257
Liabilities, provisions and equity				
Liabilities and provisions				
Liabilities to credit institutions		18,476	69,400	141,260
Deposits and borrowing from the public		14,022,001	14,621,586	13,119,240
Other liabilities		2,040,420	1,898,303	2,024,995
Accrued expenses and deferred income		194,868	240,237	115,597
Other provisions		9,077	8,466	8,631
Issued securities		399,300	398,900	399,100
Subordinated debt		200,000	200,000	200,000
Total liabilities and provisions		16,884,142	17,436,892	16,008,823
Untaxed reserves		625,337	465,068	625,337
Equity				
Restricted equity				
Share capital		500,000	500,000	500,000
Statutory reserve		12,500	12,500	12,500
Unrestricted equity				
Fair value reserve		33,571	33,571	33,571
Retained earnings		3,414,026	1,783,285	2,958,285
Net profit for the year		314,193	314,776	455,741
Total equity		4,274,290	2,644,132	3,960,097
TOTAL LIABILITIES, PROVISIONS AND EQUITY		21,783,769	20,546,092	20,594,257
Memorandum items				
Assets pledged for own liabilities		2,485,118	2,417,543	2,370,232
Other pledged assets				
Contingent liabilities		21,105	865	20,685
Commitments		22,993,754	21,349,298	21,903,357

Condensed statement of changes in equity

SEK Thousand	Restricted equity		Non-restricted equity			Total equity
	Share Capital	Statutory reserve	Translation reserve	Retained earnings	Net profit for the year	
Initial equity at January 2015	500,000	12,500	-253	1,463,067	169,642	2,144,956
Owner transactions						0
Merger results			56,622	150,576		207,198
Appropriation of profits				169,642	-169,642	0
Net profit for the period					314,776	314,776
Other comprehensive income for the period			-22,798			-22,798
Equity at 30 June 2015	500,000	12,500	33,571	1,783,285	314,776	2,644,132
Initial equity at January 2015	500,000	12,500	-253	1,463,067	169,642	2,144,956
Owner transactions						
Ovillkorat aktieägartillskott				1,175,000		1,175,000
Merger results			56,622	150,576		207,198
Appropriation of profits				169,642	-169,642	0
Net profit for the period					455,741	455,741
Other comprehensive income for the period			-22,798			-22,798
Equity at 31 December 2015	500,000	12,500	33,571	2,958,285	455,741	3,960,097
Initial equity at January 2016	500,000	12,500	33,571	2,958,285	455,741	3,960,097
Owner transactions						0
Appropriation of profits				455,741	-455,741	0
Net profit for the period					314,193	314,193
Other comprehensive income for the period						0
Equity at 30 June 2016	500,000	12,500	33,571	3,414,026	314,193	4,274,290

Cash flow statement (indirect method)

SEK Thousand	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Operating profit	408,050	403,203	830,044
- of which, interest received	940,974	1,248,382	1,895,183
- of which, interest paid	-27,315	-24,563	-203,764
Adjustments for non-cash items in operating profit	257,680	83,514	412,019
- Tax paid	-52,510	-131,753	-203,428
Cash flow from operating activities before changes in operating assets and liabilities	613,220	354,964	1,038,635
Changes in operating assets and liabilities			
Lending to the public	-657,728	-939,472	-1,815,745
Other assets	23,414	-40,721	56,943
Liabilities to credit institutions	-122,784	11,591	83,451
Deposits and borrowing from the public	902,761	-1,489,722	-2,991,494
Acquisition of investment assets	-600,615	-1,566,009	-2,039,409
Disposal of investment assets	506,996	893,000	2,073,132
Other liabilities	-118,182	1,562,299	1,441,762
Cash flow from operating activities	547,082	-1,214,070	-2,152,725
Investing activities			
Acquisition of fixed assets	-21,347	-24,196	-63,389
Disposal of fixed assets	6,856	6,786	30,830
Acquisition of subsidiaries			-1,636,348
Shareholder contribution	-49,630		
Disposal of subsidiaries	496		
Cash flow from investing activities	-63,625	-17,410	-1,668,907
Financing activities			
Dividend received	2,721		
New share issue			1,175,000
Issued securities		398,900	399,100
Cash flow from financing activities	2,721	398,900	1,574,100
Cash flow for the year	486,178	-832,580	-2,247,532
Cash & cash equivalents at beginning of the year	1,764,061	4,009,609	4,009,609
Added via merger		6,046	
Exchange difference	51	3,707	1,984
Cash & cash equivalents at end of the period	2,250,290	3,186,782	1,764,061
Justering för ej kassaflödespåverkande poster i rörelseresultatet			
Credit losses	160,892	180,183	367,519
Depreciation and impairment of property, plant & equipment	37,217	36,376	72,598
Profit/loss tangible assets	-218		
Earnings from participations in Group companies	1,385		-27,942
Profit/loss on investment assets	-10,822	9,213	6,470
Change in provisions	45	-39,319	-38,242
Adjustment to interest paid/received	50,738	-97,429	14,240
Currency effects	18,243	-5,510	17,376
Other items that do not affect liquidity	200		
	257,680	83,514	412,019

Liquid assets are comprised of 'Lending to credit institutions'.

P1. Accounting principles

The Parent Company's interim report has been prepared in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies and the Swedish Financial Supervisory Authority's regulations and general guidelines on Annual Reports in Credit Institutions and Securities Companies (FFFS 2008:25).

The same accounting and valuation policies were applied as in the latest annual report.

The following notes are not directly related to the income statement, statement of comprehensive income, balance sheet, statement of changes in equity or the cash flow statement: P1 Accounting principles, P2 Liquidity and P3 Capital adequacy.

P2. Liquidity - Parent Company

Liquidity risk is the risk that the bank will be unable to discharge its payment obligations on the due date without borrowing at unfavourable rates. Resurs Bank AB must maintain a liquidity reserve and have access to an unutilised liquidity margin in the event of irregular or unexpected liquidity flows.

Resurs Bank's liquidity risk is managed through policies that specify limits, responsibilities and monitoring and include a contingency plan. The contingency plan includes, among other things, risk indicators and action plans. Resurs Bank's liquidity risk is controlled and audited by independent functions.

Liquidity is monitored on a daily basis and the main liquidity risk is deemed to arise in the event multiple depositors simultaneously withdraw their deposited funds. An internal model is used to set minimum requirements for the size of the liquidity reserve, calculated based on deposit size, the proportion covered by deposit insurance and relationship to depositors. The model also takes into account the future maturities of issued securities. The Board of Directors has stipulated that the liquidity reserve may never fall below SEK 1,000 million. Apart from the liquidity reserve requirement, there is also an intraday liquidity requirement of at least 4 per cent of deposits from the public, a minimum of SEK 600 million. Operations are also governed and controlled by other liquidity requirements.

The liquidity reserve, totalling SEK 1,744 million (1,503), is in accordance with Swedish Financial Supervisory Authority

regulations on liquidity risk management (FFFS 2010:7 and applicable amendments thereto) for Resurs Bank. Accordingly, assets are segregated, unutilised and of high quality. The liquidity reserve largely comprises assets with the highest credit quality rating.

In addition to the liquidity reserve, Resurs Bank has other liquid assets primarily comprised of cash balances with other banks. These assets are of high credit quality and total SEK 2,143 million (3,931) for Resurs Bank. Accordingly, total liquidity amounted to SEK 3,887 million (5,434). When reduced by liabilities to credit institutions, liquidity amounted to SEK 3,868 million (5,364). Total liquidity corresponded to 28 per cent of deposits from the public. Resurs Bank also has unutilised credit facilities of SEK 500 million.

The Liquidity Coverage Ratio (LCR) for Resurs Bank is reported on a monthly basis to the authorities. The ratio shows the ratio between high qualitative assets and net outflow during a stressed period of 30 days. As at 30 June 2016, the ratio for the consolidated situation is 154 per cent (124). There has been a minimum statutory LCR ratio of 70 per cent since 2016; this will increase to 100 per cent by 2018.

All valuations of interest-bearing securities were made at market values that take into account accrued interest.

Financing

The main type of financing for Resurs Bank comprises deposits from the public. Deposits, which are analysed on a regular basis, totalled SEK 14,022 million (14,622). The loans to the public/deposits from the public ratio for Resurs Bank is 110 per cent (97).

Resurs Bank produced a base prospectus in order to issue bonds, with a programme that amounts to SEK 3 billion. A total of SEK 400 million in senior unsecured bonds (MTN) have been issued within the programme.

Resurs Bank completed a securitisation of loan receivables, a form of structured financing, referred to as Asset Backed Securities (ABS).

In an initial transaction on 12 June 2015 loan receivables amounting to a carrying amount of approximately SEK 1.8 billion were transferred from Resurs Bank to the wholly owned subsidiary Resurs Consumer Loans 1 Limited. The acquisition of loan receivables by Resurs Consumer Loans was financed by an international financial institution. Resurs Bank has, for a period of 18 months (revolving period), the right to continue the sale of certain additional loan receivables to Resurs Consumer Loans. Resurs Bank and Resurs Consumer Loans have provided security for the assets that form part of the securitisation. At the balance sheet date the external ABS financing in the Group amounted to SEK 1.4 billion.

Summary of liquidity – Parent Company

Liquidity reserve as per FFFS 2010:7 definition

SEK thousand	30 Jun 2016	30 Jun 2015	31 Dec 2015
Securities issued by sovereigns	73,513	73,970	71,471
Securities issued by municipalities	645,164	510,467	696,441
Lending to credit institutions	207,000	99,000	100,000
Bonds and other interest-bearing securities	817,897	819,472	762,714
Summary Liquidity reserve as per FFFS 2010:7	1,743,574	1,502,909	1,630,626
Other liquidity portfolio			
Cash and balances at central banks			
Treasury and other bills eligible for refinancing			
Lending to credit institutions	2,043,290	3,087,782	1,664,061
Bonds and other interest-bearing securities	100,052	842,963	
Total other liquidity portfolio	2,143,342	3,930,745	1,664,061
Less loans to credit institutions	-18,476	-69,400	-141,260
Total liquidity portfolio	3,868,440	5,364,254	3,153,427
Other liquidity-creating measures			
Unutilised credit facilities	500,000	500,000	487,726

In evaluating liquid assets for LCR reporting, the following assessment of liquid asset quality is made before each value judgement in accordance with the EU Commission's delegated regulation (EU) 575/2013.

SEK thousand	30 Jun 2016	30 Jun 2015	31 Dec 2015
Liquid assets, Level 1	938,328	784,433	1,010,804
Liquid assets, Level 2	397,128	300,480	100,226
Total liquid assets	1,335,456	1,084,913	1,111,030
LCR measure	154%	124%	144%

Stress tests are carried out on a regular basis to ensure that there is liquidity in place for circumstances that deviate from normal conditions. One recurring stress test is significant outflows of deposits from the public.

P3. Capital adequacy

Capital requirements are calculated in accordance with European Parliament and Council Regulation EU 575/2013 (CRR), the Swedish Capital Buffer Act (2014:966) and law implementing the Buffer Act (2014:967), and the Swedish Financial Supervisory Authority's regulations (FFFS 2014:12) on regulatory requirements and capital buffers.

The capital requirement calculation below must be composed of the legal minimum capital requirement for credit risk, market risk and operational risk. The capital requirement for capital buffers, which took effect from 2 August 2014, is also described below under 'Capital ratios and capital buffers'. A 1 per cent countercyclical buffer requirement for Norwegian exposures was introduced as of 1 July 2015, which was raised to 1.5 percent on 30 June 2016. For Swedish exposures, a corresponding buffer on 1.5 per cent took effect on 27 June 2016 and will be raised to 2 percent on 19 Mars 2017.

Resurs Bank uses the standardised method when calculating capital requirements for credit risks and credit rating adjustment (CVA) risk. The basic indicator method is used for operational risks. In the standardised method for credit risks, Resurs Bank risk weights its asset items in 17 different exposure classes. There may be different risk weights in each exposure class. The total risk-weighted exposure amount is multiplied by 8 per cent to obtain the minimum capital requirement for credit risks. Under the basic indicator method, the capital requirement for operational risks is 15 per cent of the income indicator (ie, average operating income over the past three years).

Capital base

SEK thousand	30 Jun 2016	30 Jun 2015	31 Dec 2015
Tier 1 capital			
Core Tier 1 capital			
Equity	3,960,097	2,329,357	3,504,356
Net profit for the year	314,193	314,776	455,741
Untaxed reserves (78% thereof)	487,763	362,753	487,763
Less:			
Shares in subsidiaries	-219,828		
Intangible assets	-601,936	-638,111	-618,626
Deferred tax asset	-7,910	-2,226	-5,892
Further value adjustments	-1,635	-2,345	-1,693
Total core Tier 1 capital	3,930,744	2,364,204	3,821,649
Tier 2 capital			
Dated subordinated loans	193,319	200,000	200,000
Total Tier 2 capital	193,319	200,000	200,000
Total capital base	4,124,063	2,564,204	4,021,649

Capital requirement

SEK thousand	30 Jun 2016		30 Jun 2015		31 Dec 2015	
	Riskweighted exposure amount	Capital requirement ¹⁾	Riskweighted exposure amount	Capital requirement ¹⁾	Riskweighted exposure amount	Capital requirement ¹⁾
Exposures to institutions	4,710	377	2,943	235	3,269	262
Exposures to corporates	303,746	24,300	405,157	32,413	308,829	24,706
Retail exposures	10,420,007	833,601	9,635,008	770,801	10,008,060	800,645
Exposures in default	1,232,142	98,571	1,137,712	91,017	1,128,330	90,266
Exposures in the form of covered bonds	81,575	6,526	81,854	6,548	76,149	6,092
Exposures to institutions and companies with short-term credit ratings	491,369	39,310	855,319	68,426	345,706	27,657
Exposures in the form of units or shares in collective investment undertakings (funds)						
Equity exposures	1,736,980	138,958	50,099	4,008	1,686,447	134,916
Other items	133,834	10,707	225,505	18,040	287,674	23,013
Total credit risks	14,404,363	1,152,350	12,393,597	991,488	13,844,464	1,107,557
Credit valuation adjustment risk	10,831	866	1,012	81	10,850	868
Market risk						
Foreign exchange risk			122,425	9,794		
Operational risk	3,841,025	307,282	3,477,113	278,169	3,841,025	307,282
Total	18,256,219	1,460,498	15,994,147	1,279,532	17,696,339	1,415,707

¹⁾ Capital requirement information is provided for exposure classes that have exposures.

In addition to the risks described above in Pillar 1, the consolidated situation reserved 0.8 per cent of its risk-weight assets for the requirements under Pillar 2 on 30 June 2016.

Capital ratio and capital buffers	30 Jun 2016	30 Jun 2015	31 Dec 2015
Core Tier 1 ratio, %	21.5	14.8	21.6
Tier 1 ratio, %	21.5	14.8	21.6
Total capital ratio, %	22.6	16.0	22.7
Core Tier 1 capital requirement incl. buffer requirement, %	8.1	7.1	7.8
- of which, capital conservation buffer requirement, %	2.5	2.5	2.5
- of which, countercyclical buffer requirement, %	1.1	0.1	0.8
Core Tier 1 capital available for use as buffer, %	14.6	8.0	14.7

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This information is such information that Resurs Bank AB is required to disclose pursuant to the EU Market Abuse Regulation and the Swedish Securities Market Act. The information was submitted for publication by the abovementioned contact person on 9 August 2016 at 8:00 a.m. CET.