

ANNUAL REPORT 2014

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 2014 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). 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, payment transfers and foreign currency exchange.

Financial services are offered by the consolidated situation, which comprises 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, Payson AB and Svea Exchange AB. It also includes the subsidiaries Kapitalkredit Sverige AB, Svea Ekonomi Cyprus Limited (formerly Cogilane Holdings Limited), Rhoswen Limited, Daylet Limited and Svea Finance ZRT.

Administrative services are offered by the subsidiary operating companies Svea Kreditinfo AB, Svea Juridiska AB, Mobivox Telecom AB, Svea Billing Services AB and the Group company Svea Vat Adviser AB. Also included are 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 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

The year was characterized by expansion and an increase in loans and deposits. The year was characterized by expansion and an increase in loans and deposits. This positive trend is expected to continue. While credit losses grew in respect of loans to private individuals, losses in respect of lending to companies fell. Total credit losses fell compared to the previous year.

Financial operations developed according to plan, with the exceptions of Denmark, the Netherlands and Switzerland, which performed less well than planned. Investments in past-due receivables portfolios in eastern and central Europe developed according to plan, with the exceptions of the Ukraine and Russia, which performed less well than planned, mainly due to foreign exchange effects.

Debt recovery operations developed according to plan, with the exceptions of Finland and Denmark, which performed less well than planned. Eastern Europe operations performed better than planned.

During the first quarter, the Parent Company issued a further convertible loan in the amount of SEK 50 million, which was taken up by the new company Svea Intressenter 2 AB. During the second quarter, the earlier convertible loan was converted to equity, shares were withdrawn and a subordinated loan was raised in the amount of SEK 75 million.

During the first quarter, all loan receivables, which amounted to an approximate nominal SEK 285 million, together with the currency exchange operation and Giro-service, were acquired from Exchange Finans Europe AB. Foreign currency exchange and Giro-service is run by the subsidiary Svea Exchange AB, to which the necessary capital was extended during the period.

Investments were also made for the acquisition of past-due receivables portfolios in Croatia, Bulgaria, Hungary and Slovenia, and in the acquisition of receivables in Slovakia. Following further capital contributions, the holding in eLombard Oyj has been written down to zero.

During the year, the subsidiary Seblinco Finans Holding AB was sold and the dormant subsidiary DialIT Communications BV was liquidated. The companies did not conduct any business in 2014.

The extraordinary shareholders meeting of 29 October 2014 resolved to pay a dividend to shareholders of SEK 15 million in accordance with a separate statement from the Board.

Operating revenues and operating profit

Operating revenues amounted to SEK 1498.2 million (1208.9) for the Group, and SEK 1319.2 million (949.6) for the Parent Company. Operating profit amounted to SEK 325.9 million (195.4) for the Group, and SEK 519.6 million (267.1) for the Parent Company.

Lending

As of 31 December 2014, external lending to the public amounted to SEK 5150.4 million (4289.1) for the Group, and SEK 4260.6 million (3504.2) 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 subordinated debt. As of 31 December 2014, deposits from the public amounted to SEK 7544.8 million (5561.7) for the Group, and SEK 7411.7 million (5461.5) for the Parent Company. As of 31 December 2014, liabilities to credit institutions amounted to SEK 29.1 million (37.7) for the Group. The Parent Company has no liabilities to credit institutions. Convertible loans amounted to a nominal SEK 50 million (50.0), and debenture loans to SEK 75.0 million (0.0).

Liquidity

As of 31 December 2014, cash and bank balances plus approved but unutilized credit, amounted to SEK 1,970.7 million (1,125.2) for the Group, and SEK 1,581.7 million (839.3) for the Parent Company. As of 31 December 2014, liquidity including investments in listed bonds and other securities amounted to SEK 3011.6 million (1715.2) for the Group, and SEK 2622.6 million (1429.3) for the Parent Company.

Investments

Investments in tangible and intangible assets for the year amounted to SEK 92.4 million (61.0) for the Group, and SEK 200.2 million (155.0) for the Parent Company.

Personnel

The average number of permanent employees in the Group amounted to 839 (656), of whom 504 were women (395), and in the Parent Company 432 (411), of whom 239 were women (235). As 31 December 2014, the number of employees in the Group amounted to 896 (667), and in the Parent Company 440 (423).

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

The new European CRR/CRDIV (Basel III) regulations came into force as of 1 January 2014, and entail more stringent requirements for the highest quality components of the capital base – core primary capital and primary capital. In addition to the minimum capital requirement, a capital conservation buffer of 2.5 per cent was introduced as of 01 August 2014. A contra-cyclic buffer of 1.0 per cent will also be introduced and come into force on 13 September 2015.

As of 31 December 2014, the minimum capital requirement for the core primary capital ratio amounted to 7.0 per cent, the primary capital ratio to 8.5 per cent and the total capital ratio to 10.5 per cent.

The Board decided to implement a buffer of a further 0.5 per cent as of 01 August 2014, which means the capital requirement for the core primary capital ratio amounts to 7.5 per cent, the primary capital ratio to 9.0 per cent and the total capital ratio to 11.0 per cent.

Capital requirement is calculated in compliance with statutory minimum requirements for capital for credit risk, market risk, operational risk and credit value adjustment risk. Comparative figures for capital ratios up until 2013 were based on earlier regulations.

The core primary capital ratio in the Parent Company amounted to 11.65 per cent (13.12) as of 31 December 2014, the primary capital ratio to 11.65 per cent (13.12) and the total capital ratio to 11.77 per cent (14.34).

In the consolidated situation, the core primary capital amounted to 10.87 per cent (10.56) as of 31 December 2014, the primary capital ratio to 10.94 per cent (10.56) and the total capital ratio to 11.87 per cent (11.61).

For further information on risk management and capital management, refer to pages 4–7 and Note 37.

Events after closing day

The period January to April 2015 developed according to plan. Volumes increased in both financial services and administrative services.

The extraordinary shareholders meeting of 05 March 2015 resolved to pay a dividend to shareholders of SEK 25 million in accordance with a separate statement from the Board.

No other significant events have occurred since year end.

Economic outlook

Group operating income for 2015 is estimated to total around SEK 1,700 million with positive earnings and cash flow. The group's lending to the general public and its credit losses are anticipated to increase during 2015. The rate of deposits from the public in 2015 is expected to be on a par with year-end 2014.

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	828,693,228
Dividends to shareholders	-15,000,000
Fair value reserve	3,057,457
Exchange rate differences	4,381,112
Equity portion of convertible loan	3,468,927
Bond conversion	49,578,770
Withdrawal of shares	-87,026,118
Profit for the year	212,230,156
Total	999,383,532

To be distributed as follows:

To be paid to shareholders (800 000 shares x SEK 31.25 per share) as resolved by the extraordinary shareholders' meeting of 5 March 2015	25,000,000
To be paid to shareholders (800,000 shares x SEK 31.25 per share)	25,000,000
To be carried forward	949,383,532
Total	999,383,532

Proposed motion regarding dividends

The Board of Directors proposes that SEK 25,000,000.00 be distributed, equivalent to SEK 31.25 per share.

The Board proposes that the Annual General Meeting of 08 May 2015 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 855 million and the calculated minimum capital requirement to SEK 581 million. A specification of these items is presented in Note 37.

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 income statements 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. Counterparty 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 jeopardized. 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 48, 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 49 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 cash and cash equivalents, government securities, 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 was otherwise minimized by the Parent Company's issuance of a new convertible loan in the amount of SEK 50 million in 2014. The Parent Company also raised a debenture loan for a total of SEK 75.0 million. 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 consolidated situation and also www.sveaekonomi.se.

Liquidity for the consolidated situation	31/12/2014	31/12/2013
Liquidity reserve	2,486,245	1,254,292
Other liquidity-creating measures	872,625	699,547
Available liquidity	3,358,870	1,953,839
Lending	7,088,669	5,397,305
Borrowing	104,052	87,172
Deposits	7,665,543	5,630,055
Borrowing and deposits	7,769,595	5,717,227
Balance sheet total	9,194,728	6,856,804

Key ratios

Liquidity reserve/deposits	32.43%	22.28%
Liquidity reserve/balance sheet total	27.04%	18.29%
Available liquidity/deposits	43.82%	34.70%
Available liquidity/balance sheet total	36.53%	28.49%
Lending/deposits	92.47%	95.87%
Borrowing and deposits/balance sheet total	84.50%	83.38%

Information on contractually remaining maturities for financial assets and liabilities is shown in Note 45, 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 the company will fulfil the upcoming requirement with room to spare.

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. As of 2015, Leverage Ratio must also be reported, for which a mandatory metric may be introduced from 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 46 Interest exposure. Sensitivity analyses are presented in Note 47.

Currency risks

Currency risk is the risk that changes in exchange rates will negatively impact the Group's income statement, 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 41. Sensitivity analyses are presented in Note 47.

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 41. We were unable to hedge the Group's exchange rate exposure in Russia and the Ukraine.

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 income statement 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 47. 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.

Credit value adjustment risk (CVA risk)

The company's receivables in foreign currency, primarily NOK, EUR, DKK and USD have been hedged through currency swaps/forward contracts. Contracts have been signed with two major banks, and the company uses a credit value adjustment calculation to calculate counterparty risk.

Five-year summary, Group (SEK thousand)

Income statements		2014	2013	2012	2011	2010
Net interest income	1)	578,141	434,469	392,847	383,244	271,533
Net commissions		818,630	708,767	635,144	535,832	515,633
Other operating income		101,381	65,622	40,205	14,976	16,449
Operating income		1,498,152	1,208,858	1,068,196	934,052	803,615
Operating expenses	2)	-1,049,606	-864,449	-762,081	-664,378	-615,853
Profit before credit losses		448,546	344,409	306,115	269,674	187,762
Credit losses, net		-121,181	-148,978	-94,304	-77,719	-79,606
Impairment charges, financial assets		-1,460	0	-4,977	0	0
Operating profit		325,905	195,431	206,834	191,955	108,156

Balance sheets		2014	2013	2012	2011	2010
Lending to credit institutions	3)	1,880,907	1,048,866	1,263,562	1,113,717	1,275,422
Lending to the public		5,150,410	4,289,118	3,387,319	2,922,912	2,127,775
Other assets		2,114,276	1,529,825	1,376,751	1,139,281	1,222,649
Assets		9,145,593	6,867,809	6,027,632	5,175,910	4,625,846
Liabilities to credit institutions		29,052	37,730	43,241	31,485	10,501
Deposits from the public		7,544,755	5,561,667	4,827,313	4,242,761	3,809,119
Other liabilities		466,794	346,943	342,340	258,351	261,835
Shareholders' equity		1,104,992	921,469	814,738	643,313	544,391
Liabilities and shareholders' equity		9,145,593	6,867,809	6,027,632	5,175,910	4,625,846

Key ratios		2014	2013	2012	2011	2010
Return on total capital, %	4)	4.1	3.0	3.7	3.9	2.5
Return on shareholders' equity, %	5)	32.2	22.5	28.4	32.3	22.3
Quick ratio, %		82.7	81.6	88.2	86.3	86.7
Debt/equity ratio	6)	6.9	6.4	6.7	7.3	8.0
Equity/assets ratio, %	7)	12.1	13.4	13.5	12.4	11.8
Revenues/expenses excl. credit losses		1.4	1.4	1.4	1.4	1.3
Revenues/expenses incl. credit losses		1.3	1.2	1.2	1.3	1.2
Credit loss ratio, %	8)	2.6	3.9	3.0	3.1	4.1
Cash flow from operating activities, SEK thousands	9)	639,287	539,625	424,474	399,707	244,445
Average number permanent employees		839	656	620	543	475

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) Including cash and bank balances with central banks.

4) Operating profit as a percentage of average total capital.

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

6) Average liabilities divided by average shareholders' equity.

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

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

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

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

Five-year summary, Group (SEK thousands)

Income statements	2014	2013	2012	2011	2010
Net interest income	539,515	382,276	297,982	269,499	205,510
Dividends received	259,673	140,033	152,796	158,767	140,958
Net commissions	231,439	192,901	154,959	115,213	104,178
Other operating income	288,559	234,382	194,928	159,735	139,709
Operating income	1,319,186	949,592	800,665	703,214	590,355
Operating expenses	-633,512	-544,561	-456,236	-385,611	-330,469
Profit before credit losses	685,674	405,031	344,429	317,603	259,886
Credit losses, net	-103,073	-104,750	-74,184	-62,492	-73,381
Impairment charges, financial assets	-62,975	-33,150	-61,269	-31,240	-11,000
Operating profit	519,626	267,131	208,976	223,871	175,505
Appropriations	-274,629	-110,951	-83,024	-103,356	-79,606
Profit before tax	244,997	156,180	125,952	120,515	95,899
Tax on profit for the year	-32,767	-26,242	-13,669	-9,357	-3,779
Profit for the year	212,230	129,938	112,283	111,158	92,120

Balance sheets

Lending to credit institutions	1,531,742	789,329	1,001,533	914,666	1,107,170
Lending to the public	4,952,040	4,107,382	3,213,851	2,892,565	2,126,892
Other assets	2,328,123	1,658,717	1,423,806	1,222,475	1,262,918
Assets	8,811,905	6,555,428	5,639,190	5,029,706	4,496,980
Liabilities to credit institutions	0	0	1,458	0	0
Deposits from the public	7,411,716	5,461,464	4,639,700	4,234,225	3,753,577
Other liabilities	352,784	235,670	223,165	161,281	178,197
Untaxed reserves	38,000	0	0	0	0
Shareholders' equity	1,009,405	858,294	774,867	634,200	565,206
Liabilities and shareholders' equity	8,811,905	6,555,428	5,639,190	5,029,706	4,496,980

Key ratios

Return on total capital, %	2)	6.8	4.4	3.9	4.7	4.1
Return on shareholders' equity, %	3)	54.8	32.7	29.7	37.3	34.1
Quick ratio, %		77.4	76.4	82.6	81.5	81.0
Debt/equity ratio	4)	7.1	6.5	6.6	6.9	7.2
Equity/assets ratio, %	5)	11.8	13.1	13.7	12.6	12.6
Revenues/expenses excl. credit losses		2.1	1.7	1.8	1.8	1.8
Revenues/expenses incl. credit losses		1.8	1.5	1.5	1.6	1.5
Credit loss ratio, %	6)	2.3	2.9	2.4	2.5	3.8
Capital base		855,323	836,185	768,082	610,298	588,564
Total capital ratio, %		11.8	-	-	-	-
Capital adequacy ratio		-	1.8	2.1	1.9	2.2
Cash flow from operating activities, SEK thousands	7)	527,357	398,668	339,175	194,294	170,578
Number of employees on closing day		282	251	224	192	158

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

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

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.

Income statement (SEK thousands)	Note	Group		Parent Company	
		2014	2013	2014	2013
Interest income	3	728,825	568,852	593,423	457,019
Leasing income	3	0	0	87,666	52,269
Interest expenses	3	-150,684	-134,383	-141,574	-127,012
Net interest income		578,141	434,469	539,515	382,276
Dividends received	4	9,747	10,221	259,673	140,033
Commission income	5	858,212	743,843	254,521	212,315
Commission expenses	6	-39,582	-35,076	-23,082	-19,414
Net profit from financial transactions	7	61,051	41,443	96,470	44,425
Participations in associated company's earnings	8	4,533	-1,037	0	0
Other operating income	9	26,050	14,995	192,089	189,957
Operating income		1,498,152	1,208,858	1,319,186	949,592
Personnel expenses	10	-470,237	-387,071	-279,968	-247,464
Other administrative expenses		-540,895	-450,636	-278,920	-246,325
Depreciation/amortization of intangible and tangible fixed assets etc.	11	-37,229	-26,619	-74,624	-50,768
Other operating expenses		-1,245	-123	0	-4
Operating expenses		-1,049,606	-864,449	-633,512	-544,561
Profit before credit losses		448,546	344,409	685,674	405,031
Credit losses, net	12	-121,181	-148,978	-103,073	-104,750
Impairment charges, financial assets	13	-1,460	0	-62,975	-33,150
Operating profit		325,905	195,431	519,626	267,131
Appropriations	14	0	0	-274,629	-110,951
Profit before tax		325,905	195,431	244,997	156,180
Tax on profit for the year	15	-94,738	-52,519	-32,767	-26,242
Profit for the year		231,167	142,912	212,230	129,938
Of which attributable to:					
Holding without a controlling influence		9,370	1,229		
Parent Company shareholders		240,537	144,141		

**STATEMENT OF COMPREHENSIVE INCOME
(SEK thousands)**

Profit for the year	231,167	142,912	212,230	129,938
<i>Items for possible reclassification and transfer to the income statement</i>				
Financial assets available for sale	3,919	8,093	3,919	8,093
Tax effect of financial assets available for sale	-862	-1,780	-862	-1,780
Translation of foreign operations	18,571	7,506	4,381	-2,824
Reclassification of holdings	2,260	0	0	0
Acquisition	494	0	0	0
Other comprehensive income	24,382	13,819	7,438	3,489
Comprehensive income for the year	255,549	156,731	219,668	133,427
Of which attributable to:				
Holding without a controlling influence	9,370	1,229		
Parent Company shareholders	264,919	157,960		

STATEMENT OF FINANCIAL POSITION/ BALANCE SHEETS (SEK thousands)		Group		Parent Company	
	Note	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Cash and balances with central banks		44,699	0	0	0
Lending to credit institutions	34	1,836,208	1,048,866	1,531,742	789,329
Lending to the public	16, 34	5,150,410	4,289,118	4,952,040	4,107,382
Bonds and other securities	17	1,040,949	589,985	1,040,949	589,985
Shares and participations	18	589,631	482,443	589,044	481,759
Other participations	19	4,534	3,374	0	0
Shares and participations in associated companies	20	57,076	56,934	56,802	60,602
Shares in Group companies	21	0	0	274,177	260,746
Intangible assets	22	156,225	139,941	886	1,266
Tangible assets	23	108,733	69,586	306,799	197,942
Deferred tax assets	24	3,281	47,707	701	843
Other assets	25, 34	108,062	95,115	34,569	35,715
Prepaid expenses and accrued income	26	45,785	44,740	24,196	29,859
Assets		9,145,593	6,867,809	8,811,905	6,555,428
Liabilities to credit institutions	27, 34	29,052	37,730	0	0
Deposits from the public	28, 34	7,544,755	5,561,667	7,411,716	5,461,464
Issued securities, etc.	29	0	49,442	47,375	49,442
Other liabilities	30	211,294	150,989	134,420	99,229
Accrued expenses and deferred income	31	145,285	118,132	74,797	66,586
Liabilities		7,930,386	5,917,960	7,668,308	5,676,721
Provisions	24	35,215	28,380	21,192	20,413
Subordinated liabilities	32	75,000	0	75,000	0
Untaxed reserves	33	0	0	38,000	0
Shareholders' equity					
<i>Restricted shareholders' equity</i>					
Share capital		8,421	8,000	8,421	8,000
Statutory reserve				1,600	1,600
<i>Non-restricted shareholders' equity</i>					
Fair value reserve				74,443	71,386
Reserves		69,948	49,760	0	0
Share premium account		49,579	0	49,579	0
Profit brought forward		730,940	708,825	663,132	647,370
Profit for the year		240,537	144,141	212,230	129,938
Attributable to Parent Company shareholders		1,099,425	910,726	1,009,405	858,294
Holding without a controlling influence		5,567	10,743	0	0
Shareholders' equity		1,104,992	921,469	1,009,405	858,294
Liabilities and shareholders' equity		9,145,593	6,867,809	8,811,905	6,555,428
Assets pledged for own liabilities	34	218,622	200,929	21,549	1,058
Contingent liabilities	35	100	1,265	12,310	8,420
Commitments	36	492,372	422,126	551,513	396,570

REPORT OF CHANGES IN SHAREHOLDERS' EQUITY – GROUP

	Attributable to Parent Company shareholders						Holding without a controlling influence	Total shareholders' equity
	Restricted shareholders' equity			Non-restricted shareholders' equity				
	Capital contributed		Reserves					
	Share capital	Share premium account	Revaluation reserve	Conversion reserve	Profit brought forward	Total		
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
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
<i>Financial assets available for sale</i>								
Change in value, bonds and other securities			-4,833			-4,833		-4,833
Change in value, deferred tax			1,063			1,063		1,063
Change in value, shares and participations			8,752			8,752		8,752
Change in value, deferred tax			-1,925			-1,925		-1,925
<i>Other changes in net asset value</i>								
Reclassification of holdings							2,260	2,260
Acquisition							494	494
Exchange rate differences				17,131		17,131	1,440	18,571
Total changes in net asset value	0	0	3,057	17,131	0	20,188	4,194	24,382
Profit/loss for the year					240,537	240,537	-9,370	231,167
Comprehensive income for the year			3,057	17,131	240,537	260,725	-5,176	255,549
Dividend					-35,000	-35,000		-35,000
Bond conversion	421	49,579				50,000		50,000
Bonus issue	443				-443	0		0
Withdrawal of shares	-443				-86,583	-87,026		-87,026
Shareholders' equity 31/12/2014	8,421	49,579	74,443	-4,495	971,477	1,099,425	5,567	1,104,992

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 retained earnings and does not constitute contributed

capital. The Group company Daylet Limited has been reclassified from joint venture to subsidiary.

REPORT OF CHANGES IN SHAREHOLDERS' EQUITY – PARENT COMPANY

	Restricted shareholders' equity		Non-restricted shareholders' equity			Total shareholders' equity
	Share capital	Statutory reserve	Fair value reserve	Share premium account	Profit brought forward	
Shareholders' equity 31/12/2012	8,000	1,600	65,073	0	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
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	0	777,308	858,294
<i>Financial assets available for sale</i>						
Change in value, bonds and other securities			-4,833			-4,833
Change in value, deferred tax			1,063			1,063
Change in value, shares and participations			8,752			8,752
Change in value, deferred tax			-1,925			-1,925
<i>Other changes in net asset value</i>						
Exchange rate differences					4,381	4,381
Total changes in net asset value	0	0	3,057		4,381	7,438
Profit for the year					212,230	212,230
Comprehensive income for the year			3,057		216,611	219,668
Equity portion of convertible loan					3,469	3,469
Dividend					-35,000	-35,000
Bond conversion	421			49,579		50,000
Bonus issue	443				-443	0
Withdrawal of shares	-443				-86,583	-87,026
Shareholders' equity 31/12/2014	8,421	1,600	74,443	49,579	875,362	1,009,405

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

CASH-FLOW STATEMENT (SEK thousands)	Note	Group		Parent Company	
		2014	2013	2014	2013
Profit before credit losses ¹⁾		448,546	344,409	685,674	405,031
<i>Items not included in cash flow:</i>					
Anticipated dividend		0	0	-169,846	-86,043
Group contributions received		0	0	-52,894	-34,849
Capital gains, bonds and other securities		-3,406	-2,776	-3,406	-2,776
Capital losses – impairment charges, shares and participations		-87,839	-36,659	-87,980	-36,659
Capital gains, shares in Group companies		0	0	139	2,962
Capital losses, intangible assets		0	0	0	-3,000
Depreciations, etc.		37,229	26,619	74,624	50,768
Capital gains/losses – retirement, fixtures & fittings		-118	179	-651	-202
Deferred tax		782	1,863	863	1,878
Exchange rate differences		48,095	5,737	-748	-7,759
Revaluation of acquired past-due stocks of receivables		234,018	231,471	112,889	135,272
Adjustment, present value of convertible loan		1,402	1,330	1,402	1,330
Participations in associated company's earnings		-4,533	1,037	0	0
Income taxes paid		-44,259	-34,814	-32,709	-27,285
Holding without a controlling influence		9,370	1,229	0	0
Cash flow from operating activities before changes in operating assets and liabilities		639,287	539,625	527,357	398,668
Lending to the public		-1,246,685	-1,280,240	-898,729	-1,010,527
Bonds and other securities		-54,725	105,131	-54,725	105,131
Shares and participations		-13,722	5,398	-12,478	5,690
Other assets		-13,992	50,768	6,809	17,903
Liabilities to credit institutions		-8,678	-5,511	0	-1,458
Deposits from the public		1,983,088	734,354	1,781,829	715,415
Other liabilities		87,458	25,386	43,402	30,636
Change in operational assets and liabilities		732,744	-364,714	866,108	-137,210
Cash flow from operating activities		1,372,031	174,911	1,393,465	261,458
Acquisition of bonds and other securities		-396,603	-199,876	-396,603	-199,876
Acquisition of shares in Group companies	21, 38	0	0	-70,946	-6,636
Liquidation, Group company		0	0	47	0
Sale of shares in Group companies		0	0	84	9,654
Change of shares and participations in associated companies		4,391	-57,970	-1,930	-60,602
Sale of shares and participations in associated companies		0	0	0	500
Acquisition of intangible assets		-29,107	-1,121	0	0
Sale of intangible assets		0	0	0	3,000
Acquisition of tangible assets		-63,267	-59,833	-200,169	-154,955
Sale of tangible assets		498	486	15,491	5,253
Sale of deferred tax liability		0	-64	0	0
Cash flow from investing activities		-484,088	-318,378	-654,026	-403,662
Subordinated liabilities		75,000	-20,000	75,000	-20,000
Issued securities, etc.		-50,000	0	0	0
Holding without a controlling influence		-8,876	-1,229	0	0
Bond conversions		50,000	0	50,000	0
Dividend		-35,000	-50,000	-35,000	-50,000
Withdrawal of shares		-87,026	0	-87,026	0
Cash flow from financing activities		-55,902	-71,229	2,974	-70,000
Cash flow for the year		832,041	-214,696	742,413	-212,204
Liquid assets at beginning of year		1,048,866	1,263,562	789,329	1,001,533
Liquid assets at year-end		1,880,907	1,048,866	1,531,742	789,329

Liquid assets comprise cash and balances with central banks and loans to credit institutions.

Note 1 Accounting policies and valuation principles

Information about the company

The Annual Report and consolidated accounts were prepared on 31 December 2014 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 08 May 2015. The income statements and balance sheets were presented for adoption by the Annual General Meeting on 8 May 2015.

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 1 January 2014, the Group company Daylet Limited has been reclassified from joint venture to subsidiary, which means it is reported according to the acquisition method in contrast to the previously applied proportional consolidation principle. The change has not had any material effect on capital requirements, the capital base, major exposures or the financial statements.

The new company, Svea Intressenter 2 AB has been classified as a Group company.

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 IFRS 10, IFRS 11 and IFRS 12 as of 2014 have not had any material effect on capital requirements, the capital base, major exposures or the financial statements.

Among future standards, IFRS 9 is anticipated to come into effect with the transition in 2018.

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. 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 income statement as a reversal of negative goodwill.

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 income statement 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 income statement 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 41. Swaps/forward contracts are translated on an ongoing basis at fair value and are reported in the income statement 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 revenues and expenses attributable to the sale and purchase of foreign currencies and exchange rate changes.

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 are reported as they are 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 income statement 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 23. Leased items are depreciated progressively down to the agreed residual value and reported in the income statement 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 income statement in a straight-line over the lease term; see Note 23.

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 42.

Financial assets

- Financial assets measured at fair value in the statement of comprehensive income (income statement)
- 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 (income statement)
- Other financial liabilities

Financial assets measured at fair value in the statement of comprehensive income (income statement)

Financial assets measured at fair value in the income statement are measured at fair value. All changes in the values of these items are reported directly in the income statement 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 (income statement)

Financial liabilities measured at fair value in the income statement are measured at fair value. All changes in the values of these items are reported directly in the income statement 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 income statement 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 cash and balances with central banks, 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.

Cash and balances with central banks

Cash and bank balances are classified as financial assets or liabilities measured at fair value in the income statement. Changes in fair value are reported as net profit/loss from financial transactions in the income statement. The item comprises cash and bank balances that consist of Swedish and foreign notes and coin.

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 income statement. Changes in fair value are reported as net profit/loss from financial transactions in the income statement.

If the fair value of an individual contract is positive, it is reported as an asset and forms part of the item Other assets. If the fair value of an individual contract 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 income statement, 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, and Bonds and other securities.

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 44.

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. A need to recognize 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 income statement. 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

Svea Ekonomi has no investments held to maturity.

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 income statement 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 subsidiary Mobivox Telecom AB sells telephone subscriptions and is a business that was acquired to protect claims. However, the acquisition does not satisfy the conditions of IFRS 5 on non-current assets held for sale. The subsidiary Dial IT Communications BV, which was acquired to protect claims, was liquidated as of 30 June 2014.

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 income statement.

Customer contracts are amortized according to plan over 2–10 years.

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

Leasing objects are amortized according to plan over 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 3–5 years.

Other fixtures and fittings are depreciated according to plan over 5–10 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 the planned residual value of 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 two most important assumptions for which the units' recoverable value is most sensitive are the Group's weighted average cost of capital (WACC) and rate of growth. The cash flows were discounted to a present value by applying the Group's weighted average cost of capital (WACC) estimated corresponding to 14–16 per cent (15–18) before tax for this year's tests. Estimated average rates of growth per year amount to around 3–14 per cent (approx. 3–20). The reduction in WACC is attributable to lower long-term risk-free interest rates and a changed capital structure. With the exceptions of the Parent Company's holding values in Svea Rahoitus Suomi OY, Svea Finans AG, Svea Juridiska AB and Svea Kreditinfo AB, impairment testing indicated that no impairment requirements of the Group's reported goodwill value exist.

The Group's reported goodwill value is distributed partly across factoring/invoice purchasing operations mainly in Denmark, Switzerland, the Netherlands and Finland (SEK 62 million) and payment transfers/currency exchange operations in Sweden (SEK 46 million) in the AFS field, and partly across debt recovery operations in Denmark (SEK 14 million). 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. The least room for manoeuvre in growth rate and/or WACC is present partly in the two factoring/invoice purchasing units in Denmark and Switzerland, and partly in the debt recovery unit in Denmark. Between approximately 2–3 percentage points lower WACC or around 4 percentage points lower growth rate per year would result in an impairment of goodwill in these units.

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 39.

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, the Ukraine, Bulgaria, Croatia, Slovakia, Hungary and Slovenia; see Note 40.

Note 2 Expenses and income between Group companies	Parent Company	
	2014	2013
Expenses	-13,876	-10,432
Income ¹	206,524	205,343

¹ Income has been adjusted for dividends received and Group contributions received.

Note 3 Net interest income	Group		Parent Company	
	2014	2013	2014	2013
Interest income				
Lending to credit institutions	13,726	15,310	11,835	13,256
Lending to the public, Group	0	0	31,697	29,601
Lending to the public, external	702,081	535,978	536,873	396,598
Bonds and other securities	13,018	17,564	13,018	17,564
Total	728,825	568,852	593,423	457,019
Leasing income				
Leasing income	0	0	87,666	52,269
Depreciation according to plan, leased items	0	0	-62,464	-38,998
Total	0	0	25,202	13,271
Interest expenses				
Liabilities to credit institutions	-893	-2,970	-33	-1,363
Deposits from the public, external	-145,882	-126,010	-133,788	-120,246
Issued securities, etc.	-1,659	-4,330	-5,503	-4,330
Subordinated liabilities	-2,250	-1,073	-2,250	-1,073
Total	-150,684	-134,383	-141,574	-127,012
Net interest income	578,141	434,469	477,051	343,278

Note 4 Dividends received	Group 2014	2013	Parent Company 2014	2013
Shares and participations	9,747	10,221	9,747	10,221
Dividends from associated companies	0	0	5,504	0
Dividends from Group companies	0	0	191,528	94,964
Group contributions received	0	0	52,894	34,848
Total	9,747	10,221	259,673	140,033

Note 5 Commission income	Group 2014	2013	Parent Company 2014	2013
Payment brokerage	33,124	26,767	0	0
Lending commissions	228,104	185,193	213,841	172,290
Foreign currency exchange, net	55,008	0	0	0
Other commissions	541,976	531,883	40,680	40,025
Total	858,212	743,843	254,521	212,315

Note 6 Commission expenses	Group 2014	2013	Parent Company 2014	2013
Payment brokerage	-21,183	-19,038	-7,510	-6,432
Information brokerage	-533	-657	0	0
Other commissions	-17,866	-15,381	-15,572	-12,982
Total	-39,582	-35,076	-23,082	-19,414

Note 7 Net profit/loss from financial transactions	Group 2014	2013	Parent Company 2014	2013
<i>Financial assets available for sale</i>				
Capital gain, shares and participations	113,139	37,774	113,139	37,774
Impairment loss, shares and participations	-25,300	-1,115	-25,159	-1,115
Capital gain, bonds and other securities	3,406	2,776	3,406	2,776
Total	91,245	39,435	91,386	39,435
<i>Financial instruments measured at fair value via the income statement</i>				
Changes in fair value of derivatives used as hedging instruments	-51,176	-2,191	-51,176	-2,191
Change in fair value of hedged items in foreign currencies	56,315	7,299	56,315	7,299
Total	5,139	5,108	5,139	5,108
<i>Financial instruments appraised at accrued cost</i>				
Other exchange-rate gains/losses	-35,333	-3,100	-55	-118
Total	-35,333	-3,100	-55	-118
Total	61,051	41,443	96,470	44,425

Note 8 Participations in associated company's profit/loss	Group 2014	2013	Parent Company 2014	2013
Credex AB	-362	0	0	0
Trade in Sports Europe AB	-188	0	0	0
eLombard Oyj	-684	-1,037	0	0
Creditexpress NV	5,767	0	0	0
Total	4,533	-1,037	0	0

Note 9 Other operating income	Group 2014	2013	Parent Company 2014	2013
Group	0	0	175,646	176,874
External	26,050	14,995	16,443	13,083
Total		14,995	192,089	189,957

Note 10 Personnel, etc.	Group 2014	2013	Parent Company 2014	2013
<i>Wages, salaries and other remunerations</i>				
Sweden				
to Board of Directors and CEO	-6,130	-6,870	-3,730	-4,043
to other employees	-186,720	-140,416	-136,323	-124,974
	-192,850	-147,286	-140,053	-129,017
Norway				
to Board of Directors and CEO	-1,363	-1,304	0	0
to other employees	-61,294	-54,964	-25,042	-22,628
	-62,657	-56,268	-25,042	-22,628
Finland				
to Board of Directors and CEO	-2,540	-2,569	0	0
to other employees	-49,391	-45,840	-28,655	-20,325
	-51,931	-48,409	-28,655	-20,325
Denmark				
to Board of Directors and CEO	-1,223	-1,164	0	0
to other employees	-15,393	-12,913	0	0
	-16,616	-14,077	0	0
Estonia				
to Board of Directors and CEO	0	0	0	0
to other employees	-2,697	-2,605	0	0
	-2,697	-2,605	0	0
Latvia				
to Board of Directors and CEO	0	0	0	0
to other employees	-449	-217	0	0
	-449	-217	0	0
Switzerland				
to Board of Directors and CEO	-1,501	-1,141	0	0
to other employees	-2,977	-4,667	0	0
	-4,478	-5,808	0	0
Netherlands				
to Board of Directors and CEO	-4,227	-1,779	0	0
to other employees	-6,078	-4,096	0	0
	-10,305	-5,875	0	0
Ukraine				
to Board of Directors and CEO	0	0	0	0
to other employees	-337	-325	0	0
	-337	-325	0	0
Serbia				
to Board of Directors and CEO	0	0	0	0
to other employees	-442	-64	0	0
	-442	-64	0	0
Bulgaria				
to Board of Directors and CEO	0	0	0	0
to other employees	0	0	0	0
	0	0	0	0
Hungary				
to Board of Directors and CEO	0	0	0	0
to other employees	-25	0	0	0
	-25	0	0	0
<i>Total</i>	-342,787	-280,934	-193,750	-171,970
<i>Social security expenses</i>	-82,077	-69,530	-57,013	-50,733
<i>Pension expenses</i>				
to Board of Directors and CEO	-1,482	-1,529	-412	-513
to other employees	-21,922	-16,818	-14,280	-12,309
	-23,404	-18,347	-14,692	-12,822
<i>Other personnel expenses</i>	-21,969	-18,260	-14,513	-11,939
Total	-470,237	-387,071	-279,968	-247,464

Remuneration of senior executives

Preparation and decision-making processes

Remuneration of senior executives is decided by the Board.

Salaries and fees

As of 2014, only fixed 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 (7) individuals who together with the CEO comprise the management team in Sweden.

Salaries and remuneration to senior executives of the Parent Company, 2014	Basic salary/Board fees	Variable remuneration	Pension expenses	Total
Board Chairman, Ulf Geijer	450	0	0	450
Board member, Mats Hellström	300	0	0	300
Board member, Anders Ingler	300	0	0	300
Board member, Mats Kärsrud	1,358	0	207	1,565
CEO, Lennart Ågren	1,322	0	205	1,527
Other senior executives	11,259	0	1,074	12,333
Total	14,989	0	1,486	16,475

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

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 0 (321,000).

Average number permanent employees	Group		Parent Company	
	2014	2013	2014	2013
Women	503	395	239	235
Men	336	261	193	176
Total	839	656	432	411

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, Svea Vat Adviser AB, Svea Billing Services AB and Mobivox Telecom AB.

Number of employees	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Sweden				
Women	354	206	88	81
Men	226	144	86	70
	580	350	174	151
Norway				
Women	45	49	12	13
Men	63	48	28	26
	108	97	40	39
Finland				
Women	84	93	36	31
Men	48	53	32	30
	132	146	68	61
Denmark				
Women	23	20	0	0
Men	8	8	0	0
	31	28	0	0
Estonia				
Women	9	12	0	0
Men	6	5	0	0
	15	17	0	0

Number of employees, continued	31/12/2	31/12/2013	31/12/2014	31/12/2013
Latvia				
Women	1	2	0	0
Men	0	1	0	0
	1	3	0	0
Switzerland				
Women	3	4	0	0
Men	4	5	0	0
	7	9	0	0
Netherlands				
Women	8	8	0	0
Men	6	5	0	0
	14	13	0	0
Ukraine				
Women	2	2	0	0
Men	4	1	0	0
	6	3	0	0
Serbia				
Women	0	1	0	0
Men	0	0	0	0
	0	1	0	0
Bulgaria				
Women	1	0	0	0
Men	0	0	0	0
	1	0	0	0
Hungary				
Women	1	0	0	0
Men	0	0	0	0
	1	0	0	0
Total	896	667	282	251

Number of Board members and company	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Board members				
Women			0	0
Men			5	5
			5	5
Of whom external members			3	3
Company management				
Women	2	0	0	0
Men	15	16	3	3
	17	16	3	3

Remunerations to auditors	Group	2013	Parent Company	2013
	2014		2014	
<i>Grant Thornton Sweden AB</i>				
Audit assignment	2,998	1,362	1,829	643
Audit activities in addition to audit assignment	110	20	95	3
Tax advice	713	15	713	15
Other services	226	827	226	827
	4,047	2,224	2,863	1,488
<i>Other foreign auditors</i>				
Audit assignment	1,397	1,260	422	355
Audit activities in addition to audit assignment	487	257	280	81
Tax advice	78	0	0	0
Other services	0	0	0	0
	1,962	1,517	702	436
Total	6,009	3,741	3,565	1,924

Note 11 Depreciations, amortizations etc.	Group		Parent Company	
	2014	2013	2014	2013
Amortization of customer contracts	-9,187	-9,187	-380	-380
Amortization of licenses	0	0	0	0
Amortization of capitalized development expenditures	-3,670	-3,732	0	0
Depreciation of leasing objects	-239	0	0	0
Depreciation of buildings	-31	-32	0	0
Depreciation of computer equipment	-4,051	-3,646	-3,120	-3,081
Depreciation of other fixtures and fittings	-20,051	-10,022	-8,660	-8,309
Depreciation of leasing objects	0	0	-62,464	-38,998
Amortization of acquired goodwill	0	0	0	0
Total	-37,229	-26,619	-74,624	-50,768

Note 12 Credit losses, net	Group		Parent Company	
	2014	2013	2014	2013
Write-off of verified credit losses for the year	-32,375	-48,716	-12,823	-16,484
Reversal of previously posted provisions for probable credit losses which in this year's accounts are reported as verified credit losses	27,623	13,115	12,723	1,639
Provision for probable credit losses for the year	-28,301	-34,593	-18,208	-13,074
Paid in for previous years' verified credit losses	2,325	1,049	2,096	627
Reversal of provisions no longer required for probable credit losses	7,832	4,159	3,122	3,110
Net expense of individually valued loan receivables for the year	-22,896	-64,986	-13,090	-24,182
Write-off of verified credit losses for the year	-81,454	-40,104	-73,645	-37,999
Paid in for previous years' verified credit losses	27,280	4,560	26,983	4,555
Provision/reversal of reserves for probable credit losses	-44,111	-48,448	-43,321	-47,124
Net expense of collectively-valued homogeneous loan receivables for the year	-98,285	-83,992	-89,983	-80,568
Net expense of realization of guarantees, etc. for the year	0	0	0	0
Net expense of credit losses for the year	-121,181	-148,978	-103,073	-104,750

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

Note 13 Impairment charges, financial assets	Group		Parent Company	
	2014	2013	2014	2013
Impairment of shares in Svea Kreditinfo AB	0	0	-1,500	0
Impairment of shares in Svea Juridiska AB	0	0	-6,923	-352
Impairment of shares in Svea Financial Services Holding AB	0	0	-20,199	0
Impairment of shares in Payson AB	0	0	0	-3,000
Impairment of shares in Svea Rahoitus Suomi OY	0	0	-12,000	-25,000
Impairment of shares in Svea Finans A/S	0	0	-13,312	-3,636
Impairment of shares in Svea Ekonomi ApS	0	0	0	-1,162
Impairment of shares in Svea Finans AG	0	0	-3,311	0
Impairment of shares in eLombard Oyj	-1,460	0	-5,730	0
Total	-1,460	0	-62,975	-33,150

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

Note 14 Appropriations	Parent Company	
	2014	2013
Group contributions provided	-236,629	-110,951
Change in accelerated depreciations	-38,000	0
Total	-274,629	-110,951

Note 15 Tax on profit for the year	Group		Parent Company	
	2014	2013	2014	2013
Adjustment for current tax on previous years' earnings	-36	-3,651	0	-3,637
Current tax on net profit for the year	-44,223	-31,163	-32,709	-23,648
Current tax expense	-44,259	-34,814	-32,709	-27,285
Temporary differences	-8,486	-183	-142	-198
Utilization of loss carryforward	-44,379	-21,170	0	0
Other	2,386	3,648	84	1,241
Deferred tax expense	-50,479	-17,705	-58	1,043
Total	-94,738	-52,519	-32,767	-26,242
Profit before tax	326,538	195,431	244,997	156,180
Tax rate of 22.0% (22.0) as per current tax rate for the Parent Company	-71,838	-42,995	-53,899	-34,360
Effect of other tax rates for foreign branches and Group companies	-4,007	-4,356	-1,279	-2,771
Non-deductible expenses/tax-exempt income	-63,236	-22,687	22,411	14,526
Current tax on previous years' earnings	-36	-3,651	0	-3,637
Utilization of loss carryforward	44,379	21,170	0	0
Tax expense	-94,738	-52,519	-32,767	-26,242
Reported effective tax rate	29.0%	26.9%	13.4%	16.8%

Note 16 Lending to the public	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Lending to the public, external	5,150,410	4,289,118	4,260,609	3,504,219
Lending to the public, Group	0	0	691,431	603,163
Total	5,150,410	4,289,118	4,952,040	4,107,382

Lending to the public, external	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
<i>Loan receivables</i>				
Private individuals	3,415,796	2,861,917	3,179,252	2,658,893
Of which, doubtful loan receivables	401,526	337,844	396,879	334,527
Companies	2,124,693	1,773,865	1,442,402	1,160,090
Of which, doubtful loan receivables	55,756	59,151	30,694	30,217
Total loan receivables	5,540,489	4,635,782	4,621,654	3,818,983
Of which, doubtful loan receivables	457,282	396,995	427,573	364,744
<i>Reserve for doubtful loan receivables</i>				
Private individuals	-334,323	-287,513	-330,351	-284,547
Companies	-55,756	-59,151	-30,694	-30,217
Total reserve for doubtful loan receivables	-390,079	-346,664	-361,045	-314,764
Book value, loan receivables	5,150,410	4,289,118	4,260,609	3,504,219
Of which, doubtful loan receivables	67,203	50,331	66,528	49,980
Share of doubtful loan receivables, private individuals	11.8%	11.8%	12.5%	12.6%
Share of doubtful loan receivables, companies	2.6%	3.3%	2.1%	2.6%
Share of doubtful loan receivables, total	8.3%	8.6%	9.3%	9.6%
Rate of loss provisions for doubtful loan receivables, private individuals	83.3%	85.1%	83.2%	85.1%
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	85.3%	87.3%	84.4%	86.3%

Age analysis, lending to the public, external	Group		Parent company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
<i>Age analysis of doubtful, unimpaired loan receivables</i>				
Not past due	0	0	0	0
Past due <60 days	3,404	4,275	3,230	4,199
Past due 60–90 days	3,445	1,957	3,369	1,915
Past due 90–180 days	8,029	5,175	7,800	5,078
Past due 180–360 days	10,458	7,899	10,323	7,856
Past due >360 days	41,867	31,025	41,806	30,932
Total	67,203	50,331	66,528	49,980

Refers to lending to private individuals with no collateral according to Note 48.

<i>Age analysis unsettled ¹⁾, non-doubtful loan receivables</i>				
Past due 60–90 days	3,979	6,734	1,841	2,362
Past due 90–180 days	11,053	6,105	3,883	3,431
Past due 180–360 days	2,102	1,264	351	230
Past due >360 days	29,054	25,350	27,886	23,493
Total	46,188	39,453	33,961	29,516

Refers to lending against collateral according to Note 48.

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

Reconciliation of reserves for doubtful loan receivables/credit losses	Individually valued	Collectively valued	Total
	doubtful receivables	doubtful receivables	
<i>Group</i>			
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 income statement	-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
Impairment for credit losses for the year	-28,301	-44,111	-72,412
Reversal of credit losses for the year	35,455	0	35,455
Changes reported in income statement	7,154	-44,111	-36,957
Exchange rate differences	-1,565	-4,893	-6,458
Closing reserve for credit losses, 31 December 2014	-52,510	-337,569	-390,079
<i>Parent Company</i>			
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 income statement	-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
Impairment for credit losses for the year	-18,208	-43,321	-61,529
Reversal of credit losses for the year	15,845	0	15,845
Changes reported in income statement	-2,363	-43,321	-45,684
Transfer change in leasing	1,733	0	1,733
Transfer, intra-group lending	2,860	0	2,860
Exchange rate differences	-534	-4,656	-5,190
Closing reserve for credit losses, 31 December 2014	-27,599	-333,446	-361,045

Note 17 Bonds and other securities	Group 31/12/2014			Group 31/12/2013		
	Cost value	Book value	Fair value	Cost value	Book value	Fair value
<i>Financial assets available for sale</i>						
<i>Issued by public bodies</i>						
Swedish municipalities	165,868	165,651	165,651	0	0	0
Total	165,868	165,651	165,651	0	0	0
<i>Issued by other borrowers</i>						
Swedish non-financial companies	125,160	124,553	124,553	193,555	195,541	195,541
Swedish financial companies	376,544	377,652	377,652	145,673	146,777	146,777
Foreign issuers	371,626	373,093	373,093	245,822	247,667	247,667
Total	873,330	875,298	875,298	585,050	589,985	589,985
Total	1,039,198	1,040,949	1,040,949	585,050	589,985	589,985
Of which, listed securities	1,039,198	1,040,949	1,040,949	585,050	589,985	589,985
Of which, unlisted securities	0	0	0	0	0	0
Positive difference; book values exceed nominal values		9,663			10,354	
Negative difference; book values fall below nominal values		-4,214			-869	
Nominal values		1,035,500			580,500	

Financial assets available for sale	Parent Company 31/12/2014			Parent Company 31/12/2013		
	Cost value	Book value	Fair value	Cost value	Book value	Fair value
<i>Issued by public bodies</i>						
Swedish municipalities	165,868	165,651	165,651	0	0	0
Total	165,868	165,651	165,651	0	0	0
<i>Issued by other borrowers</i>						
Swedish non-financial companies	125,160	124,553	124,553	193,555	195,541	195,541
Swedish financial companies	376,544	377,652	377,652	145,673	146,777	146,777
Foreign issuers	371,626	373,093	373,093	245,822	247,667	247,667
Total	873,330	875,298	875,298	585,050	589,985	589,985
Total	1,039,198	1,040,949	1,040,949	585,050	589,985	589,985
Of which, listed securities	1,039,198	1,040,949	1,040,949	585,050	589,985	589,985
Of which, unlisted securities	0	0	0	0	0	0
Positive difference; book values exceed nominal values		9,663			10,354	
Negative difference; book values fall below nominal values		-4,214			-869	
Nominal values		1,035,500			580,500	

Note 18 Shares and participations	31/12/2014		31/12/2013	
	Book value	Fair value	Book value	Fair value
<i>Group – Financial assets available for sale</i>				
<i>Listed shares and participations</i>				
Cost	470,705		350,192	
Unrealized change in value	94,073		85,321	
Total	564,778	564,778	435,513	435,513
<i>Unlisted shares and participations</i>				
Cost	54,745		51,514	
Impairment loss	-29,892		-4,584	
Total	24,853	24,853	46,930	46,930
Total	589,631	589,631	482,443	482,443

Note 18 Shares and participations, continued	31/12/2014		31/12/2013	
	Book value	Fair value	Book value	Fair value
<i>Parent Company – Financial assets available for sale</i>				
<i>Listed shares and participations</i>				
Cost	470,291		349,809	
Unrealized change in value	94,073		85,321	
Total	564,364	564,364	435,130	435,130
<i>Unlisted shares and participations</i>				
Cost	54,391		51,181	
Impairment loss	-29,711		-4,552	
Total	24,680	24,680	46,629	46,629
Total	589,044	589,044	481,759	481,759

Note 19 Other participations	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Opening accumulated cost	3,374	3,289	0	0
Purchases/sales	1,160	85	0	0
Closing accumulated cost	4,534	3,374	0	0
Total	4,534	3,374	0	0
Of which shares in housing cooperatives in Sälen and Stockholm.	4,534	3,284		

Note 20 Shares and participations in associated companies	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2013	31/12/2013
Opening accumulated cost	60,169	8,471	60,602	8,471
Acquisitions for the year, unlisted	1,200	60,602	1,929	60,602
Acquisition costs for the year	0	-433	0	0
Sales for the year	0	-5,034	0	-5,034
Dividends for the year	-5,504	0	0	0
Exchange rate differences	1,373	0	0	0
Reclassification	0	-3,437	0	-3,437
Closing accumulated cost	57,238	60,169	62,531	60,602
Opening accumulated profit shares	-3,235	-3,494	0	0
Sales for the year	0	3,494	0	0
Acquired profit shares	0	-2,198	0	0
Profit shares for the year	4,533	-1,037	0	0
Closing accumulated profit shares	1,298	-3,235	0	0
Opening accumulated impairment	0	-4,977	0	-7,971
Sales for the year	0	1,540	0	4,534
Reclassification	0	3,437	0	3,437
Impairment for the year	-1,460	0	-5,729	0
Closing accumulated impairment charges	-1,460	0	-5,729	0
Total	57,076	56,934	56,802	60,602

	Registered office	Co. reg. no.	Number of shares		Nominal value	Book value, Parent Company	
			shares	Percentage		Group	Company
Credex AB	Stockholm	556937-6204	30,000	30.00%	SEK 30,000	118	480
Trade in Sports Europe AB	Stockholm	556844-2577	3,131	23.84%	SEK 17,000	2,936	3,100
eLombard Oyj	Helsinki	2440723-5	2,563	40.11%	EUR 80,000	0	0
CreditExpress NV	Curacao	81710	2,940	33.33%	EUR 3,000	54,022	53,222
Total						57,076	56,802

Associated companies are reported according to the equity method.

Note 20 Shares and participations in associated companies, continued	Group	
	31/12/2014	31/12/2013

The Group's share in the income statements and balance sheets in individual, significant associated companies amounts to:

Operating income	95,064	0
Profit/loss for the year	5,767	0
Group adjustment	0	0
Assets	46,708	30,250
Liabilities	-16,315	-12,901
Group adjustment	23,629	35,440

The Group's share in the income statements and balance sheets in individual associated companies of minor significance amounts to:

Operating income	46	421
Profit/loss for the year	-1,234	-1,037
Group adjustment	0	0
Assets	4,510	2,308
Liabilities	-2,332	-526
Group adjustment	876	2,364

In connection with 2013 acquisitions, values such as projects in progress, IT platforms and software, synergy effects, markets, management and personnel were identified. According to the acquisition analyses, the total value of the assets and liabilities can be summarized as follows:

	Proportion of net assets at acquisition	Adjustments	Fair value net assets
<i>Individual significant associated company</i>			
Net assets	17,351	35,438	52,789
Acquisition expenses 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 expenses 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.

Note 21 Shares in Group companies	Parent Company	
	31/12/2014	31/12/2013
Opening accumulated cost	364,287	404,626
Acquisition of Svea Exchange AB	100	0
Acquisition of Svea Finance Zrt	981	0
New share issue, Svea Exchange AB	9,900	0
Unconditional shareholder contribution, Svea Exchange AB	50,000	0
Unconditional shareholder contribution, Payson AB	0	3,000
Unconditional shareholder contribution, Svea Finans A/S	9,965	3,636
Liquidation, DialIT Communications BV	-3,170	0
Sale of Svea Ekonomi ApS (internal to Svea Inkasso AB)	0	-8,415
Sale of Finansor AB	0	-26,160
Sale of Viatel Sweden AB	0	-12,400
Sale of Seblinco Finans Holding AB	-3,340	0
Closing accumulated cost	428,723	364,287
Opening accumulated impairment charges	-103,541	-104,752
Liquidation of accumulated impairment charges	3,000	0
Sale of assets, accumulated impairment charges	3,240	34,361
Impairment charges for the year	-57,245	-33,150
Closing accumulated impairment charges	-154,546	-103,541
Total	274,177	260,746

Note 21 Shares in Group companies						31/12/2014	31/12/2013
	Registered office	Co. reg. no.	Number of shares	Percentage	Nominal value	Book value	Book value
Payson AB	Stockholm	556646-2858	209,225	100.00%	SEK 209,000	45,656	45,656
Kapitalkredit Sverige AB	Stockholm	556761-0315	50,500	50.50%	SEK 782,000	7,245	7,245
Svea Exchange Finans AB	Stockholm	556710-5878	200,000	100.00%	SEK 200,000	60,000	-
Svea Rahoitus Suomi OY	Helsinki	1879927-9	9,000	100.00%	EUR 900,000	9,000	21,000
Svea Finance AS	Tallinn	11200943	250,000	100.00%	EUR 25,000	26	25
Svea Finance SIA	Riga	40103183054	20	100.00%	EUR 3,000	27	27
Svea Finans A/S	Copenhagen/ Alleröd	27448402	13	100.00%	DKK 1,201,000	8,700	12,048
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	20,000	23,311
Svea Ekonomi Cyprus Limited	Limassol	272182	665	66.50%	EUR 665,000	6	6
Svea Finance Belgrade DOO	Belgrade	20725095	-	100.00%	EUR 1,000	-	-
Svea Finance Bulgaria EOOD	Sofia	202527341	-	100.00%	BGN 1,000,000	-	-
Svea Ekonomi DOO	Zagreb	80750758	-	100.00%	HRK 20,000	-	-
Svea Finance DOO	Maribor	6643515000	-	100.00%	EUR 7,000	-	-
Rhoswen Limited	Limassol	272182	700	70.00%	EUR 700	7	6
Rhoswen Invest Ukraine Limited	Kiev	37616221	-	100.00%	UAH 3,421,000	-	-
Svea Finance ZRT	Budapest	01-10-048218	665	66.50%	HUF 33,250,000	981	0
Daylet Limited	Nicosia	227024	50	50.00%	EUR 50	0	0
Total consolidated situation						232,423	190,099
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 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	100	100.00%	DKK 510,000	-	-
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	100	1,600
Svea Juridiska AB	Stockholm	556496-7254	6,475	100.00%	SEK 648,000	777	7,700
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
Svea Financial Services Holding AB	Stockholm	556793-5399	100,000	100.00%	SEK 100,000	100	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
Dial IT Communications BV	Amsterdam	33163838	180	100.00%	EUR 18,000	-	171
Total, other Group companies						41,754	70,647
Total						274,177	260,746

As of 1 January 2014, Daylet Limited has been reclassified from joint venture to subsidiary, which means it is reported according to the acquisition method in contrast to the previously applied proportional consolidation principle. The proportional consolidation principle means that the proportion of assets, liabilities, revenues and enterprises in the company are reported in the consolidated financial statements.

The proportion of the 2013 income statement and balance sheet for the jointly-owned company that forms part of the Group amounted to:

Income statements (SEK thousands)	2013
Operating income	-1,605
Operating expenses	-91
Tax on profit for the year	212
Loss for the year	-1,484
Balance sheets (SEK thousands)	31/12/2013
Lending to credit institutions	36
Lending to the public	18,948
Other assets	3,474
Total	22,458
Deposits from the public	18,960
Other liabilities	1,238
Shareholders' equity	2,260
Total	22,458

Note 22 Intangible assets	Group		Parent company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
<i>Goodwill</i>				
Opening accumulated cost	99,877	99,877	0	0
Acquisition	24,676	0	0	0
Sales/retirements	-1,631	0	0	0
Closing accumulated cost	122,922	99,877	0	0
Opening accumulated impairment charges	-1,721	-1,721	0	0
Sales/retirements	1,631	0	0	0
Closing accumulated impairment charges	-90	-1,721	0	0
Closing residual value according to plan	122,832	98,156	0	0
<i>Customer contracts</i>				
Opening accumulated cost	204,162	206,380	36,750	38,435
Sales/retirements	-99,054	-785	-27,708	0
Exchange rate differences	0	-1,433	437	-1,685
Closing accumulated cost	105,108	204,162	9,479	36,750
Opening accumulated depreciations	-172,634	-165,664	-35,484	-36,789
Sales/retirements	99,054	785	27,708	0
Exchange rate differences	0	1,432	-437	1,685
Depreciations for the year	-9,187	-9,187	-380	-380
Closing accumulated depreciations	-82,767	-172,634	-8,593	-35,484
Closing residual value according to plan	22,341	31,528	886	1,266
<i>Licenses</i>				
Opening accumulated cost	3,000	3,000	3,000	3,000
Closing accumulated cost	3,000	3,000	3,000	3,000
Opening accumulated depreciations	-3,000	-3,000	-3,000	-3,000
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	19,115	18,562	0	0
Acquisition	4,061	1,121	0	0
Exchange rate differences	269	-568	0	0
Sales/retirements	-1,723	0	0	0
Closing accumulated cost	21,722	19,115	0	0
Opening accumulated depreciations	-8,858	-5,346	0	0
Sales/retirements	1,723	0	0	0
Exchange rate differences	4	220	0	0
Depreciations for the year	-3,671	-3,732	0	0
Closing accumulated depreciations	-10,802	-8,858	0	0
Closing residual value according to plan	10,920	10,257	0	0
<i>Leasing objects</i>				
Opening accumulated cost	0	0	0	0
Acquisition	4,013	0	0	0
Closing accumulated cost	4,013	0	0	0
Opening accumulated depreciations	0	0	0	0
Acquisitions/ sale/ retirements	-3,642	0	0	0
Depreciations for the year	-239	0	0	0
Closing accumulated depreciations	-3,881	0	0	0
Closing residual value according to plan	132	0	0	0
Total	156,225	139,941	886	1,266

Note 23 Tangible assets	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2013	31/12/2013
<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	-279	-247	0	0
Depreciations for the year	-31	-32	0	0
Closing accumulated depreciations	-310	-279	0	0
<i>Land</i>	3,384	3,384	1,650	1,650
Closing residual value according to plan	4,640	4,671	1,650	1,650
<i>Fixtures and fittings</i>				
Opening accumulated cost	105,384	47,265	84,650	27,765
Purchases	91,825	59,833	15,387	57,693
Exchange rate differences	1,252	328	122	-225
Sales/retirements	-1,410	-2,042	0	-583
Closing accumulated cost	197,051	105,384	100,159	84,650
Opening accumulated depreciations	-40,469	-27,960	-26,126	-15,115
Sales, retirements, purchases	-27,528	1,377	0	209
Exchange rate differences	-859	-218	-77	170
Depreciations for the year	-24,102	-13,668	-11,780	-11,390
Closing accumulated depreciations	-92,958	-40,469	-37,983	-26,126
Closing residual value according to plan	104,093	64,915	62,176	58,524
<i>Leasing objects as lessor</i>				
Opening accumulated cost	0	0	203,632	123,470
Purchases	0	0	184,782	97,262
Sales/retirements	0	0	-46,681	-17,100
Closing accumulated cost	0	0	341,733	203,632
Opening accumulated depreciations	0	0	-63,441	-36,506
Sales/retirements	0	0	31,300	12,063
Depreciations for the year	0	0	-62,464	-38,998
Closing accumulated depreciations	0	0	-94,605	-63,441
Opening accumulated impairment charges	0	0	-2,423	-1,036
Impairment charges for the year	0	0	-1,732	-1,387
Closing accumulated impairment charges	0	0	-4,155	-2,423
Closing book value	0	0	242,973	137,768
Total	108,733	69,586	306,799	197,942

Buildings refers to the office property in Åseda and properties in Haninge and Sälén. The tax assessment value amounts to SEK 811,000 (811,000) for the buildings and SEK 2,012,000 (2,012,000) for land.

The leasing object impairment loss above was reported in the income statement as a credit loss.

Leasing contracts and other rental agreements as lessee	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
<i>Fixtures and fittings used via leasing contracts</i>				
Cost, operational leasing	13,199	11,648	13,199	11,648
Of which, newly signed contracts during the year	5,104	3,300	5,104	3,300
Of which, contracts redeemed during the year	-3,553	-1,072	-3,553	-1,072
Leasing expenses during the year	4,514	3,188	4,514	3,188
<i>Other rental agreements:</i>				
Rental expenses during the year	59,544	41,402	32,529	28,297
<i>Future leasing and rental payments as lessee</i>				
Within one year	70,175	46,146	37,195	28,149
Between one and five years	82,441	105,157	75,197	88,963
Later than five years	0	0	0	0

	Group		Group	
Leasing contracts and other rental agreements as lessor	31/12/2014		31/12/2013	
<i>Financial leasing, Group</i>				
Gross investment		281,885		147,362
Non-earned financial income		-38,912		-9,594
Net investment in financial leasing agreements		242,973		137,768
Less residual values not guaranteed that fall to the lessor		0		0
Present value of receivables re future minimum leasing charges		242,973		137,768
Reserve for doubtful receivables re minimum leasing charges		4,155		2,423

	Group		Group	
<i>Remaining life, Group</i>	Gross investment	Net investment	Gross investment	Net investment
Within one year	101,092	82,679	56,587	46,476
Between one and five years	180,066	159,593	89,975	90,505
Later than five years	727	701	800	787
Total	281,885	242,973	147,362	137,768
Of which the single largest net investment		2,000		1,266

	Parent Company	
	31/12/2014	31/12/2013
<i>Operational leasing – Present value of future minimum leasing charges</i>		
	Net investment	Net investment
Within one year	82,679	46,476
Between one and five years	159,593	90,505
Later than five years	701	787
Total	242,973	137,768

	Group		Parent Company	
Note 24 Deferred tax assets/provisions	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Tangible assets	804	931	701	843
Other assets	226	227	0	0
Loss carryforwards	2,251	46,549	0	0
Deferred tax assets	3,281	47,707	701	843
Intangible assets	-5,858	-8,246	-195	-279
Fair value reserve	-20,997	-20,134	-20,997	-20,134
Untaxed reserves	-8,360	0	0	0
Deferred tax liabilities/provisions	-35,215	-28,380	-21,192	-20,413
Net	-31,934	19,327	-20,491	-19,570
Lending to the public	0	1,104	0	1,104
Tangible assets	-126	-208	-142	-198
Intangible assets	2,386	2,544	84	137
Other assets	0	25	0	0
Loss carryforwards	-44,379	-21,170	0	0
Untaxed reserves	-8,360	0	0	0
Change reported in income statement	-50,479	-17,705	-58	1,043
Change, deferred tax fair value fund	-863	-1,780	-863	-1,780
Exchange rate differences	81	-83	0	-98
Reported directly against shareholders' equity	-782	-1,863	-863	-1,878
Sale of deferred tax liabilities	0	64	0	0
Total changes	-51,261	-19,504	-921	-835
Unutilized tax losses	10,452	209,689	0	0
Reported deferred tax assets	2,251	46,549	0	0

Note 25 Other assets	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Accounts receivable	31,680	28,003	3,228	3,778
Current tax assets	14,237	13,734	8,668	11,935
Positive value of foreign exchange-related contracts	15,368	12,419	15,368	12,419
Other	46,777	40,959	7,305	7,583
Total	108,062	95,115	34,569	35,715

Derivatives for fair value hedges

Foreign exchange-related contracts				
Swap	1,032,743	1,883,851	1,032,743	1,883,851
Total	1,032,743	1,883,851	1,032,743	1,883,851
Foreign exchange distribution of market values				
EUR	793,497	1,291,255	793,497	1,291,255
NOK	219,788	500,956	219,788	500,956
DKK	4,090	41,472	4,090	41,472
USD	0	37,749	0	37,749
Total	1,017,375	1,871,432	1,017,375	1,871,432
Positive value of foreign exchange-related contracts	15,368	12,419	15,368	12,419

Note 26 Prepaid expenses and accrued income	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Interest income	0	13,828	0	14,357
Commission income	11,693	11,324	3,877	1,684
Rental/subscription expenses	16,087	9,283	11,815	8,952
Other expenses	18,005	10,305	8,504	4,866
Total	45,785	44,740	24,196	29,859

As of 1 January 2014, accrued interest income is reported as Lending to credit institutions, Lending to the public and Bonds and other securities.

Note 27 Liabilities to credit institutions	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Granted credit	118,890	114,054	50,000	50,000
Unutilized credit facilities	-89,838	-76,324	-50,000	-50,000
Total	29,052	37,730	0	0

Note 28 Deposits from the public	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Deposits from the public, external	7,544,755	5,561,667	7,243,491	5,355,019
Deposits from the public, Group	0	0	168,225	106,445
Total	7,544,755	5,561,667	7,411,716	5,461,464
of which, funds managed on behalf of private individuals	6,885,515	4,915,254	6,806,532	4,887,177

Note 29 Issued securities, etc.	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
<i>Convertible debt instrument</i>				
Nominal value of 1 convertible debt instrument	0	50,000	50,000	50,000
Shareholders' equity component of convertible debt instrument	0	-3,743	-3,469	-3,743
Capitalized interest	0	3,185	844	3,185
Total	0	49,442	47,375	49,442

On 01 January 2014, Svea Ekonomi AB issued a convertible debt instrument with a nominal value of SEK 50,000,000. The debt instrument matures on 01 January 2018 at its nominal value or it may be converted to new shares on request of the bearer at a price of SEK 2,250 per share for a total of 22,222 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 3,844,000.

On 01 June 2011, Svea Ekonomi AB issued a convertible debt instrument with a nominal value of SEK 50,000,000. The debt instrument matured on 31 May 2014 and was 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 carried an annual interest of 6 per cent. The interest expense of the convertible debt instrument for the year amounted to SEK 1,659,000 (4,330,000).

Note 30 Other liabilities	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2013	31/12/2013
Accounts payable	72,282	52,002	38,447	30,456
Tax liability	23,351	21,889	15,656	18,304
Negative value of foreign exchange-related contracts	22,592	4,243	22,592	4,243
Other	93,069	72,855	57,725	46,226
Total	211,294	150,989	134,420	99,229
<i>Derivatives for fair value hedges</i>				
Foreign exchange-related contracts				
swap	1,269,770	195,496	1,269,770	195,496
Total	1,269,770	195,496	1,269,770	195,496
Foreign exchange distribution of market values				
EUR	899,850	161,602	899,850	161,602
NOK	263,430	0	263,430	0
DKK	66,588	25,771	66,588	25,771
USD	62,494	12,366	62,494	12,366
Total	1,292,362	199,739	1,292,362	199,739
Negative value of foreign exchange-related contracts	22,592	4,243	22,592	4,243

Note 31 Accrued expenses and deferred income	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Interest income	3,041	2,242	2,833	2,132
Leasing income	16,218	8,297	16,218	8,297
Interest expenses	0	7,989	0	6,805
Commission income	2,368	3,935	2,368	3,884
Commission expenses	2,367	2,127	2,367	2,127
Personnel expenses	65,655	50,437	38,781	35,275
Other expenses	55,636	43,105	12,230	8,066
Total	145,285	118,132	74,797	66,586

As of 1 January 2014, accrued interest expenses are reported as Liabilities to credit institutions, Deposits from the public, Issued securities, etc. and Subordinated liabilities.

Note 32 Subordinated liabilities	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Subordinated loan, rate of interest 6%	75,000	0	75,000	0
Total	75,000	0	75,000	0

The subordinated loan in the amount of SEK 75,000,000 runs for 6 years and matures in full on 30 June 2020. The expense for the subordinated loan for the year amounted to SEK 2,250,000.

Note 33 Untaxed reserves	Parent Company	
	31/12/2014	31/12/2013
Accelerated depreciations	38,000	0
Total	38,000	0

Note 34 Assets pledged for own liabilities	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
<i>For guarantees provided by banks</i>				
Lending to credit institutions – portion of	10,087	1,558	9,477	1,058
<i>For liabilities to credit institutions</i>				
Lending to the public	196,463	199,371	0	0
Other assets	11	0	11	0
<i>For deposits from the public</i>				
Deposits from the public	12,061	0	12,061	0
Total	218,622	200,929	21,549	1,058

Note 35 Contingent liabilities	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Guarantee commitments, external	100	1,265	100	1,265
Guarantee commitments, Group	0	0	12,210	7,155
Total	100	1,265	12,310	8,420

Note 36 Commitments	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Granted credit	5,776,251	4,925,097	5,886,920	4,220,426
Disbursed credit	1) -5,309,514	-4,502,971	-5,335,407	-3,823,856
Non-disbursed credit	466,737	422,126	551,513	396,570
Approved limits, agents	36,890	0	0	0
Receivables, agents	2) -11,255	0	0	0
Non-disbursed limits	25,635	0	0	0
Total	492,372	422,126	551,513	396,570
of which, risk weighting at 0%	492,372	422,126	551,513	396,570
of which, risk weighting at 100%	0	0	0	0

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

2) Refers to Other assets.

Not 37 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. The capital base must at a minimum correspond to the total capital requirement for credit risks, market risks and operational risks and credit value adjustment risks. 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 capital situation and requirements are determined on a continual basis through the company's internal capital adequacy assessment process (ICAAP).

The new European CRR/CRDIV (Basel III) regulations came into force as of 1 January 2014, and entail more stringent requirements for the highest quality components of the capital base – core primary capital and primary capital. A capital conservation buffer of 2.5 per cent was introduced as of 01 August 2014 in addition to the minimum capital requirement and a systemic risk buffer for systemically important financial institutions. A contra-cyclic buffer of 1 per cent will also be introduced and come into force on 13 September 2015. 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 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 special buffer for systemic risks not applicable to the company.

As of 31 December 2014, the minimum capital requirement for the core primary capital ratio amounted to 7.0 per cent, the primary capital ratio to 8.5 per cent and the total capital ratio to 10.5 per cent. The Board decided to implement a buffer of a further 0.5 per cent as of 01 August 2014, which means the capital requirement for the core primary capital ratio amounts to 7.5 per cent, the primary capital ratio to 9.0 per cent and the total capital ratio to 11.0 per cent.

Capital base

Capital base refers to the total of core primary, primary and supplementary capital, after deductions. Core 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. Net intangible assets, i.e. after deferred tax and deferred tax assets attributable to loss carryforwards are not included in core primary capital. Deductions from core primary capital are also made for half of certain substantial investments in the financial sector. According to transition regulations, the revaluation reserve/fair value reserve previously reported as supplementary capital, are not to be calculated as part of the capital base in 2014 but taken up again as core primary capital in 2015. Otherwise core primary capital comprises parts of minority shareholdings.

Primary capital comprises parts of minority shareholdings.

Supplementary capital comprises fixed-term subordinated loans, which with a remaining term of less than five years may be taken up to a reduced amount of the nominal value based on the number of days remaining until the date of maturity. Deductions from supplementary capital are also made for half of certain substantial investments in the financial sector. Otherwise supplementary capital comprises parts of minority shareholdings. 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, operational risks and credit value adjustment risk is found in Pillar 1.

Credit risks: Svea Ekonomi applies the Standard 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.

Credit value adjustment risk – Svea Ekonomi uses a Credit Valuation Adjustment (CVA) model.

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 evaluation 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.

The analysis of the capital requirement is made through quantitative and qualitative methods and is based on a number of scenarios per risk driver. The overall assessment is that in addition to the minimum capital requirement the company's capital base also covers these risks.

Publication of information – Pillar 3

Information for publication mainly includes detailed disclosures about credit risks and information for the consolidated situation of companies 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	31/12/2014	31/12/2013
Core primary capital	847,117	764,799
Primary capital	847,117	764,799
Capital base	855,323	836,185
Risk weighted exposures	7,268,807	5,830,145
Capital requirement	581,505	466,412
Capital surplus	273,819	369,773
Core primary capital ratio	11.65%	13.12%
Primary capital ratio	11.65%	13.12%
Total capital ratio	11.77%	14.34%
Total capital ratio (incl fair value reserve)	12.79%	14.34%
Capital adequacy ratio	1.47	1.79
Shareholders' equity	1,009,405	858,294
Fair value reserve, transition adjustment	-74,443	-71,386
78.0% of untaxed reserves	29,640	0
Proposed dividends	-50,000	-20,000
Intangible assets, net	-691	-1,266
Deferred tax asset, loss carryforward	0	-843
Substantial investments in the financial sector	-66,794	0
Core primary capital	847,117	764,799
Substantial investments in the financial sector	0	0
Other primary capital	0	0
Subordinated loans	75,000	0
Substantial investments in the financial sector	-66,794	0
Fair value reserve	0	71,386
Supplementary capital	8,206	71,386
Capital base	855,323	836,185

	31/12/2014		31/12/2013	
	Risk weighted	Capital requirement	Risk weighted	Capital requirement
Exposures to institutions	464,442	37,155	227,706	18,216
Exposures to companies	1,640,209	131,217	1,566,682	125,335
Retail exposures	2,188,756	175,100	1,764,157	141,133
Other exposures	1,284,885	102,791	874,821	69,986
Credit risk	5,578,291	446,263	4,433,365	354,669
Currency risk	91,799	7,344	128,708	10,297
Market risk	91,799	7,344	128,708	10,297
Operational risk	1,591,048	127,284	1,268,073	101,446
Operational risk	1,591,048	127,284	1,268,073	101,446
Credit value adjustment risk	7,670	614	0	0
Credit value adjustment risk	7,670	614	0	0
Total	7,268,807	581,505	5,830,145	466,412

As of 1 January 2014 new European CRR/CRDIV (Basel III) regulations apply for the calculation of capital base and capital requirement. Comparative figures for capital ratios up until 2013 were based on earlier regulations.

According to transition regulations, the fair value reserve previously reported as supplementary capital, is not to be calculated as part of the capital base in 2014 but taken up again as core primary capital in 2015.

Capital adequacy for the consolidated situation	31/12/2014	31/12/2013
Core primary capital	871,230	719,226
Primary capital	876,695	719,226
Capital base	951,780	790,612
Risk weighted exposures	8,017,116	6,810,989
Capital requirement	641,369	544,879
Capital surplus	310,411	245,733
Core primary capital ratio	10.87%	10.56%
Primary capital ratio	10.94%	10.56%
Total capital ratio	11.87%	11.61%
Total capital ratio (incl fair value reserve)	12.80%	11.61%
Capital adequacy ratio	1.48	1.45
Shareholders' equity	1,110,462	921,325
Fair value reserve, transition adjustment	-74,443	-71,386
Proposed dividends	-50,000	-20,000
Intangible assets, net	-121,291	-105,591
Deferred tax asset, loss carryforward	-1,685	-5,122
Minority shareholding	8,187	0
Core primary capital	871,230	719,226
Minority shareholding	5,465	0
Other primary capital	5,465	0
Subordinated loans	75,000	0
Minority shareholding	85	0
Fair value reserve	0	71,386
Supplementary capital	75,085	71,386
Capital base	951,780	790,612

	31/12/2014		31/12/2013	
	Risk weighted	Capital	Risk weighted	Capital
Exposures to institutions	496,978	39,758	254,946	20,396
Exposures to companies	2,229,084	178,327	2,117,190	169,375
Retail exposures	2,357,190	188,575	1,934,159	154,733
Other exposures	878,171	70,254	758,963	60,717
Credit risk	5,961,423	476,914	5,065,257	405,221
Currency risk	272,912	21,833	286,780	22,942
Market risk	272,912	21,833	286,780	22,942
Operational risk	1,775,111	142,009	1,458,952	116,716
Operational risk	1,775,111	142,009	1,458,952	116,716
Credit value adjustment risk	7,670	614	0	0
Credit value adjustment risk	7,670	614	0	0
Total	8,017,116	641,369	6,810,989	544,879

During the period, the consolidated situation comprised Svea Ekonomi AB, the branches Svea Finans NUF in Norway, Svea Ekonomi AB in Finland, and the subsidiaries Svea Finance AS, Svea Finance SIA, Svea Finans A/S, Svea Rahoitus Suomi OY, Svea Finans Nederland BV, Svea Finans AG, Payson AB and Svea Exchange AB. It also includes the subsidiaries Kapitalkredit Sverige AB, Svea Ekonomi Cyprus Limited (formerly Cogilane Holdings Limited), Rhoswen Limited, Daylet Limited and Svea Finance ZRT and the Group company Svea Intressenter 2 AB.

As of 1 January 2014, new European CRR/CRDIV (Basel III) regulations apply for the calculation of capital base and capital requirement. Comparative figures for capital ratios up until 2013 were based on earlier regulations.

According to transition regulations, the fair value reserve previously reported as supplementary capital, is not to be calculated as part of the capital base in 2014 but taken up again as core primary capital in 2015.

The reclassification of Daylet Limited entailed a reduction in the capital requirement for credit risk, an increase in the capital requirement for market and operational risks, and an increase in the capital base. The change has not had any material effect.

Note 38 Business combinations

A foreign currency exchange and giro service operation was acquired with takeover on 20 March 2014. In connection with the acquisition, values such as customer contracts, synergy effects, geographical presence, market share, management and personnel were identified. The acquisition was allocated within the Group to the subsidiary Svea Exchange AB. According to the acquisition analysis, the total value of the assets and liabilities were as follows:

	Carrying amount in the company on acquisition	Adjustments	Fair value reported in Group
Other participations	1,250		1,250
Intangible assets, leasing objects	371		371
Intangible assets, goodwill		24,676	24,676
Tangible assets	36,368		36,368
Assets	37,989	24,676	62,665
Liabilities	-6,365	0	-6,365
Net assets	31,624	24,676	56,300
Acquisition costs			1,024
Transferred reimbursement including acquisition costs			57,324
Acquired lending to credit institutions			0
Effect of Group lending to credit institutions			-57,324

Operations during the period April-December 2014 affected the Group's operating income by SEK 63,060,000 and the operating profit by SEK -62,412,000.

The period entailed major expenses for restarting the operation.

Note 39 Information by business segment	AFS	Collections	Elimination	Total
<i>Group 2014</i>				
Interest income	728,015	874	-64	728,825
Interest expenses	-150,801	48	69	-150,684
Dividends received	82,895	0	-73,148	9,747
Commission income	421,112	422,076	15,024	858,212
Commission expenses	-36,179	-3,439	36	-39,582
Net profit from financial transactions	61,051	0	0	61,051
Participations in associated company's earnings	-1,234	5,767	0	4,533
Other operating income	164,640	8,907	-147,497	26,050
Operating income	1,269,499	434,233	-205,580	1,498,152
Operating expenses	-821,294	-360,744	132,432	-1,049,606
Operating profit before credit losses	448,205	73,489	-73,148	448,546
Credit losses, net	-121,181	0	0	-121,181
Impairment charges, financial assets	-1,460	0	0	-1,460
Operating profit	325,564	73,489	-73,148	325,905
<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 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
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

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

Note 40 Information by business segment	Sweden	Norway	Finland	Other	Elimination	Total
<i>Group 2014</i>						
Interest income	344,453	112,663	164,801	106,979	-71	728,825
Interest expenses	-136,356	-4,527	-99	-9,754	52	-150,684
Dividends received	9,747	0	0	0	0	9,747
Commission income	543,240	155,212	122,365	37,234	161	858,212
Commission expenses	-28,412	-2,327	-5,753	-3,155	65	-39,582
Net profit/loss from financial transactions	96,498	-53	-67	-35,604	277	61,051
Participations in associated company's earnings	-550	0	-684	5,767	0	4,533
Other operating income	17,388	3,347	3,629	1,564	122	26,050
Total operating income	846,008	264,315	284,192	103,031	606	1,498,152
Percentage	56%	18%	19%	7%	0%	100%
<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%

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, the Ukraine, Bulgaria, Croatia, Slovakia, Hungary and Slovenia.

Note 41 Assets and liabilities in SEK thousands by underlying currency

<i>Group 31/12/2014</i>	SEK	NOK	EUR	DKK	USD	Other	Total
Cash and balances with central banks	12,349	1,125	11,635	923	9,812	8,855	44,699
Lending to credit institutions	1,424,696	208,104	172,336	8,976	9,419	12,677	1,836,208
Lending to the public	2,433,646	636,622	1,752,194	61,527	66,759	199,662	5,150,410
Other assets	2,068,202	13,132	17,543	2,255	0	13,144	2,114,276
Total assets	5,938,893	858,983	1,953,708	73,681	85,990	234,338	9,145,593
Liabilities to credit institutions	0	0	28,493	0	525	34	29,052
Deposits from the public	7,068,783	288,731	142,939	5,760	37,058	1,484	7,544,755
Other liabilities	240,110	49,932	52,803	4,098	2,526	7,110	356,579
Provisions	35,215	0	0	0	0	0	35,215
Subordinated liabilities	75,000	0	0	0	0	0	75,000
Shareholders' equity	786,738	114,240	208,993	-2,754	-5,176	2,951	1,104,992
Total liabilities and shareholders' equity	8,205,846	452,903	433,228	7,104	34,933	11,579	9,145,593
Currency swaps	0	-493,266	-1,680,510	-69,246	-59,464	0	
Net position	-2,266,953	-87,186	-160,030	-2,669	-8,407	222,759	

<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	

Other currencies consist principally of Russian roubles and Ukrainian hryvnia

Note 41 Assets and liabilities in SEK thousands by underlying currency, continued

<i>Parent Company 31/12/2014</i>	SEK	NOK	EUR	DKK	USD	Other	Total
Lending to credit institutions	1,233,382	166,958	120,499	1,577	9,235	91	1,531,742
Lending to the public	2,469,859	636,622	1,729,364	60,654	55,541	0	4,952,040
Other assets	2,322,959	2,688	2,476	0	0	0	2,328,123
Total assets	6,026,200	806,268	1,852,339	62,231	64,776	91	8,811,905
Liabilities to credit institutions	0	0	0	0	0	0	0
Deposits from the public	7,061,730	280,267	69,146	137	436	0	7,411,716
Issued securities, etc.	47,375	0	0	0	0	0	47,375
Other liabilities	164,207	23,377	21,633	0	0	0	209,217
Provisions	21,192	0	0	0	0	0	21,192
Subordinated liabilities	75,000	0	0	0	0	0	75,000
Untaxed reserves	38,000	0	0	0	0	0	38,000
Shareholders' equity	793,468	97,728	118,209	0	0	0	1,009,405
Total liabilities, provisions and shareholders' equity	8,200,972	401,372	208,988	137	436	0	8,811,905
Currency swaps	0	-493,266	-1,680,510	-69,246	-59,464	0	
Net position	-2,174,772	-88,370	-37,159	-7,152	4,876	91	

<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	

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	
		2014	2013	31/12/2014	31/12/2013
NOK	Norwegian crowns	1.0897	1.1083	1.0516	1.0580
EUR	Euros	9.0961	8.6512	9.4746	8.9283
DKK	Danish crowns	1.2218	1.1614	1.2781	1.1986
USD	United States dollars	6.8803	6.5199	7.8117	6.5084
RUB	Russian roubles	-	-	0.1344	0.2147
UAH	Ukrainian hryvnia	0.5884	0.8305	0.4894	0.8100

Note 42 Financial instruments – classification of financial assets and liabilities

<i>Group 2014</i>	Loan receivables and accounts receivable	Investments held to maturity	Financial assets available for sale	Financial assets/liabilities measured at fair value via the income statement	Other financial liabilities	Other balance sheet items	Total acquisition costs
Cash and balances with central banks				44,699			44,699
Lending to credit institutions	1,836,208						1,836,208
Lending to the public	5,150,410						5,150,410
Bonds and securities			1,040,949				1,040,949
Shares and participations			589,631				589,631
Other participations						4,534	4,534
Shares and participations in associated companies						57,076	57,076
Intangible assets						156,225	156,225
Tangible assets						108,733	108,733
Deferred tax assets						3,281	3,281
Other assets	31,680			15,368		61,014	108,062
Prepaid expenses and accrued income						45,785	45,785
Total assets	7,018,298		1,630,580	60,067		436,648	9,145,593
Liabilities to credit institutions					29,052		29,052
Deposits from the public					7,544,755		7,544,755
Other liabilities				22,592	72,282	116,420	211,294
Accrued expenses/ deferred income						145,285	145,285
Provisions						35,215	35,215
Subordinated liabilities					75,000		75,000
Total liabilities				22,592	7,721,089	296,920	8,040,601
Shareholders' equity						1,104,992	1,104,992
Balance sheet total							9,145,593
<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			589,985				589,985
Shares and participations			482,443				482,443
Other participations						3,374	3,374
Shares and participations in associated companies						56,934	56,934
Intangible assets						139,941	139,941
Tangible assets						69,586	69,586
Deferred tax assets						47,707	47,707
Other assets	28,003			12,419		54,693	95,115
Prepaid expenses and accrued income						44,740	44,740
Total assets	5,365,987		1,072,428	12,419		416,975	6,867,809
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

Note 42 Financial instruments – classification of financial assets and liabilities, continued

	Loan receivables and accounts receivable	Investments held to maturity	Financial assets available for sale	Financial assets/liabilities measured at fair value via the income statement	Other financial liabilities	Other balance sheet items	Total acquisition costs
<i>Parent Company 2014</i>							
Lending to credit institutions							1,531,742
Lending to the public							4,952,040
Bonds and securities	1,531,742		1,040,949				1,040,949
Shares and participations	4,952,040		589,044				589,044
Shares and participations in associated companies						56,802	56,802
Shares in Group companies						274,177	274,177
Intangible assets						886	886
Tangible assets						306,799	306,799
Deferred tax assets						701	701
Other assets	3,228			15,368		15,973	34,569
Prepaid expenses and accrued income						24,196	24,196
Total assets	6,487,010		1,629,993	15,368		679,534	8,811,905
Deposits from the public					7,411,716		7,411,716
Issued securities, etc.					47,375		47,375
Other liabilities				22,592	38,447	73,381	134,420
Accrued expenses/ deferred income						74,797	74,797
Provisions						21,192	21,192
Subordinated liabilities					75,000		75,000
Untaxed reserves						38,000	38,000
Total liabilities				22,592	7,572,538	207,370	7,802,500
Shareholders' equity						1,009,405	1,009,405
Balance sheet total							8,811,905
<i>Parent Company 2013</i>							
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		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

Note 43 Assets and liabilities reported at fair value 31/12/2014 31/12/2013

<i>Group</i>	Carrying amount	Fair value	Carrying amount	Fair value
Cash and balances with central banks	44,699	44,699	0	0
Lending to credit institutions	1,836,208	1,836,208	1,048,866	1,048,866
Lending to the public	5,150,410	5,150,410	4,289,118	4,289,118
Bonds and securities	1,040,949	1,040,949	589,985	589,985
Shares and participations	589,631	589,631	482,443	482,443
Accounts receivable	31,680	31,680	28,003	28,003
Foreign exchange-related contracts	15,368	15,368	12,419	12,419
Financial assets	8,708,945	8,708,945	6,450,834	6,450,834
Non-financial assets	436,648	436,648	416,975	416,975
Assets	9,145,593	9,145,593	6,867,809	6,867,809
Liabilities to credit institutions	29,052	29,052	37,730	37,730
Deposits from the public	7,544,755	7,544,755	5,561,667	5,561,667
Issued securities, etc.	0	0	49,442	49,442
Accounts payable	72,282	72,282	52,002	52,002
Foreign exchange-related contracts	22,592	22,592	4,243	4,243
Subordinated liabilities	75,000	76,845	0	0
Financial liabilities	7,743,681	7,745,526	5,705,084	5,705,084
Non-financial liabilities	296,920	296,920	241,256	241,256
Liabilities and provisions	8,040,601	8,042,446	5,946,340	5,946,340

<i>Parent Company</i>	Carrying amount	Fair value	Carrying amount	Fair value
Lending to credit institutions	1,531,742	1,531,742	789,329	789,329
Lending to the public	4,952,040	4,952,040	4,107,382	4,107,382
Bonds and securities	1,040,949	1,040,949	589,985	589,985
Shares and participations	589,044	589,044	481,759	481,759
Accounts receivable	3,228	3,228	3,778	3,778
Foreign exchange-related contracts	15,368	15,368	12,419	12,419
Financial assets	8,132,371	8,132,371	5,984,652	5,984,652
Non-financial assets	679,534	679,534	570,776	570,776
Assets	8,811,905	8,811,905	6,555,428	6,555,428
Liabilities to credit institutions	0	0	0	0
Deposits from the public	7,411,716	7,411,716	5,461,464	5,461,464
Issued securities, etc.	47,375	47,375	49,442	49,442
Accounts payable	38,447	38,447	30,456	30,456
Foreign exchange-related contracts	22,952	22,952	4,243	4,243
Subordinated liabilities	75,000	76,845	0	0
Financial liabilities	7,595,490	7,597,335	5,545,605	5,545,605
Non-financial liabilities	207,010	207,010	151,529	151,529
Liabilities and provisions	7,802,500	7,804,345	5,697,134	5,697,134

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 44 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 31/12/2014</i>	Level 1	Level 2	Level 3	Total
Bonds and other securities	1,040,949			1,040,949
Shares and participations	564,778		24,853	589,631
Foreign exchange-related contracts	15,368			15,368
Financial assets	1,621,095		24,853	1,645,948
Foreign exchange-related contracts	22,592			22,592
Financial liabilities	22,592			22,592

<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

<i>Parent Company 31/12/2014</i>	Level 1	Level 2	Level 3	Total
Bonds and other securities	1,040,949			1,040,949
Shares and participations	564,364		24,680	589,044
Foreign exchange-related contracts	15,368			15,368
Financial assets	1,620,681		24,680	1,645,361
Foreign exchange-related contracts	22,592			22,592
Financial liabilities	22,592			22,592

<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

Note 44 Fair value – Level 3	Shares and participations
<i>Group</i>	
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
Acquisition cost	3,210
Exchange rate differences	13
Gains and losses reported in profit for the year	-25,300
Closing balance 31/12/2014	24,853
<i>Parent Company</i>	
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
Acquisition cost	3,210
Gains and losses reported in profit for the year	-25,159
Closing balance 31/12/2014	24,680

Note 45 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.

Note 45 Liquidity exposure, contractually remaining terms, continued.

Discounted/nominal cash flows – contractually remaining terms							
Group 2014	On demand	Max 3 months	3 mo. – 1 yr	1 yr – 5 yrs	More than 5 yrs	No term	Carrying amount
Cash and balances with central banks	44,699						44,699
Lending to credit institutions	1,814,060		21,648		500		1,836,208
Lending to the public		3,167,328	590,609	1,098,018	294,455		5,150,410
Bonds and securities			80,080	910,379	50,490		1,040,949
Shares and participations						589,631	589,631
Other assets		47,048	14,237			422,411	483,696
Total assets	1,858,759	3,214,376	706,574	2,008,397	345,445	1,012,042	9,145,593
Liabilities to credit institutions		29,052					29,052
Deposits from the public	6,806,532	601,211	20,469	116,543			7,544,755
Subordinated liabilities					75,000		75,000
Other liabilities		94,874	23,351			273,569	391,794
Shareholders' equity						1,104,992	1,104,992
Total liabilities and shareholders' equity	6,806,532	725,137	43,820	116,543	75,000	1,378,561	9,145,593
Issued financial guarantees						-100	-100
Issued loan commitments						-492,372	-492,372
Lease agreements as lessee		-17,544	-52,631	-82,441	0		-152,616
Total	0	-17,544	-52,631	-82,441	0	-492,472	-645,088
Total difference	-4,947,773	2,471,695	610,123	1,809,413	270,445		
Cash and balances with central banks							44,699
Lending to credit institutions							1,836,208
Bonds and securities, after valuation haircuts							1,015,550
Shares and participations, listed							564,778
Unutilized credit facilities							39,838
Available liquidity							3,501,073
Available liquidity/deposits from public							46%
Group 2013	On demand	Max 3 months	3 mo. – 1 yr	1 yr – 5 yrs	More than 5 yrs	No term	Carrying amount
Lending to credit institutions	1,048,366				500		1,048,866
Lending to the public		2,574,931	467,803	984,353	262,031		4,289,118
Bonds and securities			25,719	523,549	40,717		589,985
Shares and participations						482,443	482,443
Other assets		40,422	13,734			403,241	457,397
Total assets	1,048,366	2,615,353	507,256	1,507,902	303,248	885,684	6,867,809
Liabilities to credit institutions		37,730					37,730
Deposits from the public	4,887,177	610,131	17,146	47,213			5,561,667
Issued securities, etc.			49,442				49,442
Other liabilities		56,245	21,889			219,367	297,501
Shareholders' equity						921,469	921,469
Total liabilities and shareholders' equity	4,887,177	704,106	88,477	47,213	0	1,140,836	6,867,809
Issued financial guarantees						-1,265	-1,265
Issued loan commitments						-422,126	-422,126
Lease agreements as lessee		-11,537	-34,610	-105,157	0		-151,303
Total	0	-11,537	-34,610	-105,157	0	-423,391	-574,694
Total difference	-3,838,811	1,899,711	384,169	1,355,532	303,248		
Lending to credit institutions							1,048,866
Bonds and securities, after valuation haircuts							566,856
Shares and participations, listed							435,513
Unutilized credit facilities							26,324
Available liquidity							2,077,559
Available liquidity/deposits from public							37%

Note 45 Liquidity exposure, contractually remaining terms, continued

Discounted/nominal cash flows – contractually remaining terms							
<i>Parent Company 2014</i>	On demand	Max 3 months	3 mo. – 1 yr	1 yr – 5 yrs	More than 5 yrs	No term	Carrying amount
Lending to credit institutions	1,510,204		21,538				1,531,742
Lending to the public		3,192,059	447,581	1,018,718	293,682		4,952,040
Bonds and securities			80,080	910,379	50,490		1,040,949
Shares and participations						589,044	589,044
Other assets		18,596	8,668			670,866	698,130
Total assets	1,510,204	3,210,655	557,867	1,929,097	344,172	1,259,910	8,811,905
Deposits from the public	6,806,532	605,184					7,411,716
Issued securities, etc.				47,375			47,375
Subordinated liabilities					75,000		75,000
Other liabilities		61,039	15,656			153,714	230,409
Untaxed reserves						38,000	38,000
Shareholders' equity						1,009,405	1,009,405
Total liabilities and shareholders' equity	6,806,532	666,223	15,656	47,375	75,000	1,201,119	8,811,905
Issued financial guarantees						-12,310	-12,310
Issued loan commitments						-551,513	-551,513
Lease agreements as lessee		-9,299	-27,896	-75,197	0		-112,392
Lease agreements as lessor		20,799	61,880	159,593	701		242,973
Total	0	11,500	33,984	84,396	701	-563,823	-433,242
Total difference	-5,296,328	2,555,932	576,195	1,966,118	269,873		
Lending to credit institutions							1,531,742
Bonds and securities, after valuation haircuts							1,015,550
Shares and participations, listed							564,364
Unutilized credit facilities							0
Available liquidity							3,111,656
Available liquidity/deposits from public							42%
	On demand	Max 3 months	3 mo. – 1 yr	1 yr – 5 yrs	More than 5 yrs	No term	Carrying amount
<i>Parent Company 2013</i>							
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	40,717		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	301,694	1,040,600	6,555,428
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	302,481		
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%

Note 46 Interest-rate exposure, fixed-interest terms

<i>Group 2014</i>	Max 1 month	1 mo. – 3 mo.	3 mo. – 1 yr	1 yr – 5 yrs	More than 5 yrs	No interest	Total
Cash and balances with central banks						44,699	44,699
Lending to credit institutions	1,836,208		8,075	49,583			1,836,208
Lending to the public	5,058,068					34,684	5,150,410
Bonds and other securities		80,080		910,379	50,490		1,040,949
Other assets						1,073,327	1,073,327
Total assets	6,894,276	80,080	8,075	959,962	50,490	1,152,710	9,145,593
Liabilities to credit institutions	29,052						29,052
Deposits from the public	6,892,856		20,469	116,543		514,887	7,544,755
Other liabilities						356,579	356,579
Provisions						35,215	35,215
Subordinated liabilities					75,000		75,000
Shareholders' equity						1,104,992	1,104,992
Total liabilities and shareholders' equity	6,921,908	0	20,469	116,543	75,000	2,011,673	9,145,593
Net interest-rate exposure	-27,632	80,080	-12,394	843,419	-24,510		
Cumulative interest-rate exposure	-27,632	52,448	40,054	883,473	858,963		

<i>Group 2013</i>	Max 1 month	1 mo. – 3 mo.	3 mo. – 1 yr	1 yr – 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	1,865				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	566,131	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	566,131	-49,442	-38,639	0		
Cumulative interest-rate exposure	304,131	870,262	820,820	782,181	782,181		

Note 46 Interest-rate exposure, fixed-interest terms, continued

<i>Parent Company 2014</i>	Max 1 month	1 mo. – 3 mo.	3 mo. – 1 yr	1 yr – 5 yrs	More than 5 yrs	No interest	Total
Lending to credit institutions	1,531,742						1,531,742
Lending to the public	4,732,737			185,477		33,826	4,952,040
Bonds and other securities		80,080		910,379	50,490		1,040,949
Other assets						1,287,174	1,287,174
Total assets	6,264,479	80,080	0	1,095,856	50,490	1,321,000	8,811,905
Deposits from the public	6,891,025					520,691	7,411,716
Issued securities, etc.				47,375			47,375
Other liabilities						209,217	209,217
Provisions						21,192	21,192
Subordinated liabilities					75,000		75,000
Untaxed reserves						38,000	38,000
Shareholders' equity						1,009,405	1,009,405
Total liabilities and shareholders' equity	6,891,025	0	0	47,375	75,000	1,798,505	8,811,905
Net interest-rate exposure	-626,546	80,080	0	1,048,481	-24,510		
Cumulative interest-rate exposure	-626,546	-546,466	-546,466	502,015	477,505		
<i>Parent Company 2013</i>	Max 1 month	1 mo. – 3 mo.	3 mo. – 1 yr	1 yr – 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		

Note 47 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 8,590,000 (7,822,000) for the Group and +/- SEK 4,775,000 (4,438,000) for the Parent Company, based on all interest-bearing assets and liabilities existing on the closing date, according to Note 46.

Currency risk

<i>Group 2014</i>	NOK	EUR	DKK	USD	Other	Total
Net position according to Note 41	-87,186	-160,030	-2,669	-8,407	222,759	-35,533
Effect of 10% increase in SEK against currency	8,719	16,003	267	841	-22,276	3,553
<i>Group 2013</i>	NOK	EUR	DKK	USD	Other	Total
Net position according to Note 41	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>Parent Company 2014</i>	NOK	EUR	DKK	USD	Other	Total
Net position according to Note 41	-88,370	-37,159	-7,152	4,876	91	-127,714
Effect of 10% increase in SEK against currency	8,837	3,716	715	-488	-9	12,771
<i>Parent Company 2013</i>	NOK	EUR	DKK	USD	Other	Total
Net position according to Note 41	-5,508	-693	2,385	107	80	-3,629
Effect of 10% increase in SEK against currency	551	9	-239	-11	-8	363

Share-price risk

Geographic distribution of holdings:	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Sweden	589,044	456,600	589,044	456,600
Nordic, other	552	513	0	0
Europe, other	35	25,330	0	25,159
Total	589,631	482,443	589,044	481,759

Distribution of holdings per industry:	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Commodities	201,737	177,897	201,737	177,897
Services	154,880	133,573	154,880	133,573
Telecoms	111,902	98,949	111,896	98,943
IT	100,605	38,148	100,605	38,148
Health care	5,693	4,087	5,693	4,087
Finance	7,249	6,253	6,668	5,575
Industry	6,223	6,991	6,223	6,991
Other	1,342	16,545	1,342	16,545
Total	589,631	482,443	589,044	481,759

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 58,963,000 (48,244,000) for the Group, or 5.3 per cent (5.2) of shareholders' equity, and +/- SEK 58,904,000 (48,176,000) for the Parent Company, or 5.8 per cent (5.6) of shareholders' equity, based on the shares and participations existing on the closing date.

Note 48 Credit-risk exposure, gross and net, and specification of collateral for loan receivables

<i>Group 2014</i>	Total credit risk exposure (before impairment)	Impairment/provision	Carrying amount	Value of collateral for items in balance sheets	Total credit risk exposure after deductions for collateral
Lending to credit institutions	1,836,208		1,836,208		1,836,208
Lending to public					
<i>Lending against collateral in:</i>					
Mortgages on properties	70,297	-5,991	64,306	64,306	0
Mortgages on housing cooperatives	0	0	0	0	0
Accounts receivable	885,039	-13,763	871,276	871,276	0
Floating charges	79,149	-155	78,994	78,994	0
Guarantees	111,876	-2,320	109,556	109,556	0
Other	334,868	-4,155	330,713	330,713	0
Total lending against collateral	1,481,229	-26,384	1,454,845	1,454,845	0
<i>Unsecured lending:</i>					
Lending, external	4,059,260	-363,695	3,695,565		3,695,565
Lending, Group	0		0		0
Total unsecured lending	4,059,260	-363,695	3,695,565		3,695,565
Total lending to the public	5,540,489	-390,079	5,150,410	1,454,845	3,695,565
Bonds and other securities					
<i>Government securities and similar:</i>					
AAA	50,489		50,489		50,489
AA+	115,162		115,162		115,162
<i>Other issuers:</i>					
AAA	311,104		311,104		311,104
AA	65,067		65,067		65,067
A+	0		0		0
A	0		0		0
A-	71,121		71,121		71,121
BBB	88,230		88,230		88,230
BBB-	58,934		58,934		58,934
BB+	11,205		11,205		11,205
BB	20,963		20,963		20,963
With no rating	193,355		193,355		193,355
Total bonds and other securities	1,040,949	0	1,040,949	0	1,040,949
Positive value of foreign exchange-related contracts	15,368		15,368		15,368
Issued loan commitments	0		0		0
Issued financial guarantees	100		100		100
Total	8,433,114	-390,079	8,043,035	1,454,845	6,588,190

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

	Lending to private individuals	Lending to companies	Value of collateral
<i>Group 2014</i>			
Mortgages on properties	48,255	16,051	64,306
Mortgages on housing cooperatives	0	0	0
Accounts receivable	0	871,276	871,276
Floating charges	0	78,994	78,994
Guarantees	103,175	6,381	109,556
Other	12,555	318,158	330,713
Loan receivables	163,985	1,290,860	1,454,845

Of which, unsettled receivables as defined in Note 16

46,188

Of which, doubtful receivables as per Note 16

0

Note 48 Credit-risk exposure, gross and net, and specification of collateral for loan receivables, continued

<i>Group 2013</i>	Total credit risk exposure (before impairment)	Impairment/provision	Carrying amount	Value of collateral for items in 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 cooperatives	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	4,635,782	-346,664	4,289,118	1,175,184	3,113,934
Bonds and other securities					
<i>Government securities and similar:</i>					
A-	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

	Lending to private individuals	Lending to companies	Value of collateral
<i>Group 2013</i>			
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 48 Credit-risk exposure, gross and net, and specification of collateral for loan receivables, continued

<i>Parent Company 2014</i>	Total credit risk exposure (before impairment)	Impairment/provision	Carrying amount	Value of collateral for items in balance sheets	Total credit risk exposure after deductions for collateral
Lending to credit institutions	1,531,742		1,531,742		1,531,742
Lending to public					
<i>Lending against collateral in:</i>					
Mortgages on properties	69,536	-5,991	63,545	63,545	0
Mortgages on housing cooperatives	0	0	0	0	0
Accounts receivable	878,277	-12,645	865,632	865,632	0
Floating charges	79,149	-155	78,994	78,994	0
Guarantees	109,514	-1,912	107,602	107,602	0
Other	79,799	0	79,799	79,799	0
Total lending against collateral	1,216,275	-20,703	1,195,572	1,195,572	0
<i>Unsecured lending:</i>					
Lending, external	3,427,171	-340,342	3,086,829		3,086,829
Lending, Group	669,639		669,639		669,639
Total unsecured lending	4,096,810	-340,342	3,756,468		3,756,468
Total lending to the public,	5,313,085	-361,045	4,952,040	1,195,572	3,756,468
Bonds and other securities					
<i>Government securities and similar:</i>					
AAA	50,489		50,489		50,489
AA+	115,162		115,162		115,162
<i>Other issuers:</i>					
AAA	311,104		311,104		311,104
AA	65,067		65,067		65,067
AA-	24,897		24,897		24,897
A+	30,422		30,422		30,422
A-	71,121		71,121		71,121
BBB	88,230		88,230		88,230
BBB-	58,934		58,934		58,934
BB+	11,205		11,205		11,205
BB	20,963		20,963		20,963
With no rating	193,355		193,355		193,355
Total bonds and other securities	1,040,949	0	1,040,949	0	1,040,949
Positive value of foreign exchange-related contracts	15,368		15,368		15,368
Issued loan commitments	0		0		0
Issued financial guarantees	12,310		12,310		12,310
Total	7,913,454	-361,045	7,552,409	1,195,572	6,356,837

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 2014</i>	Lending to private individuals	Lending to companies	Value of collateral
Mortgages on properties	48,255	15,290	63,545
Mortgages on housing cooperatives	0	0	0
Accounts receivable	0	865,632	865,632
Floating charges	0	78,994	78,994
Guarantees	103,175	4,427	107,602
Other	12,555	67,244	79,799
Loan receivables	163,985	1,031,587	1,195,572
Of which, unsettled receivables as defined in Note 16			33,961
Of which, doubtful receivables as per Note 16			0

Note 48 Credit-risk exposure, gross and net, and specification of collateral for loan receivables, continued

<i>Parent Company 2013</i>	Total credit risk exposure (before impairment)	Impairment/provision	Carrying amount	Value of collateral for items in 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 cooperatives	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	4,422,146	-314,764	4,107,382	1,026,377	3,081,005
Bonds and other securities					
<i>Government securities and similar:</i>					
A-	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	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	Lending to private individuals	Lending to companies	Value of collateral
<i>Parent Company 2013</i>			
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 49 Credit quality of loan receivables	Group		Parent Company	
	31/12/2014	31/12/2013	31/12/2014	31/12/2013
Private individuals:				
Share of doubtful loan receivables	11.8%	11.8%	12.5%	12.6%
Rate of loss provisions for doubtful loan receivables	83.3%	85.1%	83.2%	85.1%
Credit loss ratio	3.2%	3.7%	3.3%	3.9%
Companies:				
Share of doubtful loan receivables	2.6%	3.3%	2.1%	2.6%
Rate of loss provisions for doubtful loan receivables	100.0%	100.0%	100.0%	100.0%
Credit loss ratio	1.6%	4.1%	1.4%	2.3%

Note 50 Reporting per country

<i>Group 2014</i>						
Country	Geographical area	Operation ³⁾	Operating income	Operating profit	Tax on profit for the year	Average number permanent employees
Sweden	SE, DE, NL, AT ¹⁾	FIN, REC, ADM	846,008	210,992	-47,716	523
Norway	Norway	FIN, REC	264,315	64,396	-17,482	103
Finland	Finland	FIN, REC	284,192	68,013	-17,088	139
Denmark	Denmark	FIN, REC	35,586	-9,725	-5,646	29
Estonia	Estonia	FIN, REC	9,431	496	0	16
Latvia	Latvia	FIN, REC	51	-1,404	0	2
Switzerland	Switzerland	FIN	8,939	2,685	-632	8
Netherlands	Netherlands	FIN	45,226	14,651	-3,519	14
Cyprus	CY, RU, RO, SL ²⁾	FIN	6,690	-8,360	-1,744	0
Ukraine	Ukraine	FIN	-10,770	-15,333	-17	4
Serbia	Serbia	FIN	-1,085	-2,956	0	0
Bulgaria	Bulgaria	FIN	572	17	-2	1
Croatia	Croatia	FIN	3,628	1,082	-715	0
Slovenia	Slovenia	FIN	89	76	-15	0
Hungary	Hungary	FIN	-32	-187	0	0
Austria	Austria	ADM	-2	3	0	0
Curacao	Eastern Europe	REC	5,767	5,767	0	0
Eliminations			-453	-4,308	-162	
Total			1,498,152	325,905	-94,738	839

<i>Group 2013</i>						
Country	Geographical area	Operation ³⁾	Operating income	Operating profit	Tax on profit for the year	Average number
Sweden	SE, DE, NL, AT ¹⁾	FIN, REC, ADM	630,213	133,177	-22,596	350
Norway	Norway	FIN, REC	235,131	40,732	-11,505	92
Finland	Finland	FIN, REC	239,282	43,933	-18,170	143
Denmark	Denmark	FIN, REC	27,418	-5,526	792	28
Estonia	Estonia	FIN, REC	8,305	-1,936	0	16
Latvia	Latvia	FIN, REC	-4	-972	0	2
Switzerland	Switzerland	FIN	12,499	3,804	-870	9
Netherlands	Netherlands	FIN	47,833	-3,139	689	13
Cyprus	CY, RU, RO, SL ²⁾	FIN	14,384	169	-1,189	0
Ukraine	Ukraine	FIN	-2,017	-3,722	0	3
Serbia	Serbia	FIN	-884	-1,362	-14	0
Austria	Austria	ADM	1	9	0	0
Curacao	Eastern Europe	REC	0	-433	0	0
Eliminations			-3,303	-9,303	344	
Total			1,208,858	195,431	-52,519	656

The tables show information per country where Svea Ekonomi is established, i.e. has a physical presence through a subsidiary, associated company or a branch. The names of subsidiaries and associated companies are provided under notes 20 and 21. The Parent Company also conducts business in Norway and Finland via the branches Svea Finans NUF and Svea Ekonomi AB respectively.

1) Geographical area refers to Sweden, Germany, the Netherlands and Austria.

2) Geographical area refers to Cyprus, Russia, Romania and Slovakia.

3) Operations comprise FIN = Financial services, REC = Debt recovery services, ADM = Administrative services. FIN and ADM together constitute the AFS operational area.

Note 51 Related-parties	Parent Company	
	31/12/2014	31/12/2013
Income and expenses		
Interest income, Group companies	31,697	29,601
Dividends and Group contributions received, Group companies	244,422	129,812
Dividends received, associated companies	5,504	0
Commission income, Group companies	-819	-1,132
Other operating income, Group companies	175,646	176,874
Other operating income, associated companies	0	0
Other administrative expenses, Group companies	-13,876	-10,432
Other administrative expenses, associated companies	-188	0
Total	442,386	324,723
Assets		
Lending to the public, Group companies	691,431	603,163
Prepaid expenses and accrued income, Group companies	3,296	2,137
Total	694,727	605,300
Liabilities		
Deposits from the public, Group companies	168,225	106,445
Accrued expenses and deferred income, Group companies	1,204	551
Total	169,429	106,996
Assets pledged for own liabilities		
For Group companies and associated companies	0	0
Contingent liabilities		
Guarantees, Group companies and associated companies	12,210	7,155
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 08 May 2015

Ulf Geijer
Chairman

Mats Kärsrud

Mats Hellström

Anders Ingler

Lennart Ågren
CEO

My audit report was submitted on 08 May 2015

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 2014.

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 2014 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 2014 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 income statements 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 2014.

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

Under the Swedish Companies Act and the Banking and Financing Business 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 Banking and Financing Business 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 08 May 2015

Per Fridolin
Authorized Public Accountant