

SVEA EKONOMI AB

ANNUAL REPORT 2013

The Board of Directors and CEO of Svea Ekonomi AB, Co. Reg. No. 556489-2924, herewith submit the Annual Report and Consolidated Accounts for the 2013 financial year.

REPORT OF THE BOARD OF DIRECTORS

Operations

Svea Ekonomi AB conducts financing activities under a permit from the Swedish Financial Supervisory Authority and in accordance with the provisions of the Banking and Financing Business Act (SFS 2004:297) (LBF). The Svea Ekonomi AB Group also provides administrative services.

The Group's business concept is to provide the market with personal service and efficient custom solutions within the areas of Administrative and Financial Services (AFS) and Debt Recovery. Under this business concept we offer the following services:

invoice services, business financing, factoring, invoice purchasing, debt recovery, deposits, unsecured loans, VAT recovery, billing, legal services, credit reports, training and payment transfers.

Financial services are offered by the Financial Companies Group comprising Svea Ekonomi AB, the branches Svea Finans NUF in Norway, Svea Ekonomi AB in Finland, and the wholly owned subsidiaries Svea Finance AS, Svea Finance SIA, Svea Finans A/S, Svea Rahoitus Suomi OY, Svea Finans Nederland BV, Svea Finans AG and Payson AB. The Group also includes the subsidiaries Kapitalkredit Sverige AB, Cogilane Holdings Limited, Rhoswen Limited and 50 per cent of the Group company Daylet Limited.

Administrative services are offered by subsidiaries which include the operating company KundGiro AB with its subsidiary Svea Vat Adviser AB, and Svea Kreditinfo AB, Svea Juridiska AB, Mobivox Telecom AB, Svea Billing Services AB and Dial IT Communications BV. Today, it also includes the associated companies eLombard Oyj, Credex AB and Trade in Sports Europe AB.

Debt recovery operations are conducted by the sub-group Svea Inkasso AB with the subsidiaries Svea Finans AS, Svea Inkasso A/S and Svea Finans GmbH, and by Svea Perintä Oy with the subsidiaries Svea Inkasso OÜ and Svea Inkasso SIA.

In addition, debt recovery operations are now carried out in Eastern Europe by the associated company Creditexpress NV.

The Group conducts business operations in the Nordic region and in other parts of Europe, and is one of the biggest within financing, administration and debt recovery. The Parent Company constitutes a substantial part of the Group, which can be seen in the five-year summaries on pages 8 and 9.

Events during the financial year

Demand for the Group's services was good and the deposit business was very stable.

The year was characterized by expansion and an increase in loans and deposits. These developments led to an increase in net interest and net commission income. This positive trend is expected to continue. Credit losses grew in respect of loans to private individuals and companies alike.

During the year, financial operations developed according to plan, with the exceptions of Denmark, Estonia and the Netherlands, where developments went less well than planned. Investments in overdue accounts receivable in east and central Europe developed less well than planned.

During the year, debt recovery operations developed according to plan, with the exceptions of Sweden, Finland and Denmark, where developments went less well than planned.

During the year, investments were made in part to conduct lending to private individuals in Finland pledged against collateral, and also for a start-up loan brokerage operation aimed at private individuals in Sweden. Investments were also made in an east European debt recovery operation and in an investment platform for the sports industry.

The subsidiary Viatel Sweden AB and the dormant subsidiary Finansor AB were sold during the year. The company also reduced its holding in the former associated company Payground AB.

The extraordinary shareholders meeting of 24 October 2013 resolved to pay a dividend to shareholders of SEK 30 million in accordance with a separate statement from the Board.

Operating revenues and operating profit

Operating revenues amounted to SEK 1,208.9 million (1,068.2) for the Group, and SEK 949.6 million (800.7) for the Parent Company. Operating profit amounted to SEK 195.4 million (206.8) for the Group, and SEK 267.1 million (209.0) for the Parent Company.

Lending

As of 31 December 31, external lending to the public amounted to SEK 4,289.1 million (3,387.3) for the Group, and SEK 3,504.2 million (2,784.7) for the Parent Company.

Financing

Group lending to the public is financed through deposits from the public, our own operations, other credit institutions, convertible loans and previously also through subordinated debt. As of 31 December 2013, deposits from the public amounted to SEK 5,561.7 million (4,827.3) for the Group, and SEK 5,461.5 million (4,639.7) for the Parent Company. As of 31 December 2013, liabilities to credit institutions amounted to SEK 37.7 million (43.2) for the Group, and SEK 0.0 million (1.5) for the Parent Company. Convertible loans amounted to a nominal SEK 50 million (50.0), and debenture loans to SEK 0.0 million (20.0).

Liquidity

As of 31 December 2013, lending to credit institutions, i.e. cash and bank balances plus approved but unutilized credit, amounted to SEK 1,125.2 million (1,585.5) for the Group, and SEK 839.3 million (1,302.5) for the Parent Company. As of 31 December 2013, liquidity including investments in listed bonds and other securities amounted to SEK 1,715.2 million (2,075.4) for the Group, and SEK 1,429.3 million (1,792.4) for the Parent Company.

Investments

Investments in tangible and intangible assets for the year amounted to SEK 61.0 million (83.6) for the Group, and SEK 155.0 million (55.0) for the Parent Company.

Personnel

The average number of permanent employees in the Group amounted to 656 (620), of whom 395 were women (380), and in the Parent Company 411 (382), of whom 235 were women (225). As of 31 December 2013, the number of employees in the Group amounted to 667 (645), and in the Parent Company 423 (399).

The planning and decision-making process regarding remunerations and benefits for key individuals in executive positions including the Board is described in Note 10.

Capital adequacy

As of 31 December 2013, the capital adequacy ratio stood at 1.79 (2.06) in the Parent Company, and at 1.45 (1.57) in the Financial Companies Group.

For further information on risk management and capital management, refer to pages 4–7 and Note 36.

Events after closing day

The first quarter of 2014 proceeded according to plan. Volumes increased in both financial services and administrative services.

In January 2014, the Parent Company issued an additional convertible loan of SEK 50 million. In May 2014, the previous convertible loan of SEK 50 million was called.

During the first quarter, all loan receivables, which amounted to an approximate nominal SEK 280 million, together with the currency exchange operation and Giro-service, were acquired from Exchange Finans Europe AB. Foreign currency exchange and Giro-service will be run by the subsidiary Svea Exchange Finans AB (previously Svea Garanti AB).

The subsidiary Dial IT Communications BV has begun winding up, and Seblinco Finans Holding AB has been sold. No other significant events have occurred since year end.

Economic outlook

Group lending is expected to rise during 2014. Credit losses are expected to rise, but at a lower rate. The rate of deposits from the public is expected to rise during 2014 compared to the previous year. Group operating income for 2014 is estimated to total around SEK 1,300 million with positive earnings and cash flow.

Proposed allocation of profits

The Board of Directors and the CEO propose that unappropriated earnings be placed at the disposal of the Annual General Meeting:

Profit brought forward from the previous year	745,266,467
Dividends to shareholders	-30,000,000
Fair value reserve	6,312,461
Exchange rate differences	-2,822,945
Profit/loss for the year	129,937,245
Total	848,693,228

To be distributed as follows:

To be paid to shareholders (800,000 shares x SEK 25.00 per share)	20,000,000
To be carried forward	828,693,228
Total	848,693,228

Proposed motion regarding dividends

The Board of Directors proposes that SEK 20,000,000.00 be distributed, equivalent to SEK 25.00 per share. The Board proposes that the Annual General Meeting of 04 June 2014 authorize the Board to decide on a distribution date.

Current regulations for capital adequacy and major exposures stipulate that the company must, at all times, have a capital base corresponding to at least the total capital requirements for credit risks, market risks and operational risks, as well as for additional identified risks in the operations in accordance with the company's internal capital adequacy assessment process (ICAAP). After the proposed appropriation of profits, the company's capital base amounts to SEK 836 million and the calculated minimum capital requirement to SEK 466 million. A specification of these items is presented in Note 36.

The Board of Directors and the CEO consider the proposed dividend to be justifiable with regard to the requirements that the nature, scope and risks of the operations impose on the size of shareholders' equity and the company's solvency requirements, liquidity and position in general.

This statement should be viewed in light of the information presented in the Annual Report.

With regard to the Group's and the Parent Company's position and performance in general, refer to the profit and loss accounts and balance sheets presented below, with their associated supplementary disclosures and notes to the financial statements.

Risk management and capital management

Risk exposure is an integral part of all financial operations and means that Svea Ekonomi is exposed to credit, liquidity, market and operational risks. Therefore, the business requires a well-defined organization and clear division of responsibilities, as well as efficient processes for each area of risk.

Risk management organization

Svea Ekonomi uses a control model in which the responsibility for risk management is divided between the Board and *three lines of defence*: the line organization (1st line of defence); risk control and compliance (2nd line of defence) and internal auditing (3rd line of defence).

Board of Directors

Svea Ekonomi AB's Board of Directors bears ultimate responsibility for limiting and following up the company's and the Group's risks and also establishing the Group's capital adequacy target. At Svea Ekonomi, risks are measured and reported according to standardized principles and policies determined annually by the Board. The Board decides on guidelines for credit, liquidity, market, transaction and operational risks, and the internal capital adequacy assessment process (ICAAP), which is revised at least once annually.

The Board monitors risk trends on a continuous basis and sets and supervises limits of risk appetite that may not be exceeded.

Svea Ekonomi has established an efficient framework for risk appetites that includes all of the company's relevant risks. Ambition, approach and qualitative standpoints are established for each individual risk. Qualitative risk appetites are combined with quantitative risk appetite metrics and tolerance levels. The Board continually evaluates the operation's compliance with established risk appetites through follow-up and reports by the independent risk control function. The framework and relevance of risk appetite levels are evaluated on a continuous basis, for revision or update by the Board as necessary.

Line organization

The risk originates in the line organization, which has thus formal responsibility for risks and risk management processes. Guidelines and instructions form the basis of sound risk management, i.e. continuously identifying, measuring, controlling and following up the operation's risks.

Risk-control function

The Risk Controller is an independent control function responsible for ongoing controls that ensure risk exposure is kept within established limits and that the line organization controls operations in the intended manner. This also involves reporting relevant risk information to management and the Board. The function is also responsible for coordinating and advising on the company's internal risk-control issues and providing personnel with supplementary training. The function, which is led by the Risk Control Officer, comprises a network of risk controllers in the major foreign subsidiaries and branches.

Compliance

Compliance refers to abidance of external regulations. Svea Ekonomi has an independent compliance function led by a Group Compliance Officer through a network of local compliance managers in the major foreign subsidiaries and branches. The organization's principal task is to assure the quality of the operation and prevent any problems by ensuring that changes in legislation and regulations are implemented and complied with by the operation.

Internal audit

The internal audit is an independent auditing function procured externally. It examines and evaluates risk-control and governance processes in the Group. It is independent of business operations and reports directly to the Board of Svea Ekonomi AB. The audit plan and priorities for the focus of the work are established by the Board. Reports prepared by the function are submitted to the Board and the unit an audit concerns.

The function audits day-to-day operations in the line organization and the work performed by the 2nd line of defence while also acting as an advisor to business operations.

Credit risks

Credit risk is defined as the risk of loss due to a counterparty's failure to fulfil its contractual obligations and that any collateral provided will not cover the amount due to Svea Ekonomi. The risk arises primarily through various types of lending to the public (companies and private individuals) and through the issuance of guarantees.

Credit is granted based on the counterparty's financial position and ability to pay, and that there is good reason to expect the counterparty will meet its obligations

Credit policy and organization

Svea Ekonomi's credit policy describes such things as the approach, organization, responsibility and process required for a credit decision. In this case the Group is divided into credit units where each unit's management is responsible for ensuring that credit processing complies with applicable credit risk regulations. This policy and its associated instructions are based on the assessment that credit decisions require local expertise, and are thus best dealt with in a decentralized organization. Credit unit operations differ in many respects regarding both their nature and their respective legal environments. Accordingly, a credit unit's management may decide on specific application instructions under the proviso that requirements are met.

Credit process

The credit process is initiated when a business manager or customer-account manager in a credit unit submits a proposal for a credit decision. After the case has been investigated, the credit rating is determined, following which action may be taken in accordance with the credit decision. The counterparty's exposure is continuously monitored by the credit manager in the credit unit concerned and also by the Board in cases of major exposure. The responsibility for credit risk lies with the customer unit concerned. The unit continuously assesses the customer's ability to fulfil his commitments; it identifies deviations from agreed terms and any weaknesses in the customer's financial position. Based on reports of past-due payments and other available information, the unit responsible for the customer account also determines whether the receivable is doubtful, or if anything indicates that the customer's ability to repay is in jeopardy. If it is unlikely that the customer will be able to repay the entire liability (the principal, interest and fees), and if the

situation cannot be resolved in a reasonable manner, the receivable is considered doubtful. If a customer exposure is deemed weak, the exposure is placed under special monitoring and an action plan is prepared to minimize the potential credit loss.

Individual and collective impairment assessment

The company continuously examines the quality of its credit portfolio to identify any need for impairments. Weak and doubtful exposures are monitored and continuously reviewed with respect to current and future ability to make repayments. A receivable is reported as doubtful and a provision is posted if objective evidence exists in the form of loss events or observable data showing that the customer's future cash flow has been affected to such an extent that full repayment, including collateral, is no longer probable. The amount of the provision corresponds to the anticipated loss, based on the discounted value of future cash flow and the value of the pledged property.

In addition to individual impairment assessment of receivables, a collective impairment assessment is conducted for groups of receivables that were not necessarily assessed as doubtful on an individual basis. An impairment charge for a group of loan receivables is a temporary measure pending the identification of an impairment for an individual customer. For lending to companies, individual impairment testing is applied primarily since it is believed to result in the identification of necessary reserves. In addition, an assessment is conducted to determine whether any collective impairment requirement exists. Group impairment testing is applied to lending to private individuals when there are no individual significant items.

Lending and credit risk

Financial assets that can expose the Group to credit risks consist of lending to credit institutions, lending to the public, accounts receivable and derivative contracts.

In general, significant concentrations of credit risks are considered not to exist as lending is spread across different counterparties, business sectors and geographical regions.

The Group's lending to credit institutions consists primarily of bank balances with established banks and credit institutions where the risk of loss is deemed extremely small.

The Group's lending to private individuals consists primarily of unsecured loans. These loans are attributable to a large number of parties liable for payment with relatively low average loan amounts. Because credit is granted after rigorous credit scoring of each individual customer, the risk of losses is deemed minimized. Portions of unsecured loans have co-borrowers and may also be covered by voluntary payment insurance, which provides cover against inability to pay due to involuntary unemployment, illness, accident or death.

As a part of its operations, the Group acquires stocks of past-due receivables and works with their collection. All rights and risks associated with the receivables are thereby assumed. The stocks of receivables are acquired at prices considerably lower than their nominal value. To minimize risk in these operations, the Group exercises caution when making acquisition decisions. Emphasis lies on small stocks of receivables of relatively low average amounts, which contributes to risk spreading. The acquisitions were made in the Nordic region and eastern Europe. Alongside exchange rate risks in local currencies there are heightened risks chiefly in exposure in Ukraine and Russia.

As collateral for its lending to companies, the Group uses accounts receivable, cash flows, property mortgage deeds, company mortgages, leasing objects and guarantees which, following individual assessment, essentially cover total lending on the closing date.

The Group's accounts receivable are attributable to customers and parties liable for payment, who are active in various industries and who are not concentrated to any particular geographic region. The risk of loss is deemed small.

The credit risk arising from the Parent Company's currency swaps/forward contracts depends on the counterparty; as the latter is a major bank, the risk of loss is extremely small.

Disclosures regarding amounts that best correspond to the maximum credit exposure of financial instruments are presented in Note 47, which describes the Parent Company's gross and net credit risk exposure with regard to the collateral available for the Parent Company's loan receivables.

Age analyses of doubtful receivables and unsettled but non-doubtful receivables are presented in Note 16. Note 48 provides disclosures regarding the credit quality of the Group's and Parent Company's loan receivables.

Liquidity risks

Liquidity risk is defined as the risk of extra expenses for ensuring that the Group's payment obligations can be fulfilled on the due date. The risk of Svea Ekonomi being unable to meet its payment commitments is deemed low.

Liquidity strategy

Svea Ekonomi manages its liquidity to provide satisfactory preparedness for current and non-current payments, and has a contingency plan to manage disruptions that affect liquidity.

Available liquidity

Liquidity risks are managed according to a Board decision stipulating that at any time an adequate proportion of deposits from the public must be in the form of available liquidity via a liquidity reserve and other so-called liquidity-creating measures.

The liquidity reserve consists of high-quality assets that can be converted to cash the following banking day and which consist of bank balances, secured bonds and corporate bonds with high ratings (at least AA-) and bonds with valuation haircuts.

Other liquidity-creating measures consist of other assets and sources of liquidity comprising listed shares and participations and unutilized credit facilities.

Otherwise, liquidity-creating measures can be taken by reducing lending and/or the sale of financial assets.

Financing strategy

Svea Ekonomi finances for the long term at as low a cost as possible and with the maximum possible spread of risk.

Such financing consists of deposits from private individuals and companies, borrowing from credit institutions and issued securities and subordinated loans.

Financing consists chiefly of non-fixed-term deposits in SEK covered by the state deposit guarantee from a very large number of private individuals. Despite its being current by definition, this financing is in the opinion of the company non-current in character. This assessment is in line with Basel Committee thinking for the calculation of so-called Stable Funding.

Svea Ekonomi's long-term liquidity risk is otherwise minimized by securing long-term financing in the form of confirmed borrowing facilities. The Parent Company's previous credit facility of SEK 100 million was voluntarily terminated as of 31 December 2013. In January 2014, the Parent Company issued a convertible loan of SEK 50 million. The Parent Company's two subordinated loans totalling SEK 20.0 million were redeemed prematurely in November 2013 with the consent of the Swedish Financial Supervisory Authority. Otherwise, the Group has loan facilities with credit institutions in Switzerland of CHF 1.4 million and in the Netherlands of EUR 6 million.

Risk tolerance and risk appetite

Risk tolerance refers to the maximum risk level that Svea Ekonomi will accept based on the assessed existing liquidity risk with regard to the business and its focus. Risk appetite is the level that Svea Ekonomi chooses to apply in practice.

Svea Ekonomi has a low tolerance as regards liquidity risk, which means that an adequate portion of deposits must be in the form of available liquidity at any time. Said portion must be sufficient for business to be conducted on a long-term basis and under various degrees of stress, without any need to change the business model. Risk appetite is at a lower level than risk tolerance, as in relation to deposits, available liquidity exceeds the minimum requirement decided on by the Board.

Measuring and reporting liquidity risk

Liquidity risk is measured and monitored continuously by means of key ratios and stress tests. The stress tests cover various major withdrawal scenarios by savings customers over 30 days, from realistic to less probable, the effect they have on available liquidity and the number of days it takes before liquidity is spent. Liquidity risk is reported to the Board every month.

Publication of information

Information for publication comprises detailed information about the size of the liquidity reserve and its composition, the size and distribution of financing sources and key ratios; refer to the table below for the Financial Companies Group and also www.sveaekonomi.se.

Liquidity for the Financial Companies Group	31/12/2013	31/12/2012
Liquidity reserve	1,254,292	1,588,126
Other liquidity-creating measures	699,547	681,516
Available liquidity	1,953,839	2,269,642
Lending	5,397,305	4,618,986
Borrowing	87,172	111,353
Deposits	5,630,055	4,765,347
Borrowing and deposits	5,717,227	4,876,700
Balance sheet total	6,856,804	5,889,991

Key ratios

Liquidity reserve/deposits	22.28%	33.33%
Liquidity reserve/balance sheet total	18.29%	26.96%
Available liquidity/deposits	34.70%	47.63%
Available liquidity/balance sheet total	28.49%	38.53%
Lending/deposits	95.87%	96.93%
Borrowing and deposits/balance sheet total	83.38%	82.80%

Information on contractually remaining maturities for financial assets and liabilities is shown in Note 44, Liquidity Exposure.

New standards in BASEL III (CRR) from 2015

As of 2015, a short-term liquidity metric – Liquidity Coverage Ratio (LCR) – will be introduced as part of BASEL III standards, which describe how large a liquidity reserve the company will need to cover a net cash outflow for 30 days in a stress scenario. LCR must be reported monthly, and during 2013 the company worked out methods to meet this requirement.

As of 2018, another new metric will be introduced – Net Stable Funding Ratio (NSFR) – with the objective of measuring the amount of the company's non-current stable sources of finance in relation to its liquidity profile for assets financed, and for the realization of off-balance-sheet commitments and liabilities. NSFR will be reported as of 2015 while the standards are expected to be introduced in 2018.

Market risks

Market risk is defined as the risk of losses due to changes in interest rates, exchange rates and share prices. Svea Ekonomi has limited market risks; see below for further information.

Interest-rate risks

Because lending and borrowing essentially take place at variable interest rates, interest rate risk is insignificant. Accordingly, no capital adequacy requirement is deemed necessary.

Disclosures regarding fixed-interest periods for financial assets and liabilities are presented in Note 45 Interest exposure. Sensitivity analyses are presented in Note 46.

Currency risks

Currency risk is the risk that changes in exchange rates will negatively impact the Group's profit and loss account, balance sheet and/or cash flows. Currency risk can be divided into transaction exposure and translation exposure. Transaction exposure comprises the net of operational and financial currency inflows and outflows. Translation exposure consists primarily of foreign subsidiary equities in foreign currency.

Disclosures regarding assets and liabilities specified by underlying currency and the foreign exchange rates applied are presented in Note 40. Sensitivity analyses are presented in Note 46.

Transaction exposure

Because operations are local, every subsidiary has most of its income and expenses denominated in the local currency, thus currency fluctuations only have a limited effect on the company's operating profit or loss in local currency. Foreign operations seldom have receivables or liabilities in other currencies, and this limits transaction exposure. Because the Parent Company has receivables in foreign currency, major currency exposures in NOK, EUR, DKK and USD have been hedged through currency swaps/forward contracts to minimize risk; refer to Note 40.

Translation exposure

Svea Ekonomi does business in many countries. Changes in exchange rates affect the value of net assets in foreign currencies. When the balance sheets of foreign subsidiaries are translated to SEK, balance-sheet exposure arises as a result of said balance sheets' being expressed in other currencies. The subsidiaries' performance and financial position are reported in the currencies of the countries concerned and then translated to SEK prior to inclusion in the consolidated accounts. Consequently, fluctuations in the exchange rates between local currencies and SEK will affect the consolidated profit and loss account and balance sheet. The effect of this exposure is minimized through the limited need for equity and by financing in local currency; refer to the Equity report. Foreign net assets are not hedged.

Share price risks – asset management

The aim of asset management is to secure a satisfactory return, while keeping the company's payment capacity intact. Available funds must be allocated to interest-bearing bank accounts, commercial paper, funds or listed shares and participations according to the company's investment policy.

The company's investments in listed shares and participations do not comprise a trading inventory. Investments are distributed over a number of well-known listed companies in various industries and are thereby deemed to provide a good spread of risks. While there are price fluctuation risks, they are not deemed to result in any requirements from a capital-adequacy perspective.

Disclosures regarding investments in shares and participations specified by geographical market and industry are presented in Note 46. Sensitivity analyses are provided in the same note.

Commercial risks

Commercial risk is defined as the risk that the company's revenues fall and are unable to cover operational expenses. Commercial risk also includes strategic risk and reputational risk.

Strategic risk

Strategic risks are risks that can affect the company's earnings in the long term due to erroneous or deficient business decisions. Strategic risks are handled by Svea Ekonomi's Board and management through e.g. regular board and management meetings where strategic issues are taken up. The company has also established a continuity plan for the effective management of strategic risks.

Reputational risk

Reputational risk refers to the risk that the company's name and brand is impacted negatively, with negative effects on operations and earnings. Reputational risk is managed through such processes as the company's procedures for approving major changes in the organization or operation.

Operational risks

Operational risk is defined as the risk that a direct or indirect loss or damaged reputation will result from shortcomings or errors attributable to internal processes, individuals, systems or external events.

The company works continuously on developing and optimizing its internal processes to reduce the risk of operational incidents. This work includes methods for personnel training and identifying and reporting operational risks. Information security and crime prevention are important aspects in the management of operational risks.

The Group continuously evaluates its operations and takes the necessary actions in the event of incidents or quality shortcomings. Process development focuses on the analysis of events linked to potential operational risks and other warning signs.

Five-year summary, Group (SEK thousand)

Profit and loss accounts	2013	2012	2011	2010	2009	
Net interest income	1)	434,469	392,847	383,244	271,533	252,160
Net commissions		708,767	635,144	535,832	515,633	469,589
Other operating income		65,622	40,205	14,976	16,449	12,759
Operating income		1,208,858	1,068,196	934,052	803,615	734,508
Operating expenses	2)	-864,449	-762,081	-664,378	-615,853	-554,758
Profit before credit losses		344,409	306,115	269,674	187,762	179,750
Credit losses, net		-148,978	-94,304	-77,719	-79,606	-61,901
Impairment charges, financial assets		0	-4,977	0	0	0
Operating profit		195,431	206,834	191,955	108,156	117,849

Balance sheets

Lending to credit institutions	1,048,866	1,263,562	1,113,717	1,275,422	1,465,788
Lending to the public	4,289,118	3,387,319	2,922,912	2,127,775	1,760,823
Other assets	1,529,825	1,376,751	1,139,281	1,222,649	878,752
Assets	6,867,809	6,027,632	5,175,910	4,625,846	4,105,363
Liabilities to credit institutions	37,730	43,241	31,485	10,501	29,618
Deposits from the public	5,561,667	4,827,313	4,242,761	3,809,119	3,409,197
Other liabilities	346,943	342,340	258,351	261,835	239,425
Shareholders' equity	921,469	814,738	643,313	544,391	427,123
Liabilities and shareholders' equity	6,867,809	6,027,632	5,175,910	4,625,846	4,105,363

Key ratios

Return on capital employed, %	3)	3.0	3.7	3.9	2.5	3.2
Return on shareholders' equity, %	4)	22.5	28.4	32.3	22.3	31.3
Quick ratio, %		81.6	88.2	86.3	86.7	83.6
Debt/equity ratio	5)	6.4	6.7	7.3	8.0	8.6
Equity/assets ratio, %	6)	13.4	13.5	12.4	11.8	10.4
Revenues/expenses excl. credit losses		1.4	1.4	1.4	1.3	1.3
Revenues/expenses incl. credit losses		1.2	1.2	1.3	1.2	1.2
Credit loss ratio, %	7)	3.9	3.0	3.1	4.1	3.7
Cash flow from operating activities, SEK thousands	8)	539,625	424,474	399,707	244,445	244,034
Average number permanent employees		656	620	543	475	447

1) Net interest income before depreciation according to plan for leasing items, until year end 2010.

2) Operating expenses for 2010 adjusted for recognition of negative goodwill.

3) Operating profit as a percentage of average capital employed.

4) Operating profit as a percentage of average shareholders' equity.

5) Average liabilities divided by average shareholders' equity.

6) Shareholders' equity as a percentage of total assets at year end.

7) Credit losses as a percentage of average lending to the public.

8) Cash flow from operating activities before changes in operating assets and liabilities.

9) Financial leasing agreements are reported as lending to the public as of 1 January 2011.

Five-year summary, Group (SEK thousands)

Profit and loss accounts		2013	2012	2011	2010	2009
Net interest income	1)	382,276	297,982	269,499	205,510	190,903
Dividends received	8)	140,033	152,796	158,767	140,958	86,970
Net commissions		192,901	154,959	115,213	104,178	93,920
Other operating income		234,382	194,928	159,735	139,709	133,213
Operating income		949,592	800,665	703,214	590,355	505,006
Operating expenses		-544,561	-456,236	-385,611	-330,469	-300,346
Profit before credit losses		405,031	344,429	317,603	259,886	204,660
Credit losses, net		-104,750	-74,184	-62,492	-73,381	-53,635
Impairment charges, financial assets		-33,150	-61,269	-31,240	-11,000	-6,494
Operating profit		267,131	208,976	223,871	175,505	144,531
Appropriations	8)	-110,951	-83,024	-103,356	-79,606	0
Profit before tax		156,180	125,952	120,515	95,899	144,531
Tax on profit for the year		-26,242	-13,669	-9,357	-3,779	-14,539
Net profit for the year		129,938	112,283	111,158	92,120	129,992

Balance sheets

Lending to credit institutions		789,329	1,001,533	914,666	1,107,170	1,322,176
Lending to the public		4,107,382	3,213,851	2,892,565	2,126,892	1,752,489
Other assets		1,658,717	1,423,806	1,222,475	1,262,918	917,226
Assets		6,555,428	5,639,190	5,029,706	4,496,980	3,991,891
Liabilities to credit institutions		0	1,458	0	0	0
Deposits from the public		5,461,464	4,639,700	4,234,225	3,753,577	3,366,317
Other liabilities		235,670	223,165	161,281	178,197	160,949
Shareholders' equity		858,294	774,867	634,200	565,206	464,625
Liabilities and shareholders' equity		6,555,428	5,639,190	5,029,706	4,496,980	3,991,891

Key ratios

Return on capital employed, %	2)	4.4	3.9	4.7	4.1	4.0
Return on shareholders' equity, %	3)	32.7	29.7	37.3	34.1	35.7
Quick ratio, %		76.4	82.6	81.5	81.0	80.0
Debt/equity ratio	4)	6.5	6.6	6.9	7.2	7.8
Equity/assets ratio, %	5)	13.1	13.7	12.6	12.6	11.6
Revenues/expenses excl. credit losses		1.7	1.8	1.8	1.8	1.7
Revenues/expenses incl. credit losses		1.5	1.5	1.6	1.5	1.4
Credit loss ratio, %	6)	2.9	2.4	2.5	3.8	3.1
Capital base		806,185	768,082	610,298	588,564	508,277
Capital adequacy ratio		1.8	2.1	1.9	2.2	2.2
Cash flow from operating activities, SEK thousands	7)	398,668	339,175	194,294	170,578	155,317
Number of employees on closing day		251	224	192	158	157

1) Net interest income before depreciation according to plan for leasing items.

2) Operating profit as a percentage of average capital employed.

3) Operating profit as a percentage of average shareholders' equity.

4) Average liabilities divided by average shareholders' equity. Untaxed reserves were allocated to liabilities and shareholders' equity, respectively.

5) Shareholders' equity + equity portion of untaxed reserves as a percentage of total assets at year end.

6) Credit losses as a percentage of average lending to the public.

7) Cash flow from operating activities before changes in operating assets and liabilities.

8) Disclosure of Group contributions has been changed for 2010–2013. Group contributions received that contain dividends and Group contributions provided are reported as appropriations.

PROFIT AND LOSS ACCOUNT (SEK thousands)	Note	Group 2013	2012	Parent Company 2013	2012
Interest income	3	568,852	530,126	457,019	396,110
Leasing income	3	0	0	52,269	34,021
Interest expenses	3	-134,383	-137,279	-127,012	-132,149
Net interest income		434,469	392,847	382,276	297,982
Dividends received	4	10,221	8,767	140,033	152,796
Commission income	5	743,843	660,201	212,315	169,250
Commission expenses	6	-35,076	-25,057	-19,414	-14,291
Net profit/loss from financial transactions	7	41,443	21,626	44,425	19,164
Participations in associated company's earnings	8	-1,037	-1,030	0	0
Other operating income	9	14,995	10,842	189,957	175,764
Operating income		1,208,858	1,068,196	949,592	800,665
Personnel expenses	10	-387,071	-357,376	-247,464	-227,816
Other administrative expenses		-450,636	-381,646	-246,325	-194,835
Depreciation/amortization of intangible and tangible fixed assets, etc.	11	-26,619	-20,837	-50,768	-31,903
Other operating expenses		-123	-2,222	-4	-1,682
Operating expenses		-864,449	-762,081	-544,561	-456,236
Profit before credit losses		344,409	306,115	405,031	344,429
Credit losses, net	12	-148,978	-94,304	-104,750	-74,184
Impairment charges, financial assets	13	0	-4,977	-33,150	-61,269
Operating profit		195,431	206,834	267,131	208,976
Appropriations	14	0	0	-110,951	-83,024
Profit before tax		195,431	206,834	156,180	125,952
Tax on profit for the year	15	-52,519	-56,042	-26,242	-13,669
Net profit for the year		142,912	150,792	129,938	112,283
Of which attributable to:					
Holding without a controlling influence		1,229	-5,870		
Parent Company shareholders		144,141	144,922		

STATEMENT OF COMPREHENSIVE INCOME
(SEK thousands)

Net profit for the year		142,912	150,792	129,938	112,283
<i>Items that may be reclassified to the profit and loss account</i>					
Financial assets available for sale		8,093	62,477	8,093	62,477
Tax effect of financial assets available for sale		-1,780	-12,844	-1,780	-12,844
Translation of foreign operations		7,506	-9,000	-2,824	-1,249
Other comprehensive income		13,819	40,633	3,489	48,384
Comprehensive income for the year		156,731	191,425	133,427	160,667
Of which attributable to:					
Holding without a controlling influence		1,229	-5,870		
Parent Company shareholders		157,960	185,555		

STATEMENT OF FINANCIAL POSITION/ BALANCE SHEET (SEK thousands)	Note	Group		Parent Company	
		31/12/2013	31/12/2012	31/12/2013	31/12/2012
Lending to credit institutions	33	1,048,866	1,263,562	789,329	1,001,533
Lending to the public	16, 33	4,289,118	3,387,319	4,107,382	3,213,851
Bonds and other securities	17	589,985	489,950	589,985	489,950
Shares and participations	18	482,443	447,469	481,759	446,992
Other participations	19	3,374	3,289	0	0
Shares and participations in associated companies	20	56,934	0	60,602	500
Shares in Group companies	21	0	0	260,746	299,874
Intangible assets	22	139,941	152,088	1,266	1,646
Tangible assets	23	69,586	24,008	197,942	100,228
Deferred tax assets	24	47,707	69,324	843	1,139
Other assets	25	95,115	123,942	35,715	32,874
Prepaid expenses and accrued income	26	44,740	66,681	29,859	50,603
Assets		6,867,809	6,027,632	6,555,428	5,639,190
Liabilities to credit institutions	27, 33	37,730	43,241	0	1,458
Deposits from the public	28	5,561,667	4,827,313	5,461,464	4,639,700
Issued securities, etc.	29	49,442	48,112	49,442	48,112
Other liabilities	30	150,989	136,243	99,229	85,550
Accrued expenses and deferred income	31	118,132	107,492	66,586	49,629
Liabilities		5,917,960	5,162,401	5,676,721	4,824,449
Provisions	24	28,380	30,493	20,413	19,874
Subordinated liabilities	32	0	20,000	0	20,000
Shareholders' equity					
<i>Restricted shareholders' equity</i>					
Share capital		8,000	8,000	8,000	8,000
Statutory reserve				1,600	1,600
<i>Non-restricted shareholders' equity</i>					
Fair value reserve				71,386	65,073
Reserves		49,760	36,148	0	0
Profit brought forward		708,825	613,903	647,370	587,911
Net profit for the year		144,141	144,922	129,938	112,283
Attributable to Parent Company shareholders		910,726	802,973	858,294	774,867
Holding without a controlling influence		10,743	11,765	0	0
Shareholders' equity		921,469	814,738	858,294	774,867
Assets pledged for own liabilities	33	200,929	703,702	1,058	487,587
Contingent liabilities	34	1,265	1,465	8,420	3,216
Commitments	35	422,126	377,321	396,570	353,109

REPORT OF CHANGES IN SHAREHOLDERS' EQUITY – GROUP

Group	Attributable to Parent Company shareholders							
	Restricted shareholders' equity			Non-restricted shareholders' equity				
	Capital contributed	Reserves						
	Share capital	Statutory reserve	Revaluation reserve	Translation reserve	Profit brought forward	Total	Holding without a controlling influence	Total shareholders' equity
Shareholders' equity 31/12/2011	8,000	0	15,440	-20,384	633,903	636,959	6,354	643,313
<i>Financial assets available for sale</i>								
Change in value, bonds and other securities			2,976			2,976		2,976
Change in value, deferred tax			-655			-655		-655
Change in value, shares and participations			59,501			59,501		59,501
Change in value, deferred tax			-12,189			-12,189		-12,189
<i>Other changes in net asset value</i>								
Exchange rate differences				-8,541		-8,541	-459	-9,000
Total changes in net asset value	0	0	49,633	-8,541	0	41,092	-459	40,633
Net profit for the year					144,922	144,922	5,870	150,792
Comprehensive income for the year			49,633	-8,541	144,922	186,014	5,411	191,425
Dividend					-20,000	-20,000		-20,000
Shareholders' equity 31/12/2012	8,000	0	65,073	-28,925	758,825	802,973	11,765	814,738
<i>Financial assets available for sale</i>								
Change in value, bonds and other securities			3,224			3,224		3,224
Change in value, deferred tax			-709			-709		-709
Change in value, shares and participations			4,869			4,869		4,869
Change in value, deferred tax			-1,071			-1,071		-1,071
<i>Other changes in net asset value</i>								
Exchange rate differences				7,299		7,299	207	7,506
Total changes in net asset value	0	0	6,313	7,299	0	13,612	207	13,819
Net profit for the year					144,141	144,141	-1,229	142,912
Comprehensive income for the year			6,313	7,299	144,141	157,753	-1,022	156,731
Dividend					-50,000	-50,000		-50,000
Shareholders' equity 31/12/2013	8,000	0	71,386	-21,626	852,966	910,726	10,743	921,469

The translation reserve includes exchange-rate differences from the translation of foreign Group companies and branches.

The Parent Company's statutory reserve of SEK 1.6 million arose from the transfer of profits from non-restricted shareholders' equity and thus does not strictly constitute contributed capital as described by IFRS. Because the translation reserve of SEK 21,626,000 does not strictly constitute profit brought forward as described by IFRS, it has been reported separately. Accordingly, in conjunction with the transition to legally restricted IFRS, the Parent Company's statutory reserve was transferred to profit brought forward and the translation reserve was reported separately in this statement for the Group.

REPORT OF CHANGES IN SHAREHOLDERS' EQUITY – PARENT COMPANY

<i>Parent Company</i>	Restricted shareholders' equity		Non-restricted shareholders' equity		Total shareholder s' equity
	Share capital	Statutory reserve	Fair value reserve	Profit brought forward	
Shareholders' equity 31/12/2011	8,000	1,600	15,440	609,160	634,200
<i>Financial assets available for sale</i>					
Change in value, bonds and other securities			2,976		2,976
Change in value, deferred tax			-655		-655
Change in value, shares and participations			59,501		59,501
Change in value, deferred tax			-12,189		-12,189
<i>Other changes in net asset value</i>					
Exchange rate differences				-1,249	-1,249
Total changes in net asset value	0	0	49,633	-1,249	48,384
Net profit for the year				112,283	112,283
Comprehensive income for the year			49,633	111,034	160,667
Dividend				-20,000	-20,000
Shareholders' equity 31/12/2012	8,000	1,600	65,073	700,194	774,867
<i>Financial assets available for sale</i>					
Change in value, bonds and other securities			3,224		3,224
Change in value, deferred tax			-709		-709
Change in value, shares and participations			4,869		4,869
Change in value, deferred tax			-1,071		-1,071
<i>Other changes in net asset value</i>					
Exchange rate differences				-2,824	-2,824
Total changes in net asset value	0	0	6,313	-2,824	3,489
Net profit for the year				129,938	129,938
Comprehensive income for the year			6,313	127,114	133,427
Dividend				-50,000	-50,000
Shareholders' equity 31/12/2013	8,000	1,600	71,386	777,308	858,294

Share capital comprises 800,000 shares. Exchange-rate differences refer to translation of foreign branches.

CASH-FLOW STATEMENT (SEK thousands)	Group 2013	2012	Parent Company 2013	2012
Profit before credit losses ¹⁾	344,409	306,115	405,031	344,429
Items not included in cash flow: Anticipated				
dividend	0	0	-86,043	-58,065
Group contributions received	0	0	-34,849	-33,868
Capital gains, bonds and other securities	-2,776	-604	-2,776	-604
Capital losses – impairment charges, shares and participations	-36,659	-11,313	-36,659	-11,313
Capital gains/losses, shares in Group companies	0	0	2,962	-1,501
Capital losses, intangible assets	0	0	-3,000	0
Impairment charges, other assets	0	100	0	100
Depreciations, etc.	26,619	20,837	50,768	31,903
Capital gains/losses – retirement, fixtures & fittings	179	2,207	-202	2,432
Deferred tax	1,863	11,896	1,878	12,826
Exchange rate differences	5,737	-18,661	-7,759	-8,595
Revaluation of acquired past-due stocks of receivables	231,471	145,937	135,272	75,147
Adjustment, present value of convertible loan	1,330	1,220	1,330	1,220
Participations in associated company's earnings	1,037	1,030	0	0
Income taxes paid	-34,814	-28,420	-27,285	-14,936
Holding without a controlling influence	1,229	-5,870	0	0
Cash flow from operating activities before changes in operating assets and liabilities	539,625	424,474	398,668	339,175
Lending to the public	-1,280,240	-694,839	-1,010,527	-432,599
Bonds and other securities	105,131	47,661	105,131	47,661
Shares and participations	5,398	-67,919	5,690	-67,893
Other assets	50,768	-26,092	17,903	-4,993
Liabilities to credit institutions	-5,511	11,756	-1,458	1,458
Deposits from the public	734,354	584,552	715,415	384,749
Other liabilities	25,386	37,786	30,636	26,300
Change in operational assets and liabilities	-364,714	-107,095	-137,210	-45,317
Cash flow from operating activities	174,911	317,379	261,458	293,858
Acquisition of bonds and other securities	-199,876	-107,564	-199,876	-107,564
Acquisition of shares in Group companies	0	0	-6,636	-51,779
Sale of shares in Group companies	0	0	9,654	1,551
Acquisition of shares and participations in associated companies	-57,970	-471	-60,602	-471
Sale of shares and participations in associated companies	0	0	500	0
Acquisition of intangible assets	-1,121	-76,489	0	-1,899
Sale of intangible assets	0	0	3,000	0
Acquisition of tangible assets	-59,833	-7,103	-154,955	-53,081
Sale of tangible assets	486	273	5,253	3,259
Acquisition of deferred tax assets	0	-69	0	0
Acquisition of deferred tax liability	0	18,019	0	2,993
Sale of deferred tax liability	-64	0	0	0
Cash flow from investing activities	-318,378	-173,404	-403,662	-206,991
Subordinated liabilities	-20,000	20,000	-20,000	20,000
Holding without a controlling influence	-1,229	5,870	0	0
Dividend	-50,000	-20,000	-50,000	-20,000
Cash flow from financing activities	-71,229	5,870	-70,000	0
Cash flow for the year	-214,696	149,845	-212,204	86,867
Lending to credit institutions at beginning of year	1,263,562	1,113,717	1,001,533	914,666
Lending to credit institutions at year end	1,048,866	1,263,562	789,329	1,001,533
Unutilized credit facilities	27	76,324	321,965	300,989
Available liquidity	1,125,190	1,585,527	839,329	1,302,522
1) Of which interest received	578,275	529,484	519,818	428,712

1) Of which interest paid	-128,240	-137,073	-120,673	-132,445
1) Of which dividends, shares and participations	10,221	8,767	10,221	8,767

Note 1 Accounting policies and valuation principles

Information about the company

The Annual Report and consolidated accounts were prepared on 31 December 2013 and refer to Svea Ekonomi AB, which is a credit institution registered in Sweden, whose registered office is in Solna, Stockholm. The head office address is Evenemangsgatan 31, Solna.

Compliance with standards and laws

The Annual Report and consolidated accounts were prepared in accordance with international reporting standards (IFRS) as adopted by the EU and the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (ÅRKL/1995:1559). The Swedish Financial Supervisory Authority's regulations and general advice (FFFS 2008:25) and the Swedish Financial Reporting Board's recommendations RFR 1 Supplementary Accounting Rules for Groups and RFR 2 Accounting for Legal Entities are also applied. Accordingly, the company fully applies IFRS to the Group and legally restricted IFRS to the Parent Company.

The Annual Report and consolidated accounts were approved for issue by the Board of Directors on 04 June 2014. The profit and loss accounts and balance sheets were presented for adoption by the Annual General Meeting on 04 June 2014.

General conditions for the preparation of the company's financial statements

Subsidiaries that prepare their own annual reports in accordance with the Annual Accounts Act adjust to comply with ÅRKL/1995:1559 in the consolidated accounts, whereby the item net sales is reported as commission income. All companies in the Group apply uniform accounting policies.

IFRS 8 Operating Segments and IAS 33 are applied only by companies whose shares are subject to public trading.

As of 2013, the presentation of comprehensive income has changed due to IAS 1 Presentation of Financial Statements, which has caused other comprehensive income to be divided into items that can be transferred to the profit and loss account and those that cannot. In addition to this, the introduction of IFRS 13 entails further disclosures about financial instruments measured at fair value; refer to Note 42. The above-mentioned changes have had no effect on the Group's or Parent Company's financial position or earnings.

Otherwise the accounting policies have not changed in relation to the previous year. Assets and liabilities are reported at cost, unless otherwise stated below.

All amounts in the financial statements of the Group and Parent Company are presented in SEK thousands unless otherwise expressly stated. The Parent Company's functional currency is SEK.

Revisions to IAS 1, IFRS 7 and IFRS 13 as of 2013 have had no material effect on the financial statements. Revisions to IFRS 9, IFRS 10, IFRS 11 and IFRS 12 as of 2014 are not anticipated to have any material effect on capital requirements, the capital base, major exposures or the financial statements. As of 2014, joint ventures will be reported according to the equity method.

Critical assessments and important sources of uncertainty in estimates

Preparing the financial statements requires company management to make assessments and estimates as well as make assumptions that affect the application of the accounting policies and the reported amounts of assets, liabilities, income and expenses and off-balance-sheet commitments. These estimates and assumptions are based on past experience and other factors that the management considers fair and reasonable.

Certain accounting policies are deemed to be of particular importance for the Group's financial position as they are based on complex, subjective assessments and estimates on the part of management, most of which refer to circumstances that are uncertain. These critical assessments and estimates are primarily attributable to impairment testing of shares in Group companies, goodwill and lending; see below for further information.

Impairment test for shares in Group companies

Shares in Group companies are tested as required in accordance with IAS 36 Impairment of Assets. An analysis is conducted in the test to determine whether the book value of the shares in the Group company is fully recoverable. When the recoverable amount is determined, the value in use is established measured as the present value of expected cash flows from the Group company concerned.

The discount rate used is the risk-free interest rate plus a risk factor. Forecasts of future cash flows are based on Svea Ekonomi's best estimates of future income and expenses for the Group company concerned. Refer also to the section below entitled Impairment testing of fixed assets.

Impairment testing of goodwill

Goodwill is tested every year in accordance with IAS 36 Impairment of Assets. An analysis is conducted in the test to determine whether the book value of the goodwill is fully recoverable. When the recoverable amount is determined, the value in use is established measured as the present value of expected cash flows from the cash-generating units to which goodwill has been allocated.

The discount rate used is the risk-free interest rate plus a risk factor. Forecasts of future cash flows are based on Svea Ekonomi's best estimates of future income and expenses for the cash-generating units. Refer also to the section below entitled Impairment testing of fixed assets.

Impairment testing of lending

When testing lending for impairment, the most critical assessment, and the one with the highest level of uncertainty, is estimating the most probable future cash flow that the customers can generate. Refer also to the section below entitled Impairment testing of financial assets.

Consolidated accounts

The consolidated accounts have been prepared by applying the rules of acquisition accounting and comprise the Parent Company and all the companies over which the Parent Company, directly or indirectly, has a controlling influence or significant influence, as the case may be. A controlling influence is assumed to exist when ownership amounts to at least 50 per cent of the votes in the subsidiary company. Holdings with a joint controlling interest with another party via a cooperation agreement are Group companies that constitute a joint venture. A significant influence is assumed to exist when ownership amounts to at least 20 per cent of the votes in the associated company. Interest can also be attained by means other than share ownership.

Group companies and associated companies are included in the consolidated accounts from the date on which the controlling or significant influence was obtained and are excluded from the consolidated accounts from the date on which the controlling or significant influence ceases. Only shareholders' equity earned after the acquisition is reported in consolidated shareholders' equity.

Internal transactions with subsidiaries and associated companies, and outstanding accounts with subsidiaries are eliminated in the consolidated accounts. The subsidiaries' and associated companies' accounting policies have been adjusted where necessary to ensure their conformance with the Group's accounting policies. The equity portion of untaxed reserves is reported in shareholders' equity as profit brought forward. The tax portion of untaxed reserves is reported as deferred tax liabilities based on the current tax rate in each country.

Group companies, subsidiaries

Subsidiaries are reported according to the acquisition method, which means acquired, identifiable assets, liabilities and contingent liabilities are measured at fair value on the acquisition date. The surplus that consists of the difference between the cost of the acquired participations and the total fair value of the acquired, identifiable net assets is reported as goodwill. If the cost is less than the fair value of the acquired subsidiary's net assets, the difference is reported directly in the profit and loss account as a reversal of negative goodwill.

Group companies, joint ventures

Group companies that are joint ventures are reported according to the proportional consolidation method, which means the portion of assets and liabilities as well as income and expenses in the jointly owned company are reported in the consolidated accounts.

Associated companies

Associated companies are reported according to the equity method, which means the participation in the associated company is reported at cost on the acquisition date and is subsequently adjusted by the Group's share of the change in the associated company's net assets.

The acquisition cost of Group and associated companies comprises the total fair value of the assets provided, liabilities incurred or assumed, plus expenses – in the Parent Company – directly attributable to the acquisition.

Foreign Group companies and branches are translated according to the current method; see below for further information.

Foreign currencies

Group

Assets and liabilities in foreign currencies are translated at the closing day rate, while items in the profit and loss account are translated at the average exchange rate for the year. Foreign subsidiaries prepare their accounts in the local functional currency of the country where they do business. Exchange-rate differences arise in the translation of the subsidiaries' annual accounts partly because the closing day rate changes between accounting year ends and also because the average rate deviates from the closing day rate. Exchange-rate differences attributable to the translation of subsidiaries are reported directly via comprehensive income in the translation reserve under shareholders' equity.

Parent Company

Assets and liabilities in foreign currencies are translated at the closing day rate. Exchange rate differences are reported in the profit and loss account under net profit/loss from financial transactions. To minimize exchange-rate differences, net positions in NOK, EUR, DKK and USD are hedged through currency swaps/forward contracts as presented in Note 40. Swaps/forward contracts are translated on an ongoing basis at fair value and are reported in the profit and loss account under net profit/loss from financial transactions.

Income recognition

Interest income

Interest income is accrued over the life of the loan according to the effective interest method and deducted in arrears. Income attributable to acquired but non-mature receivables is allocated up to the date of payment. Income attributable to acquired stocks of past-due receivables is reported when payment has been received and is matched by expenses attributable to these payments.

Leasing income

Leasing income is invoiced on a monthly basis in advance and is periodized. In the consolidated accounts, financial leasing agreements are reported as lending to the public, which means that leasing income is reported as interest income and amortization.

Dividend income

Dividend income and Group contributions from Group companies are reported when the right to receive payment is determined while dividends from other shares and participations are reported when payment is received.

Commission income

Income for services rendered is reported in the same month in which the assignment is completed or the service is rendered and at the value expected to be invoiced, which is conducted in arrears. Subscription income is invoiced on an annual basis in advance and is periodized over the life of the subscription.

Net profit/loss from financial transactions

Net profit/loss from financial transactions comprises realized gains and unrealized changes in the value of financial instruments based on the fair value of derivatives. The item also includes exchange-rate fluctuations.

Other operating income

Other operating income in the Parent Company refers primarily to staffing and re-invoicing of other expenses to other Group companies. The item also refers to income not attributable to other income lines and which is normally reported when the transactions have been completed.

Remuneration to employees

Remunerations to employees in the form of salaries, paid vacation, paid sick leave, other short-term remuneration and similar, and pensions is reported as it is earned.

Pension commitments

The Group has only defined-contribution plans, which means the Group's obligations are limited to the contributions that it has undertaken to pay to an insurance company. The expenses for defined-contribution pension plans are reported in the profit and loss account as the benefits are earned, which normally coincides with the dates on which the pension premiums are paid. Expenses for the special employer's contribution are allocated as they arise.

Leasing

Svea Ekonomi as lessor

Svea Ekonomi's leasing operations are reported in the Parent Company as operational leasing. The assets referred to are reported in the balance sheet as tangible assets. Leasing income is reported according to the straight-line method over the life of the leasing agreement; see Note 22.

Leased items are depreciated progressively down to the agreed residual value and reported in the profit and loss account as depreciation of tangible assets.

In the consolidated accounts these leasing agreements are classified as financial and are therefore reported as receivables from the lessee in an amount equivalent to the net investment according to the leasing agreement. The leasing payment is reported as repayment of receivables and as interest income. The income is spread to achieve an even return during each period of reported net investment.

Svea Ekonomi as lessee

All leasing agreements for own use are reported as operational leasing. Leasing charges are reported as expenses in the profit and loss account in a straight-line over the lease term; see Note 22.

Operational leasing is primarily attributable to normal agreements for the operations relating to office premises and office equipment.

Taxes

Current tax

Current tax refers to income tax payable on the current year's taxable income.

Deferred tax

Deferred tax is calculated for tax-loss carryforwards in Group companies insofar as it is probable that the loss carryforwards will be deducted from surpluses at future taxation. Deferred tax is also calculated on temporary differences, such as changes in untaxed reserves and the fair value reserve and on acquired Group-related surpluses.

In the Estonian Group companies, income tax is not paid until dividends are distributed. Since the companies will not pay any dividends in the foreseeable future, no deferred tax expense or liability has been reported.

Financial instruments – classification of financial assets and liabilities

A financial instrument is defined as every type of agreement that gives rise to a financial asset in a company and a financial liability or equity instrument with the counterparty.

Under IAS 39, every financial instrument is classified in one of the following categories and forms the basis for how such instruments are valued in the balance sheet and how the change in the value of the instruments is reported; refer also to Note 41.

Financial assets

- Financial assets measured at fair value in the statement of comprehensive income (profit and loss account)
- Loan receivables and accounts receivable
- Investments held to maturity
- Financial assets available for sale

Financial liabilities

- Financial liabilities measured at fair value in the statement of comprehensive income (profit and loss account)
- Other financial liabilities

Financial assets measured at fair value in the statement of comprehensive income (profit and loss account)

Financial assets measured at fair value in the profit and loss account are measured at fair value. All changes in the values of these items are reported directly in the profit and loss account under net profit/loss from financial transactions.

Loan receivables and accounts receivable

Loan receivables and accounts receivable, which constitute financial assets that are not derivatives and which are not listed on an active market, are valued at accrued cost.

Investments held to maturity

Investments held to maturity are financial assets that include interest-bearing securities with fixed or determinable payments that the company is able, and intends, to hold until maturity. Assets in this category are valued at accrued cost.

Financial assets available for sale

Financial assets available for sale are measured at fair value. Changes in fair value, apart from impairment charges, are reported in the Group in comprehensive income in the revaluation reserve and in the Parent Company in the fair value reserve under shareholders' equity. When an asset is sold, accumulated changes in fair value, which were previously reported under shareholders' equity, are transferred from shareholders' equity and reported instead under net profit/loss from financial transactions.

Financial liabilities measured at fair value in the statement of comprehensive income (profit and loss account)

Financial liabilities measured at fair value in the profit and loss account are measured at fair value. All changes in the values of these items are reported directly in the profit and loss account under net profit/loss from financial transactions.

Other financial liabilities

Other financial liabilities not classified as belonging to the category of financial liabilities valued at fair value in the profit and loss account are valued at accrued cost.

Combined financial instruments

Convertible debt instruments are reported as combined financial instruments, i.e. debt instruments with an option to convert the debt to shares. The debt instrument and the shareholders' equity component are therefore reported separately in the statement of financial position.

The fair value of the debt instrument consists of the present value of future payments of interest and amortizations attributable to the debt instrument. The discount rate consists of the market rate at the time of issue of comparable debt instruments but without conversion options. The equity instrument consists of a built-in option to convert the debt instrument to shares.

Financial assets and liabilities

Financial assets in the balance sheet include lending to credit institutions, lending to the public, bonds and other interest-bearing securities, shares and participations, accounts receivable and derivative instruments.

Financial liabilities in the balance sheet include liabilities to credit institutions, deposits from the public, issued securities, etc., accounts payable, derivative instruments and subordinated liabilities.

Lending to credit institutions

Lending to credit institutions is classified as loan receivables and accounts receivable and comprises bank balances and short-term liquid investments; it is valued at accrued cost.

Lending to the public

Lending to the public is classified as loan receivables and accounts receivable and is valued at accrued cost.

The item includes lending to private individuals and companies, factoring, acquired but non-mature receivables and acquired stocks of past-due receivables. The costs of stocks of past-due receivables of minor value and with estimated payment terms up to 18 months are expensed over their assessed life and matched against payments reported as income.

The Group monitors advances in the manner described in the separate section on risk and capital management. Impairment testing is conducted to identify loans attributable to individual customers or groups of customers if there is objective evidence of an impairment and if impairment requirement testing indicates a loss. See below for further information.

Bonds and other interest-bearing securities

Bonds and other interest-bearing securities are classified as financial assets available for sale. This item includes interest-bearing securities with fixed or determinable payments and fixed maturities that are reported at estimated fair value via comprehensive income in the revaluation reserve or fair value reserve under shareholders' equity.

Shares and participations

Shares and participations are classified as financial assets available for sale. Shares and participations are reported at estimated fair value via comprehensive income in the revaluation reserve or fair value reserve under shareholders' equity. Unlisted shares and participations are reported at cost.

Accounts receivable

Accounts receivable are classified as loan receivables and accounts receivable and comprise part of other assets; they are valued at accrued cost.

Derivative instruments

Derivative instruments are classified as financial assets or liabilities measured at fair value in the profit and loss account. Changes in fair value are reported as net profit/loss from financial transactions in the profit and loss account.

If the fair value is positive, it is reported as an asset and forms part of the item other assets. If the fair value is negative, the derivative instrument is reported as a liability and comprises part of the item other liabilities. Svea Ekonomi's derivative instruments consist of currency swaps and constitute hedging of net positions in NOK, EUR, DKK and USD.

Liabilities to credit institutions

Liabilities to credit institutions are classified as other financial liabilities and valued at accrued cost. The item comprises bank loans and loans from other credit institutions.

Deposits from the public

Deposits from the public are classified as other financial liabilities and valued at accrued cost. The item comprises deposits from both private individuals and companies.

Issued securities, etc.

Issued securities, etc. are classified as other financial liabilities and valued at accrued cost. The item refers to a convertible debt instrument.

Accounts payable

Accounts payable are classified as other financial liabilities and valued at accrued cost. The item forms part of other liabilities.

Subordinated liabilities

Subordinated liabilities are classified as other financial liabilities and valued at accrued cost. The item refers to subordinated loans from companies.

Financial guarantees

Guarantees are reported off the balance sheet as contingent liabilities. Insofar as it is considered necessary to realize guarantee commitments, they are reported as provisions in the balance sheet and as credit losses in the profit and loss account, as the case may be.

The provision is calculated as the discounted best estimate of the amount required to settle the guarantee in question.

Loan commitments

Loan commitments are reported off the balance sheet as commitments. In this context a loan commitment refers to a unilateral undertaking by the company to issue a loan on predetermined terms and conditions that allow the borrower to choose whether to raise the loan or not.

The normal procedure for the company is for future payment to be on condition that the trend forecast regarding the borrower's ability to repay when the contract was signed does not deteriorate significantly. Should such a significant deterioration exist, the loan commitment may be revoked. Accordingly, loan commitments are risk-weighted at zero per cent when calculating capital requirements for the company and the Financial Companies Group, as said loan commitments are often subject to new credit checks if any disbursement is made in the future.

Methods for measuring fair value

Financial assets quoted on an active market

The fair value of financial instruments quoted on an active market is measured based on the bid price quoted on closing day, without additions for transaction expenses at the time of acquisition. A financial instrument is considered quoted on an active market if quoted prices are readily available on an exchange, from a trader, broker, banks, etc. and that such prices represent actual and regularly occurring market transactions on commercial conditions. Share prices are obtained from NASDAQ OMX. Instruments quoted on an active market are reported in the balance sheet under shares and participations, as are bonds and other securities as of 31/12/2012.

Other

The fair values of derivative instruments in the form of currency swaps/currency forward contracts are obtained from external commercial banks, and currency exchange rates from the Swedish Tax Agency and the Swedish Central Bank. Holdings of unlisted shares are reported at cost when it is not possible to reliably determine fair values. (For the measurement of financial assets and liabilities in foreign currency, fair values of these currencies are obtained from the Swedish Tax Agency and the Swedish Central Bank. These balance-sheet items are reported at accrued cost.)

The division of financial instruments measured at fair value into three levels is described in Note 43.

Impairment tests of financial assets

On each reporting date, the company evaluates whether objective evidence exists indicating that a financial asset or group of assets require impairment as a result of loss events and that such events are deemed to have an impact on estimated future cash flows from the asset or group of assets.

Financial assets reported at accrued cost

Impairment testing of loans attributable to companies

Svea Ekonomi primarily applies individual impairment testing for lending to companies. A collective assessment is also conducted. Testing involves determining whether objective evidence exists, in the form of loss events or observable data, showing that the customer's future cash flow has been affected to such an extent that full repayment, including collateral, is no longer probable. These cash flows have terms of less than one year.

The amount of the impairment corresponds to the amount of the anticipated loss.

Impairment testing of loans attributable to private individuals

Svea Ekonomi applies collective impairment testing primarily for lending to private individuals who have similar risk characteristics as there are no individually significant items. Testing includes an assessment of the amount of cash flow the customer is expected to generate in the future. These cash flows, with terms exceeding one year, are subsequently discounted using an effective rate of interest and result in a present value. The discount rate for loan receivables with variable interest comprises the current effective interest (IAS 39 AG84). Collateral received to limit the credit risk is measured at fair value. If the book value of the loan exceeds the total of the present value of the expected cash flows, including the fair value of the collateral, the difference constitutes an impairment requirement. An impairment for a group of loan receivables is a temporary measure pending the identification of an impairment for an individual customer. Identification occurs if the customer actually defaults or on the basis of other indicators.

Credit losses

If the impairment is not considered definite, it is reported in a reserve account showing the accumulated impairments. Changes in the credit risk and the accumulated impairments are reported as changes in the reserve account and as credit losses, net, in the profit and loss account. If the impairment is considered to be definite, it is reported as a verified credit loss. An impairment loss is considered to be definite when a bankruptcy petition is submitted against the borrower and the receiver in bankruptcy has presented the financial outcome of the bankruptcy proceedings, or when Svea Ekonomi waives its receivable through restructuring or, for other reasons considers recovery of the receivable improbable.

Investments held to maturity

As of 31 December 2012, bonds and other securities have been reclassified as financial assets available for sale.

Financial assets available for sale

Financial assets in this category consist almost exclusively of quoted shares, participations, bonds and other securities measured at fair value, for which reason there is usually no requirement for an impairment.

However, impairments take place if fair values fall significantly below cost or if the decline in value is permanent. In contrast to changes in fair value, which are reported directly or via comprehensive income in shareholders' equity, impairments are reported in the profit and loss account under net profit/loss from financial transactions.

Financial assets reported at cost

In the case of unlisted equity instruments, for which reliable fair values cannot be determined, impairment charges are calculated as the difference between an asset's cost and the present value of estimated future cash flows discounted at the current market return for similar financial assets.

Safeguarding receivables

When pledged assets are considered insufficient and there is a manifest risk that a loss might otherwise be incurred, the loan receivable may be protected through acquisition of the counterparty's business (Banking and Financing Business Act, Chapter 7). Acquired property must be disposed of when appropriate with regard to market conditions, however not later than when this can be done without loss.

The subsidiaries Mobivox Telecom AB and Dial IT Communications BV both sell telephone subscriptions and are businesses that have been acquired to protect claims. However, these acquisitions do not satisfy the conditions of IFRS 5 on non-current assets held for sale.

Fixed assets

Fixed assets excluding goodwill are reported at cost less accumulated depreciations according to plan. Depreciation is calculated based on original cost. Depreciation is on a straight-line basis over the assets' useful lifetimes, with the exception of leasing objects. In the Parent Company, all fixtures and fittings for own use via leasing contracts and for rental are reported as operational leases. Leasing items for rental are depreciated on a straight-line basis according to their contractual useful life down to the agreed residual value. In the Group, all leasing agreements in which the Group is lessor are reported as financial and as lending to the public.

Impairment of fixed assets takes place if and when any decline in value is deemed permanent; see below.

Intangible assets

Goodwill is not depreciated.

Negative Group goodwill is reversed directly via the profit and loss account. Customer contracts are amortized according to plan over 2–10 years.

Licenses are amortized according to plan over 2.5–5 years.

Capitalized expenditures for development work are amortized according to plan over 3–5 years.

Tangible assets

Buildings are depreciated according to plan over 50 years. Computer equipment is depreciated according to plan over 4–5 years. Other fixtures and fittings are depreciated according to plan over 6–7 years.

Leasing items for rental are depreciated according to plan over 1–7 years.

Depreciation of Parent Company leasing items is reported as anticipated credit losses.

Financial assets

Shares in Group companies and participations in associated companies are classified as financial assets and reported in the Parent Company at cost.

Impairment testing of fixed assets

Goodwill is tested for impairment in accordance with IAS 36 Impairment of Assets in conjunction with the closing of the annual accounts. Other fixed assets are tested for impairment whenever there is an indication of the need for an impairment.

Impairment takes place if and when any decline in value is deemed permanent. In the case of assets representing cash-generating units, impairments are reported by calculating a value in use. This value in use corresponds to the estimated future cash flows discounted by a factor that takes into account risk-free interest and the risk specific to the asset.

Impairments for holdings in Group companies that do not conduct cash-generating operations are based on net asset value at the closing date.

The Group's cash-generating units consist of its subsidiaries and associated companies. The cash flows of each company are used when testing goodwill and other intangible assets attributable to said Group companies and shares in Group companies held by the Parent Company. Forecasts have been produced by company management. The forecast period for each cash-generating unit is five years with a supplement for subsequent cash flow without growth. The cash flows were discounted to a present value by applying the Group's weighted average cost of capital (WACC), which is estimated to be 12.59 per cent (10.80) per year after tax, corresponding to 15–18 per cent (13–15) before tax for this year's tests. The increase in WACC is attributable to higher long-term risk-free interest rates and a changed capital structure. With the exceptions of Svea Rahoitus Suomi OY and Svea Juridiska AB, impairment testing indicated that no impairment requirements exist.

Sensitivity analyses were conducted into WACC and the level of annual growth at which an impairment requirement would exist, which showed there to be adequate room for manoeuvre in the calculated values in use.

Memorandum items

Assets pledged, contingent liabilities and commitments are reported in connection with the signing of contracts. In the case of pledged assets, the book value of the asset pledged as collateral is reported. In the case of contingent liabilities and commitments, the maximum guaranteed amount or the amount granted is reported.

Information regarding areas of operation

Information regarding areas of operation is provided for administrative and financial services (AFS) and debt collection; see Note 38.

Information regarding geographical areas

Information on geographical areas is provided for the country in which a company has its registered office and for all other countries where the company received revenues or has assets. Each significant specific country, i.e. constituting more than 10 per cent of the Group, is reported separately. The division into geographical areas is based on where customers are located and includes Sweden, Norway, Finland and other countries.

Other countries include Denmark, Estonia, Latvia, the Netherlands, Switzerland, Austria, Germany, Russia, Romania, Serbia and Ukraine; see Note 39.

Note 2 Expenses and income between Group companies			Parent Company	
	2013	2012	2013	2012
Expenses			-10,432	-4,950
Income ¹			205,343	189,934
<small>¹ Income has been adjusted for dividends received and Group contributions received.</small>				
Note 3 Net interest income	Group		Parent Company	
	2013	2012	2013	2012
Interest income				
Lending to credit institutions	15,310	20,239	13,256	17,000
Lending to the public, Group	0	0	29,601	25,026
Lending to the public, external	535,978	493,634	396,598	337,831
Bonds and other securities	17,564	16,253	17,564	16,253
Total	568,852	530,126	457,019	396,110
Leasing income				
Leasing income, gross	0	0	52,269	34,021
Depreciation according to plan, leased items	0	0	-38,998	-24,275
Total	0	0	13,271	9,746
Interest expenses				
Liabilities to credit institutions	-2,970	-3,767	-1,363	-1,980
Deposits from the public, external	-126,010	-128,847	-120,246	-125,504
Issued securities, etc.	-4,330	-4,228	-4,330	-4,228
Subordinated liabilities	-1,073	-437	-1,073	-437
Total	-134,383	-137,279	-127,012	-132,149
Net interest income	434,469	392,847	343,278	273,707

Note 4 Dividends received	Group		Parent Company	
	2013	2012	2013	2012
Shares and participations	10,221	8,767	10,221	8,767
Dividends from Group companies	0	0	94,964	110,161
Group contributions received	0	0	34,848	33,868
Total	10,221	8,767	140,033	152,796

Note 5 Commission income	Group		Parent Company	
	2013	2012	2013	2012
Lending commissions	185,193	146,271	172,290	132,031
Other commissions	558,650	513,930	40,025	37,219
Total	743,843	660,201	212,315	169,250

Note 6 Commission expenses	Group		Parent Company	
	2013	2012	2013	2012
Payment brokerage	-19,038	-13,006	-6,432	-6,117
Information brokerage	-657	-854	0	0
Other commissions	-15,381	-11,197	-12,982	-8,174
Total	-35,076	-25,057	-19,414	-14,291

Note 7 Net profit/loss from financial transactions	Group		Parent Company	
	2013	2012	2013	2012
<i>Financial assets available for sale</i>				
Capital gain, shares and participations	37,774	11,313	37,774	11,313
Impairment loss, shares and participations	-1,115	0	-1,115	0
Capital gain, bonds and other securities	2,776	604	2,776	604
Total	39,435	11,917	39,435	11,917
<i>Financial instruments measured at fair value via the profit and loss account</i>				
Changes in fair value of derivatives used as hedging instruments	-2,191	41,120	-2,191	41,120
Change in fair value of hedged items in foreign currencies	7,299	-33,960	7,299	-33,960
Change in fair value of other derivatives	0	-100	0	-100
Total	5,108	7,060	5,108	7,060
<i>Financial instruments appraised at accrued cost</i>				
Other exchange-rate gains/losses	-3,100	2,649	-118	187
Total	-3,100	2,649	-118	187
Total	41,443	21,626	44,425	19,164

Note 8 Participations in associated company's profit/loss	Group		Parent Company	
	2013	2012	2013	2012
Payground AB	0	-1,030	0	0
eLombard OY	-1,037	0	0	0
Total	-1,037	-1,030	0	0

Note 9 Other operating income	Group		Parent Company	
	2013	2012	2013	2012
Group	0	0	176,874	165,436
External	14,995	10,842	13,083	10,328
Total	14,995	10,842	189,957	175,764

Note 10 Personnel, etc.	Group		Parent Company	
	2013	2012	2013	2012
<i>Wages, salaries and other remunerations</i>				
Sweden				
to Board of Directors and CEO	-6,870	-5,554	-4,043	-3,937
to other employees	-140,416	-130,562	-124,974	-117,369
	-147,286	-136,116	-129,017	-121,306
Finland				
to Board of Directors and CEO	-2,569	-4,304	0	0
to other employees	-45,840	-39,558	-20,325	-15,850
	-48,409	-43,862	-20,325	-15,850
Norway				
to Board of Directors and CEO	-1,304	-1,114	0	0
to other employees	-54,964	-48,180	-22,628	-19,397
	-56,268	-49,294	-22,628	-19,397
Denmark				
to Board of Directors and CEO	-1,164	-1,170	0	0
to other employees	-12,913	-11,946	0	0
	-14,077	-13,116	0	0
Estonia				
to Board of Directors and CEO	0	0	0	0
to other employees	-2,605	-2,061	0	0
	-2,605	-2,061	0	0
Latvia				
to Board of Directors and CEO	0	0	0	0
to other employees	-217	-185	0	0
	-217	-185	0	0
Switzerland				
to Board of Directors and CEO	-1,141	-1,106	0	0
to other employees	-4,667	-3,743	0	0
	-5,808	-4,849	0	0
Netherlands				
to Board of Directors and CEO	-1,674	-3,987	0	0
to other employees	-4,201	-5,189	0	0
	-5,875	-9,176	0	0
Austria				
to Board of Directors and CEO	0	-679	0	0
to other employees	0	0	0	0
	0	-679	0	0
Ukraine				
to Board of Directors and CEO	0	0	0	0
to other employees	-325	-68	0	0
	-325	-68	0	0
Serbia				
to Board of Directors and CEO	0	0	0	0
to other employees	-64	0	0	0
	-64	0	0	0
<i>Total</i>	-280,934	-259,406	-171,970	-156,553
<i>Social security expenses</i>	-69,530	-59,207	-50,733	-44,231
<i>Pension expenses</i>				
to Board of Directors and CEO	-1,529	-1,062	-513	-405
to other employees	-16,818	-14,041	-12,309	-8,569
	-18,347	-15,103	-12,822	-8,974
<i>Other personnel expenses</i>	-18,260	-23,660	-11,939	-18,058
Total	-387,071	-357,376	-247,464	-227,816

Remuneration of senior executives

Preparation and decision-making processes

Remuneration of senior executives is decided by the Board.

Salaries and fees

Fixed and variable fees are paid to the Chairman and members of the Board as resolved by the Annual General Meeting. Remuneration to the CEO and senior executives in the foreign branches comprises basic salary and pension. Other senior executives refers also to the 7 (6) individuals who together with the CEO comprise the management team in Sweden.

Salaries and remuneration to senior executives of the Parent Company, 2013	Basic salary/Board fees	Variable remuneration	Pension expenses	Total
Board Chairman, Ulf Geijer	55	250	0	305
Board member, Mats Hellström	50	250	0	300
Board member, Anders Lidfeldt	536	250	103	889
Board member, Anders Ingler	0	0	0	0
Board member, Mats Kärsrud	1,341	0	206	1,547
CEO, Lennart Ågren	1,312	0	204	1,516
Other senior executives	9,895	0	916	10,811
Total	13,189	750	1,429	15,368

Salaries and remuneration to senior executives of the Parent Company, 2012	Basic salary/Board fees	Variable remuneration	Pension expenses	Total
Board Chairman, Ulf Geijer	50	250	0	300
Board member, Mats Hellström	50	250	0	300
Board member, Anders Lidfeldt	354	250	50	654
Board member, Mats Kärsrud	1,414	0	202	1,616
CEO, Lennart Ågren	1,320	0	203	1,523
Other senior executives	7,655	0	717	8,372
Total	10,843	750	1,172	12,765

No severance pay or pension commitments other than defined-contribution fees are paid to the Board, CEO or other senior executives. The period of notice for senior executives in Sweden is prescribed by the Swedish Employment Protection Act. Loans to Board members, the CEO or equivalent senior executives in the Group amount to SEK 321,000 (354,000), run at a fixed interest rate of 5% for 3 years and are unsecured.

Average number permanent employees	Group		Parent Company	
	2013	2012	2013	2012
Women	395	380	235	225
Men	261	240	176	157
Total	656	620	411	382

The average number of permanent employees in the Parent Company also refers to personnel in the branch Svea Finans NUF and the Svea Ekonomi AB branch in Finland. During the year, personnel were outsourced from the Parent Company to operations in Svea Inkasso AB, Svea Kreditinfo AB, Svea Juridiska AB, KundGiro AB, Svea Vat Adviser AB, Svea Billing Services AB and Mobivox Telecom AB.

Number of employees	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Sweden				
Women	206	206	81	78
Men	144	144	70	60
	350	350	151	138
Finland				
Women	93	92	31	23
Men	53	48	30	25
	146	140	61	48
Norway				
Women	49	47	13	17
Men	48	40	26	21
	97	87	39	38
Denmark				
Women	20	20	0	0
Men	8	8	0	0
	28	28	0	0
Estonia				
Women	12	11	0	0
Men	5	4	0	0
	17	15	0	0

Number of employees/ cont.	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Latvia				
Women	2	2	0	0
Men	1	0	0	0
	3	2	0	0
Switzerland				
Women	4	6	0	0
Men	5	2	0	0
	9	8	0	0
Netherlands				
Women	8	7	0	0
Men	5	5	0	0
	13	12	0	0
Austria				
Women	0	0	0	0
Men	0	0	0	0
	0	0	0	0
Ukraine				
Women	2	2	0	0
Men	1	1	0	0
	3	3	0	0
Serbia				
Women	1	0	0	0
Men	0	0	0	0
	1	0	0	0
Total	667	645	251	224

Number of Board members and company management	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Board members				
Women			0	0
Men			5	5
			5	5
Of whom external members			3	2
Company management				
Women	0	0	0	0
Men	16	17	3	3
	16	17	3	3

Other fees – auditors	Group		Parent Company	
	2013	2012	2013	2012
Audit assignment	2,622	2,609	998	1,183
Audit activities in addition to audit assignment	277	182	84	84
Tax advice	15	65	15	65
Other services	827	73	827	73
Of which, foreign Group companies	1,124	769		

Note 11 Depreciations, amortizations, etc.	Group		Parent Company	
	2013	2012	2013	2012
Amortization of customer contracts	-9,187	-7,063	-380	-717
Amortization of licenses	0	-2,100	0	-2,100
Amortization of capitalized development expenditures	-3,732	-3,655	0	0
Depreciation of buildings	-32	-31	0	0
Depreciation of computer equipment	-3,646	-3,765	-3,081	-3,017
Depreciation of other fixtures and fittings	-10,022	-4,133	-8,309	-1,794
Depreciation of leasing objects	0	0	-38,998	-24,275
Amortization of acquired goodwill	0	-90	0	0
Total	-26,619	-20,837	-50,768	-31,903

Note 12 Credit losses, net	Group		Parent Company	
	2013	2012	2013	2012
Write-off of verified credit losses for the year	-48,716	-46,907	-16,484	-31,254
Reversal of previously posted provisions for probable credit losses which in this year's accounts are reported as verified credit losses	13,115	34,213	1,639	24,641
Provision for probable credit losses for the year	-34,593	-32,038	-13,074	-18,195
Paid in for previous years' verified credit losses	1,049	1,095	627	480
Reversal of provisions no longer required for probable credit losses	4,159	2,721	3,110	1,685
Net expense of individually valued loan receivables for the year	-64,986	-40,916	-24,182	-22,643
Write-off of verified credit losses for the year	-40,104	-78,866	-37,999	-78,707
Paid in for previous years' verified credit losses	4,560	2,956	4,555	2,956
Provision/reversal of reserves for probable credit losses	-48,448	22,522	-47,124	24,210
Net expense of collectively-valued homogeneous loan receivables for the year	-83,992	-53,388	-80,568	-51,541
Net expense of realization of guarantees, etc. for the year	0	0	0	0
Net expense of credit losses for the year	-148,978	-94,304	-104,750	-74,184

The credit losses are entirely attributable to lending to the public.

Note 13 Impairment charges, financial assets	Group		Parent Company	
	2013	2012	2013	2012
Impairment of shares in Finansor AB	0	0	0	-26,035
Impairment of shares in Svea Kreditinfo AB	0	0	0	-3,400
Impairment of shares in KundGiro AB	0	0	0	-1,000
Impairment of shares in Avidi Ekonomi AB	0	0	0	-950
Impairment of shares in Svea Juridiska AB	0	0	-352	0
Impairment of shares in Payson AB	0	0	-3,000	0
Impairment of shares in Svea Rahoitus Suomi OY	0	0	-25,000	-15,795
Impairment of shares in Svea Finans A/S	0	0	-3,636	-3,118
Impairment of shares in Svea Ekonomi ApS	0	0	-1,162	0
Impairment of shares in Dial IT Communications BV	0	0	0	-3,000
Impairment of shares in Payground AB	0	-4,977	0	-7,971
Total	0	-4,977	-33,150	-61,269

Some impairment charges were made as a result of impairment tests and strategic decisions, some to net asset value.

Note 14 Appropriations	Parent Company	2012
	2013	
Group contributions provided	-110,951	-83,024
Total	-110,951	-83,024

Note 15 Tax on profit for the year	2013	2012	2013	2012
Adjustment for current tax on previous years' earnings	-3,651	-1,972	-3,637	-1,972
Current tax on net profit for the year	-31,163	-26,448	-23,648	-12,964
Current tax expense	-34,814	-28,420	-27,285	-14,936
Temporary differences	-183	-190	-198	-207
Utilization of loss carryforward	-21,170	-33,424	0	0
Other	3,648	5,992	1,241	1,474
Deferred tax expense	-17,705	-27,622	1,043	1,267
Total	-52,519	-56,042	-26,242	-13,669
Profit before tax	195,431	206,834	156,180	125,952
Tax rate of 22.0% (26.3) as per current tax rate for the Parent Company	-42,995	-54,397	-34,360	-33,125
Effect of other tax rates for foreign branches and Group companies	-4,356	4,990	-2,771	-272
Non-deductible expenses/tax-exempt income	-22,687	-38,087	14,526	21,700
Current tax on previous years' earnings	-3,651	-1,972	-3,637	-1,972
Utilization of loss carryforward	21,170	33,424	0	0
Tax expense	-52,519	-56,042	-26,242	-13,669
Reported effective tax rate	26.9%	27.1%	16.8%	10.9%

Note 16 Lending to the public	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Lending to the public, external	4,289,118	3,387,319	3,504,219	2,784,726
Lending to the public, Group	0	0	603,163	429,125
Total	4,289,118	3,387,319	4,107,382	3,213,851

Lending to the public, external	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
<i>Loan receivables</i>				
Private individuals	2,861,917	2,077,298	2,658,893	1,961,518
Of which, doubtful loan receivables	337,844	297,310	334,527	296,023
Companies	1,773,865	1,599,155	1,160,090	1,094,465
Of which, doubtful loan receivables	59,151	39,286	30,217	22,551
Total loan receivables	4,635,782	3,676,453	3,818,983	3,055,983
Of which, doubtful loan receivables	396,995	336,596	364,744	318,574
<i>Reserve for doubtful loan receivables</i>				
Private individuals	-287,513	-249,848	-284,547	-248,706
Companies	-59,151	-39,286	-30,217	-22,551
Total reserve for doubtful loan receivables	-346,664	-289,134	-314,764	-271,257
Book value, loan receivables	4,289,118	3,387,319	3,504,219	2,784,726
Of which, doubtful loan receivables	50,331	47,462	49,980	47,317
Share of doubtful loan receivables, private individuals	11.8%	14.3%	12.6%	15.1%
Share of doubtful loan receivables, companies	3.3%	2.5%	2.6%	2.1%
Share of doubtful loan receivables, total	8.6%	9.2%	9.6%	10.4%
Rate of loss provisions for doubtful loan receivables, private individuals	85.1%	84.0%	85.1%	84.0%
Rate of loss provisions for doubtful loan receivables, companies	100.0%	100.0%	100.0%	100.0%
Rate of loss provisions for doubtful loan receivables, total	87.3%	85.9%	86.3%	85.1%

Age analysis, lending to the public, external	Group		Parent Company	31/12/2012
	31/12/2013	31/12/2012	31/12/2013	
<i>Age analysis of doubtful, unimpaired loan receivables</i>				
Not past due	0	0	0	0
Past due <60 days	4,275	6,521	4,199	6,506
Past due 60–90 days	1,957	1,314	1,915	1,294
Past due 90–180 days	5,175	3,720	5,078	3,700
Past due 180–360 days	7,899	6,489	7,856	6,398
Past due >360 days	31,025	29,418	30,932	29,419
Total	50,331	47,462	49,980	47,317

Refers to lending to private individuals with no collateral according to Note 47.

<i>Age analysis unsettled ¹⁾, non-doubtful loan receivables</i>				
Past due 60–90 days	6,734	6,954	2,362	3,914
Past due 90–180 days	6,105	29,298	3,431	22,912
Past due 180–360 days	1,264	12,521	230	4,591
Past due >360 days	25,350	56,808	23,493	56,037
Total	39,453	105,581	29,516	87,454

Refers to lending against collateral according to Note 47.

¹⁾ Unsettled receivables refers to receivables past due > 60 days.

Reconciliation of reserves for doubtful loan receivables/credit losses	Individually valued doubtful receivables	Collectively valued doubtful receivables	Total
<i>Group</i>			
Closing reserve for credit losses, 31 December 2011	-45,220	-272,276	-317,496
Impairment for credit losses for the year	-29,235	22,349	-6,886
Reversal of credit losses for the year	35,167	173	35,340
Changes reported in profit and loss account	5,932	22,522	28,454
Reserves through acquisition of loan receivables	0	0	0
Exchange rate differences	601	-693	-92
Closing reserve for credit losses, 31 December 2012	-38,687	-250,447	-289,134
Impairment for credit losses for the year	-34,593	-48,448	-83,041
Reversal of credit losses for the year	17,274	0	17,274
Changes reported in profit and loss account	-17,319	-48,448	-65,767
Transfer change in leasing	-1,036	0	-1,036
Exchange rate differences	-1,057	10,330	9,273
Closing reserve for credit losses, 31 December 2013	-58,099	-288,565	-346,664

Parent Company

Closing reserve for credit losses, 31 December 2011	-31,747	-272,239	-303,986
Impairment for credit losses for the year	-15,739	24,037	8,298
Reversal of credit losses for the year	24,906	173	25,079
Changes reported in profit and loss account	9,167	24,210	33,377
Reserves through acquisition of loan receivables	0	0	0
Exchange rate differences	104	-752	-648
Closing reserve for credit losses, 31 December 2012	-22,476	-248,781	-271,257
Impairment for credit losses for the year	-13,074	-47,124	-60,198
Reversal of credit losses for the year	4,749	0	4,749
Changes reported in profit and loss account	-8,325	-47,124	-55,449
Transfer change in leasing	1,386	0	1,386
Exchange rate differences	120	10,436	10,556
Closing reserve for credit losses, 31 December 2013	-29,295	-285,469	-314,764

Note 17 Bonds and other securities

	Group 31/12/2013			Group 31/12/2012		
	Cost	Book value	Fair value	Cost	Book value	Fair value
<i>Financial assets available for sale</i>						
<i>Issued by public bodies</i>						
The Swedish state	0	0	0	39,825	40,404	40,404
Total	0	0	0	39,825	40,404	40,404
<i>Issued by other borrowers</i>						
Swedish non-financial companies	193,555	195,541	195,541	110,572	111,175	111,175
Swedish financial companies	145,673	146,777	146,777	191,339	192,020	192,020
Foreign issuers	245,822	247,667	247,667	146,198	146,351	146,351
Total	585,050	589,985	589,985	448,109	449,546	449,546
Total	585,050	589,985	589,985	487,934	489,950	489,950
Of which, listed securities	585,050	589,985	589,985	487,934	489,950	489,950
Of which, unlisted securities	0	0	0	0	0	0
Positive difference; book values exceed nominal values		10,354			5,450	
Negative difference; book values fall below nominal values		-869			-500	
Nominal values		580,500			485,000	

Note 17 Bonds and other securities/ cont.	Parent Company 31/12/2013			Parent Company 31/12/2012		
	Cost	Book value	Fair value	Cost	Book value	Fair value
<i>Financial assets available for sale</i>						
<i>Issued by public bodies</i>						
The Swedish state	0	0	0	39,825	40,404	40,404
Total	0	0	0	39,825	40,404	40,404
<i>Issued by other borrowers</i>						
Swedish non-financial companies	193,555	195,541	195,541	110,572	111,175	111,175
Swedish financial companies	145,673	146,777	146,777	191,339	192,020	192,020
Foreign issuers	245,822	247,667	247,667	146,198	146,351	146,351
Total	585,050	589,985	589,985	448,109	449,546	449,546
Total	585,050	589,985	589,985	487,934	489,950	489,950
Of which, listed securities	585,050	589,985	589,985	487,934	489,950	489,950
Of which, unlisted securities	0	0	0	0	0	0
Positive difference; book values exceed nominal values		10,354			5,450	
Negative difference; book values fall below nominal values		-869			-500	
Nominal values		580,500			485,000	

Note 18 Shares and participations	31/12/2013		31/12/2012	
	Book value	Fair value	Book value	Fair value
<i>Group – Financial assets available for sale</i>				
<i>Listed shares and participations</i>				
Cost	350,192		329,149	
Unrealized change in value	85,321		80,451	
Total	435,513	435,513	409,600	409,600
<i>Unlisted shares and participations</i>				
Cost	51,514		37,901	
Impairment loss	-4,584		-32	
Total	46,930	46,930	37,869	37,869
Total	482,443	482,443	447,469	447,469
<i>Parent Company – Financial assets available for sale</i>				
<i>Listed shares and participations</i>				
Cost	349,809		328,797	
Unrealized change in value	85,321		80,451	
Total	435,130	435,130	409,248	409,248
<i>Unlisted shares and participations</i>				
Cost	51,181		37,744	
Impairment loss	-4,552		0	
Total	46,629	46,629	37,744	37,744
Total	481,759	481,759	446,992	446,992

In connection with a reduced equity interest, the former associated company Payground AB has been reclassified and reported as a part of unlisted shares and participations as of 01 January 2013.

Note 19 Other participations	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Opening accumulated cost	3,289	3,286	0	0
Purchases/sales	85	3	0	0
Closing accumulated cost	3,374	3,289	0	0
Total	3,374	3,289	0	0
Of which a share in a housing cooperative in Sälen	3,284	3,284		

Note 20 Shares and participations in associated companies	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Opening accumulated cost	8,471	8,000	8,471	8,000
Acquisitions for the year, unlisted	60,602	471	60,602	471
Acquisition costs for the year	-433	0	0	0
Sales for the year	-5,034	0	-5,034	0
Reclassification	-3,437	0	-3,437	0
Closing accumulated cost	60,169	8,471	60,602	8,471
Opening accumulated profit shares	-3,494	-2,464	0	0
Sales for the year	3,494	0	0	0
Acquired profit shares	-2,198	0	0	0
Profit shares for the year	-1,037	-1,030	0	0
Closing accumulated profit shares	-3,235	-3,494	0	0
Opening accumulated impairment charges	-4,977	0	-7,971	0
Sales for the year	1,540	0	4,534	0
Reclassification	3,437	0	3,437	0
Impairment for the year	0	-4,977	0	-7,971
Closing accumulated impairment charges	0	-4,977	0	-7,971
Total	56,934	0	60,602	500

	Registered office	Co. reg. no.	Number of shares	Percentage	Nominal value	Book value, Group	Book value, Parent Company
Credex AB	Stockholm	556937-6204	30,000	30.00%	SEK 30,000	30	30
Trade in Sports Europe AB	Stockholm	556844-2577	3,131	23.84%	SEK 12,000	3,100	3,100
eLombard OY	Helsinki	2440723-5	1,364	29.96%	EUR 60,000	1,015	4,250
CreditExpress NV	Curacao	81710	2,940	33.33%	EUR 3,000	52,789	53,222
Total						56,934	60,602

The investments in Credex AB, Trade in Sports Europe AB and Creditexpress NV were made close to the closing of the books in 2013, while the investment in eLombard OY was carried out in April 2013. Associated companies are reported according to the equity method.

The Group's share in the profit and loss accounts and balance sheets in individual, significant associated companies amounts to:

Operating income	0	0
Net profit for the year	0	0
Group adjustment	0	0
Assets	30,250	0
Liabilities	-12,901	0
Group adjustment	35,440	0

The Group's share in the profit and loss accounts and balance sheets in individual associated companies of minor significance amounts to:

Operating income	421	116
Net profit for the year	-1,037	-1,789
Group adjustment	0	758
Assets	2,308	1,107
Liabilities	-526	-337
Group adjustment	2,364	-770

Note 20 Shares and participations in associated companies

In connection with the acquisitions, values such as projects in progress, IT platforms and software, synergy effects, markets, management and personnel were identified. According to acquisition analyses, the total value of the assets and liabilities can be summarized as follows:

	Share of net assets on acquisition	Adjustments	Fair value net assets
<i>Individual significant associated company</i>			
Net assets	17,351	35,438	52,789
Acquisition costs 1)			433
Transferred reimbursement including acquisition costs	17,351	35,438	53,222
<i>Other associated companies of minor significance</i>			
Net assets	5,017	2,363	7,380
Acquisition costs 1)			0
Transferred reimbursement including acquisition costs	5,017	2,363	7,380

1) The acquisition costs were charged to the consolidated operating profit/loss.

Adjustments of acquired net assets to fair value refer chiefly to the value of projects in progress, which will be taken up as income over three years, otherwise goodwill and the value of tax losses.

In connection with a reduced equity interest, the former associated company Payground AB has been reclassified and reported as a part of unlisted shares and participations as of 01 January 2013.

Shares in Group companies	Parent Company	
	31/12/2013	31/12/2012
Opening accumulated cost	404,626	360,447
Acquisition, Payson AB	0	45,655
Acquisition, Rhoswen Limited	0	6
Unconditional shareholder contribution, Payson AB	3,000	0
Unconditional shareholder contribution, Svea Finans A/S	3,636	3,118
Unconditional shareholder contribution, Dial IT Communications BV	0	3,000
Sale of Svea Ekonomi ApS (internal to Svea Inkasso AB)	-8,415	0
Sale of Finansor AB	-26,160	0
Sale of Viatel Sweden AB	-12,400	0
Sale of Avidi Ekonomi AB	0	-7,600
Closing accumulated cost	364,287	404,626
Opening accumulated impairment charges	-104,752	-59,004
Sale of assets, accumulated impairment charges	34,361	7,550
Impairment charges for the year	-33,150	-53,298
Closing accumulated impairment charges	-103,541	-104,752
Total	260,746	299,874

Note 21 Shares in Group companies						31/12/2013	31/12/2012
	Registered office	Co. reg.	Number of shares	Percent	Nominal value	Book value	Book value
KundGiro AB	Stockholm	556022-9980	50,000	100.00%	SEK 5,000,000	1,000	1,000
Svea Vat Adviser AB	Stockholm	556567-1327	12,000	100.00%	SEK 1,200,000	-	-
Svea Exchange Finans AB	Stockholm	556710-5878	100,000	100.00%	SEK 100,000	-	-
Svea Inkasso AB	Stockholm	556214-1423	50,000	100.00%	SEK 5,000,000	33,000	33,000
Svea Finans AS	Oslo	980 121 798	1,106,195	100.00%	NOK 1,106,000	-	-
Svea Perintä OY	Helsinki	0800502-5	26	100.00%	EUR 61,000	-	-
Svea Inkasso A/S	Copenhagen/Alleröd	11038484	500,000	100.00%	DKK 500,000	-	-
Svea Ekonomi ApS	Copenhagen/Alleröd	29616116	10,000	100.00%	DKK 80,000	-	-
Svea Finans GmbH	Wiener Neudorf	357372	-	100.00%	EUR 35,000	-	-
Svea Kreditinfo AB	Stockholm	556521-6792	15,769,936	100.00%	SEK 100,000	1,600	1,600
Svea Juridiska AB	Stockholm	556496-7254	6,475	100.00%	SEK 648,000	7,700	8,052
Mobivox Telecom AB	Stockholm	556654-2865	100	100.00%	SEK 100,000	100	100
Svea Billing Services AB	Stockholm	556555-4622	10,000	100.00%	SEK 100,000	6,677	6,677
Viatel Sweden AB	Stockholm	556601-6571	1,000	100.00%	SEK 3,000,000	-	12,400
Finansor AB	Stockholm	556433-8266	1,050	100.00%	SEK 105,000	-	126
Svea Financial Services Holding AB	Stockholm	556793-5399	100,000	100.00%	SEK 100,000	20,299	20,299
Svea Financial Services AB	Stockholm	556035-2030	90,000	100.00%	SEK 100,000	-	-
Seblinco Finans Holding AB	Sundsvall	556798-5048	1,000	100.00%	SEK 100,000	100	100
Payson AB	Stockholm	556646-2858	209,225	100.00%	SEK 209,000	45,656	45,655
Kapitalkredit Sverige AB	Stockholm	556761-0315	50,500	50.50%	SEK 782,000	7,245	7,245
Svea Rahoitus Suomi OY	Helsinki	1879927-9	9,000	100.00%	EUR 900,000	21,000	46,000
Svea Finance AS	Tallinn	11200943	250,000	100.00%	EUR 25,000	25	25
Svea Finance SIA	Riga	40103183054	20	100.00%	LVL 2,000	27	27
Svea Ekonomi ApS	Copenhagen/Alleröd	29616116	10,000	100.00%	DKK 80,000	-	1,251
Svea Finans A/S	Copenhagen/Alleröd	27448402	13	100.00%	DKK 1,201,000	12,048	12,048
Dial IT Communications BV	Amsterdam	33163838	180	100.00%	EUR 18,000	171	171
Svea Finans Nederland BV	Reeuwijk	1199263	10,000	100.00%	EUR 1,000,000	80,775	80,775
Svea Finans AG	Zurich	1703025543-6	1,000	100.00%	CHF 1,000,000	23,311	23,311
Cogilane Holdings Limited	Limassol	272182	665	66.50%	EUR 665,000	6	6
Svea Finance Belgrade DOO	Belgrade	20725095	-	100.00%	EUR 1,000	-	-
Rhoswen Limited	Limassol	272182	700	70.00%	EUR 700	6	6
Rhoswen Invest Ukraine Limited	Kiev	37616221	-	100.00%	UAH 3,421,000	-	-
Daylet Limited (joint venture)	Nicosia	227024	50	50.00%	EUR 50	0	0
Total						260,746	299,874

Svea Ekonomi AB is part owner of Daylet Limited, which should be regarded as a joint venture. The proportional consolidation principle means that each line in the consolidated profit and loss account and balance sheet includes amounts corresponding to the Group's equity interest in the joint venture company. The company was formed in 2010 and has invested in portfolios with written-off consumer receivables in Russia.

The proportion of the profit and loss account and balance sheet for the jointly-owned company that forms part of the Group amounts to:

	2013	2012
Profit and loss accounts (SEK thousands)		
Operating income	-1,605	1,265
Operating expenses	-91	-87
Tax on profit for the year	212	-129
Net profit for the year	-1,484	1,049
Balance sheets (SEK thousands)		
	31/12/2013	31/12/2012
Lending to credit institutions	36	39
Lending to the public	18,948	6,621
Other assets	3,474	19,298
Total	22,458	25,958
Deposits from the public	18,960	20,945
Other liabilities	1,238	1,267
Shareholders' equity	2,260	3,746
Total	22,458	25,958

Note 22 Intangible assets	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
<i>Goodwill</i>				
Opening accumulated cost	99,877	78,352	0	0
Acquisition	0	21,525	0	0
Closing accumulated cost	99,877	99,877	0	0
Opening accumulated impairment charges	-1,721	-1,631	0	0
Impairment charges for the year	0	-90	0	0
Closing accumulated impairment charges	-1,721	-1,721	0	0
Closing residual value according to plan	98,156	98,156	0	0
<i>Customer contracts</i>				
Opening accumulated cost	206,380	165,402	38,435	36,540
Acquisition	0	45,935	0	1,899
Sales/retirements	-785	-5,056	0	0
Exchange rate differences	-1,433	99	-1,685	-4
Closing accumulated cost	204,162	206,380	36,750	38,435
Opening accumulated depreciations	-165,664	-163,558	-36,789	-36,065
Sales/retirements	785	5,056	0	0
Exchange rate differences	1,432	-99	1,685	-7
Depreciations for the year	-9,187	-7,063	-380	-717
Closing accumulated depreciations	-172,634	-165,664	-35,484	-36,789
Closing residual value according to plan	31,528	40,716	1,266	1,646
<i>Licenses</i>				
Opening accumulated cost	3,000	3,000	3,000	3,000
Acquisition	0	0	0	0
Closing accumulated cost	3,000	3,000	3,000	3,000
Opening accumulated depreciations	-3,000	-900	-3,000	-900
Depreciations for the year	0	-2,100	0	-2,100
Closing accumulated depreciations	-3,000	-3,000	-3,000	-3,000
Closing residual value according to plan	0	0	0	0
<i>Capitalized development expenditures, etc.</i>				
Opening accumulated cost	18,562	8,389	0	0
Reclassification	0	0	0	0
Acquisition	1,121	10,123	0	0
Exchange rate differences	-568	50	0	0
Closing accumulated cost	19,115	18,562	0	0
Opening accumulated depreciations	-5,346	-608	0	0
Acquisition	0	-1,094	0	0
Exchange rate differences	220	11	0	0
Depreciations for the year	-3,732	-3,655	0	0
Closing accumulated depreciations	-8,858	-5,346	0	0
Closing residual value according to plan	10,257	13,216	0	0
Total	139,941	152,088	1,266	1,646

Note 23	Tangible assets	Group		Parent Company	
		31/12/2013	31/12/2012	31/12/2013	31/12/2012
<i>Buildings</i>					
	Opening accumulated cost	1,566	1,566	0	0
	Purchases	0	0	0	0
	Closing accumulated cost	1,566	1,566	0	0
	Opening accumulated depreciations	-247	-216	0	0
	Depreciations for the year	-32	-31	0	0
	Closing accumulated depreciations	-279	-247	0	0
<i>Land</i>					
		3,384	3,384	1,650	1,650
	Closing residual value according to plan	4,671	4,703	1,650	1,650
<i>Fixtures and fittings</i>					
	Opening accumulated cost	47,265	64,939	27,765	35,375
	Reclassification	0	0	0	0
	Purchases	59,833	7,706	57,693	5,266
	Exchange rate differences	328	-796	-225	-14
	Sales/retirements	-2,042	-24,584	-583	-12,862
	Closing accumulated cost	105,384	47,265	84,650	27,765
	Opening accumulated depreciations	-27,960	-42,150	-15,115	-21,260
	Sales, retirements, purchases	1,377	21,501	209	10,932
	Exchange rate differences	-218	587	170	24
	Depreciations for the year	-13,668	-7,898	-11,390	-4,811
	Closing accumulated depreciations	-40,469	-27,960	-26,126	-15,115
	Closing residual value according to plan	64,915	19,305	58,524	12,650
<i>Leasing objects as lessor</i>					
	Opening accumulated cost	0	0	123,470	82,209
	Reclassification	0	0	0	0
	Purchases	0	0	97,262	47,815
	Sales/retirements	0	0	-17,100	-6,554
	Closing accumulated cost	0	0	203,632	123,470
	Opening accumulated depreciations	0	0	-36,506	-15,024
	Reclassification	0	0	0	0
	Sales/retirements	0	0	12,063	2,793
	Depreciations for the year	0	0	-38,998	-24,275
	Closing accumulated depreciations	0	0	-63,441	-36,506
	Opening accumulated impairment charges	0	0	-1,036	0
	Sales/retirements	0	0	0	0
	Impairment charges for the year	0	0	-1,387	-1,036
	Closing accumulated impairment charges	0	0	-2,423	-1,036
	Closing book value	0	0	137,768	85,928
Total		69,586	24,008	197,942	100,228

Buildings refers to the office property in Åseda and properties in Haninge and Salen. The tax assessment value amounts to SEK 811,000 (920,000) for the buildings and SEK 2,012,000 (2,019,000) for land. Leasing items in the Group are classified as financial leasing and reported as of 01 January 2011 as lending to the public. The impairment loss above was reported in the profit and loss account as a credit loss.

Leasing contracts and other rental agreements as lessee	Group		Parent Company		
	31/12/2013	31/12/2012	31/12/2013	31/12/2012	
<i>Fixtures and fittings used via leasing contracts</i>					
	Cost, operational leasing	11,648	9,420	11,648	9,420
	Of which, newly signed contracts during the year	3,300	5,993	3,300	5,993
	Of which, contracts redeemed during the year	-1,072	-2,304	-1,072	-2,304
	Leasing expenses during the year	3,188	1,998	3,188	1,998
<i>Other rental agreements</i>					
	Rental expenses during the year	41,402	32,623	28,297	18,200
<i>Future leasing and rental payments as lessee</i>					
	Within one year	46,146	40,235	28,149	28,153
	Between one and five years	105,157	92,926	88,963	88,839
	Later than five years	0	23,216	0	23,000

Leasing contracts and other rental agreements as lessor	Group	31/12/2013	Group	31/12/2012
<i>Financial leasing, Group</i>				
Gross investment		147,362		98,354
Non-earned financial income		-9,594		-12,426
Net investment in financial leasing agreements		137,768		85,928
Less residual values not guaranteed that fall to the lessor		0		0
Present value of receivables re future minimum leasing charges		137,768		85,928
Reserve for doubtful receivables re minimum leasing charges		2,423		1,036

<i>Remaining life, Group</i>	Gross investment	Net investment	Gross investment	Net investment
Within one year	56,587	46,476	38,079	32,102
Between one and five years	89,975	90,505	60,229	53,782
Later than five years	800	787	46	44
Total	147,362	137,768	98,354	85,928
Of which the single largest net investment		1,266		1,557

<i>Operational leasing – Present value of future minimum leasing charges</i>	Parent Company	31/12/2013	31/12/2012
	Net investment		Net investment
Within one year		46,476	32,102
Between one and five years		90,505	53,782
Later than five years		787	44
Total		137,768	85,928

Note 24 Deferred tax assets/provisions	Group	31/12/2013	31/12/2012	Parent Company	31/12/2013	31/12/2012
Tangible assets		931	1,247		843	1,139
Intangible assets		0	0		0	0
Other assets		227	224		0	0
Loss carryforwards		46,549	67,853		0	0
Deferred tax assets		47,707	69,324		843	1,139
Lending to the public		0	-1,285		0	-1,104
Intangible assets		-8,246	-10,790		-279	-416
Fair value reserve		-20,134	-18,354		-20,134	-18,354
Untaxed reserves		0	-64		0	0
Deferred tax liabilities/provisions		-28,380	-30,493		-20,413	-19,874
Net		19,327	38,831		-19,570	-18,735
Lending to the public		1,104	1,446		1,104	1,386
Tangible assets		-208	-186		-198	-203
Intangible assets		2,544	3,345		137	84
Other assets		25	1,261		0	0
Loss carryforwards		-21,170	-33,424		0	0
Untaxed reserves		0	-64		0	0
Change reported in profit and loss account		-17,705	-27,622		1,043	1,267
Change, deferred tax fair value fund		-1,780	-12,844		-1,780	-12,844
Exchange rate differences		-83	24		-98	19
Reported directly against shareholders' equity		-1,863	-12,820		-1,878	-12,825
Acquired deferred tax assets		0	1,235		0	0
Acquired deferred tax liabilities		0	-18,261		0	-2,994
Sale of deferred tax liabilities		64	0		0	0
Total changes		-19,504	-57,468		-835	-14,552
Unutilized tax losses		209,689	305,771		0	0
Reported deferred tax assets		46,549	67,853		0	0

Note 25 Other assets	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Accounts receivable	28,003	36,655	3,778	6,599
Current tax assets	13,734	13,901	11,935	11,935
Positive value of foreign exchange-related contracts	12,419	9,809	12,419	9,809
Other	40,959	63,577	7,583	4,531
Total	95,115	123,942	35,715	32,874

Derivatives for value hedges

Foreign exchange-related forward contracts	0	0	0	0
Swaps	1,883,851	1,424,388	1,883,851	1,424,388
Total	1,883,851	1,424,388	1,883,851	1,424,388
Foreign exchange distribution of market values EUR	1,291,255	893,178	1,291,255	893,178
NOK	500,956	391,712	500,956	391,712
DKK	41,472	84,731	41,472	84,731
USD	37,749	44,958	37,749	44,958
Total	1,871,432	1,414,579	1,871,432	1,414,579
Positive value of foreign exchange-related contracts	12,419	9,809	12,419	9,809

Note 26 Prepaid expenses and accrued income	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Interest income	13,828	19,808	14,357	21,444
Commission income	11,324	11,621	1,684	5,521
Rental/subscription expenses	9,283	9,709	8,952	9,394
Other expenses	10,305	25,543	4,866	14,244
Total	44,740	66,681	29,859	50,603

Note 27 Liabilities to credit institutions	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Bank loans	0	159	0	0
Granted credit	114,054	365,047	50,000	302,447
Unutilized credit facilities	-76,324	-321,965	-50,000	-300,989
Total	37,730	43,241	0	1,458
Limits, granted credit	114,054	512,600	50,000	450,000

Note 28 Deposits from the public	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Deposits from the public, external	5,561,667	4,827,313	5,355,019	4,632,665
Deposits from the public, Group	0	0	106,445	7,035
Total	5,561,667	4,827,313	5,461,464	4,639,700
of which, funds managed on behalf of private individuals	4,915,254	4,279,960	4,887,177	4,255,476

Note 29 Issued securities, etc.	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
<i>Convertible debt instrument</i>				
Nominal value of 1 convertible debt instrument	50,000	50,000	50,000	50,000
Shareholders' equity component of convertible debt instrument	-3,743	-3,743	-3,743	-3,743
Capitalized interest	3,185	1,855	3,185	1,855
Total	49,442	48,112	49,442	48,112

On 1 June 2011, Svea Ekonomi AB issued a convertible debt instrument with a nominal value of SEK 50,000,000. The debt instrument matures on 31 May 2014 at its nominal value or it may be converted to new shares on request of the bearer at a price of SEK 1,187 per share for a total of 42,123 shares. The debt instrument carries an annual interest of 6 per cent. The interest expense of the convertible debt instrument for the year amounted to SEK 4,330,000 (4,228,000).

Note 30 Other liabilities	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Accounts payable	52,002	49,972	30,456	30,981
Tax liability	21,889	13,094	18,304	9,923
Negative value of foreign exchange-related contracts	4,243	0	4,243	0
Other	72,855	73,177	46,226	44,646
Total	150,989	136,243	99,229	85,550

Derivatives for value hedges

Foreign exchange-related swap contracts	195,496	0	195,496	0
Total	195,496	0	195,496	0
Foreign exchange distribution of market values EUR	161,602	0	161,602	0
DKK	25,771	0	25,771	0
USD	12,366	0	12,366	0
Total	199,739	0	199,739	0
Negative value of foreign exchange-related contracts	4,243	0	4,243	0

Note 31 Accrued expenses and deferred income	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Interest income	2,242	2,368	2,132	2,264
Leasing income, gross	8,297	4,854	8,297	4,854
Interest expenses	7,989	1,846	6,805	466
Commission income	3,935	4,351	3,884	1,618
Commission expenses	2,127	0	2,127	0
Personnel expenses	50,437	48,762	35,275	30,312
Other expenses	43,105	45,311	8,066	10,115
Total	118,132	107,492	66,586	49,629

Note 32 Subordinated liabilities	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Subordinated loan, rate of interest 6%	0	20,000	0	20,000
Total	0	20,000	0	20,000

Subordinated loans of SEK 4,500,000 and SEK 15,500,000 totalling SEK 20,000,000 were redeemed prematurely in their entirety during November 2013. Expenses for the convertible loans for the year amounted to SEK 1,073,000 (437,000).

Note 33 Assets pledged for own liabilities	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
<i>For guarantees provided by banks</i>				
Lending to credit institutions – portion of	1,558	1,667	1,058	1,167
<i>For liabilities to credit institutions</i>				
Floating charges	0	100,000	0	100,000
Lending to credit institutions	0	10,761	0	10,761
Lending to the public	199,371	591,274	0	375,659
Total	200,929	703,702	1,058	487,587

Note 34 Contingent liabilities	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Guarantee commitments, external	1,265	1,465	1,265	1,465
Guarantee commitments, Group	0	0	7,155	1,751
Total	1,265	1,465	8,420	3,216

Note 35 Commitments	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Granted credit	4,925,097	3,978,456	4,220,426	3,409,092
Disbursed credit	-4,502,971	-3,601,135	-3,823,856	-3,055,983
Non-disbursed credit	422,126	377,321	396,570	353,109
of which, risk weighting at 0%	422,126	377,321	396,570	353,109
of which, risk weighting at 100 %	0	0	0	0

Refers to external lending to the public before provision for credit losses.

Note 36 Capital adequacy analyses

The capital adequacy regulations express the legislature's view of the amount of the capital base that a credit-market company is required to have in relation to the level of risk assumed by said company. According to the Swedish capital adequacy enactment (2007:1371), the capital base must, at a minimum, correspond to the total capital requirement for credit risks, market risks and operational risks.

Accordingly, the capital adequacy ratio, i.e. the capital base divided by the capital requirement, must exceed 1. These regulations apply to both individual institutions and, where applicable, to groups of financial companies. The target for Svea Ekonomi AB and the Financial Companies Group is a capital adequacy ratio of at least 1.2. When the Board decides on its dividend motion, it takes into account such factors as distributable earnings, market situation and other capital requirements as well as other issues that the Board deems relevant. The operation's risk capital requirements are determined through the company's internal capital adequacy assessment process (ICAAP).

On 27 June 2013, new European capital requirement regulations (CRDIV/CRR) were published based on the Basel III Accord. The regulations entail more stringent requirements for the highest quality components of the capital base – core primary capital and primary capital. A capital conservation buffer was introduced in addition to the minimum capital requirement – a contra-cyclic buffer and a systemic risk buffer for systemically important financial institutions. The capital conservation buffer is built up in good times with the aim of avoiding a breach of the capital requirement in bad times. The contra-cyclic buffer will vary over the course of an economic cycle with the aim of combating excessive credit growth. The new regulations came into force formally on 01 January 2014, but certain parts of the regulations may be introduced gradually. The parts that must be implemented through Swedish legislation will not apply until the date when said legislation is in place. All capital requirements and buffer requirements must be applied in full no later than 2019.

The requirement for a capital conservation buffer – a surcharge of 2.5 per cent – comes into force in August 2014. The requirement for a contra-cyclic buffer – a surcharge of 0.0–2.5 per cent – is anticipated to come into force in August 2014. The company has evaluated the effects the new standards will have on its capital requirement, and deemed in its evaluation of 31 December 2013 that it is sufficiently capitalized to meet these requirements. The special buffer for systemic risks is not applicable to the company.

Capital base

Capital base refers to the total of primary and supplementary capital, after deductions. Primary capital is defined as capital that essentially corresponds to paid capital and certain reserves. Earnings may only be included after deductions for proposed dividends. Intangible assets and deferred tax liabilities are not included in primary capital. Supplementary capital comprises fixed-term subordinated loans, which with a remaining term of less than five years may be taken up in an amount that corresponds to a maximum of 20 per cent of the nominal value for every full year remaining until the date of maturity. Supplementary capital also includes a revaluation reserve/fair value reserve for shares and participations measured at fair value. The capital base is increased annually by Group contributions and dividends from subsidiaries.

Minimum capital requirement – Pillar 1

The legal requirement for credit risks, market risks and operational risks is found in Pillar 1. Credit risks: Svea Ekonomi applies the Standardized Method for calculating credit risk.

Market risks: Svea Ekonomi uses the Swedish Financial Supervisory Authority's standardized model.

Operational risks: Svea Ekonomi applies the Basic Indicator Method, which requires the capital requirement to be calculated at 15 per cent of an average of operating income in the three most recent years, adjusted for dividend income and received from Group companies and Group contributions.

Capital assessment and risk management – Pillar 2

The Pillar 2 regulations require an institution to have a process for assessing its total capital requirement in relation to its risk profile and a strategy for maintaining capital level, where the Board is responsible for establishing the institution's risk tolerance. This is known as the internal capital adequacy assessment process, or ICAAP.

All material risks must be identified, evaluated, measured and tested for stress based on different scenarios. The assessment must focus in particular on the risks that are not managed under Pillar 1. Certain risks must be covered by capital, which means that institutions are expected to possess a larger capital base than the minimum level specified by Pillar 1 below.

Publication of information – Pillar 3

Information for publication mainly includes detailed disclosures about credit risks and information for the Financial Companies Group about the models and data used to calculate the Pillar 1 requirement. This is available at www.sveaekonomi.se.

For further information on risk management and capital management, refer to pages 4–7.

Capital adequacy for the Parent Company		31/12/2013		31/12/2012	
Capital base		836,185		768,082	
Capital requirement		466,412		373,279	
Capital surplus		369,773		394,803	
Capital adequacy ratio		1.79		2.06	
Primary capital ratio		1.64		1.84	
Shareholders' equity		858,294		774,867	
Fair value reserve		-71,386		-65,073	
Proposed dividends		-20,000		-20,000	
Intangible assets		-1,266		-1,646	
Deferred tax assets		-843		-1,139	
Total primary capital		764,799		687,009	
Subordinated loans		0		16,000	
Fair value reserve		71,386		65,073	
Total supplementary capital		71,386		81,073	
Total primary and supplementary capital		836,185		768,082	
Deductions in accordance with Chapter 7, Section 11 of the Swedish Banking and Financing Business Act (2004:297).		0		0	
Capital base		836,185		768,082	
		31/12/2013		31/12/2012	
Credit risks	Risk weighted	Capital requirement	Risk weighted	Capital requirement	
Exposures to institutions	227,706	18,216	243,551	19,484	
Exposures to companies	1,566,682	125,335	1,332,064	106,565	
Retail exposures	1,764,157	141,133	1,268,640	101,491	
Other exposures	874,821	69,986	704,057	56,325	
Capital requirements for credit risks, 8%	4,433,365	354,669	3,548,312	283,865	
Market risks					
Currency risk	128,708	10,297	76,302	6,104	
Capital requirements for market risks, 8%	128,708	10,297	76,302	6,104	
Operational risks					
Income indicator: Average operating income for the past three years	676,305	101,446	555,398	83,310	
Capital requirements for operational risks, 15%	676,305	101,446	555,398	83,310	
Total capital requirements		466,412		373,279	

Capital adequacy for Financial Companies Group	31/12/2013	31/12/2012
Capital base	790,612	702,087
Capital requirement	544,879	447,480
Capital surplus	245,733	254,607
Capital adequacy ratio	1.45	1.57
Primary capital ratio	1.32	1.39
Shareholders' equity	921,325	821,477
Fair value reserve	-71,386	-65,073
Proposed dividends	-20,000	-20,000
Intangible assets	-105,591	-110,630
Deferred tax assets	-5,122	-4,760
Total primary capital	719,226	621,014
Subordinated loans	0	16,000
Fair value reserve	71,386	65,073
Total supplementary capital	71,386	81,073
Total primary and supplementary capital	790,612	702,087
Deductions in accordance with Chapter 7, Section 11 of the Swedish Banking and Financing Business Act (2004:297)	0	0
Capital base	790,612	702,087

	31/12/2013		31/12/2012	
Credit risks	Risk weighted	Capital requirement	Risk weighted	Capital requirement
Exposures to institutions	254,946	20,396	269,695	21,576
Exposures to companies	2,117,190	169,375	1,826,578	146,126
Retail exposures	1,934,159	154,733	1,354,618	108,369
Other exposures	758,963	60,717	655,856	52,468
Capital requirements for credit risks, 8%	5,065,257	405,221	4,106,747	328,540
Market risks				
Currency risk	286,780	22,942	260,371	20,830
Capital requirements for market risks, 8%	286,780	22,942	260,371	20,830
Operational risks				
Income indicator: Average operating income for the past three years	778,108	116,716	654,069	98,110
Capital requirements for operational risks, 15%	778,108	116,716	654,069	98,110

During the period, the Financial Companies Group comprised Svea Ekonomi AB, the branches Svea Finans NUF in Norway, Svea Ekonomi AB in Finland, and the subsidiaries Svea Finance AS (formerly Svea Finantseerimine OÜ), Svea Finance SIA, Svea Finans A/S, Svea Rahoitus Suomi OY, Svea Finans Nederland BV, Svea Finans AG and Payson AB. The Group also includes the subsidiaries Kapitalkredit Sverige AB, Cogilane Holdings Limited, Rhoswen Limited and 50 per cent of the Group company Daylet Limited.

Note 37 Business combinations

A foreign currency and Giro service operation was acquired in March 2014 with takeover after the reporting date. In connection with the acquisition, values such as customer contracts, IT platforms and software, synergy effects, market share, management and personnel were identified. The acquisition was allocated within the Group to the subsidiary Svea Exchange Finans AB. According to a preliminary acquisition analysis, the total value of the assets and liabilities can be summarized as follows:

	Carrying amount in the company on acquisition	Adjustments	Fair value reported in Group
Assets	37,989	24,676	62,665
Liabilities	-6,365	0	-6,365
Net assets	31,624	24,676	56,300
Acquisition costs			0
Transferred reimbursement including acquisition costs			56,300
Acquired lending to credit institutions			0
Effect of Group lending to credit institutions			-56,300

All of the shares in the payment institution Payson AB were acquired, with takeover on 22 August 2012. In connection with the acquisition, values such as customer contracts, IT platforms and software; synergy effects, market share, management and personnel were identified. According to the acquisition analysis, the total value of the assets and liabilities were as follows:

<i>Payson AB</i>	Carrying amount in the company on acquisition	Adjustments	Fair value reported in Group
Assets	55,564	49,000	104,564
Liabilities	-52,621	-6,943	-59,564
Net assets	2,943	42,057	45,000
Acquisition expenses 1)			655
Transferred reimbursement including acquisition costs			45,655
Acquired lending to credit institutions			53,863
Effect of Group lending to credit institutions			8,208

The company affected the Group's operating income by SEK 8,654,000 and operating profit by SEK -1,616,000, which corresponds to the period August–December 2012. If the company had been owned for the full year, Group operating income would have been affected by SEK 18,141,000 and operating profit by SEK -3,505,000.

1) The acquisition costs were charged to consolidated operating profit/loss.

A ledger and debt recovery operation was acquired on 30 April 2012. In connection with the acquisition, values such as customer contracts, synergy effects and personnel were identified. The acquisition was allocated within the Group to equivalent operations in Svea Ekonomi AB, Svea Inkasso AB and Svea Juridiska AB. According to the acquisition analysis, the total value of the assets and liabilities are as follows:

	Carrying amount in the operation on acquisition	Adjustments	Fair value reported in Group
Assets	54,267	42,203	96,470
Liabilities	-53,333	-11,076	-64,409
Net assets	934	31,127	32,061
Acquisition costs			0
Transferred reimbursement including acquisition costs			32,061
Acquired lending to credit institutions			52,454
Effect of Group lending to credit institutions			20,393

The operation affected the Group's operating income by SEK 9,463,000, which corresponds to the period May–December 2012.

Note 38 Information by business segment	AFT	Debt collection	Elimination	Total
<i>Group 2013</i>				
Interest income	569,025	903	-1,076	568,852
Interest expenses	-134,279	-1,186	1,082	-134,383
Dividends received	44,006	0	-33,785	10,221
Commission income	328,310	397,747	17,786	743,843
Commission expenses	-31,702	-3,443	69	-35,076
Net profit/loss from financial transactions	41,443	0	0	41,443
Participations in associated company's earnings	-1,037	0	0	-1,037
Other operating income	160,431	7,067	-152,503	14,995
Total operating income	976,197	401,088	-168,427	1,208,858
Operating expenses	-636,453	-362,637	134,641	-864,449
Operating profit before credit losses	339,744	38,451	-33,786	344,409
Credit losses, net	-148,978	0	0	-148,978
Operating profit	190,766	38,451	-33,786	195,431
<i>Group 2012</i>				
Interest income	531,470	1,949	-3,293	530,126
Interest expenses	-138,222	-2,361	3,304	-137,279
Dividends received	40,774	0	-32,007	8,767
Commission income	269,841	369,133	21,227	660,201
Commission expenses	-21,924	-3,146	13	-25,057
Net profit/loss from financial transactions	21,625	0	1	21,626
Participations in associated company's earnings	-1,030	0	0	-1,030
Other operating income	148,218	3,347	-140,723	10,842
Total operating income	850,752	368,922	-151,478	1,068,196
Operating expenses	-552,594	-328,958	119,471	-762,081
Operating profit before credit losses	298,158	39,964	-32,007	306,115
Credit losses, net	-94,304	0	0	-94,304
Impairment charges, financial assets	-4,977	0	0	-4,977
Operating profit	198,877	39,964	-32,007	206,834

The areas of operation are divided into administrative and financial services (AFS) and debt collection.

Note 39 Information by business segment	Sweden	Norway	Finland	Other	Elimination	Total
<i>Group 2013</i>						
Interest income	262,568	91,804	126,601	88,011	-132	568,852
Interest expenses	-124,000	-3,520	-121	-6,778	36	-134,383
Dividends received	10,221	0	0	0	0	10,221
Commission income	450,751	145,056	118,298	29,298	440	743,843
Commission expenses	-24,751	-2,365	-5,064	-2,970	74	-35,076
Net profit/loss from financial transactions	44,546	-20	-1	-3,104	22	41,443
Participations in associated company's earnings	0	0	-1,037	0	0	-1,037
Other operating income	10,878	4,176	606	79	-744	14,995
Total operating income	630,213	235,131	239,282	104,536	-304	1,208,858
Percentage	52%	19%	20%	9%	0%	100%
<i>Group 2012</i>						
Interest income	260,004	69,299	95,767	102,992	2,064	530,126
Interest expenses	-129,803	-2,995	-39	-4,460	18	-137,279
Dividends received	8,767	0	0	0	0	8,767
Commission income	403,892	122,915	104,230	28,968	196	660,201
Commission expenses	-15,839	-2,380	-4,185	-2,668	15	-25,057
Net profit/loss from financial transactions	18,895	-75	390	2,531	-115	21,626
Participations in associated company's earnings	-1,030	0	0	0	0	-1,030
Other operating income	8,487	2,581	0	206	-432	10,842
Total operating income	553,373	189,345	196,163	127,569	1,746	1,068,196
Percentage	52%	18%	18%	12%	0%	100%

The division into geographical areas is based on where customers are located and includes Sweden, Norway, Finland and other countries. Other countries include Denmark, Estonia, Latvia, the Netherlands, Switzerland, Austria, Germany, Russia, Romania, Serbia and Ukraine.

Note 40 Assets and liabilities in SEK thousands by underlying currency

<i>Group 31/12/2013</i>	SEK	NOK	EUR	DKK	USD	Other	Total
Lending to credit institutions	709,259	143,653	158,012	18,617	9,504	9,821	1,048,866
Lending to the public	1,824,512	631,895	1,535,373	59,360	40,710	197,268	4,289,118
Other assets	1,472,751	15,548	18,821	8,029	975	13,701	1,529,825
Total assets	4,006,522	791,096	1,712,206	86,006	51,189	220,790	6,867,809
Liabilities to credit institutions	0	0	32,625	0	0	5,105	37,730
Deposits from the public	5,217,843	170,521	146,274	6,848	18,982	1,199	5,561,667
Issued securities, etc.	49,442	0	0	0	0	0	49,442
Other liabilities	166,071	39,543	55,045	4,044	1,491	2,927	269,121
Provisions	28,380	0	0	0	0	0	28,380
Shareholders' equity	724,215	65,463	121,058	1,107	2,260	7,366	921,469
Total liabilities and shareholders' equity	6,185,951	275,527	355,002	11,999	22,733	16,597	6,867,809
Currency swaps	0	-506,589	-1,455,806	-66,765	-50,188	0	
Net position	-2,179,429	8,980	-98,602	7,242	-21,732	204,193	

<i>Group 31/12/2012</i>	SEK	NOK	EUR	DKK	USD	Other	Total
Lending to credit institutions	961,031	118,104	155,931	17,645	1,407	9,444	1,263,562
Lending to the public	1,710,642	496,213	1,013,093	64,526	44,603	58,242	3,387,319
Other assets	1,294,978	26,704	15,524	8,197	309	31,039	1,376,751
Total assets	3,966,651	641,021	1,184,548	90,368	46,319	98,725	6,027,632
Liabilities to credit institutions	1,617	0	35,206	0	0	6,418	43,241
Deposits from the public	4,560,214	156,520	85,089	4,286	20,961	243	4,827,313
Issued securities, etc.	48,112	0	0	0	0	0	48,112
Other liabilities	158,273	35,658	42,600	3,635	1,267	2,302	243,735
Provisions	30,209	103	181	0	0	0	30,493
Subordinated liabilities	20,000	0	0	0	0	0	20,000
Shareholders' equity	649,957	57,437	94,399	-112	3,746	9,311	814,738
Total liabilities and shareholders' equity	5,468,382	249,718	257,475	7,809	25,974	18,274	6,027,632
Currency swaps	0	-391,766	-901,183	-85,208	-46,232	0	
Net position	-1,501,731	-463	25,890	-2,649	-25,887	80,451	

Note 40 Assets and liabilities in SEK thousands by underlying currency/ cont.

<i>Parent Company 31/12/2013</i>	SEK	NOK	EUR	DKK	USD	Other	Total
Lending to credit institutions	564,419	107,678	101,374	6,607	9,171	80	789,329
Lending to the public	1,844,208	635,360	1,523,281	63,387	41,146	0	4,107,382
Other assets	1,645,156	5,915	7,373	273	0	0	1,658,717
Total assets	4,053,783	748,953	1,632,028	70,267	50,317	80	6,555,428
Deposits from the public	5,214,529	166,237	79,559	1,117	22	0	5,461,464
Issued securities, etc.	49,442	0	0	0	0	0	49,442
Other liabilities	119,161	18,169	28,485	0	0	0	165,815
Provisions	20,413	0	0	0	0	0	20,413
Shareholders' equity	725,957	63,466	68,871	0	0	0	858,294
Total liabilities, provisions and shareholders' equity	6,129,502	247,872	176,915	1,117	22	0	6,555,428
Currency swaps	0	-506,589	-1,455,806	-66,765	-50,188	0	
Net position	-2,075,719	-5,508	-693	2,385	107	80	

<i>Parent Company 31/12/2012</i>	SEK	NOK	EUR	DKK	USD	Other	Total
Lending to credit institutions	801,740	96,888	100,419	1,080	1,315	91	1,001,533
Lending to the public	1,708,075	496,867	889,456	74,960	44,493	0	3,213,851
Other assets	1,402,780	14,602	6,115	0	309	0	1,423,806
Total assets	3,912,595	608,357	995,990	76,040	46,117	91	5,639,190
Liabilities to credit institutions	1,458	0	0	0	0	0	1,458
Deposits from the public	4,436,355	149,784	53,576	-31	16	0	4,639,700
Issued securities, etc.	48,112	0	0	0	0	0	48,112
Other liabilities	104,522	19,314	11,343	0	0	0	135,179
Provisions	19,874	0	0	0	0	0	19,874
Subordinated liabilities	20,000	0	0	0	0	0	20,000
Shareholders' equity	683,613	47,548	43,706	0	0	0	774,867
Total liabilities, provisions and shareholders' equity	5,313,934	216,646	108,625	-31	16	0	5,639,190
Currency swaps	0	-391,766	-901,183	-85,208	-46,232	0	
Net position	-1,401,339	-55	-13,818	-9,137	-131	91	

The following exchange rates of significant currencies were used in translations of transactions in foreign currencies:

Code	Local currency	Average exchange rate		Closing day rate	
		2012	2013	31/12/2013	31/12/2012
NOK	Norwegian crowns	1.1083	1.1646	1.0580	1.1672
EUR	Euros	8.6512	8.7063	8.9283	8.5615
DKK	Danish crowns	1.1614	1.1703	1.1986	1.1552
USD	United States dollars	6.5199	6.7758	6.5084	6.5156

Note 41 Financial instruments – classification of financial assets and liabilities

	Investments held to maturity	Financial assets available for sale	Financial assets/liabilities measured at fair value via the profit and loss account	Other financial liabilities	Other balance sheet items	Total acquisition costs
<i>Group 2013</i>						
Lending to credit institutions	1,048,866					1,048,866
Lending to the public	4,289,118					4,289,118
Bonds and securities						4,289,118
Shares and participations		589,985				589,985
Other participations		482,443				482,443
Shares and participations in associated companies					3,374	3,374
Intangible assets					56,934	56,934
Tangible assets					139,941	139,941
Deferred tax assets					69,586	69,586
Other assets	28,003		12,419		47,707	47,707
Prepaid expenses and accrued income					54,693	95,115
					44,740	44,740
Total assets	5,365,987	0	1,072,428	12,419	416,975	6,867,809
<i>Liabilities</i>						
Liabilities to credit institutions				37,730		37,730
Deposits from the public				5,561,667		5,561,667
Issued securities, etc.				49,442		49,442
Other liabilities			4,243	52,002	94,744	150,989
Accrued expenses/deferred income					118,132	118,132
Provisions					28,380	28,380
Total liabilities			4,243	5,700,841	241,256	5,946,340
Shareholders' equity					921,469	921,469
Balance sheet total						6,867,809
<i>Group 2012</i>						
Lending to credit institutions	1,263,562					1,263,562
Lending to the public	3,387,319					3,387,319
Bonds and securities		489,950				489,950
Shares and participations		447,469				447,469
Other participations					3,289	3,289
Intangible assets					152,088	152,088
Tangible assets					24,008	24,008
Deferred tax assets					69,324	69,324
Other assets	36,655		9,809		77,478	123,942
Prepaid expenses and accrued income					66,681	66,681
Total assets	4,687,536	0	937,419	9,809	392,868	6,027,632
<i>Liabilities</i>						
Liabilities to credit institutions				43,241		43,241
Deposits from the public				4,827,313		4,827,313
Issued securities, etc.				48,112		48,112
Other liabilities				49,972	86,271	136,243
Accrued expenses/ deferred income					107,492	107,492
Provisions					30,493	30,493
Subordinated liabilities				20,000		20,000
Total liabilities				4,988,638	224,256	5,212,894
Shareholders' equity					814,738	814,738
Balance sheet total						6,027,632

Bonds and other securities have been reclassified as financial assets available for sale and reported at fair value as of 31 December 2012.

Note 41 Financial instruments – classification of financial assets and liabilities/ cont.

				Financial assets/liabilities measured at fair value via the profit and loss account	Other financial liabilities	Other balanc e sheet items	Total acquisition costs
<i>Parent Company 2013</i>							
Loan receivables and accounts receivable		Investments held to maturity	Financial assets available for sale				
Lending to credit institutions	789,329						789,329
Lending to the public	4,107,382						4,107,382
Bonds and securities			589,985				589,985
Shares and participations			481,759				481,759
Shares and participations in associated companies						60,602	60,602
Shares in Group companies						260,746	260,746
Intangible assets						1,266	1,266
Tangible assets						197,942	197,942
Deferred tax assets						843	843
Other assets	3,778			12,419		19,518	35,715
Prepaid expenses and accrued income						29,859	29,859
Total assets	4,900,489	0	1,071,744	12,419		570,776	6,555,428
Deposits from the public					5,461,464		5,461,464
Issued securities, etc.					49,442		49,442
Other liabilities				4,243	30,456	64,530	99,229
Accrued expenses/deferred income						66,586	66,586
Provisions						20,413	20,413
Total liabilities				4,243	5,541,362	151,529	5,697,134
Shareholders' equity						858,294	858,294
Balance sheet total							6,555,428
<i>Parent Company 2012</i>							
Lending to credit institutions	1,001,533						1,001,533
Lending to the public	3,213,851						3,213,851
Bonds and securities			489,950				489,950
Shares and participations			446,992				446,992
Shares and participations in associated companies						500	500
Shares in Group companies						299,874	299,874
Intangible assets						1,646	1,646
Tangible assets						100,228	100,228
Deferred tax assets						1,139	1,139
Other assets	6,599			9,809		16,466	32,874
Prepaid expenses and accrued income						50,603	50,603
Total assets	4,221,983	0	936,942	9,809		470,456	5,639,190
Liabilities to credit institutions					1,458		1,458
Deposits from the public					4,639,700		4,639,700
Issued securities, etc.					48,112		48,112
Other liabilities					30,981	54,569	85,550
Accrued expenses/deferred income						49,629	49,629
Provisions						19,874	19,874
Subordinated liabilities					20,000		20,000
Total liabilities					4,740,251	124,072	4,864,323
Shareholders' equity						774,867	774,867
Balance sheet total							5,639,190

Bonds and other securities have been reclassified as financial assets available for sale and reported at fair value as of 31 December 2012.

Note 42 Assets and liabilities reported at fair value	31/12/2013		31/12/2012	
<i>Group</i>	Carrying amount	Fair value	Carrying amount	Fair value
Lending to credit institutions	1,048,866	1,048,866	1,263,562	1,263,562
Lending to the public	4,289,118	4,289,118	3,387,319	3,387,319
Bonds and securities	589,985	589,985	489,950	489,950
Shares and participations	482,443	482,443	447,469	447,469
Accounts receivable	28,003	28,003	36,655	36,655
Foreign exchange-related contracts	12,419	12,419	9,809	9,809
Financial assets	6,450,834	6,450,834	5,634,764	5,634,764
Non-financial assets	416,975	416,975	392,868	392,868
Assets	6,867,809	6,867,809	6,027,632	6,027,632
Liabilities to credit institutions	37,730	37,730	43,241	43,241
Deposits from the public	5,561,667	5,561,667	4,827,313	4,827,313
Issued securities, etc.	49,442	49,442	48,112	48,112
Accounts payable	52,002	52,002	49,972	49,972
Foreign exchange-related contracts	4,243	4,243	0	0
Subordinated liabilities	0	0	20,000	20,181
Financial liabilities	5,705,084	5,705,084	4,988,638	4,988,819
Non-financial liabilities	241,256	241,256	224,256	224,256
Liabilities and provisions	5,946,340	5,946,340	5,212,894	5,213,075
	Carrying amount	Fair value	Carrying amount	Fair value
<i>Parent Company</i>				
Lending to credit institutions	789,329	789,329	1,001,533	1,001,533
Lending to the public	4,107,382	4,107,382	3,213,851	3,213,851
Bonds and securities	589,985	589,985	489,950	489,950
Shares and participations	481,759	481,759	446,992	446,992
Accounts receivable	3,778	3,778	6,599	6,599
Foreign exchange-related contracts	12,419	12,419	9,809	9,809
Financial assets	5,984,652	5,984,652	5,168,734	5,168,734
Non-financial assets	570,776	570,776	470,456	470,456
Assets	6,555,428	6,555,428	5,639,190	5,639,190
Liabilities to credit institutions	0	0	1,458	1,458
Deposits from the public	5,461,464	5,461,464	4,639,700	4,639,700
Issued securities, etc.	49,442	49,442	48,112	48,112
Accounts payable	30,456	30,456	30,981	30,981
Foreign exchange-related contracts	4,243	4,243	0	0
Subordinated liabilities	0	0	20,000	20,181
Financial liabilities	5,545,605	5,545,605	4,740,251	4,740,432
Non-financial liabilities	151,529	151,529	124,072	124,072
Liabilities and provisions	5,697,134	5,697,134	4,864,323	4,864,504

The fair value of current financial assets and liabilities is considered to correspond to the carrying amount. The carrying amount is a reasonable estimate of fair value, taking into account the limited credit risk and short term. Where it was not possible to assess the fair value of financial assets and liabilities in the tables above, these items were reported at their carrying amounts.

Note 43 Fair value – measurement levels

The tables below provide information on how fair value is determined for the financial instruments measured at fair value in the balance sheet. The financial instruments referred to are bonds and other securities, shares and participations, and foreign exchange-related contracts. Fair value is determined on the basis of the following three levels.

Level 1: according to prices listed on an active market for the same instruments (see Note 1).

Level 2: according to valuation techniques/models, directly or indirectly based on observable market data, and which are not included in level 1.

Level 3: based on input data not observable in the market. This generally applies to unlisted shares and participations whose fair values are considered to correspond to their carrying amounts.

<i>Group 31/12/2013</i>	Level 1	Level 2	Level 3	Total
Bonds and other securities	589,985			589,985
Shares and participations	435,513		46,930	482,443
Foreign exchange-related contracts	12,419			12,419
Financial assets	1,037,917		46,930	1,084,847
Foreign exchange-related contracts	4,243			4,243
Financial liabilities	4,243			4,243
<hr/>				
<i>Group 31/12/2012</i>	Level 1	Level 2	Level 3	Total
Bonds and other securities	489,950			489,950
Shares and participations	409,600		37,869	447,469
Foreign exchange-related contracts	9,809			9,809
Financial assets	909,359		37,869	947,228
Foreign exchange-related contracts				0
Financial liabilities				0
<hr/>				
<i>Parent Company 31/12/2013</i>	Level 1	Level 2	Level 3	Total
Bonds and other securities	589,985			589,985
Shares and participations	435,130		46,629	481,759
Foreign exchange-related contracts	12,419			12,419
Financial assets	1,037,534		46,629	1,084,163
Foreign exchange-related contracts	4,243			4,243
Financial liabilities	4,243			4,243
<hr/>				
<i>Parent Company 31/12/2012</i>	Level 1	Level 2	Level 3	Total
Bonds and other securities	489,950			489,950
Shares and participations	409,248		37,744	446,992
Foreign exchange-related contracts	9,809			9,809
Financial assets	909,007		37,744	946,751
Foreign exchange-related contracts				0
Financial liabilities				0

Shares and participations

Note 43 Fair value – Level 3

Group

Closing balance 31/12/2011	37,974
Changes to fair value reported in profit for the year	-100
Exchange rate differences	-5
Closing balance 31/12/2012	37,869
Acquisition cost	10,171
Exchange rate differences	5
Gains and losses reported in profit for the year	-1,115
Closing balance 31/12/2013	46,930

Parent Company

Closing balance 31/12/2011	37,844
Changes to fair value reported in profit for the year	-100
Exchange rate differences	0
Closing balance 31/12/2012	37,744
Acquisition cost	10,000
Gains and losses reported in profit for the year	-1,115
Closing balance 31/12/2013	46,629

Note 44 Liquidity exposure, contractually remaining terms

The discounted cash flows attributable to financial liabilities below correspond to the nominal cash flows as the liabilities almost exclusively carry variable interest that is considered to correspond to current market interest rates.

Contingent liquidity is described below and defined as available funds (at fair value) in relation to deposits from the public.

Available liquidity	2,402,461
Available liquidity/deposits from public	50%

Note 44 Liquidity exposure, contractually remaining terms/ cont.

Discounted/nominal cash flows – contractually remaining terms							
<i>Parent Company 2013</i>	On demand	Max 3 months	3 mo.–1 yr	1–5 yrs	More than 5 yrs	No term	Carrying amount
Lending to credit institutions	789,329						789,329
Lending to the public		2,553,855	380,592	911,958	260,977		4,107,382
Bonds and securities			25,719	523,549			589,985
Shares and participations						481,759	481,759
Other assets		16,197	11,935			558,841	586,973
Total assets	789,329	2,570,052	418,246	1,435,507	260,977	1,040,600	6,555,428
Liabilities to credit institutions		0					0
Deposits from the public	4,887,177	574,287					5,461,464
Issued securities, etc.			49,442				49,442
Other liabilities		34,699	18,304			133,225	186,228
Shareholders' equity						858,294	858,294
Total liabilities and shareholders' equity	4,887,177	608,986	67,746	0	0	991,519	6,555,428
Issued financial guarantees						-8,420	-8,420
Issued loan commitments						-396,570	-396,570
Lease agreements as lessee		-7,037	-21,112	-88,963	0		-117,112
Lease agreements as lessor		11,619	34,857	90,505	787		137,768
Total	0	4,582	13,745	1,542	787	-404,990	-384,334
Total difference	-4,097,848	1,965,648	364,245	1,437,049	261,764		
Lending to credit institutions							789,329
Bonds and securities, after valuation haircuts							566,856
Shares and participations, listed							435,130
Unutilized credit facilities							0
Available liquidity							1,791,315
Available liquidity/deposits from public							33%
<i>Parent Company 2012</i>	On demand	Max 3 months	3 mo.–1 yr	1–5 yrs	More than 5 yrs	No term	Carrying amount
Lending to credit institutions	1,001,533						1,001,533
Lending to the public		2,024,287	265,064	696,392	228,108		3,213,851
Bonds and securities			125,560	364,390			489,950
Shares and participations						446,992	446,992
Other assets		16,408	11,935			458,521	486,864
Total assets	1,001,533	2,040,695	402,559	1,060,782	228,108	905,513	5,639,190
Liabilities to credit institutions		1,458					1,458
Deposits from the public	4,255,476	384,224					4,639,700
Issued securities, etc.				48,112			48,112
Subordinated liabilities				20,000			20,000
Other liabilities		30,981	9,923			114,149	155,053
Shareholders' equity						774,867	774,867
Total liabilities and shareholders' equity	4,255,476	416,663	9,923	68,112	0	889,016	5,639,190
Issued financial guarantees						-3,216	-3,216
Issued loan commitments						-353,109	-353,109
Lease agreements as lessee		-7,038	-21,115	-88,839	-23,000		-139,992
Lease agreements as lessor		8,026	24,077	53,782	44		85,928
Total	0	987	2,962	-35,057	-22,956	-356,325	-410,389
Total difference	-3,253,943	1,625,019	395,598	957,613	205,152		
Lending to credit institutions							1,001,533
Bonds and securities after valuation haircuts							455,876
Shares and participations, listed							409,248

Unutilized credit facilities	252,447
Available liquidity	2,119,104
Available liquidity/deposits from public	46%

Note 45 Interest-rate exposure, fixed-interest terms

<i>Group 2013</i>	Max 1 month	1 mo.–1 yr	3 mo.–1 yr	1–5 yrs	More than 5 yrs	No interest	Total
Lending to credit institutions	1,048,866						1,048,866
Lending to the public	4,265,341					21,912	4,289,118
Bonds and other securities		564,266		25,719			589,985
Other assets						939,840	939,840
Total assets	5,314,207	564,266	0	25,719	0	961,752	6,867,809
Liabilities to credit institutions	37,730						37,730
Deposits from the public	4,972,346			64,358		524,963	5,561,667
Issued securities, etc.			49,442				49,442
Other liabilities						269,121	269,121
Provisions						28,380	28,380
Shareholders' equity						921,469	921,469
Total liabilities and shareholders' equity	5,010,076	0	49,442	64,358	0	1,743,933	6,867,809
Net interest-rate exposure	304,131	564,266	-49,442	-38,639	0		
Cumulative interest-rate exposure	304,131	868,397	818,955	780,316	780,316		

<i>Group 2012</i>	Max 1 month	1 mo.–1 yr	3 mo.–1 yr	1–5 yrs	More than 5 yrs	No interest	Total
Lending to credit institutions	963,562	300,000					1,263,562
Lending to the public	3,326,559					60,760	3,387,319
Bonds and other securities		423,472	40,403	26,075			489,950
Other assets						886,801	886,801
Total assets	4,290,121	723,472	40,403	26,075	0	947,561	6,027,632
Liabilities to credit institutions	43,241						43,241
Deposits from the public	4,339,745		12,248	25,510		449,810	4,827,313
Issued securities, etc.				48,112			48,112
Other liabilities						243,735	243,735
Provisions						30,493	30,493
Subordinated liabilities				20,000			20,000
Shareholders' equity						814,738	814,738
Total liabilities and shareholders' equity	4,382,986	0	12,248	93,622	0	1,538,776	6,027,632
Net interest-rate exposure	-92,865	723,472	28,155	-67,547	0		
Cumulative interest-rate exposure	-92,865	630,607	658,762	591,215	591,215		

Note 45 Interest-rate exposure, fixed-interest terms/ cont.

<i>Parent Company 2013</i>	Max 1 month	1 mo.–1 yr	3 mo.–1 yr	1–5 yrs	More than 5 yrs	No interest	Total
Lending to credit institutions	789,329						789,329
Lending to the public	3,894,612			189,792		21,113	4,107,382
Bonds and other securities		564,266		25,719			589,985
Other assets						1,068,732	1,068,732
Total assets	4,683,941	564,266	0	215,511	0	1,089,845	6,555,428
Deposits from the public	4,970,439					491,025	5,461,464
Issued securities, etc.			49,442				49,442
Other liabilities						165,815	165,815
Provisions						20,413	20,413
Shareholders' equity						858,294	858,294
Total liabilities and shareholders' equity	4,970,439	0	49,442	0	0	1,535,547	6,555,428
Net interest-rate exposure	-286,498	564,266	-49,442	215,511	0		
Cumulative interest-rate exposure	-286,498	277,768	228,326	443,837	443,837		

<i>Parent Company 2012</i>	Max 1 month	1 mo.–1 yr	3 mo.–1 yr	1–5 yrs	More than 5 yrs	No interest	Total
Lending to credit institutions	701,533	300,000					1,001,533
Lending to the public	3,076,582		2,996	74,938		59,335	3,213,851
Bonds and other securities		423,472	40,403	26,075			489,950
Other assets						933,856	933,856
Total assets	3,778,115	723,472	43,399	101,013	0	993,191	5,639,190
Liabilities to credit institutions	1,458						1,458
Deposits from the public	4,342,718					296,982	4,639,700
Issued securities, etc.				48,112			48,112
Other liabilities						135,179	135,179
Provisions						19,874	19,874
Subordinated liabilities				20,000			20,000
Shareholders' equity						774,867	774,867
Total liabilities and shareholders' equity	4,344,176	0	0	68,112	0	1,226,902	5,639,190
Net interest-rate exposure	-566,061	723,472	43,399	32,901	0		
Cumulative interest-rate exposure	-566,061	157,411	200,810	233,711	233,711		

Note 46 Sensitivity analyses, market risks

Interest-rate risk

On the closing date, the impact of a 1-percentage-point increase/decrease in interest on net interest income during the forthcoming 12-month period amounts to +/- SEK 7,803,000 (5,912,000) for the Group and +/- SEK 4,438,000 (2,337,000) for the Parent Company, based on all interest-bearing assets and liabilities existing on the closing date, according to Note 45.

Currency risk

<i>Group 2013</i>	NOK	EUR	DKK	USD	Other	Total
Net position according to Note 40	8,980	-98,602	7,242	-21,732	204,193	100,081
Effect of 10% increase in SEK against currency	-898	9,860	-724	2,173	-20,419	-10,008
<i>Group 2012</i>	NOK	EUR	DKK	USD	Other	Total
Net position according to Note 40	-463	25,890	-2,649	-25,887	80,451	77,342
Effect of 10% increase in SEK against currency	46	-2,589	265	2,589	-8,045	-7,734
<i>Parent Company 2013</i>	NOK	EUR	DKK	USD	Other	Total
Net position according to Note 40	-5,508	-693	2,385	107	80	-3,629
Effect of 10% increase in SEK against currency	551	69	-239	-11	-8	363
<i>Parent Company 2012</i>	NOK	EUR	DKK	USD	Other	Total
Net position according to Note 40	-55	-13,818	-9,137	-131	91	-23,050
Effect of 10% increase in SEK against currency	6	1,382	914	13	-9	2,305

Share-price risk

Geographic distribution of holdings:	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Sweden	456,600	421,833	456,600	421,833
Nordic, other	513	477	0	0
Europe, other	25,330	25,159	25,159	25,159
Total	482,443	447,469	481,759	446,992

Commodities	177,897	233,736	177,897	233,736
Services	133,573	121,408	133,573	121,408
Telecoms	98,949	41,349	98,943	41,343
IT	38,148	16,495	38,148	16,495
Health care	4,087	7,334	4,087	7,334
Finance	6,253	6,544	5,575	6,073
Industry	6,991	5,772	6,991	5,772
Other	16,545	14,831	16,545	14,831
Total	482,443	447,469	481,759	446,992

The impact on shareholders' equity of a 10 per cent increase or decrease in the share price on the closing date would amount to +/- SEK 48,244,000 (44,747,000) for the Group, or 5.2 per cent (5.5) of shareholders' equity, and +/- SEK 48,176,000 (44,699,000) for the Parent Company, or 5.6 per cent (5.8) of shareholders' equity, based on the shares and participations existing on the closing date.

Note 47 Credit-risk exposure, gross and net, and specification of collateral for loan receivables

Group 2013	Total credit risk exposure (before impairment)	Impairment/p rovision	Carrying amount	Total credit risk Value of exposure after collateral for deductions for items in collateral balance sheets	Total credit risk exposure after deductions for collateral
Lending to credit institutions	1,048,866		1,048,866		1,048,866
Lending to public					
<i>Lending against collateral in:</i>					
Mortgages on properties	51,552	-3,210	48,342	48,342	0
Mortgages on housing	0	0	0	0	0
Accounts receivable	785,450	-6,582	778,868	778,868	0
Floating charges	60,557	-6,719	53,838	53,838	0
Guarantees	82,853	-1,179	81,674	81,674	0
Other	214,885	-2,423	212,462	212,462	0
Total lending against collateral	1,195,297	-20,113	1,175,184	1,175,184	0
<i>Unsecured lending:</i>					
Lending, external	3,440,485	-326,551	3,113,934		3,113,934
Lending, Group	0		0		0
Total unsecured lending	3,440,485	-326,551	3,113,934		3,113,934
Total lending to the public Bonds and other securities	4,635,782	-346,664	4,289,118	1,175,184	3,113,934
<i>Government securities and similar:</i>	0		0		0
With no rating	0		0		0
<i>Other issuers:</i>					
AAA	70,553		70,553		70,553
A+	65,392		65,392		65,392
A-	55,593		55,593		55,593
BBB	123,420		123,420		123,420
BBB-	8,645		8,645		8,645
BB+	57,406		57,406		57,406
With no rating	208,976		208,976		208,976
Total bonds and other securities	589,985	0	589,985	0	589,985
Positive value of foreign exchange-related contracts	12,419		12,419		12,419
Issued loan commitments	0		0		0
Issued financial guarantees	1,265		1,265		1,265
Total	6,288,317	-346,664	5,941,653	1,175,184	4,766,469

Portions of unsecured loans have co-borrowers and may also be covered by voluntary payment insurance, which provides cover against inability to pay; refer to page 5.

Specification of collateral for loan receivables

Group 2013	Lending to private individuals	Lending to companies	Value of collateral
Mortgages on properties	40,047	8,295	48,342
Mortgages on housing cooperatives	0	0	0
Accounts receivable	0	778,868	778,868
Floating charges	0	53,838	53,838
Guarantees	72,494	9,180	81,674
Other	10,881	201,581	212,462
Loan receivables	123,422	1,051,762	1,175,184
Of which, unsettled receivables as defined in Note 16			39,453
Of which, doubtful receivables as per Note 16			0

Note 47 Credit-risk exposure, gross and net, and specification of collateral for loan receivables/ cont.

<i>Group 2012</i>	Total credit risk exposure (before	Impairment/p rovision	Carrying amount	Value of collateral for deductions for items in collateral	Total credit risk exposure after deductions for collateral
Lending to credit institutions	1,263,562		1,263,562		1,263,562
Lending to public					
<i>Lending against collateral in:</i>					
Mortgages on properties	48,935	-1,665	47,270	47,270	0
Mortgages on housing	1,122	0	1,122	1,122	0
Accounts receivable	726,729	-6,951	719,778	719,778	0
Floating charges	42,729	-3,108	39,621	39,621	0
Guarantees	80,504	-829	79,675	79,675	0
Other	140,605	0	140,605	140,605	0
Total lending against collateral	1,040,624	-12,553	1,028,071	1,028,071	0
<i>Unsecured lending:</i>					
Lending, external	2,635,829	-276,581	2,359,248		2,359,248
Lending, Group	0		0		0
Total unsecured lending	2,635,829	-276,581	2,359,248		2,359,248
Total lending to the public Bonds and other securities	3,676,453	-289,134	3,387,319	1,028,071	2,359,248
<i>Government securities and similar:</i>					
With no rating	20,244		20,244		20,244
Other issuers:	20,160		20,160		20,160
AAA	30,184		30,184		30,184
AA+	50,130		50,130		50,130
AA	10,003		10,003		10,003
A-	96,221		96,221		96,221
BBB+	80,810		80,810		80,810
BBB	15,063		15,063		15,063
BB	20,379		20,379		20,379
With no rating	146,756		146,756		146,756
Total bonds and other securities	489,950	0	489,950	0	489,950
Positive value of foreign exchange-related	9,809		9,809		9,809
Issued loan commitments	0		0		0
Issued financial guarantees	1,465		1,465		1,465
Total	5,441,239	-289,134	5,152,105	1,028,071	4,124,034

Portions of unsecured loans have co-borrowers and may also be covered by voluntary payment insurance, which provides cover against inability to pay; refer to page 5.

Specification of collateral for loan receivables

<i>Group 2012</i>	Lending to private individuals	Lending to companies	Value of collateral
Mortgages on properties	37,136	10,134	47,270
Mortgages on housing cooperatives	1,122	0	1,122
Accounts receivable	0	719,778	719,778
Floating charges	0	39,621	39,621
Guarantees	68,926	10,749	79,675
Other	1,987	138,618	140,605
Loan receivables	109,171	918,900	1,028,071
Of which, unsettled receivables as defined in Note 16			105,581
Of which, doubtful receivables as per Note 16			0

Note 47 Credit-risk exposure, gross and net, and specification of collateral for loan receivables/ cont.

<i>Parent Company 2013</i>	Total credit risk exposure (before impairment)	Impairment/provision	Carrying amount	Total credit risk Value of exposure after collateral for deductions for items in collateral balance sheets	Total credit risk exposure after deductions for collateral
Lending to credit institutions	789,329		789,329		789,329
Lending to public					
<i>Lending against collateral in:</i>					
Mortgages on properties	50,824	-3,210	47,614	47,614	0
Mortgages on housing	0	0	0	0	0
Accounts receivable	784,924	-5,893	779,031	779,031	0
Floating charges	60,557	-6,719	53,838	53,838	0
Guarantees	77,802	-381	77,421	77,421	0
Other	68,473	0	68,473	68,473	0
Total lending against collateral	1,042,580	-16,203	1,026,377	1,026,377	0
<i>Unsecured lending:</i>					
Lending, external	2,803,186	-298,561	2,504,625		2,504,625
Lending, Group	576,380		576,380		576,380
Total unsecured lending	3,379,566	-298,561	3,081,005		3,081,005
Total lending to the public Bonds and other securities	4,422,146	-314,764	4,107,382	1,026,377	3,081,005
<i>Government securities and similar:</i>					
With no rating	0		0		0
<i>Other issuers:</i>					
AAA	70,553		70,553		70,553
A+	65,392		65,392		65,392
A-	55,593		55,593		55,593
BBB	123,420		123,420		123,420
BBB-	8,645		8,645		8,645
BB+	57,406		57,406		57,406
With no rating	208,976		208,976		208,976
Total bonds and other securities	589,985	0	589,985	0	589,985
Positive value of foreign exchange-related contracts	12,419		12,419		12,419
Issued loan commitments	0		0		0
Issued financial guarantees	8,420		8,420		8,420
Total	5,822,299	-314,764	5,507,535	1,026,377	4,481,158

Portions of unsecured loans have co-borrowers and may also be covered by voluntary payment insurance, which provides cover against inability to pay; refer to page 5.

Specification of collateral for loan receivables

<i>Parent Company 2013</i>	Lending to private individuals	Lending to companies	Value of collateral
Mortgages on properties	40,047	7,567	47,614
Mortgages on housing cooperatives	0	0	0
Accounts receivable	0	779,031	779,031
Floating charges	0	53,838	53,838
Guarantees	72,494	4,927	77,421
Other	10,881	57,592	68,473
Loan receivables	123,422	902,955	1,026,377

Of which, unsettled receivables as defined in Note 16 29,516

Of which, doubtful receivables as per Note 16 0

Note 47 Credit-risk exposure, gross and net, and specification of collateral for loan receivables/ cont.

<i>Parent Company 2012</i>	Total credit risk exposure (before impairment)	Impairment/provision	Carrying amount	Total credit risk Value of exposure after collateral for deductions for items in collateral balance sheets	Total credit risk exposure after deductions for collateral
Lending to credit institutions Lending to public	1,001,533		1,001,533		1,001,533
<i>Lending against collateral in:</i>					
Mortgages on housing	47,905	-1,665	46,240	46,240	0
Accounts receivable	1,122	0	1,122	1,122	0
Floating charges	746,651	-6,633	740,018	740,018	0
Guarantees	42,729	-3,108	39,621	39,621	0
Other	78,139	-829	77,310	77,310	0
Total lending against collateral	50,778	0	50,778	50,778	0
	967,324	-12,235	955,089	955,089	0
<i>Unsecured lending:</i>					
Lending, external	2,122,904	-259,022	1,863,882		1,863,882
Lending, Group	394,880		394,880		394,880
Total unsecured lending	2,517,784	-259,022	2,258,762		2,258,762
Total lending to the public Bonds and other securities	3,485,108	-271,257	3,213,851	955,089	2,258,762
<i>Government securities and similar:</i>					
With no rating	20,244		20,244		20,244
<i>Other issuers:</i>					
AAA	20,160		20,160		20,160
AA+	30,184		30,184		30,184
AA	50,130		50,130		50,130
A-	10,003		10,003		10,003
BBB+	96,221		96,221		96,221
BBB	80,810		80,810		80,810
BB	15,063		15,063		15,063
With no rating	20,379		20,379		20,379
Total bonds and other securities	146,756	0	146,756	0	489,950
Positive value of foreign exchange-related contracts	489,950	0	489,950	0	489,950
Issued loan commitments	9,809		9,809		9,809
Issued financial guarantees	0		0		0
	3,216		3,216		3,216
Total	4,989,616	-271,257	4,718,359	955,089	3,763,270

Portions of unsecured loans have co-borrowers and may also be covered by voluntary payment insurance, which provides cover against inability to pay; refer to page 5.

Specification of collateral for loan receivables

<i>Parent Company 2012</i>	Lending to private individuals	Lending to companies	Value of collateral
Mortgages on properties	37,136	9,104	46,240
Mortgages on housing cooperatives	1,122	0	1,122
Accounts receivable	0	740,018	740,018
Floating charges	0	39,621	39,621
Guarantees	68,926	8,384	77,310
Other	1,987	48,791	50,778
Loan receivables	109,171	845,918	955,089
Of which, unsettled receivables as defined in Note 16			87,454
Of which, doubtful receivables as per Note 16			0

Note 48 Credit quality of loan receivables	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Private individuals:				
Share of doubtful loan receivables	11.8%	14.3%	12.6%	15.1%
Rate of loss provisions for doubtful loan receivables	85.1%	84.0%	85.1%	84.0%
Credit loss ratio	3.7%	3.2%	3.9%	3.3%
Companies:				
Share of doubtful loan receivables	3.3%	2.5%	2.6%	2.1%
Rate of loss provisions for doubtful loan receivables	100.0%	100.0%	100.0%	100.0%

Credit loss ratio	4.1%	2.7%	2.3%	2.2%
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Note 49 Related parties	Group		Parent Company	
	31/12/2013	31/12/2012	31/12/2013	31/12/2012
Income and expenses				
Interest income, Group companies	0	0	29,601	25,026
Dividends received, Group companies	0	0	129,812	144,029
Commission income, Group companies	0	0	-1,132	-528
Other operating income, Group companies	0	0	176,874	165,436
Other operating income, associated companies	0	156	0	156
Other administrative expenses, Group companies	0	0	-10,432	-4,950
Total	0	156	324,723	329,169
Assets				
Lending to the public, Group companies	0	0	603,163	429,125
Prepaid expenses and accrued income, Group companies	0	0	2,137	2,316
Total	0	0	605,300	431,441
Liabilities				
Deposits from the public, Group companies	0	0	106,445	7,035
Accrued expenses and deferred income, Group companies	0	0	551	53
Total	0	0	106,996	7,088
Assets pledged for own liabilities				
For Group companies and associated companies	0	0	0	0
Contingent liabilities				
Guarantees, Group companies and associated companies	0	0	7,155	1,751

Group companies and associated companies

The Parent Company finances the Group companies, which generate interest income, receive dividends and lease personnel to Group companies.

Senior executives, etc.

Disclosures are provided in Note 10 Personnel, etc.

The Board of Directors and CEO hereby certify that the Annual Report and the consolidated accounts have been prepared in accordance with the IFRS adopted by the EU and the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (ÅRKL), applying the Swedish Financial Supervisory Authority's regulations (FFFS 2008:25) and the Swedish Financial Reporting Board's recommendations, and provide a true and fair view of the Group's and the Parent Company's financial position and earnings and that the Board of Directors' Report provides a true and fair overview of the performance of the Group's and Parent Company's operations, financial position and earnings and describes the significant risks and uncertainties to which the Parent Company and the companies included in the Group are exposed.

Stockholm 04 June 2014

Ulf Geijer
Chairman

Mats Kärsrud

Mats Hellström

Anders Ingler

Lennart Ågren
CEO

My audit report was submitted on 04 June 2014

Per Fridolin
Authorized Public Accountant
Grant Thornton Sweden AB

Audit Report

To the Annual General Meeting of Svea Ekonomi AB Company

registration number 556489-2924 Report on the Annual Report

and the consolidated accounts

I have audited the annual accounts and consolidated accounts of Svea Ekonomi AB for the financial year ended 31 December 2013.

The responsibility of the Board of Directors and the Chief Executive Officer for the annual accounts and the consolidated accounts

The Board of Directors and the Chief Executive Officer are responsible for the preparation of annual accounts which give a true and fair view in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies and consolidated accounts which give a true and fair view in accordance with international accounting standards as adopted by the EU, and the Swedish Annual Accounts Act for Credit Institutions and Securities Companies and for such internal control as the Board of Directors and Chief Executive Officer consider necessary for the preparation of annual accounts and consolidated accounts that are free from material misstatement, whether due to irregularities or errors.

The auditor's responsibility

My responsibility is to express an opinion on the annual accounts and the consolidated accounts on the basis of my audit. I have conducted my audit in accordance with the International Standards on Auditing and generally accepted auditing standards in Sweden. These standards require that I observe professional ethical standards and plan and conduct my audit with the aim of obtaining a reasonable degree of certainty that the annual accounts and consolidated accounts are free from material misstatement.

An audit involves obtaining, through various actions, audit evidence about amounts and other information contained in the annual accounts and the consolidated accounts. The auditor decides which actions to take, partly by assessing the risks of material misstatements in the annual accounts and the consolidated accounts, whether due to irregularities or errors. In this risk assessment the auditor takes into consideration those parts of the internal control that are relevant for how the company prepares its annual accounts and consolidated accounts in order to give a true and fair view for the purpose of devising auditing actions that are appropriate in view of the circumstances, but not for the purpose of expressing an opinion on the efficacy of the company's internal control. An audit also includes an evaluation of the appropriateness of the accounting principles employed and the reasonableness of the estimates used by the Board of Directors and Chief Executive Officer in the accounts as well as an evaluation of the general presentation in the annual accounts and the consolidated accounts.

I believe that the audit evidence I have obtained is sufficient and adequate as a basis for my opinion.

Opinion

In my opinion the annual accounts have been prepared in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies and in all material respects give a true and fair view of the financial position of the Parent Company on 31 December 2013 and of its financial results and cash flows for the year in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies, and that the consolidated accounts have been prepared in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies and in all material respects give a true and fair view of the financial position of the Group on 31 December 2013 and of its financial results and cash flows for the year in accordance with international auditing standards as adopted by the EU and the Swedish Annual Accounts Act for Credit Institutions and Securities Companies. The Report of the Board of Directors is consistent with the other sections of the annual accounts and the consolidated accounts.

I therefore recommend that the Annual General Meeting adopt the profit and loss accounts and balance sheets of the Parent Company and the Group.

Report on other statutory and regulatory requirements

In addition to my audit of the annual accounts and consolidated accounts, I have also audited the proposal for appropriation of the company's profit or loss and the Board of Directors' and Chief Executive Officer's administration of Svea Ekonomi AB for the year 2013.

The Board of Directors' and Chief Executive Officer's responsibility

Under the Swedish Companies Act, responsibility for the proposal for appropriation of the company's profit or loss rests with the Board of Directors, and responsibility for the administration rests with the Board of Directors and Chief Executive Officer.

The auditor's responsibility

My responsibility is to express an opinion, with a reasonable degree of certainty, on the proposal for appropriation of the company's profit or loss and on the administration on the basis of my audit. I have conducted my audit in accordance with generally accepted auditing standards in Sweden.

As a basis for my opinion on the Board of Directors' proposal for appropriation of the company's profit or loss, I have examined the Board's reasoned opinion and a sample of the evidence for the same in order to be able to determine whether the proposal is consistent with the Swedish Companies Act.

As a basis for my opinion on release from liability, I have, in addition to my audit of the annual accounts and consolidated accounts, examined significant decisions, actions and circumstances of the company in order to be able to determine the liability, if any, to the company of any Director or the Chief Executive Officer. I have also examined whether any Director or the Chief Executive Officer has in any other way acted in violation of the Swedish Companies Act, the Swedish Annual Accounts Act for Credit Institutions and Securities Companies or the company's Articles of Association.

I believe that the audit evidence I have obtained is sufficient and adequate as a basis for my opinion.

Opinion

I recommend that the Annual General Meeting appropriate the company's retained earnings as proposed in the Report of the Board of Directors and grant freedom from liability to the Directors and the Chief Executive Officer in respect of the financial year.

Stockholm 04 June 2014

Per Fridolin Authorized
Public Accountant