

# FINNVERA

Finnvera Group's Half-Year Report  
1 January-30 June 2024



Finnvera Group, Stock Exchange Release 20 August 2024

## Finnvera Group's Half-Year Report 1 January–30 June 2024

Number of financing decisions at the previous year's level, weaker demand for new export financing - result for the period under review EUR 85 million

### Finnvera Group, summary H1/2024 (vs. H1/2023 or 31 December 2023)

- Result 85 MEUR (148) – The result for the period under review was strong for all business operations. Net interest income increased by 43% to 69 MEUR (48). Net fee and commission income increased by 11% to 101 MEUR (91). The loss provisions for export credit guarantee and special guarantee operations, which have had a significant impact on Finnvera's financial performance in recent years, remained unchanged during the period under review, when in the reference period they were reversed by 150 MEUR.
- Expense-income ratio was very good and whereas by 4.4 pp to 16.4% (20.8%).
- Non-restricted equity and the assets of the State Guarantee Fund, which provides the Group's buffer reserves for covering possible future losses, grew by 5% and totalled EUR 2.0 bn (1.9).
- Expected credit losses on the balance sheet were EUR 1.2 bn (1.2) and increased by 1% during the period under review.
- The cumulative self-sustainability target set for Finnvera's operations is achieved when the results of domestic and export financing are calculated to the end of June 2024.
- Results by business area – The result of the SME and midcap business of the parent company, Finnvera plc, during the period under review was 9 MEUR (15), while the Large Corporates business was 53 MEUR (119). The impact of Finnish Export Credit Ltd, a Finnvera subsidiary, on the Group's result was 23 MEUR (14).
- The balance sheet total was EUR 15.4 bn (14.3), representing an increase of 8%.
- Contingent liabilities stood at EUR 17.6 bn (16.4), increasing by 7%.

- Equity ratio was reduced by 0.1 pp to 9.2% (9.3).
- The NPS index, which is used to measure client satisfaction, was at an excellent level, improving by 25 points to 86 (61).

### Comments from CEO Juuso Heinilä:

“Our economic operating environment stabilised during the first half of the year, and fears of continuing interest rate hikes were dissipated. The outlook for the global economy is improving as a result of decreasing inflation, lower interest rates, and growth in real income.

Between January and June, Finnvera granted EUR 0.5 billion (0.8) in domestic loans and guarantees. The decrease denominated in euros from the previous year is due to a major individual financing decision that was made during the reference period. The number of financing decisions was at the same level as during reference period, demonstrating that the decline in business activity has ceased, and SMEs in particular have begun implementing their previous investment plans. Although the amount of domestic financing decreased from the previous year, the financing granted was still at a higher level than during the pre-pandemic period. A total of EUR 34 million (5) was granted for climate and digital loans, which are intended for green transition and digitalisation projects under the InvestEU Guarantee Programme. The granting of climate and digital loans began in June 2023. As a result of long-term economic uncertainty, the number of payment difficulties faced by domestic financing clients was still high, although the situation is not alarming.

In accordance with Finnvera's strategy, 92% of domestic financing was allocated to start-ups, SMEs seeking growth and internationalisation, investments, transfers of ownership, export and delivery projects, and SME guarantee projects.

The importance of exports to the Finnish economy is undeniable, and the improved outlook for exports is currently subject to high expectations, as is the growth and renewal of the entire business field. Demand

### Finnvera Group, H1/2024

Result  
H1/2024

**85 MEUR**

(H1/2023: 148 MEUR)  
change -42%

Balance sheet total  
30 June 2024

**EUR 15.4 bn**

(31 Dec 2023: EUR 14.3 bn)  
change 8%

Contingent liabilities  
30 Jun 2024

**EUR 17.6 bn**

(31 Dec 2023: EUR 16.4 bn)  
change 7%

Non-restricted equity and  
The State Guarantee Fund  
after H1/2024 result  
30 Jun 2024

**EUR 2.0 bn**

(31 Dec 2023: EUR 1.9 bn)  
change 5%

Expense-income ratio H1/2024

**16.4%**

(H1/2023: 20.8%)  
change -4.4 pp

Equity ratio 30 Jun 2024

**9.2%**

(31 Dec 2023: 9.3%)  
change -0,1 pp

NPS-index  
(net promoter score)  
H1/2024

**86**

(H1/2023: 61)  
change 25 points

Expected credit losses based  
on the balance sheet items  
30 Jun 2024

**EUR 1.2 bn**

(31 Dec 2023: EUR 1.2 bn)  
change 1%

for Finnvera's export financing decreased in the first half of the year, with fewer new export credit guarantee offers being submitted than in the

## Finnvera Group, Stock Exchange Release 20 August 2024

previous year. This was mainly due to the focus of Finnish exporters on investment goods and the decline in export demand due to both the economic operating environment and higher interest rates. Between January and June, Finnvera granted EUR 1.8 billion (3.5) in export credit guarantees, export guarantees, and special guarantees. The annual volume of financing is also always affected by the timing of individual large export transactions. The most active sector was telecommunications, where in April Finnvera signed its largest export credit guarantee agreement for the telecommunications sector with Nokia, to finance the creation of India's 5G network. The demand for export credits remained low, and Finnvera granted EUR 3 million (425) of export credits during the period under review. The financing of export trade is increasingly provided by banks to which Finnvera grants guarantees.

Finnvera's result during the period under review was strong for all its business operations. The result for January–June was EUR 85 million (148). The results of all business operations, i.e. SME and midcap financing, export credit guarantee and special guarantee operations, and Finnvera's subsidiary Finnish Export Credit Ltd, were positive. The loss provisions for export credit guarantee and special guarantee operations, which were mainly related to the cruise shipping and shipyard sector and Russia, were kept unchanged. In longer-term comparisons, the result of the review period is excellent, even though it did not reach the result of the previous year. The result of the reference period was exceptional due to the reversal of loss provisions in export credit guarantee operations. However, the credit loss risk of export financing exposure remains high, which may affect Finnvera's future financial performance and buffer reserves.

Finnvera's mission is to supplement the financial market and enable future growth. The guarantee-related collaboration agreement that Finnvera signed in May with the European Investment Bank helps share the risk of the financing granted to midcap enterprise-level growth projects and investments. We strive to increase the number of Finnish export companies and enable SME-level exports through our financing. Our new bill of

exchange financing is intended for export sales of machinery and equipment worth less than EUR 2 million. Our unsecured SME Guarantee, which was renewed at the turn of the year, can now be used to finance corporate acquisitions. The overall reform of the legislation concerning Finnvera, which is part of the new Government Programme, is crucial for the development of our operations and the competitiveness of our export financing.

At the first half of the year, Finnvera's NPS index, which is used to measure the willingness of our clients to recommend our services, stood at a stellar level of 86 points. The creation of a good customer experience is also supported by digitalisation. The reform of Finnvera's online services progressed as planned at the beginning of the year. In accordance with our strategy, we will continue increasing the versatility of our financing for the rest of the year as well."

### Finnvera Group

#### Financing granted Jan–June/2024 (vs. Jan–June/2023)

- Domestic loans and guarantees: EUR 0.5 bn (0.8), change -35%.
- Export credit guarantees, export guarantees and special guarantees: EUR 1.8 bn (3.5), change -48%.
- Export credits: EUR 0.0 bn (0.4), change -99%.
  - The credit risk for the subsidiary Finnish Export Credit Ltd's export credits is covered by the parent company Finnvera plc's export credit guarantee.
  - The fluctuation in the amount of export credit guarantees and export credits is influenced by the timing of individual major export transactions.

#### Exposure 30 June 2024 (vs. 31 December 2023)

The exposure includes binding credit commitments and recovery and guarantee receivables.

- Domestic loans and guarantees, export credit guarantees, export guarantees and special guarantees, total EUR 27.3 bn (26.4), change 4%.

- Domestic loans and guarantees: EUR 3.0 bn (3.0), change -1%.
- Export credit guarantees, export guarantees and special guarantees: EUR 24.3 bn (23.4), change 4%.
  - Drawn exposure EUR 14.4 bn (14.2), change 2%, of which Large Corporates' cruise shipping and shipyard sector-related exposure EUR 7.3 bn (7.3).
  - Undrawn exposure EUR 5.8 bn (4.5) and binding offers EUR 4.1 bn (4.7), in total EUR 9.9 bn (9.2), change 8%, of which Large Corporates' cruise shipping and shipyard sector-related exposure in total EUR 4.4 bn (4.6).
- Export credits: Drawn EUR 7.1 bn (7.3), undrawn EUR 3.3 bn (3.7), contract portfolio EUR 10.4 bn (11.0), change -6%.

### Financial performance

The Finnvera Group's result for January–June 2024 was EUR 85 million (148). Finnvera's result was strong for all business operations. Of the total result, EUR 54 million was generated in the first quarter and EUR 31 million in the second quarter. Compared to the corresponding period in the previous year, the result was most significantly affected by the lower amount of realised credit losses and changes in loss provisions, as well as better net interest income. The loss provisions for export credit guarantees and special guarantees, which have had a significant impact on Finnvera's result in recent years, were kept unchanged during the period under review.

The Group's loss provisions increased by EUR 16 million between January and June whereas this figure decreased by EUR 140 million during the reference period. During the reference period, Finnvera was able to partially reverse its loss provisions for the cruise shipping and shipyard sector as the business outlook of cruise shipping companies improved and their liabilities decreased. This reduced Finnvera's credit risk and had a positive impact on its result. The credit risk of liabilities related to the cruise shipping and shipyard sector and the need for loss provisions are estimated not to have changed substantially during the period under review. Realised credit losses during the period under review totalled EUR 54 million

Finnvera Group, Stock Exchange Release 20 August 2024

Finnvera Group Financial performance	Q2/2024 MEUR	Q1/2024 MEUR	H1/2024 MEUR	H1/2023 MEUR	Change MEUR	Change %	2023 MEUR
<b>Net interest income</b>	<b>34</b>	<b>35</b>	<b>69</b>	<b>48</b>	<b>21</b>	<b>43%</b>	<b>115</b>
Net fee and commission income	58	43	101	91	10	11%	177
Gains and losses from financial instruments carried at fair value through P&L and foreign exchange gains and losses	3	6	10	-3	12	-	-9
Net income from investments and other operating income	0	0	0	0	0	-	1
Operational expenses	-13	-14	-27	-26	1	3%	-50
Other operating expenses, depreciation and amortisation	-1	-1	-3	-3	0	8%	-5
Realised credit losses and change in expected credit losses, net	-48	-12	-60	42	101	-	210
<b>Operating result</b>	<b>34</b>	<b>57</b>	<b>91</b>	<b>150</b>	<b>-59</b>	<b>-39%</b>	<b>439</b>
Income tax	-2	-3	-6	-2	3	154%	-6
<b>Result</b>	<b>31</b>	<b>54</b>	<b>85</b>	<b>148</b>	<b>-63</b>	<b>-42%</b>	<b>433</b>

(105). One larger, individual credit loss was realised in export financing during the period under review. The State's loss compensation covering domestic credit losses totalled EUR 10 million (6). The realised losses and the change in expected losses, i.e. loss provisions, when taking into account the State's loss compensation, totalled EUR 60 million during the period under review, whereas the corresponding item during the reference period was positive with a figure of EUR 42 million.

During the period under review, the Group's net interest income totalled EUR 69 million (48) and its net fee and commission income was EUR 101 million (91). In total, net interest income and net fee and commission income increased by 23%. The net interest income was improved from the reference period, in particular, by the higher market interest rate level.

After the result of the period under review, the parent company's reserves for domestic operations and export credit guarantee and special guarantee operations for covering potential future losses amounted to a total of EUR 1,740 million (1,676). The credit risk for the subsidiary Finnish Export

Credit Ltd's export credits is covered by the parent company Finnvera plc's export credit guarantee. At the end of June, the reserves consisted of a reserve for domestic operations of EUR 419 million (405) as well as a reserve for export credit and special guarantee financing and the assets in the State Guarantee Fund totalling EUR 1,320 million (1,272). The State Guarantee Fund is an off-budget fund whose assets include assets accumulated from the activities of Finnvera's predecessor organisations. Under the Act on the State Guarantee Fund, the Fund covers the result showing a loss in the export credit guarantee and special guarantee operations if the reserve funds in the company's balance sheet are not sufficient.

The non-restricted equity of the subsidiary, Finnish Export Credit Ltd, amounted to EUR 221 million (198) at the end of June.

**Outlook for financing**

The Finnish economy is expected to recover from recession and turn to growth by the end of 2024.

We expect the fall in inflation and interest rates to increase the willingness of Finnish companies to grow and invest domestically, which is also expected to be reflected in the amount of granted financing. In particular, the demand for financing for small companies has started to grow, which indicates a turning point. According to a report by Finnvera, the availability of financing for micro-enterprises is currently weaker than for larger companies, which is why Finnvera is launching a pilot project for granting direct loans to micro-enterprises at the end of the year.

We encourage companies to take part in the growth opportunities created by the green transition, for example with the help of our climate and digital loans and other incentives for sustainable financing.

Demand for export credit guarantees was lower than in last year's corresponding period, and we have not yet reached a turning point in the demand for export financing. The exporting of investment goods is post-cyclical, and the increase in demand will be reflected in the granting of export credit guarantees with a delay. We will continue granting export credit guarantees to Ukraine, which was initiated at the turn of the year, as part of Finland's national reconstruction programme for the country.

Exports are of great importance to the Finnish economy. The goal of the Trade Facilitators, who were appointed by Finnvera at the start of 2024, is to bring together foreign buyers and Finnish exporters and promote trade using Finnvera's export financing, in close collaboration with Business Finland. The aim is also to increase the number of medium-sized midcap companies in Finland in cooperation with the new Tesi Group. The guarantee-related collaboration agreement that Finnvera signed with the European Investment Bank (EIB) in May will increase the opportunities for financing the growth and investments of midcap companies. The EIB will provide Finnvera with a guarantee of EUR 200 million for financing midcap companies.

**Outlook for 2024 remains unchanged**

The business outlook for cruise shipping companies has improved, and the Group's exposure in the cruise shipping sector as well as in Russia has decreased. However, it is estimated that the credit loss risk related to export financing has not experienced any significant changes during the period under review. According to the Interim Management Report for Q1/2024, published in May, Finnvera's credit loss risk remains high, which may lead to uncertainty concerning the Finnvera Group's financial performance in 2024.

**Further information:**

Juuso Heinilä, CEO, tel. +358 29 460 2576

Ulla Hagman, CFO, tel. +358 29 460 2458

This stock exchange release is a summary of the essential points of the Finnvera Group's half-year report for January–June 2024. The half-year report has been attached in its entirety as a PDF file to this release, and it is also available in Finnish and English on the company's website at [www.finnvera.fi/financial\\_reports](http://www.finnvera.fi/financial_reports).

Half-year report 1 January–30 June 2024 (PDF)

**Distribution:**

NASDAQ Helsinki Ltd, London Stock Exchange, the principal media,

[www.finnvera.fi](http://www.finnvera.fi)

# How Finnvera creates value



## Basis of strategy:

Environmental sustainability, social responsibility, good governance, financial responsibility, risk management

### Number of clients

30 June 2024: 21 800

- Micro-enterprises: 85.6%
- Other SMEs and midcaps: 13.9%
- Large corporates: 0.5%

### Products and services 1-6/2024

#### Loans and guarantees granted

EUR 0.5 billion in total

#### Export credit guarantees and export guarantees granted

EUR 1.8 billion in total

#### Export credits granted

EUR 3 million in total

### Authorisations and exposure

30 June 2024

Exposures include binding credit commitments and recovery and guarantee receivables

#### Loans and guarantees

- authorisation EUR 12.0 billion
- exposure EUR 3.0 billion

#### Export credit guarantees and export guarantees

- authorisation EUR 38.0 billion
- exposure EUR 23.9 billion

#### Special guarantees

(shipping and environmental guarantees and raw material guarantees)

- authorisation EUR 3.15 billion
- exposure EUR 0.5 billion

#### Loans, guarantees, export credit guarantees, export guarantees and special guarantees, in total

- exposure EUR 27.3 billion

#### Export credits

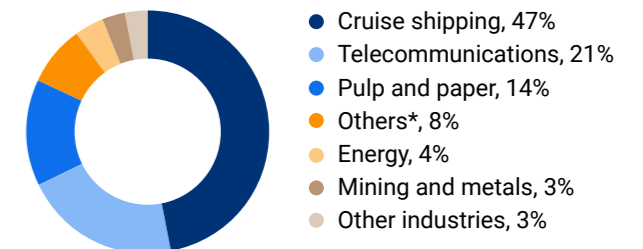
- authorisation EUR 33.0 billion
- exposure EUR 10.4 billion of which drawn EUR 7.1 billion

The exposure defined in the Act on the State's Export Credit Guarantees include commitments and half of offers given at the closing date's exchange rate. The exposure according to the Act on the State's Export Credit Guarantees was EUR 18.5 billion on 30 June 2024. Of the authority for domestic loans and guarantees EUR 2.3 billion was used and of the authority for export credits EUR 10.2 billion was used by 30 June 2024.

Exposure by sector 30 June 2024, %  
Domestic loans and guarantees,  
in total EUR 3.0 bn

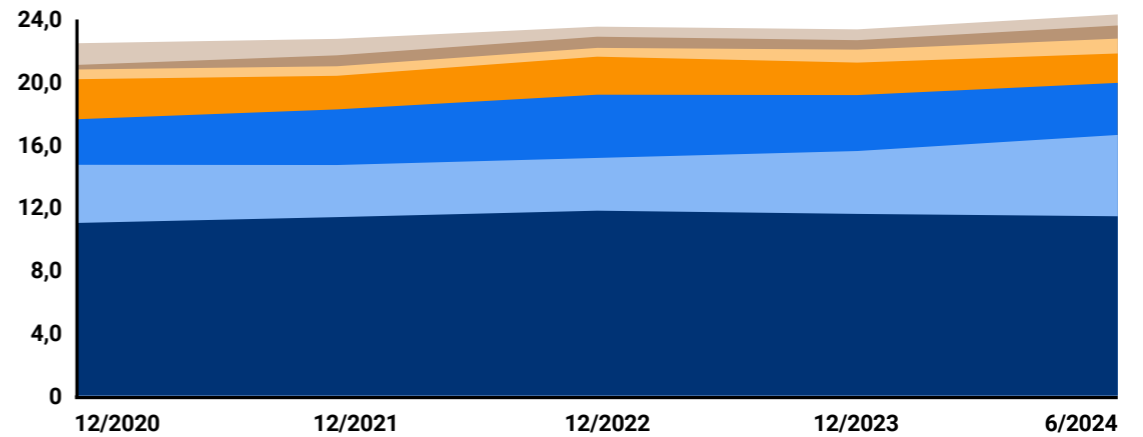


Exposure by sector 30 June 2024, %  
Export credit guarantees, export guarantees and  
special guarantees, in total EUR 24.3 bn



\* Including other risks such as state and bank risks and risk transfer.

Export credit guarantees, export guarantees and special guarantees,  
five-year-trend of exposure by sector, EUR billion



- Cruise shipping
- Telecommunications
- Pulp and paper
- Others\*
- Energy
- Mining and metals
- Other industries

\* Including other risks such as state and bank risks and risk transfer.



**Finnvera Group's Half-Year Report  
1 January-30 June 2024**

Financial performance .....	8
Risk position .....	12
Administration .....	13
Other events during the period under review .....	13
Outlook for financing .....	14
Outlook for 2024 remains unchanged .....	14
Consolidated comprehensive income statement .....	15
Balance sheet .....	16
Contingent liabilities .....	17
Change in equity .....	18
Statement of cash flows .....	19
Notes of the Half-Year Report .....	20

Finnvera finances various stages of business with loans, guarantees and export credit guarantees. Finnvera is a specialised financing company owned by the State of Finland. Finnvera has official Export Credit Agency (ECA) status.

The Finnvera Group's parent company is Finnvera plc and its subsidiary is Finnish Export Credit Ltd.

When creating the PDF documents of Finnvera's Half-Year Report, the accessibility requirements for online services have been taken into account, and the publications can be read using a screen reader.

# Finnvera Group's financial performance H1/2024

Finnvera's goal is, by means of financing, to promote the operations and growth of enterprises as well as the internationalisation and export.



## Finnvera Group

Balance sheet total

**EUR 15.4 bn**

(31 Dec 2023: 14.3)

Contingent liabilities

**EUR 17.6 bn**

(31 Dec 2023: 16.4)

Expense-income ratio

**16.4%**

(H1/2023: 20.8)

Equity ratio

**9.2%**

(31 Dec 2023: 9.3)

Non-restricted equity and The State Guarantee Fund

**EUR 2.0 bn**

(31 Dec 2023: 1.9)

## Capital adequacy, Tier 1

Domestic operations

**24.8%**

(31 Dec 2023: 24.3)

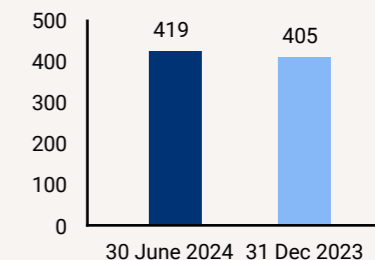
Export financing

**5.7%**

(31 Dec 2023: 5.6)

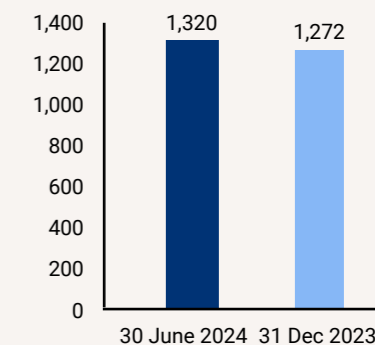


## Reserves for domestic financing, MEUR\*



\* After result for the period.

## Reserves for export financing, MEUR\*



\* After result for the period.



## Financial performance

### Economic outlook and the Finnvera Group in January–June 2024

The outlook for the global economy is improving as a result of decreasing inflation, lower interest rates, and growth in real income. The Finnish economy is not expected to grow in 2024, but it has shown signs of exiting the recession it was in and resuming its growth. The Finnish economy is expected to begin its recovery in small steps at the end of 2024. Consumption will grow first, followed by investments, which are expected to increase in 2025. Finnish exports are also expected to grow next year as global trade recovers.

The Finnvera Group's result for January–June 2024 was EUR 85 million (148). Finnvera's result was strong for all business operations. Of the total result, EUR 54 million was generated in the first quarter and EUR 31 million in the second quarter. Compared to the corresponding period in the previous year, the result was most significantly affected by the lower amount of realised credit losses and changes in loss provisions, as well as better net interest income. The loss provisions for export credit guarantees and special guarantees, which have had a significant impact on Finnvera's result in recent years, were kept unchanged during the period under review, whereas EUR 150 million in loss provisions were reversed during the same period last year. Loss provisions for domestic financing increased slightly during the period under review.

The amount of expected losses, i.e. loss provisions, is partially influenced by changes in economic development forecasts. According to the IMF's forecast published in July 2024, the global economy is projected to grow by 3.2% in 2024 and by 1.7% in developed countries. According to the financial review published by the Ministry of Finance in June 2024, Finland's GDP is not expected to grow in 2024. In 2025, GDP growth is expected to reach 1.6%.

### Result of Finnvera plc and its subsidiary Finnish Export Credit Ltd

The result of the parent company, Finnvera plc, for January–June stood at EUR 62 million (134), of which the Large Corporates business accounted for EUR 53 million (119), and the SME and midcap business for EUR 9 million (15). The result of the Large Corporates business, and the Group's result in general, was affected by the lower amount of realised credit losses and changes in loss provisions, as well as better net interest income. In the SME and midcap business, the change in loss provisions and realised losses were higher than in the reference period, while net interest income and net fee and commission income improved its result. Finnish Export Credit Ltd, a Finnvera subsidiary, accounted for EUR 23 million (14) of the Group's result. In particular, this increase was due to changes in the fair value of financial assets and liabilities.

### Results of domestic and export financing

The result of the domestic operations of the parent company Finnvera plc was EUR 15 million (13), while the separate result of its export credit guarantee and special guarantee operations was EUR 47 million (121).

### Analysis of financial performance in January–June 2024

#### Interest income and expenses

The Finnvera Group's net interest income in January–June was EUR 69 million (48). Of this, net interest income was EUR 21 million (17) for the SME and midcap business, EUR 32 million (17) for the Large Corporates business, and EUR 16 million (15) for the export credit business. The Group's net interest income was 43% higher than in the reference period, and it was improved by a higher level of market interest rates in particular.

Interest income increased by 41% from the reference period to EUR 527 million (373). The most significant factors behind this increase were the income from the interest from loans passed on to clients in export financing and the interest income from derivatives and debt securities. At the end of June, the loan portfolio of export credits granted by Finnish Export

Credit Ltd stood at EUR 7,071 million (7,315), which is 3% less than at the end of the previous year. The parent company's domestic financing loan portfolio was EUR 691 million (696).

Interest expenses increased by 41% from the reference period to EUR 458 million (325), which was most significantly affected by the interest expenses generated by derivatives. At the end of June, the carrying amount of debt securities in issue was EUR 11,374 million (10,585).

#### Fee and commission income and expenses

Between January and June, the Group's net fee and commission income increased 11% from the reference period to EUR 101 million (91).

Fee and commission income increased 9% from the corresponding period in the previous year to EUR 105 million (97). Fee and commission income from export credit guarantees and special guarantees increased by 16% to EUR 78 million (67), which was most significantly affected by individual prepayments of guarantee premiums received from reimbursed guarantees. Fee and commission income from export credits decreased to EUR 7 million (9), as the reduction in the portfolio of export credits resulted in fewer commitment fees for the period under review. The domestic guarantee portfolio decreased by 3% between January and June, with fee and commission income decreasing by 3% to EUR 20 million (21).

Fee and commission expenses between January and June totalled EUR 4 million (6) and decreased by 34% from the reference period. The fee and commission expenses consisted mainly of the costs of reinsurance taken out by the parent company. At the end of June, the maximum indemnity amount of reinsurance arrangements was EUR 1,060 million (1,306).

#### Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses

The changes in the Group's value of items recognised at fair value through profit or loss and net income from foreign currency operations amounted

to EUR 10 million (-3), of which the change in the fair value of liabilities, debt securities and interest rate and currency swaps was EUR 11 million (-1) and the net income from foreign currency operations was EUR -1 million (-2).

Finnvera applies hedge accounting in the valuation of liabilities when hedge accounting is applicable. The book value of these liabilities was EUR 10,133 million (9,113) at the end of June. The liabilities are hedged from changes caused by market interest rates. Credit risk changes are not part of the hedging relation.

The fair value option is applied to the valuation of liabilities that fall outside hedge accounting when they are hedged with derivative contracts. The valuation of the liabilities is based on market quotes. The share of the credit risk in the value change of liabilities is presented in other comprehensive income. At the end of June, the carrying amount of these liabilities was EUR 1,241 million (1,237).

In addition to derivatives that are used in hedging liabilities, Finnvera has taken out individual long-term cross currency swaps to cover foreign currency commitments. Finnvera applies cash flow hedge accounting practices to these contracts. Finnvera additionally applies fair value hedge accounting to some of the debt securities that are covered with interest rate swaps.

**Operating expenses, other operating expenses, and depreciation and amortisation**

The Group's operating expenses amounted to EUR 27 million (26), of which personnel expenses accounted for EUR 17 million (16) and other operating expenses for EUR 10 million (9). Depreciation and amortisation amounted to EUR 3 million (2) and other operating expenses to less than one million (0). Operational expenses, other operating expenses, and depreciation and amortisation increased by 4% from the reference period due, in particular, to the increase in personnel-related expenses.

**Realised and expected credit losses**

The calculation of expected credit losses is influenced in particular by macroeconomic forecasts and a significant change in credit risk between the reporting date and the initial granting date. Factors affecting the credit risk include the client's financial situation, risk classification, payment behaviour and the financial instrument used by them. The expected losses in domestic financing are also affected by changes in the State's credit and guarantee loss compensation level. The State's loss compensation rate is 50%, and in financing granted on special industrial policy grounds, the loss compensation rate can be 80% if so decided by the Ministry of Economic Affairs and Employment.

The Group's expected credit losses increased by EUR 16 million between January and June, whereas this figure decreased by EUR 140 million during the reference period. During the reference period, Finnvera was able to partially reverse its loss provisions for the cruise shipping and shipyard sector as the business outlook of cruise shipping companies improved and their liabilities decreased. This reduced Finnvera's credit risk and had a positive impact on its result. The credit risk of liabilities related to the cruise shipping and shipyard sector and the need for loss provisions are estimated not to have changed substantially during the period under review. Realised credit losses during the period under review totalled EUR 54 million (105). One larger, individual credit loss was realised in export financing during the period under review. The State's loss compensation covering domestic credit losses totalled EUR 10 million (6). The realised losses and the change in expected losses, i.e. loss provisions, when taking into account the State's loss compensation, totalled EUR 60 million during the period under review, whereas the corresponding item during the reference period was positive with a figure of EUR 42 million.

Loss provisions for domestic financing loans, guarantees, and export credit guarantees increased by EUR 8 million (5) between January and June. Loss provisions stood at EUR 155 million at the end of June, while the corresponding amount was EUR 147 million at the end of 2023.

The loss provisions for export credit guarantee and special guarantee operations were kept unchanged between January and June compared to the end of 2023 at EUR 979 million. While the credit risk of Finnvera's liabilities is estimated to have decreased, significant risks still persist.

**Non-performing exposure**

At the end of June, the amount of non-performing exposures from domestic financing stood at EUR 172 million (157), calculated in accordance with the EU-level harmonised calculation method. When the loss provisions made are considered, non-performing exposure accounted for 6.6 per cent (6.0) of total exposure. The ratio of non-performing exposure to total exposure was approximately 3.3 per cent (3.0) when the compensation for credit losses Finnvera received from the State is taken into account.

The amount of non-performing exposure in export financing stood at EUR 210 million at the end of June (178). The ratio of non-performing exposure to total exposure was 0.87 per cent (0.77).

**Long-term economic self-sustainability**

Finnvera is expected to attain financial self-sustainability in its operations. This means that, in the long term, in the period exceeding the business cycle, the company's operating expenses must be covered by the income from its operations.

The objectives for the self-sustainability of domestic operations and of export credit guarantee and special guarantee operations have been realised when the result is calculated cumulatively to the end of June 2024. The self-sufficiency calculation for export credit guarantee and special guarantee operations has taken into account the assets of the State Guarantee Fund.

The company's risk-based pricing and the extent and risk level of Finnvera's total exposure will have a significant impact on the company's financial performance and long-term economic self-sustainability in the years to come.

**Balance sheet and contingent liabilities 30 June 2024**

At the end of June, the consolidated balance sheet total was EUR 15,421 million (14,302). The balance sheet total increased by 8 per cent, or EUR 1,118 million, during the first half of the year.

At the end of June, the Group's outstanding credits came to EUR 7,624 million (7,761), or 2 per cent less than at the end of the previous year. The parent company's outstanding guarantees in domestic financing decreased by 3% during the first six months of the year, amounting to EUR 1,576 million (1,617) by the end of June.

The liabilities for export credit guarantees calculated according to the Act on the State's Export Credit Guarantees, which includes all commitments and half of the offers given at the exchange rate of the closing date, were EUR 18,460 million (17,735) at the end of June. The total exposure arising from export credit guarantees and special guarantees (commitments and offers given, including export guarantees) totalled EUR 24,342 million (23,379), of which drawn guarantees amounted to EUR 14,401 million (14,152). The maximum indemnity amount of reinsurance arrangements valid at the end of the year was EUR 1,060 million (1,306), i.e. around 7% of drawn guarantees.

The Group's long-term liabilities at the end of June totalled EUR 11,491 million (10,713), of which EUR 11,374 million (10,585) consisted of bonds.

At the end of June, the Group's non-restricted equity amounted to EUR 1,200 million (1,115), of which the reserve for domestic operations accounted for EUR 405 million (375), the reserve for export credit guarantee and special guarantee operations for EUR 511 million (135) and the retained earnings for EUR 284 million (606).

After the result of the period under review, the parent company's reserves for domestic operations and export credit guarantee and special guarantee operations for covering potential future losses amounted to a total of

EUR 1,740 million (1,676). The credit risk for the subsidiary Finnish Export Credit Ltd's export credits is covered by the parent company Finnvera plc's export credit guarantee. At the end of June, the reserves consisted of a reserve for domestic operations of EUR 419 million (405) as well as a reserve for export credit and special guarantee financing and the assets in the State Guarantee Fund totalling EUR 1,320 million (1,272). The State Guarantee Fund is an off-budget fund whose assets include assets accumulated from the activities of Finnvera's predecessor organisations. Under the Act on the State Guarantee Fund, the Fund covers the result showing a loss in the export credit guarantee and special guarantee operations if the reserve funds in the company's balance sheet are not sufficient.

The non-restricted equity of the subsidiary, Finnish Export Credit Ltd, amounted to EUR 221 million (198) at the end of June.

<b>Finnvera Group</b>	<b>30 June 2024</b>	<b>31 Dec 2023</b>	<b>Change</b>	<b>Change</b>
<b>Balance sheet, equity</b>	<b>MEUR</b>	<b>MEUR</b>	<b>MEUR</b>	<b>%</b>
Share capital	197	197	0	0%
Share premium and fair value reserve	25	21	4	19%
<b>Non-restricted equity, total</b>	<b>1,200</b>	<b>1,115</b>	<b>85</b>	<b>8%</b>
Reserve for domestic operations	405	375	30	8%
Reserve for export credit guarantees and special guarantees	511	135	377	280%
Retained earnings	284	606	-322	-53%
Equity attributable to the parent company's shareholders	1,422	1,333	89	7%

**Funding**

During the period under review, the Group's long-term fundraising reached EUR 1,000 million (924) due to the bond issued by Finnvera in May. No repayments were made on long-term loans during the period under review, when during the reference period they were repaid by EUR 921 million. The short-term funding acquired under the Euro Commercial Paper debt pro-

gramme totalled EUR 362 million (997), and short-term loans were repaid by EUR 601 million (1,413).

**Capital adequacy**

The Act on Finnvera (443/1998) stipulates that domestic operations must be kept separate from export credit guarantee and special guarantee operations. In consequence, losses from domestic operations are covered from the reserve for domestic operations, while losses from export credit guarantees and special guarantees are covered from the reserve for export credit guarantee and special guarantee operations. According to the Act on the State Guarantee Fund (444/1998), the State is responsible for export credit guarantees and special guarantees. Should the reserve for export credit guarantee and special guarantee operations lack sufficient assets to cover the losses incurred in the respective operations, the losses are covered from assets in the State Guarantee Fund, which are supplemented, whenever necessary, by an appropriation from the State Budget.

The State Guarantee Fund is a fund not included in the state budget, the funds of which include the assets accumulated from the activities of Finnvera's predecessor organisations.

The above separation prescribed by law and the State's responsibility for export credit guarantees explain why Finnvera assesses its capital adequacy, i.e. the ratio between its exposure and assets, separately for domestic operations and export credit guarantee and special guarantee operations.

**Capital adequacy in domestic operations**

According to the goal set by the State of Finland, the owner of Finnvera, the Group's capital adequacy ratio for domestic operations should be at least 15.0 per cent. Finnvera's capital adequacy is calculated in accordance with the principles of the Basel III standard method. At the end of June, the Group's capital adequacy ratio for domestic operations, Tier 1, stood at 24.8 per cent (24.3) and the leverage ratio was 22.1 per cent (21.9).

Finnvera Group Domestic operations Capital for calculating capital adequacy	30 Jun 2024	31 Dec 2023	Change	Change
	MEUR	MEUR	MEUR	%
Equity for domestic operations	654	655	-1	0%
Intangible assets	-10	-10	-1	-7%
<b>Total</b>	<b>643</b>	<b>645</b>	<b>-2</b>	<b>0%</b>

Finnvera Group Domestic operations Risk-weighted items	30 Jun 2024	31 Dec 2023	Change	Change
	MEUR	MEUR	MEUR	%
Receivables from credit institutions		3	0	-13%
Receivables from clients		2,018	-58	-3%
Investments and derivatives		21	0	-1%
Interest receivables, other receivables, prepayments, other assets		18	0	-2%
Binding credit commitments		335	0	0%
Operational risk		255	0	0%
<b>Total</b>		<b>2 650</b>	<b>-59</b>	<b>-2%</b>

### Capital adequacy in export financing

No specific requirement has been set for the capital adequacy of Finnvera's export financing because, ultimately, the State is responsible for any major export credit guarantee losses that the equities accumulated from operations and the assets of the State Guarantee Fund cannot cover. Calculating capital adequacy in a manner applied to banking is not a suitable option for Finnvera, considering its special industrial policy purpose as a promoter of exports. However, if the capital adequacy is calculated using a similar method as in domestic financing and the assets in the reserve for export credit guarantee and special guarantee operations and the State Guarantee Fund were taken into account, the estimated capital adequacy of export financing in accordance with Tier 1 would be 5.6% (3.2).

### Risk position

At the end of the period under review, the drawn outstanding commitments for domestic financing loans and guarantees was EUR 2,267 million (2,313), which was EUR 47 million less than at the end of 2023. The economy has remained uncertain in 2024, and client payment difficulties are still on high level. The economy has remained uncertain in 2024, and client payment difficulties are still on the rise. In spite of this, the situation is not alarming compared to previous economic disturbances, and the quality of the domestic financing credit portfolio has remained in line with the risk appetite. The expected loss (EL) for these outstanding commitments has remained almost the same throughout the current year, amounting to 3.95% (4.07) of all outstanding commitments at the end of the period under review.

Altogether, 76 per cent (81) of Finnvera's exposure fell into the credit rating category B- or better. Finnvera applies the insolvency definition set by the European Banking Authority (EBA). During the period under review, the realised credit and guarantee losses and the change in loss provisions in domestic operations amounted to EUR 27 million, while the total amount in 2023 was EUR 51 million.

At the end of the period under review, the exposure from export credit guarantees and special guarantees was EUR 24,342 million (23,379), which is EUR 963 more than at the end of 2023. The greatest share of the outstanding guarantees totalling EUR 20,209 million (18,636) and binding offers totalling EUR 4,133 million (4,743) was associated with transactions in EU Member States and OECD countries. The main sectors were cruise shipping and shipyards, telecommunications, and pulp and paper, which altogether accounted for 82% (82) of total liabilities. Altogether, 35 per cent (32) of the liabilities were in risk category BBB-, which reflects investment grade, or in better risk categories.

The amount of guarantee losses was higher than average during the first six months of the year, mainly due to a single larger loss compensation.

Calculated expected credit loss (ECL) has decreased significantly from the high level caused by the pandemic due to the gradual recovery of the cruise industry. However, the risk level still remains slightly more elevated than usual.

The exposure related to the export credit financing of Finnvera's subsidiary, Finnish Export Credit Ltd., totalled EUR 10,397 million at the end of June (11,038), representing a reduction of EUR 641 million from the turn of the year. The exposure includes outstanding credits and binding credit commitments. Offers amounted to EUR 387 million (401). The credit risks for export credits are covered by means of export credit guarantees granted by the parent company Finnvera plc, which are included in the above-mentioned total exposure for export financing.

The asset management liquidity portfolio consisting of deposits in banks and investments in liquid assets stood at EUR 6,026 million (4,689) at the end of the reporting period. All investments were at minimum in risk category BBB- (Finnvera's risk category), which reflects investment grade, or in better risk categories, and all long-term (exceeding 12 months) investments are made in assets with a minimum credit rating of A- (S&P and Fitch) or A3 (Moody's). A total of 98% (97) of assets were in investments or account banks with a minimum rating of A- (Finnvera's risk category). Expected credit loss (EL) for deposits and investments was EUR 1.3 million (1.0), or 0.02 per cent (0.02).

The company hedges interest rate and currency risks using derivatives, the nominal value of which was EUR 18,467 million (16,123) at the end of June. The minimum credit rating for all derivative contract counterparties was A3 (Moody's) or A- (S&P and Fitch). The derivative-related counterparty risk is mitigated with collateral agreements, the collateral premiums of which are agreed on a daily basis.

At the end of June, the market risks related to asset management were in line with the risk limits set by the Board of Directors. Of the most signifi-

cant risks, the funding-related cost risk due to structural underfunding was EUR 28 million and the market value risk of the investment portfolio was EUR 107 million. The balance sheet's interest rate sensitivity was EUR -11 million for a 200-basis-point change, and the open foreign exchange position was EUR -1 million.

## Administration

### Personnel

At the end of June, the Group had 381 employees (30 June 2023: 380), of whom 349 (353) held a permanent post and 32 (27) a fixed-term post. The Group's average number of employees during the period under review was 370 (367).

### Supervisory Board, Board of Directors and auditor

On 21 March 2024, Finnvera's Annual General Meeting appointed Director General, LL.M. with court training Jan Hjelt from the Ministry of Economic Affairs and Employment as a new member and First Vice Chair to Finnvera's Board of Directors. Eila Count, M.S.Sc., was appointed as a new member to the Board of Directors. Petri Ekman, M.Sc. (Econ.), will continue as Chair of Finnvera's Board of Directors, and Mikko Spolander, Director General, Lic.Sc. (Econ.), from the Ministry of Finance will continue as Second Vice Chair of Finnvera's Board of Directors. Hannu Jaatinen, M.Sc. (Econ.), eMBA; Anne Nurminen, Entrepreneur; Elina Piispanen, M.Sc. (Econ.); and Petri Viertiö, M.Sc. (Tech.), will continue serving as members of the Board.

Hanna-Maija Kiviranta, the first Vice Chair of Suomen Ekonomit (The Business School Graduates in Finland), was appointed to Finnvera's Supervisory Board as a new member, and Johanna Reinikainen, Regional Manager, was appointed to the Board as Finnvera's personnel representative. Sofia Vikman, Member of Parliament, will continue to serve as Chair of the Supervisory Board, and Seppo Eskelinen, Member of Parliament, as Vice Chair. Members of Parliament Hilka Kemppi, Rami Lehtinen, Aki Lindén,

Onni Rostila, Hanna Sarkkinen, Mari-Leena Talvitie, Sofia Virta and Ville Väyrynen will continue as members of the Supervisory Board, as will Mari Laaksonen, Chair of the Council of Suomen Yrittäjät (Federation of Finnish Enterprises); Kari Luoto, Managing Director (Finnish Grocery Trade Association); Veli-Matti Mattila, Director, Chief Economist (Finance Finland); Seppo Nevalainen, Economist (the Finnish Confederation of Professionals STTK); Katja Syvärinen, Director (the Central Organisation of Finnish Trade Unions SAK); and Tommi Toivola, Director (Confederation of Finnish Industries).

Ernst & Young Oy was elected as Finnvera's regular auditor, with Miikka Hietala, Authorised Public Accountant, as the principal auditor.

### Other events during the period under review

#### Juuso Heinilä appointed as CEO, recruitment process for Executive Vice President for SME and midcap financing initiated

Juuso Heinilä, M.Sc. (Tech.), M.Sc. (Econ.), began his work as Finnvera's CEO on 1 June 2024. His appointment was decided by the Board of Directors of Finnvera plc in April. Heinilä has worked at Finnvera since 2016 and has previously served as the Executive Vice President responsible for SME and midcap financing.

The previous CEO, Pauli Heikkilä, will serve as a special advisor to Finnvera's Board of Directors until the end of November 2024.

Juha Ketola, M.Sc. (Tech.), Regional Director for Central Finland, will serve as the substitute for the Executive Vice President for SME and midcap financing and as a temporary member of the Credit Committee and Management Group as of 1 June 2024. The tasks of the Regional Director for Central Finland will be carried out by Regional Manager Kari Hytönen in addition to his own duties. These substitutions will continue until a new Executive Vice President is elected and ready to begin their work.

#### Financing collaboration between Finnvera and the EIB accelerates growth and investments in Finnish midcap companies

On 30 May 2024, the European Investment Bank (EIB) and Finnvera signed a collaboration agreement through which the EIB will provide Finnvera with a guarantee of EUR 200 million for granting new financing to medium-sized enterprises with 250–3,000 employees. This guarantee will allow Finnvera to grant up to EUR 400 million in new loans, which will help expand Finnvera's financing opportunities and offer companies the opportunity to receive financing on favourable terms, such as with reduced interest rates and fewer collateral requirements. The guarantee agreement for direct loans is the first of its kind that the EIB has signed with Finland. The guarantee is part of the Linked Risk-Sharing (LRS) programme and covers up to 50% of new loans.

#### Finnvera issued a EUR 1 billion bond in May

Finnvera issued a EUR 1 billion bond on 22 May 2024. Finnvera's first issue in 2024, and its first euro-denominated issue since 2022, was a 5-year bond with a maturation date in August 2029. The final subscription amount was over EUR 2.5 billion. The bond was issued under the State-guaranteed EMTN (Euro Medium Term Note) programme. Finnvera will use the generated funds to finance its export credits.

#### Finnvera diversifies its export financing methods and strives to accelerate exporting activities with new services

In March 2024, Finnvera introduced its bill of exchange financing scheme, which has diversified Finnvera's financing opportunities in small export transactions when the need for financing is around EUR 0.2–2 million. Bill of exchange financing is suitable for the sale of capital goods when an exporter and their foreign buyer have agreed on a payment period of 2–5 years and the use of bills of exchange as the debt instrument. Bill of exchange financing – such as the scheme initiated by Finnvera in February 2023 for granting direct export credit without the participation of a bank for transactions worth less than EUR 20 million – is granted jointly by Finnvera and its subsidiary Finnish Export Credit Ltd.

Finnvera established the post of Trade Facilitator and appointed two experienced export financing and market experts from Finnvera. Their task is to actively seek new trade opportunities for Finnish export companies through financing solutions, in collaboration with Business Finland.

In collaboration with Finnish Chambers of Commerce, Finnvera launched the Export Trade Financing tour, which aims to increase the export financing competence of SMEs, strengthen their competitiveness, and help protect them against risks.

**Finnvera's financing helps companies become part of the solution to climate change**

The transition to lower-emission solutions has increased the demand for investments and created new business and export opportunities. Finnvera has defined the climate target for its operations, and in spring 2024, the company introduced climate incentives to its range of financial instruments to lower the threshold for companies that wish to seek new growth. Finnvera will make use of climate criteria to identify the climate-friendly features of projects that seek its financing. In large export projects, these climate criteria have been defined for each sector on the basis of international frameworks, while the criteria for domestic financing projects include the terms and conditions of climate and digital loans that make use of the InvestEU guarantee programme. In the assessment of domestic financing applications, Finnvera will make use of the ESG reporting template provided by Suomen Asiakastieto. Finnvera is committed to hitting its climate target by focusing on measures that promote the Paris Climate Agreement's goal of limiting global warming to 1.5 degrees.

**SME Guarantee reformed**

The terms and conditions of Finnvera's SME Guarantee have become more flexible as of 1 January 2024. The reason for the reform was expiry of granting the COSME counter-guarantee, which was linked to the SME Guarantee, at the end of 2023. The SME Guarantee will continue to be intended for SMEs that have been operating for over 3 years and are at least 50%

owned by private individuals. It is suitable for companies that are credit-worthy and have the prerequisites for profitable business activities. The SME Guarantee requires no collateral from borrowers and is suitable for domestic investments, product development activities, and working capital purposes.

**Finnvera continued the reform of its online services**

Finnvera will renew the online services it provides for its clients and financing partners between 2023 and 2025. In May, the project, which focuses on developing Finnvera's digitalisation and digital client experience, transferred the services for export companies to a new service platform that will soon contain all the functions of the previous online service. The online service for banks and financial institutions has also been reformed. Finnvera has already previously updated its online services for corporate and private customers.

**Outlook for financing**

The Finnish economy is expected to recover from recession and turn to growth by the end of 2024.

We expect the fall in inflation and interest rates to increase the willingness of Finnish companies to grow and invest domestically, which is also expected to be reflected in the amount of granted financing. In particular, the demand for financing for small companies has started to grow, which indicates a turning point. According to a report by Finnvera, the availability of financing for micro-enterprises is currently weaker than for larger companies, which is why Finnvera is launching a pilot project for granting direct loans to micro-enterprises later this year.

We encourage companies to take part in the growth opportunities created by the green transition, for example with the help of our climate and digital loans and other incentives for sustainable financing.

Demand for export credit guarantees was lower than in last year's corresponding period, and we have not yet reached a turning point in the demand for export financing. The exporting of investment goods is post-cyclical, and the increase in demand will be reflected in the granting of export credit guarantees with a delay. We will continue granting export credit guarantees to Ukraine, which was initiated at the turn of the year, as part of Finland's national reconstruction programme for the country.

Exports are of great importance to the Finnish economy. The goal of the Trade Facilitators, who were appointed by Finnvera at the start of 2024, is to bring together foreign buyers and Finnish exporters and promote trade using Finnvera's export financing, in close collaboration with Business Finland. The aim is also to increase the number of medium-sized midcap companies in Finland in cooperation with the new Tesi Group. The guarantee-related collaboration agreement that Finnvera signed with the European Investment Bank (EIB) in May will increase the opportunities for financing the growth and investments of midcap companies. The EIB will provide Finnvera with a guarantee of EUR 200 million for financing midcap companies.

**Outlook for 2024 remains unchanged**

The business outlook for cruise shipping companies has improved, and the Group's exposure in the cruise shipping sector as well as in Russia has decreased. However, it is estimated that the credit loss risk related to export financing has not experienced any significant changes during the period under review. According to the Interim Management Report for Q1/2024, published in May, Finnvera's credit loss risk remains high, which may lead to uncertainty concerning the Finnvera Group's financial performance in 2024.

## Consolidated comprehensive income statement

(EUR 1,000)	Note	Finnvera Group	
		1-6/2024	1-6/2023
Interest income	3		
- Interest from loans passed on to customers		217,447	160,077
- Other interest income		309,994	213,166
<b>Total interest income</b>		<b>527,441</b>	<b>373,243</b>
Interest expense		-458,063	-324,812
<b>Net interest income</b>		<b>69,378</b>	<b>48,431</b>
Net fee and commission income	4	101,255	90,827
Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses	5	9,559	-2,649
Net income from investments		-445	-141
Other operating income		114	87
Total operational expenses		-26,633	-25,802
- Personnel expenses		-16,853	-16,485
- Other operational expenses		-9,780	-9,317
Depreciation and amortisation		-2,568	-2,427
Other operating expenses		-292	-232
Realised credit losses and change in expected credit losses, net	6	-59,659	41,779
- Realised credit losses		-53,693	-104,589
- Credit loss compensations from the State		9,843	6,486
- Change in expected credit losses		-15,808	139,882
<b>Operating result</b>		<b>90,709</b>	<b>149,873</b>
Income tax		-5,773	-2,274
<b>Result</b>		<b>84,936</b>	<b>147,599</b>

(EUR 1,000)	Note	Finnvera Group	
		1-6/2024	1-6/2023
<b>Other comprehensive income</b>			
Items that will not be reclassified to profit or loss			
- Change in credit risk associated with liabilities carried at fair value		1,678	3,201
Items that may be reclassified subsequently to profit or loss			
- Change in fair value of investments		8,361	-1,055
- Change in expected credit losses of investments		-82	112
- Cash flow hedging		-6,047	-3,335
<b>Total other comprehensive income</b>		<b>3,911</b>	<b>-1,077</b>
<b>Total comprehensive income</b>		<b>88,846</b>	<b>146,522</b>
<b>Distribution of the result attributable to equity holders of the parent company</b>		<b>84,936</b>	<b>147,599</b>
<b>Distribution of the total comprehensive income attributable to equity holders of the parent company</b>		<b>88,846</b>	<b>146,522</b>

## Balance sheet

(EUR 1,000)	Note	Finnvera Group	
		30 Jun 2024	31 Dec 2023
<b>ASSETS</b>			
Loans to and receivables from credit institutions	7		
- Payable on demand		1,137,874	1,057,133
- Investment accounts and deposits		116,713	271,388
- Other		26,507	28,014
		<b>1,281,094</b>	<b>1,356,534</b>
Loans to and receivables from customers	7		
- Loans		7,623,732	7,761,434
- Debt Securities		29,184	30,046
- Guarantee receivables		41,987	37,181
- Receivables from export credit and special guarantee operations		102,050	95,730
		<b>7,796,954</b>	<b>7,924,390</b>
Investments			
- Debt securities	5, 7, 8	4,743,631	3,540,676
- Other shares and participations	5, 7, 8, 9	13,723	13,723
		<b>4,757,354</b>	<b>3,554,398</b>
Derivatives	5, 7, 8	100,214	96,359
Intangible assets		10,376	9,711
Tangible assets		6,074	3,352
Other Assets			
- Credit loss receivables from the state		21,336	11,744
- Other		354,430	354,438
		<b>375,765</b>	<b>366,181</b>
Prepayments and accrued income	7	1,092,149	988,599
Tax assets		713	2,776
<b>Assets</b>		<b>15,420,694</b>	<b>14,302,303</b>

(EUR 1,000)	Note	Finnvera Group	
		30 Jun 2024	31 Dec 2023
<b>LIABILITIES</b>			
Liabilities to other institutions	7, 10	116,919	128,525
Debt securities in issue	5, 7, 8, 11	11,373,669	10,584,813
Derivatives	5, 7, 8	822,597	760,660
Provisions	6	1,015,444	902,490
Other liabilities	7	67,805	21,052
Accruals and deferred income	7	602,343	571,524
Tax liabilities		1	168
<b>Liabilities</b>		<b>13,998,778</b>	<b>12,969,233</b>
<b>EQUITY</b>			
Equity attributable to the parent company's shareholders			
Share capital		196,605	196,605
Share premium		51,036	51,036
Fair value reserve		-26,145	-30,055
Non-restricted reserves			
- Reserve for domestic operations		404,757	374,558
- Reserve for export credit guarantees and special guarantees		511,372	134,748
Retained earnings		284,291	606,178
Non-restricted equity		<b>1,200,420</b>	<b>1,115,484</b>
Total equity, equity attributable to the parent company's shareholders		<b>1,421,916</b>	<b>1,333,070</b>
<b>Total liabilities and equity</b>		<b>15,420,694</b>	<b>14,302,303</b>



## Contingent liabilities

In the first table (Table 1) the commitments have been categorised according to their contractual stage. In the second table (Table 2) commitments have been broken down by business area and contractual stage.

**Table 1: Contingent liabilities according to the status of commitments**

(EUR 1,000)	Finnvera Group	
	30 Jun 2024	31 Dec 2023
Current drawn commitments (A+D+G)	7,648,124	7,137,377
Current undrawn commitments (B+E+F+H)	5,728,299	4,499,594
Offers given (C+I)	4,202,329	4,804,467
<b>Contingent liabilities, total</b>	<b>17,578,752</b>	<b>16,441,438</b>

**Table 2: Contingent liabilities by business area**

(EUR 1,000)	Finnvera Group	
	30 Jun 2024	31 Dec 2023
<b>Domestic operations</b>		
A) Valid guarantees	1,576,070	1,617,006
B) Binding credit commitments	601,306	608,662
C) Guarantee offers	69,640	61,585
<b>Domestic operations total</b>	<b>2,247,015</b>	<b>2,287,253</b>
<b>Export credit guarantees, special guarantees and export credit commitments</b>		
Current commitments (drawn and undrawn)		
D) Drawn export and special guarantees, not included export loans	5,325,458	4,888,066
E) Undrawn export and special guarantees, not included export loans	2,352,221	1,589,096
F) The Group: undrawn export credits granted by the subsidiary (credit commitments)	2,382,750	2,150,018
G) Export and special guarantee interest commitments, drawn commitments	746,597	632,306
H) Export and special guarantee interest commitments, undrawn commitments	392,021	151,817
<b>Offers given</b>		
I) Export and special guarantees	4,132,689	4,742,883
<b>Export credit guarantees, special guarantees and export credit commitments total</b>	<b>15,331,737</b>	<b>14,154,186</b>
<b>Contingent liabilities, total</b>	<b>17,578,752</b>	<b>16,441,438</b>

A) Commitments for domestic guarantees mean commitments referred to in §4 and §4a of the Act on Credits and Guarantees Provided by the State-owned Specialised Financing Company (18.6.1998/445). These commitments are current commitments.

F) Credit commitments given by the subsidiary always involve an export credit guarantee granted by the parent company. The figure for the Group includes the unused credit arrangements (credit commitments) for export credits granted by Finnish Export Credit Ltd. The figure for the parent company consists of export credit guarantees that cover the credit risk for the credit commitments presented in the figure for the Group (liability for compensation to the subsidiary).

G) and H) Finnvera pays compensation for the interest included in guaranteed receivables for the amount fallen due, until the due date according to credit documents. If Finnvera pays the compensation before the due date, interest will be paid only until the compensation payment date. The Group interest commitment figures do not include group internal interest commitments to Finnish Export Credit Ltd.

**Table 3: Liability for export credit guarantees calculated according to the Act on the State's Export Credit Guarantees<sup>1</sup>**

(EUR 1,000)	Finnvera plc	
	30 Jun 2024	31 Dec 2023
<b>Liability according to the Act on the State's Export Credit Guarantees</b>	<b>18,460,331</b>	<b>17,735,482</b>

The liability calculated according to the Act on the State's Export Credit Guarantees only includes the liability endorsed on the basis of the Act. It consists of the current commitments (only principal) and half of the liability stemming from the offers given. Items in foreign currencies are converted to euros using the exchange rate on the date when the commitment was given.

<sup>1</sup> The total commitments of Finnvera's export credit guarantees and hedging arrangements may amount to EUR 38 billion (38) at the maximum. The total export credits and ship credits granted by Finnvera's subsidiary Finnish Export Credit Ltd may amount to EUR 33 billion (33).

**Table 4: Possible obligations according to IAS 37**

(EUR 1,000)	Finnvera Group	
	30 Jun 2024	31 Dec 2023
Possible obligation arising to cover losses of fund payment in accordance with The State Guarantee Fund Act	349,023	349,023

No additional contingent liabilities were recorded during the reporting period. The possible obligation will be returned to The State Guarantee Fund once the reserve for export credit guarantees and special guarantees has funds of at least EUR 829 million consisting of future profits.

## Change in equity

(EUR 1,000)	Fair value through OCI								Total equity
	Share capital	Share premium reserve	Fair value through OCI	Cash flow hedging	Change in the credit risk associated with liabilities carried at fair value	Reserve for domestic operations	Reserve for export credit guarantees and special guarantees	Retained earnings	
<b>30 Jun 2024</b>									
<b>Finnvera Group's equity, equity attributable to the parent company's shareholders</b>									
Reported equity at 1 Jan	196,605	51,036	-9,237	-19,152	-1,666	374,558	134,748	606,178	1,333,070
Profit/loss from the previous accounting period transfer to reserves	-	-	-	-	-	30,199	376,624	-406,823	-
Re-determination of defined benefit pensions recognised at fair value through comprehensive income	-	-	-	-	-	-	-	-	-
Change in credit risk associated with liabilities carried at fair value	-	-	-	-	1,678	-	-	-	1,678
Cash flow hedging	-	-	-	-6,047	-	-	-	-	-6,047
Change in fair value of investments recognised at fair value through comprehensive income	-	-	8,361	-	-	-	-	-	8,361
Change in ECL of investments recognised at fair value through comprehensive income	-	-	-82	-	-	-	-	-	-82
Result	-	-	-	-	-	-	-	84,936	84,936
<b>Total equity at 30 Jun</b>	<b>196,605</b>	<b>51,036</b>	<b>-958</b>	<b>-25,199</b>	<b>13</b>	<b>404,757</b>	<b>511,372</b>	<b>284,291</b>	<b>1,421,916</b>
<b>31 Dec 2023</b>									
<b>Finnvera Group's equity, equity attributable to the parent company's shareholders</b>									
Reported equity at 1 Jan	196,605	51,036	-11,010	-7,437	-2,286	399,211	78,658	203,771	908,548
Profit/loss from the previous accounting period transfer to reserves	-	-	-	-	-	-24,653	56,090	-31,437	-
Re-determination of defined benefit pensions recognised at fair value through comprehensive income	-	-	-	-	-	-	-	483	483
Change in credit risk associated with liabilities carried at fair value	-	-	-	-	620	-	-	-	620
Cash flow hedging	-	-	-	-11,715	-	-	-	-	-11,715
Change in fair value of investments recognised at fair value through comprehensive income	-	-	-215	-	-	-	-	-	-215
Change in ECL of investments recognised at fair value through comprehensive income	-	-	1,988	-	-	-	-	-	1,988
Result	-	-	-	-	-	-	-	433,361	433,361
<b>Total equity at 31 Dec</b>	<b>196,605</b>	<b>51,036</b>	<b>-9,237</b>	<b>-19,152</b>	<b>-1,666</b>	<b>374,558</b>	<b>134,748</b>	<b>606,178</b>	<b>1,333,070</b>

## Statement of cash flows

(EUR 1,000)	Finnvera Group	
	30 Jun 2024	30 Jun 2023
<b>Cash flows from operating activities</b>		
Withdrawal of loans granted	-499,798	-210,061
Repayments of loans granted	856,379	916,916
Interest income and interest expense, net	54,104	84,421
Net payments received (+) / paid (-) from commission income and expense	109,832	52,727
Payments received from other operating income	107	318
Payments for operating expenses	-29,122	-25,645
Claims paid (-) and recovered amounts (+)	-60,057	-123,312
Net credit loss compensation from the State	250	16,282
Net taxes paid	-3,877	-6,879
<b>Net cash used in (-) / from (+) operating activities (A)</b>	<b>427,818</b>	<b>704,767</b>
<b>Cash flows from investing activities</b>		
Purchase of property and equipment and intangible assets	-1,890	-2,146
Short-term and other liquid investments made	-4,331,452	-2,186,536
Proceeds and maturities of short-term and other liquid investments	3,161,138	1,973,635
<b>Net cash used in (-) / from (+) investing activities (B)</b>	<b>-1,172,203</b>	<b>-215,046</b>
<b>Cash flows from financing activities</b>		
Proceeds from long-term loans	1,000,000	924,300
Repayment of long-term loans	-19,514	-921,384
Net proceeds (+) and repayments (-) of short-term loans	-241,731	-422,154
Payments of lease liabilities	-	-1,473
Payments (-) / receipts (+) from derivative collaterals	-88,570	80,410
<b>Net cash used in (-) / from (+) financing activities (C)</b>	<b>650,185</b>	<b>-340,301</b>
<b>Net change in cash and cash equivalents (A+B+C) increase (+) / decrease (-)</b>	<b>-94,200</b>	<b>149,419</b>
<b>Cash and cash equivalents at the beginning of the period<sup>1</sup></b>	<b>1,328,864</b>	<b>623,451</b>
Foreign exchange differences	20,230	-8,560
<b>Cash and cash equivalents at the end of the period</b>	<b>1,254,894</b>	<b>764,310</b>

<sup>1</sup> Cash and cash equivalents comprise of cash and investment accounts held in credit institutions. Cash and cash equivalents are included in the balance sheet line item "Loans to and receivables from credit institutions – payable on demand" and "Loans to and receivables from credit institutions – investment accounts and deposits".

## Changes in liabilities arising from financing activities

(EUR 1,000)	Finnvera Group 2024						
	Opening balance 1 Jan	Cash inflows from financing activities	Cash outflow from financing activities	Fair value changes	Foreign exchange differences	Other changes	Closing balance 30 Jun 2024
Liabilities to credit institutions	-	-	-	-	-	-	-
Liabilities to other institutions	128,525	-	-16,523	-	4,917	-	116,919
Debt securities in issue	10,584,813	1,353,605	-600,586	-96,594	124,915	7,516	11,373,669
Security given for derivatives <sup>1</sup>	-735,170	-	-109,100	-	-	-	-844,270
Security received for derivatives <sup>2</sup>	41,550	20,530	-	-	-	-	62,080
<b>Total</b>	<b>10,019,718</b>	<b>1,374,135</b>	<b>-726,209</b>	<b>-96,594</b>	<b>129,833</b>	<b>7,516</b>	<b>10,708,399</b>

(EUR 1,000)	Finnvera Group 2023						
	Opening balance 1 Jan	Cash inflows from financing activities	Cash outflow from financing activities	Fair value changes	Foreign exchange differences	Other changes	Closing balance 30 Jun 2023
Liabilities to credit institutions	-	-	-	-	-	-	-
Liabilities to other institutions	37,292	119,547	-26,961	-	-1,353	-	128,525
Debt securities in issue	9,662,606	3,296,577	-2,672,577	451,152	-169,653	16,707	10,584,813
Security given for derivatives <sup>1</sup>	-1,094,350	359,180	-	-	-	-	-735,170
Security received for derivatives <sup>2</sup>	62,270	-	-20,720	-	-	-	41,550
<b>Total</b>	<b>8,667,818</b>	<b>3,775,304</b>	<b>-2,720,258</b>	<b>451,152</b>	<b>-171,005</b>	<b>16,707</b>	<b>10,019,718</b>

<sup>1</sup> Included in Prepayments and accrued income in the balance sheet

<sup>2</sup> Included in Accruals and deferred income in the balance sheet

## Notes of the Half-Year Report

### 1 Principles for drawing up the Half-Year Report

#### Main accounting principles of the Half-Year Report

The Finnvera Group consists of the parent company Finnvera plc and its subsidiary Finnish Export Credit Ltd, wholly owned by it. The financial statements of the Finnvera Group and the parent company Finnvera plc are drawn up according to the International Financial Reporting Standards (IFRS). The income statement is presented in accordance with the IAS 1 Presentation of Financial Statements standard.

The half-year report has been prepared in accordance with the IAS 34 Interim Financial Reporting standard as adopted by the EU. The half-year report does not contain all the information and notes required by international IFRS standards. The accounting principles are presented in their entirety in the Group's financial statements 2023.

The half-year report must be read in conjunction with the consolidated financial statements. The half-year report only contains information about the Group. The figures presented in the half-year report are rounded, so the sum of the individual figures presented may differ from the sum total presented. The key indicators have been calculated using precise values. The change in reporting standards and the interpretations that entered into force on 1 January 2024 had no significant impact on Finnvera's half-year report.

On 19 August 2024, Finnvera's Board of Directors approved the half-year report for the period 1 January –30 June 2024. The half-year report is unaudited.

The half-year report is published in Finnish and English. If there are discrepancies between different language versions, the Finnish version of the half-year report shall apply. The Finnvera Group's report of the Board of Directors, financial statements and half-year report can be found on Finnvera's website at [www.finnvera/financial\\_reports](http://www.finnvera/financial_reports).

#### Accounting principles requiring the management's judgment and the key sources of estimation uncertainty

Financial statements drawn up according to the International Financial Reporting Standards (IFRS) require the management's estimates and judgement that affect the items reported in the consolidated financial statements and in the Notes to the accounts. When preparing the financial statements, estimates and assumptions concerning the future are made, which may differ from the actual outcome.

Key assumptions and judgements concern the assessment of expected losses from clients' loan and other receivables as well as liabilities for guarantees. Significant uncertainties are also associated with the assessment of the fair value of financial assets and liabilities.

Expected credit losses on receivables from clients and on contingent liabilities from guarantees and export credit guarantees are recognised in accordance with the IFRS 9 standard. Recording expected losses requires the management's judgement of calculation components affecting ECL calculation, such as credit loss probabilities (PIT-PD), macroeconomic scenarios and their weighting as well as the expected receivable-related cash flows, their timing and the effective interest rate. Management's assessments serving as a basis for the entry are covered in more detail in the section Calculation of expected credit losses (ECL) in the Accounting Principles of the Annual Report and Financial Statements for 1 January–31 December 2023.

In connection with the preparation of this half-year report, the management's estimates related to the expected losses were simi-

lar to those applied in the previous financial statements. The loss provisions for export credit guarantee and special guarantee operations were kept unchanged compared to the end of 2023. The business outlook for cruise shipping companies has improved, and the Group's exposure in the cruise shipping sector as well as in Russia has decreased. However, it is estimated that the credit loss risk related to export financing has not experienced any significant changes and the credit loss risk remains high.

## 2 Segment information

### 2.1 Result by segment

(EUR 1,000)	SME and midcap financing			Export financing		Total
	Locally operating small companies	SMEs focusing on the domestic markets	SMEs seeking growth and internationalisation	Large corporates	Export credits	
<b>Finnvera Group</b>						
<b>1-6/2024</b>						
Net interest income	3,043	11,136	6,726	32,018	16,456	<b>69,378</b>
Net fee and commission income	4,426	8,982	15,169	66,982	5,696	<b>101,255</b>
Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses	-	-	-	161	9,397	<b>9,559</b>
Net income from investments	-	-	-	-	-445	<b>-445</b>
Other operating income	1	13	38	63	-	<b>114</b>
Total operational expenses	-3,943	-6,470	-6,171	-7,766	-2,283	<b>-26,633</b>
Depreciation and amortisation	-438	-833	-769	-412	-116	<b>-2,568</b>
Other operating expenses	-63	-77	-67	-65	-20	<b>-292</b>
Realised credit losses and change in expected credit losses, net	-4,362	-7,027	-10,664	-37,784	177	<b>-59,659</b>
- Realised credit losses	-6,794	-9,972	-6,082	-30,844	-	<b>-53,693</b>
- Credit loss compensations from the State	2,870	4,314	2,658	-	-	<b>9,843</b>
- Change in expected credit losses (increase - / decrease +)	-438	-1,368	-7,240	-6,939	177	<b>-15,808</b>
Operating result	-1,337	5,724	4,261	53,196	28,863	<b>90,709</b>
Income tax	-	-	-	-	-5,773	<b>-5,773</b>
<b>Result</b>	<b>-1,337</b>	<b>5,724</b>	<b>4,261</b>	<b>53,196</b>	<b>23,091</b>	<b>84,936</b>
<b>Finnvera Group</b>						
<b>1-6/2023</b>						
Net interest income	2,827	8,158	5,657	17,078	14,711	<b>48,431</b>
Net fee and commission income	4,574	9,351	10,600	59,570	6,731	<b>90,827</b>
Gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses	-	-	-	-35	-2,613	<b>-2,649</b>
Net income from investments	-	-	-	-	-141	<b>-141</b>
Other operating income	3	16	3	64	-	<b>87</b>
Total operational expenses	-3,892	-6,376	-6,226	-7,392	-1,915	<b>-25,802</b>
Depreciation and amortisation	-419	-772	-696	-409	-131	<b>-2,427</b>
Other operating expenses	-50	-61	-53	-52	-16	<b>-232</b>
Realised credit losses and change in expected credit losses, net	-2,656	-831	-4,191	49,980	-523	<b>41,779</b>
- Realised credit losses	-3,437	-4,936	-5,256	-90,960	-	<b>-104,589</b>
- Credit loss compensations from the State	1,643	2,428	2,416	-	-	<b>6,486</b>
- Change in expected credit losses (increase - / decrease +)	-863	1,678	-1,351	140,941	-523	<b>139,882</b>
Operating result	387	9,484	5,095	118,805	16,103	<b>149,873</b>
Income tax	-	-	-	-	-2,274	<b>-2,274</b>
<b>Result</b>	<b>387</b>	<b>9,484</b>	<b>5,095</b>	<b>118,805</b>	<b>13,829</b>	<b>147,599</b>

**2.2 Balance sheet by segment**

(EUR 1,000)	SME and midcap financing			Export financing		Total
	Locally operating small companies	SMEs focusing on the domestic markets	SMEs seeking growth and internationalisation	Large corporates	Export credits	
<b>Finnvera Group</b>						
<b>1–6/2024</b>						
<b>Assets</b>	<b>82,940</b>	<b>263,120</b>	<b>276,357</b>	<b>748,505</b>	<b>14,049,772</b>	<b>15,420,694</b>
- of which loans to and receivables from credit institutions	10,800	31,200	18,000	100,000	1,121,094	1,281,094
- of which loans to and receivables from customers	56,573	171,007	245,884	278,693	7,044,797	7,796,954
- of which investments	-	13,723	-	20,182	4,723,450	4,757,354
<b>Liabilities</b>	<b>7,879</b>	<b>-178,840</b>	<b>149,230</b>	<b>165,680</b>	<b>13,854,829</b>	<b>13,998,778</b>
- of which debt securities in issue	-	-	-	-	11,373,669	11,373,669
- of which provisions	9,479	20,687	33,370	951,908	-	1,015,444
<b>Equity</b>	<b>75,061</b>	<b>441,961</b>	<b>127,127</b>	<b>582,825</b>	<b>194,943</b>	<b>1,421,916</b>
- of which restricted equity	-	159,660	67,799	21,036	-26,999	221,496
- of which non-restricted equity	75,061	282,301	59,327	561,789	221,942	1,200,420
<b>Finnvera Group</b>						
<b>1–12/2023</b>						
<b>Assets</b>	<b>84,772</b>	<b>265,523</b>	<b>260,514</b>	<b>634,126</b>	<b>13,057,367</b>	<b>14,302,303</b>
- of which loans to and receivables from credit institutions	10,800	31,200	18,000	100,000	1,196,534	1,356,534
- of which loans to and receivables from customers	61,496	179,224	232,245	164,255	7,287,172	7,924,390
- of which investments	-	13,723	-	20,182	3,520,494	3,554,398
<b>Liabilities</b>	<b>8,374</b>	<b>-170,714</b>	<b>137,649</b>	<b>103,589</b>	<b>12,890,334</b>	<b>12,969,233</b>
- of which debt securities in issue	-	-	-	-	10,584,813	10,584,813
- of which provisions	9,712	19,835	29,470	843,472	-	902,490
<b>Equity</b>	<b>76,398</b>	<b>436,236</b>	<b>122,865</b>	<b>530,538</b>	<b>167,033</b>	<b>1,333,070</b>
- of which restricted equity	-	159,660	67,799	21,945	-31,819	217,586
- of which non-restricted equity	76,398	276,576	55,066	508,593	198,852	1,115,484

### 3 Interest income and expenses by class of financial assets and liabilities

(EUR 1,000)	Finnvera Group	
	1-6/2024	1-6/2023
Interest income on items carried at amortised cost	283,944	192,638
Interest income on items carried at fair value through OCI	38,063	18,794
Interest income on items carried at fair value through profit or loss	205,434	161,811
<b>Total interest income</b>	<b>527,441</b>	<b>373,243</b>
Interest expenses on items carried at amortised cost	-96,671	-65,998
Interest expenses on items carried at fair value through OCI	-1,352	-2,400
Interest expenses on items carried at fair value through profit or loss	-360,040	-256,414
<b>Total interest expenses</b>	<b>-458,063</b>	<b>-324,812</b>

### 4 Fee and commission income and expenses by income statement items

(EUR 1,000)	Finnvera Group	
	1-6/2024	1-6/2023
<b>Fee and commission income from guarantees</b>		
Export and credit guarantees and special guarantees	77,457	65,397
Domestic financing	18,250	19,011
<b>Sub total</b>	<b>95,707</b>	<b>84,408</b>
<b>Delivery and handling fees</b>		
Export and credit guarantees and special guarantees	419	1,704
Domestic financing	2,049	1,960
<b>Sub total</b>	<b>2,467</b>	<b>3,664</b>
<b>Fee and commission income from loans</b>		
Export loans	5,755	7,578
Commission income of domestic financing, loans	1,303	1,316
<b>Sub total</b>	<b>7,058</b>	<b>8,895</b>
<b>Other fee and commission income</b>		
Interest balancing, export credit guarantees and special guarantees	2	1
Other fee and commission income, domestic financing	170	155
<b>Sub total</b>	<b>172</b>	<b>156</b>
<b>Grand total</b>	<b>105,405</b>	<b>97,123</b>
<b>Other commission expenses</b>		
Reinsurance, export and credit guarantees and special guarantees	-3,132	-4,672
Borrowing	-21	-465
Payment transactions	-234	-434
Other fee and commission expenses	-763	-725
<b>Grand total</b>	<b>-4,150</b>	<b>-6,296</b>
<b>Net fee and commission income</b>	<b>101,255</b>	<b>90,827</b>

## 5 Gains and losses from financial instruments carried at fair value through profit or loss and foreign exchange gains and losses

(EUR 1,000)	Finnvera Group			Total
	Dividends	Gains and losses from sales	Changes in fair value	
<b>30 Jun 2024</b>				
<b>From financial instruments recognised through profit or loss</b>				
Derivatives	-	-	-65,311	-65,311
Debt securities in issue	-	-	94,915	94,915
Investments in debt securities	-	-	-19,094	-19,094
Shares and participations	-	-	-	-
<b>Total for financial instruments recognised through profit or loss</b>	-	-	<b>10,511</b>	<b>10,511</b>
<b>By categories of financial instruments, IFRS 9</b>				
Items carried at amortised cost (fair value hedging)	-	-	91,382	91,382
Items carried at fair value through OCI (fair value hedging)	-	-	-19,094	-19,094
Items carried at fair value through profit and loss (fair value option)	-	-	3,533	3,533
Items carried at fair value through profit and loss (mandatory)	-	-	-65,311	-65,311
<b>Total</b>	-	-	<b>10,511</b>	<b>10,511</b>
<b>Foreign exchange gains (+) and losses (-)</b>				<b>-952</b>
<b>Total for financial instruments carried at fair value through profit or loss and foreign exchange gains and losses</b>				<b>9,559</b>

(EUR 1,000)	Finnvera Group			Total
	Dividends	Gains and losses from sales	Changes in fair value	
<b>30 Jun 2023</b>				
<b>From financial instruments recognised through profit or loss</b>				
Derivatives	-	-	55,595	55,595
Debt securities in issue	-	-	-82,946	-82,946
Investments in debt securities	-	-	26,651	26,651
Shares and participations	-	-	-	-
<b>Total for financial instruments recognised through profit or loss</b>	-	-	<b>-700</b>	<b>-700</b>
<b>By categories of financial instruments, IFRS 9</b>				
Items carried at amortised cost (fair value hedging)	-	-	-76,967	-76,967
Items carried at fair value through OCI (fair value hedging)	-	-	26,651	26,651
Items carried at fair value through profit and loss (fair value option)	-	-	-5,979	-5,979
Items carried at fair value through profit and loss (mandatory)	-	-	55,595	55,595
<b>Total</b>	-	-	<b>-700</b>	<b>-700</b>
<b>Foreign exchange gains (+) and losses (-)</b>				<b>-1,948</b>
<b>Total for financial instruments carried at fair value through profit or loss and foreign exchange gains and losses</b>				<b>-2,649</b>

In the Group, Finnish Export Credit Ltd's business area is export credit financing operations. On the basis of a separate management agreement, the parent company takes care of funding and asset management related to export credit financing on behalf of Finnish Export Credit Ltd. In its financial statements, Finnvera plc recognises Finnish Export Credit Ltd's share of the change in the fair value of liabilities and derivatives either as a liability to or as a receivable from Finnish Export Credit Ltd, depending on the final outcome of the change, which means that this share of the change in the fair value of liabilities and derivatives comes to the consolidated financial statements from Finnish Export Credit Ltd's figures.



## 6 Expected credit losses (ECL)

### 6.1 Realised credit losses and change of expected credit losses, net

(EUR 1,000)	Finnvera Group	
	1-6/2024	1-6/2023
<b>Total realised credit losses</b>	<b>-53,693</b>	<b>-104,589</b>
- Loans	-3,585	-4,420
- Guarantees	-19,021	-8,552
- Export credit guarantees and special guarantees	-31,087	-91,617
<b>Credit loss compensation from the State</b>	<b>9,843</b>	<b>6,486</b>
<b>Change in expected credit losses (ECL) decrease (+) / increase (-)</b>	<b>-15,808</b>	<b>139,882</b>
ECL at the beginning of the reporting period, gross	1,195,704	1,515,930
ECL at the end of the reporting period, gross	1,211,512	1,376,048
<b>Total, net</b>	<b>-59,658</b>	<b>41,779</b>

### 6.2 Changes in expected credit losses

Financial assets (EUR 1,000)	Finnvera Group 30 Jun 2024			Finnvera Group 30 Jun 2023		
	ECL 31 Dec 2023	ECL 30 Jun 2024	Change in ECL	ECL 31 Dec 2022	ECL 30 Jun 2023	Change in ECL
Loans and receivables from credit institutions	-238	-253	-14	-156	-265	-109
Investment accounts and deposits	-105	-55	50	-	-	-
Loans and receivables from customers	-288,183	-190,847	97,337	-1,179,370	-1,036,715	142,655
Debt securities	-422	-315	107	-544	-847	-303
Other assets	-94	-94	-	-94	-94	0
Prepayments and accrued income	-2,067	-2,483	-416	-1,342	-1,948	-606
<b>Change in expected credit losses: decrease (+) / increase (-)</b>	<b>-291,110</b>	<b>-194,046</b>	<b>97,064</b>	<b>-1,181,506</b>	<b>-1,039,868</b>	<b>141,638</b>
<b>Financial liabilities (EUR 1,000)</b>						
Provisions	-900,814	-1,013,768	-112,954	-332,632	-334,276	-1,644
Equity - Fair value	-3,780	-3,698	82	-1,792	-1,904	-112
<b>Change in expected credit losses: decrease (+) / increase (-)</b>	<b>-904,594</b>	<b>-1,017,466</b>	<b>-112,872</b>	<b>-334,424</b>	<b>-336,180</b>	<b>-1,756</b>
<b>Change in expected credit losses: decrease (+) / increase (-), net</b>			<b>-15,808</b>			<b>139,882</b>

### 6.3 Expected credit losses by IFRS 9 stages

Financial assets (EUR 1,000)	Finnvera Group 30 Jun 2024				Finnvera Group 31 Dec 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Loans and receivables from credit institutions	253	-	-	253	238	-	-	238
Loans and receivables from customers	12,332	101,119	83,342	196,793	21,690	193,150	78,922	293,762
Investments	698	-	-	698	889	-	-	889
Off-balance sheet items	65,522	900,324	47,923	1,013,768	62,399	796,662	41,754	900,814
<b>Total</b>	<b>78,804</b>	<b>1,001,443</b>	<b>131,265</b>	<b>1,211,512</b>	<b>85,216</b>	<b>989,812</b>	<b>120,676</b>	<b>1,195,704</b>

### 6.4 Division of customer funding's expected credit losses between IFRS 9 stages and business areas

#### 6.4.1 Loans and receivables from customers

(EUR 1,000)	Finnvera Group 30 Jun 2024				Finnvera Group 31 Dec 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>ECL at the beginning of the period</b>	<b>21,690</b>	<b>193,150</b>	<b>78,922</b>	<b>293,762</b>	<b>5,469</b>	<b>1,105,068</b>	<b>71,592</b>	<b>1,182,130</b>
Changes in ECL during the reporting period	-6,111	-191,546	-4,780	-202,437	4,753	-1,077,124	-3,025	-1,075,397
Transfers to stage 1 from stages 2 and 3	-	98,995	-224	98,771	-	266,767	-3,627	263,140
Transfers to stage 2 from stages 1 and 3	-1,284	-	-2,710	-3,994	-2,035	-	-1,095	-3,130
Transfers to stage 3 from stages 1 and 2	-203	-1,050	-	-1,252	-666	-4,559	-	-5,226
Additions from stage 1	-	2,736	2,635	5,372	-	5,347	3,054	8,400
Additions from stage 2	147	-	3,113	3,260	9,416	-	5,127	14,543
Additions from stage 3	69	587	-	656	79	208	-	287
ECL from new finances	926	71	12,092	13,089	12,040	157	21,202	33,398
Repayments/Expirations of guarantees	-2,824	-160	-5,707	-8,690	-723	-18,948	-14,306	-33,978
Change in calculation parameters	-	-	-	-	-6,643	-83,764	0	-90,407
Change in State's credit loss compensation rate	-78	-1,665	-	-1,742	-	-	-	-
<b>ECL at the end of the period</b>	<b>12,332</b>	<b>101,119</b>	<b>83,342</b>	<b>196,793</b>	<b>21,690</b>	<b>193,150</b>	<b>78,922</b>	<b>293,762</b>
Net change in ECL during the reporting period				<b>-96,969</b>				<b>-888,368</b>
Locally operating small companies	388	1,200	10,827	12,415	440	1,381	9,924	11,745
SMEs focusing on the domestic markets	1,377	2,469	20,071	23,917	1,508	2,685	19,207	23,400
SMEs seeking growth and internationalisation	2,784	4,005	27,445	34,233	2,406	2,719	25,767	30,893
Large corporates	7,783	93,445	24,999	126,227	17,335	186,365	24,024	227,724
<b>Total</b>	<b>12,332</b>	<b>101,119</b>	<b>83,342</b>	<b>196,793</b>	<b>21,690</b>	<b>193,150</b>	<b>78,922</b>	<b>293,762</b>
<b>Realised credit losses</b>	<b>-29</b>	<b>-117</b>	<b>3,732</b>	<b>3,585</b>	<b>166</b>	<b>565</b>	<b>7,944</b>	<b>8,675</b>

Loans and receivables from customers include all depreciations of assets excl. loans and receivables from credit institutions and investments.

## 6.4.2 Off balance sheet items

(EUR 1,000)	Finnvera Group 30 Jun 2024				Finnvera Group 31 Dec 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
<b>ECL at the beginning of the period</b>	<b>62,399</b>	<b>796,662</b>	<b>41,754</b>	<b>900,814</b>	<b>55,426</b>	<b>240,071</b>	<b>37,135</b>	<b>332,632</b>
Changes in ECL during the reporting period	-860	119,496	-315	<b>118,322</b>	-13,693	649,209	23,072	<b>658,588</b>
Transfers to stage 1 from stages 2 and 3	-	2,372	-21	<b>2,350</b>	-	30,448	1,385	<b>31,834</b>
Transfers to stage 2 from stages 1 and 3	-1,073	-	-293	<b>-1,366</b>	-9,007	-	-30	<b>-9,037</b>
Transfers to stage 3 from stages 1 and 2	-260	-18,065	-	<b>-18,326</b>	-551	-570	-	<b>-1,122</b>
Additions from stage 1	-	4,804	4,030	<b>8,834</b>	-	15,107	8,034	<b>23,141</b>
Additions from stage 2	947	-	34,732	<b>35,679</b>	7,728	-	1,711	<b>9,439</b>
Additions from stage 3	1	132	-	<b>133</b>	26	5	-	<b>31</b>
ECL from new finances	9,054	73	210	<b>9,337</b>	34,253	936	2,564	<b>37,752</b>
Repayments/Expirations of guarantees	-6,153	-67,725	-32,175	<b>-106,052</b>	-17,633	-125,256	-20,597	<b>-163,485</b>
Change in calculation parameters	1,467	62,573	-	<b>64,039</b>	5,850	-13,289	-11,521	<b>-18,960</b>
Change in State's credit loss compensation rate	-	3	-	<b>3</b>	-	-	-	<b>-</b>
<b>ECL at the end of the period</b>	<b>65,522</b>	<b>900,324</b>	<b>47,923</b>	<b>1,013,768</b>	<b>62,399</b>	<b>796,662</b>	<b>41,754</b>	<b>900,814</b>
Net change in ECL during the reporting period				<b>112,954</b>				<b>568,182</b>
Locally operating small companies	3,985	4,652	843	<b>9,479</b>	3,853	4,810	1,050	<b>9,712</b>
SMEs focusing on the domestic markets	7,527	2,954	10,205	<b>20,687</b>	7,391	4,395	8,049	<b>19,835</b>
SMEs seeking growth and internationalisation	21,641	3,912	7,816	<b>33,370</b>	18,831	3,504	7,184	<b>29,519</b>
Large corporates	32,369	888,806	29,058	<b>950,233</b>	32,324	783,954	25,471	<b>841,748</b>
<b>Total</b>	<b>65,522</b>	<b>900,324</b>	<b>47,923</b>	<b>1,013,768</b>	<b>62,399</b>	<b>796,662</b>	<b>41,754</b>	<b>900,814</b>
<b>Realised credit losses</b>	<b>561</b>	<b>493</b>	<b>49,054</b>	<b>50,108</b>	<b>885</b>	<b>1,265</b>	<b>117,612</b>	<b>119,761</b>

## 7 Financial instruments classification and fair values

## Group, IFRS 9

Financial assets (EUR 1,000)	Amortised cost	At fair value through profit or loss		Fair value through OCI	Total	Fair value <sup>1</sup>
		Mandatorily	Designated at fair value through profit or loss (Fair value option)			
<b>30 Jun 2024</b>						
Loans to and receivables from credit institutions	1,281,094	-	-	-	<b>1,281,094</b>	1,281,946
Loans to and receivables from customers	7,767,769	-	-	29,184	<b>7,796,954</b>	7,958,403
Investments in debt securities – Short term debt securities	1,545,686	-	-	-	<b>1,545,686</b>	1,545,686
Investments in debt securities – Bonds	-	-	-	3,197,945	<b>3,197,945</b>	3,197,945
Derivatives	-	100,214	-	-	<b>100,214</b>	100,214
Other shares and participations	-	13,723	-	-	<b>13,723</b>	13,723
Other financial assets	1,429,250	-	-	-	<b>1,429,250</b>	1,429,250
<b>Total</b>	<b>12,023,800</b>	<b>113,937</b>	<b>-</b>	<b>3,227,130</b>	<b>15,364,866</b>	<b>15,527,167</b>

Financial assets (EUR 1,000)	Amortised cost	At fair value through profit or loss		Fair value through OCI	Total	Fair value <sup>1</sup>
		Mandatorily	Designated at fair value through profit or loss (Fair value option)			
<b>31 Dec 2023</b>						
Loans to and receivables from credit institutions	1,356,534	-	-	-	<b>1,356,534</b>	1,357,536
Loans to and receivables from customers	7,894,345	-	-	30,046	<b>7,924,390</b>	8,071,329
Investments in debt securities – Short term debt securities	828,257	-	-	-	<b>828,257</b>	828,257
Investments in debt securities – Bonds	-	-	-	2,712,418	<b>2,712,418</b>	2,712,418
Derivatives	-	96,359	-	-	<b>96,359</b>	96,359
Other shares and participations	-	13,723	-	-	<b>13,723</b>	13,723
Other financial assets	1,323,326	-	-	-	<b>1,323,326</b>	1,323,326
<b>Total</b>	<b>11,402,462</b>	<b>110,082</b>	<b>-</b>	<b>2,742,464</b>	<b>14,255,008</b>	<b>14,402,949</b>

<sup>1</sup> The fair values for receivables that are not measured at fair value in accounting have been determined according to the following principles. The fair value of short-term receivables has been set at their carrying amount due to their short maturity. The fair value of long-term receivables is based on discounted cash flows (Level 2).

Group, IFRS 9 Financial liabilities (EUR 1,000)	Amortised cost	At fair value through profit or loss		Total	Fair value <sup>1</sup>
		Mandatorily	Fair value option		
<b>30 Jun 2024</b>					
Liabilities to credit institutions	-	-	-	-	-
Liabilities to other institutions	116,919	-	-	<b>116,919</b>	116,899
Debt securities in issue					
- EMTN debt programme	10,133,026		1,240,643	<b>11,373,669</b>	11,331,066
- ECP debt programme	-			-	-
Derivatives	-	822,597	-	<b>822,597</b>	822,597
Other financial liabilities	359,584	-	-	<b>359,584</b>	359,584
<b>Total</b>	<b>10,609,529</b>	<b>822,597</b>	<b>1,240,643</b>	<b>12,672,769</b>	<b>12,630,145</b>

Financial liabilities (EUR 1,000)	Amortised cost	At fair value through profit or loss		Total	Fair value <sup>1</sup>
		Mandatorily	Fair value option		
<b>31 Dec 2023</b>					
Liabilities to other institutions	128,525	-	-	<b>128,525</b>	128,482
Debt securities in issue					
- EMTN debt programme	9,113,418		1,237,430	<b>10,350,848</b>	10,316,649
- ECP debt programme	233,965			<b>233,965</b>	233,965
Derivatives	-	760,660	-	<b>760,660</b>	760,660
Other financial liabilities	296,031	-	-	<b>296,031</b>	296,031
<b>Total</b>	<b>9,771,939</b>	<b>760,660</b>	<b>1,237,430</b>	<b>11,770,029</b>	<b>11,735,788</b>

<sup>1</sup> The fair values for liability items that are not measured at fair value in accounting have been determined according to the following principles. The fair value of short-term liabilities has been set at their carrying amount due to their short maturity. The fair value of long-term liabilities is based on discounted cash flows (Level 2). The fair values of bonds in issue that are covered by hedge accounting are based on the prices at the closing of the financial period, determined by a third party (Level 2).

## Fair value measurement principles for items carried at fair value

### 1. Debt securities

The fair values of debt securities are based on the prices at the closing of the financial period, determined by a third party pricing source, or on the value discounted using the market interest rate at the closing of the financial period.

### 2. Derivatives

The fair values of interest rate and currency swaps and currency futures are specified using a method based on the current value of cash flows, in which the market interest rates on the end date of the financial period and other market information serve as the accounting principle. The Group uses common valuation techniques in determining the fair value of these instruments. Fair values are equivalent to average market prices in situations where the Group would transfer or sell derivatives in the course of normal business under market conditions on the end date of the financial period. The credit risk related to derivatives is mitigated by means of collateral arrangements. Fair values are monitored on a daily basis using calculations from counterparties and those made in-house.

### 3. Other shares and participations

Group's other shares and participations include EUR 13.7 million (13.7) in investments in unlisted companies outside the Group. The measurement of the shares is presented at acquisition cost, which, according to the Group's estimate, equals the fair value of the shares.

### 4. Financial liabilities at fair value through profit or loss

The fair values of bonds in issue that fall outside hedge accounting are based on the prices at the closing of the financial period, determined by a third party pricing source.

## 8 Hierarchy for financial instruments carried at fair value

(EUR 1,000)	Finnvera Group			
	Level 1	Level 2	Level 3	Total
<b>Financial assets 30 Jun 2024</b>				
Financial instruments carried at fair value through profit and loss				
- Investments in debt securities – Bonds	-	-	-	-
- Derivatives	-	100,214	-	100,214
- Other Shares and participations	-	-	13,723	13,723
Financial instruments carried at fair value through other comprehensive income (OCI)				
- Loans to and receivables from customers - debt securities	-	29,184	-	29,184
- Investments in debt securities – Bonds	-	3,197,945	-	3,197,945
<b>Total</b>	-	<b>3,327,344</b>	<b>13,723</b>	<b>3,341,066</b>
<b>Financial liabilities 30 Jun 2024</b>				
Financial instruments carried at fair value through profit and loss				
- Debt securities in issue	-	1,240,643	-	1,240,643
- Derivatives	-	822,597	-	822,597
<b>Total</b>	-	<b>2,063,240</b>	-	<b>2,063,240</b>
<b>Financial assets 31 Dec 2023</b>				
Financial instruments carried at fair value through profit and loss				
- Investments in debt securities – Bonds	-	-	-	-
- Derivatives	-	96,359	-	96,359
- Other Shares and participations	-	-	13,723	13,723
Financial instruments carried at fair value through other comprehensive income (OCI)				
- Loans to and receivables from customers - debt securities	-	30,046	-	30,046
- Investments in debt securities – Bonds	-	2,712,418	-	2,712,418
<b>Total</b>	-	<b>2,838,823</b>	<b>13,723</b>	<b>2,852,546</b>
<b>Financial liabilities 31 Dec 2023</b>				
Financial instruments carried at fair value through profit and loss				
- Debt securities in issue	-	1,237,430	-	1,237,430
- Derivatives	-	760,660	-	760,660
<b>Total</b>	-	<b>1,998,090</b>	-	<b>1,998,090</b>

The table shows financial instruments that are measured at fair value on a recurring basis. The fair values of financial assets and liabilities measured at amortised cost and their fair value hierarchy levels are presented in Note 9.

### Hierarchy

#### Level 1

Investments in quoted shares and funds traded on the active market are valued at market price.

#### Level 2

The fair values of interest rate and currency swaps and currency futures are specified using a method based on the current value of cash flows, in which the market interest rates on the end date of the period and other market information serve as the accounting principle. The fair values of bonds in issue that fall outside hedge accounting are based on the prices at the closing of the financial period, determined by a third party. The fair values of investments in bonds are based on the prices at the closing of the financial period, determined by a third party, or on the value discounted using the market interest rate at the closing of the financial period.

#### Level 3

Other shares and participations in unlisted companies outside the Group are measured at acquisition cost, which, according to the Group's estimate, equals the fair value of the shares.

#### Transfers between Level 1 and 2

There were no transfers between the fair value hierarchy levels 1 and 2 during the financial period under review or the preceding financial period.

## 9 Specification of events at hierarchy level 3

LEVEL 3, Financial assets (EUR 1,000)	Finnvera Group	
	30 Jun 2024	31 Dec 2023
<b>Financial assets carried at fair value</b>		
<b>Balance at 1 Jan 1</b>	<b>13,723</b>	<b>13,723</b>
Profits and losses recognised in the income statement, total	-	-
Acquisitions	-	-
Sales	-	-
Other	-	-
<b>Balance at end of period</b>	<b>13,723</b>	<b>13,723</b>
Profits and losses recognised in the income statement for the instruments held by the Group/Finnvera plc	-	-

## 10 Liabilities to credit and other institutions

(EUR 1,000)	Finnvera Group 2024	
	Nominal value	Carrying amount
<b>Liabilities to credit and other institutions</b>		
<b>1 Jan 2024</b>	<b>128,525</b>	<b>128,525</b>
Loans withdrawn	-	-
Repayments	-16,523	-16,523
Net proceeds (+) and repayments (-) of short-term loans 1	-	-
Early repayments	-	-
Fair value changes	-	-
Foreign exchange differences	4,917	4,917
<b>30 Jun 2024</b>	<b>116,919</b>	<b>116,919</b>

(EUR 1,000)	Finnvera Group 2023	
	Nominal value	Carrying amount
<b>Liabilities to credit and other institutions</b>		
<b>1 Jan 2023</b>	<b>37,292</b>	<b>37,292</b>
Loans withdrawn	119,547	119,547
Repayments	-26,961	-26,961
Net proceeds (+) and repayments (-) of short-term loans 1	-	-
Early repayments	-	-
Fair value changes	-	-
Foreign exchange differences	-1,353	-1,353
<b>31 Dec 2023</b>	<b>128,525</b>	<b>128,525</b>

1 The gross amounts of short-term liabilities are presented in the notes of the cash flow statement.

## 11 Debt securities in issue

### EMTN debt programme

Issuer and ISIN (EUR 1,000)	Interest	Nominal	Currency	Issue date	Maturity date	Finnvera Group Carrying amount	
						Debt 30 Jun 2024	Debt 31 Dec 2023
Finnvera plc - XS1951364915	2.800%	30,000	AUD	14.2.2019	14.8.2029	16,813	16,676
Finnvera plc - XS1951364915	2.800%	30,000	AUD	13.11.2019	14.8.2029	16,813	16,676
Finnvera plc - XS1392927072	0.500%	1,000,000	EUR	13.4.2016	13.4.2026	951,823	949,939
Finnvera plc - XS1613374559	1.125%	750,000	EUR	17.5.2017	17.5.2032	663,054	676,636
Finnvera plc - XS1613374559	1.125%	100,000	EUR	3.7.2017	17.5.2032	88,407	90,218
Finnvera plc - XS1613374559	1.125%	150,000	EUR	6.9.2017	17.5.2032	132,611	135,327
Finnvera plc - XS1791423178	1.250%	1,000,000	EUR	14.3.2018	14.7.2033	884,418	904,942
Finnvera plc - XS1904312318	0.750%	500,000	EUR	7.11.2018	7.8.2028	458,363	464,220
Finnvera plc - XS1979447064	0.375%	1,000,000	EUR	9.4.2019	9.4.2029	892,009	901,944
Finnvera plc - XS2230845328	0.000%	1,000,000	EUR	15.9.2020	15.9.2027	909,585	913,317
Finnvera plc - XS2529521283	2.125%	1,000,000	EUR	8.9.2022	8.3.2028	974,011	990,086
Finnvera plc - XS2830098666	2.875%	1,000,000	EUR	30.5.2024	30.8.2029	996,100	-
Finnvera plc - XS1538285807	1.910%	1,500,000	SEK	20.12.2016	20.12.2028	125,954	129,689
Finnvera plc - XS1538285807	1.910%	1,500,000	SEK	23.1.2017	20.12.2028	125,954	129,689
Finnvera plc - XS1538285807	1.910%	500,000	SEK	23.1.2017	20.12.2028	41,985	43,230
Finnvera plc - XS1241947768	2.375%	500,000	USD	4.6.2015	4.6.2025	454,762	437,799
Finnvera plc - XS2068940753	1.625%	1,000,000	USD	23.10.2019	23.10.2024	921,806	878,177
Finnvera Plc - XS2401591800	1.125%	1,000,000	USD	27.10.2021	27.10.2026	862,056	836,068
Finnvera Plc - XS2636756657	4.000%	1,000,000	USD	15.6.2023	15.6.2028	914,612	904,331
Finnvera Plc - XS2708405662	5.125%	1,000,000	USD	25.10.2023	17.3.2027	942,535	931,885
<b>Total</b>						<b>11,373,669</b>	<b>10,350,848</b>

### ECP debt programme

Issuer and ISIN (EUR 1,000)	Nominal	Currency	Issue date	Maturity date	Finnvera Group Carrying amount	
					Debt 30 Jun 2024	Debt 31 Dec 2023
Finnvera plc - XS2702155214	50,000	USD	6.10.2023	6.2.2024	-	44,999
Finnvera plc - XS2702828901	100,000	USD	10.10.2023	11.3.2024	-	89,531
Finnvera plc - XS2710055802	100,000	EUR	24.10.2023	23.2.2024	-	99,435
<b>Total</b>					<b>-</b>	<b>233,965</b>

Finnvera Group 2024		
(EUR 1,000)	Nominal value	Carrying amount
<b>Debt securities in issue (EMTN debt programme)</b>		
<b>1 Jan 2024</b>	<b>10,924,721</b>	<b>10,350,848</b>
Debt securities issued	1,000,000	994,750
Repayments at maturity	-	-
Fair value changes	-	-96,594
Foreign exchange differences	124,350	121,731
Other changes	-	2,934
<b>30 Jun 2024</b>	<b>12,049,071</b>	<b>11,373,669</b>
Average interest rate <sup>1</sup>		4.5663%
Finnvera Group 2023		
(EUR 1,000)	Nominal value	Carrying amount
<b>Debt securities in issue (EMTN debt programme)</b>		
<b>1 Jan 2023</b>	<b>10,134,386</b>	<b>9,107,199</b>
Debt securities issued	1,869,837	1,861,025
Repayments at maturity	-913,159	-913,159
Fair value changes	-	451,152
Foreign exchange differences	-166,344	-160,353
Other changes	-	4,983
<b>31 Dec 2023</b>	<b>10,924,721</b>	<b>10,350,848</b>
Average interest rate <sup>1</sup>		4.7150%

<sup>1</sup> The average interest rate is calculated as an average interest rate for all interest-bearing loans.

Liabilities have been measured at fair value through profit and loss (FVTPL) when they have been hedged with derivatives (fair value option). Liabilities under hedge accounting are carried at amortised cost and adjusted for the change in interest rate risk. An amount equaling the nominal value of a liability is repaid at the maturity date. The credit risk portion of the change in fair value of the FVTPL liabilities is based on market data. The liabilities have been guaranteed by the state of Finland, whose credit risk has not changed.

Finnvera Group 2024		
(EUR 1,000)	Nominal value	Carrying amount
<b>Debt securities in issue (ECP debt programme)</b>		
<b>1 Jan 2024</b>	<b>235,747</b>	<b>233,965</b>
Debt securities issued	361,640	358,855
Repayments at maturity	-600,586	-600,586
Fair value changes	-	-
Foreign exchange differences	3,200	3,184
Other changes	-	4,582
<b>30 Jun 2024</b>	<b>-</b>	<b>-</b>
Finnvera Group 2023		
(EUR 1,000)	Nominal value	Carrying amount
<b>Debt securities in issue (ECP debt programme)</b>		
<b>1 Jan 2023</b>	<b>556,887</b>	<b>555,407</b>
Debt securities issued	1,447,696	1,435,552
Repayments at maturity	-1,759,418	-1,759,418
Fair value changes	-	-
Foreign exchange differences	-9,419	-9,300
Other changes	-	11,724
<b>31 Dec 2023</b>	<b>235,747</b>	<b>233,965</b>

Short-term debt securities (ECP debt programme) have been recognised at amortised cost using the effective interest rate method.

## 12 Total commitments from business operations

(EUR 1,000)	Finnvera Group		Finnvera plc	
	30 Jun 2024	31 Dec 2023	30 Jun 2024	31 Dec 2023
<b>Domestic operations</b>				
Contingent liabilities, drawn	1,576,070	1,617,006	1,576,070	1,617,006
Loans included in the balance sheet, gross	661,392	666,257	661,392	666,257
Investments in domestic financing bonds included in the balance sheet	29,184	30,046	29,184	30,046
Guarantee receivables included in the balance sheet	70,424	61,761	70,424	61,761
<b>Total drawn commitments</b>	<b>2,337,071</b>	<b>2,375,070</b>	<b>2,337,071</b>	<b>2,375,070</b>
Contingent liabilities, undrawn	670,945	670,247	670,945	670,247
<b>Total commitments from domestic operations</b>	<b>3,008,016</b>	<b>3,045,317</b>	<b>3,008,016</b>	<b>3,045,317</b>
<b>Export credit guarantee and special guarantee operations</b>				
Contingent liabilities, drawn <sup>2</sup>	6,072,055	5,520,371	14,217,519	13,984,310
Loans included in the balance sheet, gross <sup>1,2</sup>	7,071,305	7,315,186	-	-
Recovery receivables included in the balance sheet	183,356	167,865	183,356	167,865
<b>Total drawn commitments</b>	<b>13,326,715</b>	<b>13,003,422</b>	<b>14,400,874</b>	<b>14,152,175</b>
Contingent liabilities, undrawn	9,259,682	8,633,814	9,941,009	9,226,709
<b>Total commitments from export credit guarantee and special guarantee operations</b>	<b>22,586,397</b>	<b>21,637,236</b>	<b>24,341,883</b>	<b>23,378,884</b>
<b>Total commitments from business operations</b>	<b>25,594,413</b>	<b>24,682,553</b>	<b>27,349,899</b>	<b>26,424,200</b>

1 The figures presented do not take into account IFRS9 expected credit losses (ECL).

2 The risk associated with the repayment of export credits granted by Finnish Export Credit Ltd, part of Finnvera Group, is covered by an export credit guarantee granted by the parent company. The parent company's contingent liabilities include EUR 7,261 million (7,653) in export credit guarantees, which are financed by the export credits granted by the subsidiary Finnish Export Credit Ltd.

## 13 Key financial performance indicators and formulas for the key indicators

(EUR 1,000)	Finnvera Group				
	30 Jun 2024	31 Dec 2023	1-6/2024	1-6/2023	1-12/2023
Equity ratio, %	9.2	9.3			
Expense-income ratio, %			16.4	20.8	19.4

**Equity ratio, %**

$$\frac{\text{equity + minority share + accumulated appropriations} - \text{deducted by the deferred tax liability}}{\text{balance sheet total}} \times 100$$

**Expense-income ratio, %**

$$\frac{\text{operational expenses + depreciation, amortisation and impairment on tangible and intangible assets + other operating expenses}}{\text{net interest income + net fee and commission income + gains and losses from financial instruments carried at fair value through profit and loss and foreign exchange gains and losses + net income from investments + other operating income}} \times 100$$



Finnvera improves and diversifies financing opportunities available for Finnish enterprises by offering loans, guarantees and export credit financing. As a State-owned company, Finnvera supplements the financial market and with its operations, promotes the development of enterprises and exports.

[finnvera.fi](https://www.finnvera.fi)