



# INTERIM REPORT

January-March 2025

# PERIOD IN BRIEF

## JANUARY – MARCH 2025

COMPARED TO JANUARY - MARCH 2024 (unless otherwise stated)

- The loan portfolio amounted to SEK 20,220 million, compared to March 2024 the increase in local currencies was 19 %<sup>1</sup>
- Operating profit increased by 27 % to SEK 187.9 million
- Earnings per share increased by 28 % to SEK 6.46
- Adjusted earnings per share increased by 30 % to SEK 6.56
- Cost/income ratio improved to 37.3 % (40.0)
- Return on equity amounted to 21.5 % (22.1)
- Adjusted return on equity amounted to 21.8 % (22.1)
- Total capital ratio has increased to 17.7 % (16.7) since year-end

## SIGNIFICANT EVENTS

JANUARY - MARCH 2025

- The credit card business had an organic underlying loan book growth of 47 % over the past year and economies of scale in the business model have contributed to a significantly improved operating profit of 76 % compared to the previous year.
- Within the Ecommerce Solutions segment partnerships have been entered into with Brandsdal Group and Bagaren & Kocken. The partnerships are expected to generate an annual transaction volume of approximately SEK 2,700 million.
- The Swedish Financial Supervisory Authority (the Swedish FSA) announced its decision regarding Pillar 2 Guidance for TF Bank, which was confirmed to 0 % of the total risk-weighted exposure amount.

AFTER THE END OF THE REPORTING PERIOD

- TF Bank's Board of Directors has adopted new financial targets. By the second half of 2027, the Bank shall achieve a loan portfolio of SEK 35 billion while maintaining high profitability.

Driven by a strong financial performance, a solid capital position, diversified revenue streams and strategic initiatives, we have established a solid foundation for sustained growth. We are well-positioned to further accelerate the expansion of our credit card and e-commerce business.

### LOAN PORTFOLIO<sup>1</sup>

SEK **20,2** BILLION **+19 %**

31 MARCH 2025 COMPARED TO 31 MARCH 2024

### OPERATING PROFIT

SEK **188** MILLION **+27 %**

JAN-MAR 2025 COMPARED TO JAN-MAR 2024

### TOTAL CAPITAL RATIO

**17,7 %** **+1,0** PERCENTAGE-POINTS

31 MARCH 2025 COMPARED TO 31 DECEMBER 2024

### ADJUSTED RETURN ON EQUITY

**21,8 %** **-0,3** PERCENTAGE-POINTS

JAN-MAR 2025 COMPARED TO JAN-MAR 2024

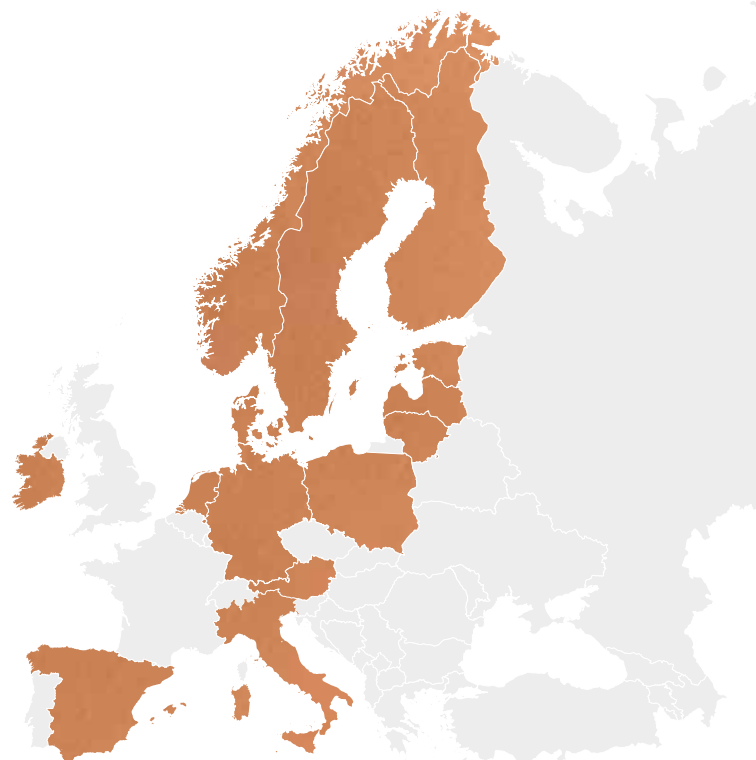
<sup>1</sup> Development of the loan portfolio in local currencies excluding past due receivables in Stage 3. See separate section with definitions and reconciliation tables, page 42-43.

# THIS IS TF BANK

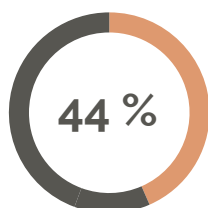
## BACKGROUND

TF Bank was founded 1987 and is a digital bank offering consumer banking services and e-commerce solutions through a proprietary IT platform with a high degree of automation. Lending and/or deposit activities are conducted in the Nordics, the Baltics, Poland, Germany, Austria, Spain, Ireland, the Netherlands and Italy through subsidiary, branch, or cross-border banking with the support of the Swedish banking license.

The business is divided into three segments: Credit Cards, Ecommerce Solutions and Consumer Lending. The target group for all services is creditworthy individuals and the loan amounts are relatively small with short repayment terms. TF Bank also offers deposit products in several markets.

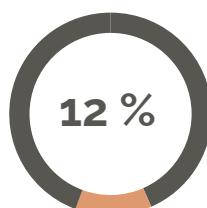


## SHARE OF THE BANK'S LOAN PORTFOLIO



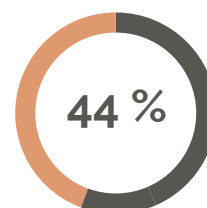
### Credit Cards

In the Credit Cards segment, TF Bank offers credit cards to creditworthy individuals. Within this segment the Bank operates across five countries in Europe.



### Ecommerce Solutions

In the Ecommerce Solutions segment, TF Bank offers digital payment solutions, primarily in e-commerce, to creditworthy individuals. Within this segment the Bank operates across nine countries in Europe.



### Consumer Lending

In the Consumer Lending segment, TF Bank offers unsecured consumer loans to creditworthy individuals. Within this segment the Bank operates across ten countries in Europe.

## FINANCIAL CALENDER

17 June 2025	Annual General Meeting 2025
11 July 2025	Interim report January-June 2025
14 October 2025	Interim report January-September 2025

This is information which TF Bank is required to disclose under the EU Market Abuse Regulation. The information was provided for publication through a press release 14 April 2025 at 07:00 CET.

# THE GROUP'S KEY FIGURES

## THE GROUP'S KEY FIGURES

SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Δ	Jan-Dec 2024
<b>Income statement</b>				
Operating income	668,495	561,020	19%	2,438,516
Operating expenses	-249,040	-224,665	11%	-934,005
Net loan losses	-231,598	-188,426	23%	-819,606
Operating profit	187,857	147,929	27%	684,905
Profit for the period	145,472	115,812	26%	632,349
Earnings per share, SEK	6.46	5.04	28%	28.06
<b>Balance sheet</b>				
Loans to the public	20,220,380	18,798,936	8%	20,265,458
Deposits from the public	20,952,413	20,834,961	1%	21,197,981
New lending	7,527,606	5,575,308	35%	27,149,250
<b>Key figures</b>				
Operating income margin, %	13.2	12.2		12.8
Net loan loss ratio, %	4.6	4.1		4.3
Cost/Income ratio, %	37.3	40.0		38.3
Return on equity, %	21.5	22.1		27.2
Return on loans to the public, %	2.7	2.4		3.2
CET1 capital ratio, %	14.3	12.1		13.3
Tier 1 capital ratio, %	15.8	13.6		14.7
Total capital ratio, %	17.7	15.8		16.7
Employees (FTE)	443	399	11%	417
<b>ADJUSTED KEY FIGURES</b>				
<b>Income statement</b>				
Profit for the period	145,472	115,812	26%	632,349
Items affecting comparability <sup>1</sup>	2,251	-		-103,084
Tax on items affecting comparability	-	-		-12,378
Provision for tax surcharge	-	-		11,723
Adjusted profit for the period	147,723	115,812	28%	528,610
Adjusted profit for the period attributable to the shareholders of the Parent Company	141,299	108,359	30%	499,481
Adjusted earnings per share, SEK	6.56	5.04	30%	23.23
<b>Key figures</b>				
Adjusted return on equity, %	21.8	22.1		22.5
Adjusted return on loans to the public, %	2.8	2.4		2.6

## EXCHANGE RATES

SEK	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
EUR Income statement (average)	11.23	11.28	11.43
EUR Balance sheet (end of reporting period)	10.85	11.53	11.49
NOK Income statement (average)	0.96	0.99	0.98
NOK Balance sheet (end of reporting period)	0.95	0.99	0.97
PLN Income statement (average)	2.67	2.60	2.66
PLN Balance sheet (end of reporting period)	2.59	2.67	2.69

<sup>1</sup> Adjustments for items affecting comparability are related to transactions according to the Share Purchase Agreement with Alektum Holding AB and Erik Selin Fastigheter AB regarding the divestment of 80.1 percent of the shares in the former subsidiary Rediem Capital AB on 20 December 2024.

See separate section with definitions and reconciliation tables, page 42-43.

# CEO'S COMMENTS

**TF Bank's operating profit increased by 27 % compared to the first quarter of 2024. Growth in the loan portfolio was negatively impacted by a stronger Swedish krona in recent months. Underlying loan book growth in local currencies amounted to 19 % over the past year. It is still the credit card business in Germany that is driving the Bank's organic growth.**

During the first quarter of 2025, we are pleased to report that TF Bank has successfully built on a strong momentum of high profitability and growth. It is important to highlight that our business model remains resilient, even in the face of macroeconomic challenges in Europe. In the first quarter, operating profit increased by 27 % compared to the same period last year. The stable start to 2025 confirms that we are on the right track and can constantly handle new challenges in the surrounding environment.

Growth in the Credit Card segment continues and the underlying loan portfolio has increased by 47 % in local currencies over the past year. The number of active German credit cards amounted to approximately 334,000 at the end of the quarter, and Germany accounts for 83 % of the segment's loan portfolio. We continue to see great potential in Credit Cards going forward. In 2024, we launched our card business in Spain and Italy, laying the foundation for future growth. These are long-term investments where volumes initially are kept small to assess credit quality and find the right customers locally. The experience from Germany shows the value of patience and local knowledge of the market.

The loan portfolio for the Ecommerce Solutions segment has decreased over the past year and is affected by operations in the Baltics and Poland being in run-off. The segment's operations in the Nordic region, under the Avarda brand, had an unchanged loan book in local currencies during the past year. At the end of 2024, we launched credit products in Germany on a small scale. We have also entered into new agreements with several major retailers in the Nordic region, which provides a solid foundation for continued growth in 2025.

The underlying loan portfolio in the Consumer Lending segment has increased by 6 % in local currencies over the past year. During the quarter, we chose to keep lending at a controlled level to ensure stable margins and high credit quality.

For 2025, we plan to cautiously increase lending in selected markets, with a continued focus on responsible lending. In the segment, we have also established a new subsidiary, TF Nordic AB, to ensure a strong focus on this business as an increasing part of the Bank's business is conducted within card and payment solutions outside the Nordic region.

Driven by a strong financial performance, a solid capital position, diversified revenue streams and strategic initiatives, we have established a solid foundation for sustained growth. We are well-positioned to further accelerate the expansion of our credit card and e-commerce business, while keeping expenses and loan losses under control. In light of this and following the Swedish FSA's announcement regarding the Pillar 2 Guidance of 0 % of the total risk-weighted exposure amount, the Board of Directors adopted new financial targets on April 13. These targets set a goal for the Bank to achieve a loan portfolio of SEK 35 billion by the second half of 2027. This shall be achieved with a return on equity well above 20 % and a capital buffer of 2.5 percentage points above the regulatory requirement.

We are navigating a changing world marked by geopolitical tensions and trade barriers that are impacting the European industry and creating turbulence in financial markets. Currently, it is challenging to determine the full extent of how these factors will affect our customers. The German market is of particular importance to us, where households' disposable income is increasing as inflation decreases, but consumer confidence remains weak. Many households are cautious in their spending and borrowing, resulting in demand being more restrained than usual. At the same time, there are signs of optimism. If inflation continues to decrease and the ECB cuts interest rates further, households' confidence may improve. This, in turn, can boost consumption and increase credit demand toward the end of the year. We are closely monitoring the macroeconomic landscape and remain agile, ready to adapt in order to seize opportunities and manage risks. I am confident that we will continue to deliver value to shareholders through sustainable growth and strong profitability in this evolving environment.



*Joakim Jansson  
President and CEO*

# RESULTS AND FINANCIAL POSITION

## GROUP • JANUARY- MARCH 2025

COMPARED TO JANUARY - MARCH 2024 (unless otherwise stated)

### Operating profit

Operating profit increased by 27 % to SEK 187.9 million (147.9). Higher operating income from the growing loan portfolio has contributed to the increasing operating profit. Adjusted earnings per share increased by 30 % to SEK 6.56 (5.04) and the adjusted return on equity amounted to 21.8 % (22.1).

### Operating income

The operating income increased by 19 % to SEK 668.5 million (561.0). The increase is related to the growing loan portfolio and geographically it was primarily Germany that had higher operating income. The operating income comprises 92 % of net interest income and 8 % of net fee and commission income. The operating income margin has improved to 13.2 % (12.2).

### Interest income

Interest income increased by 13 % to SEK 891.3 million (723.0), which is partly due to a growing loan portfolio and partly to a higher interest income margin in the growing Credit Cards segment.

### Interest expense

The interest expenses remained unchanged despite an increased deposit balance and amounted to SEK 202.5 million (202.1), which is explained by lower interest rates on newly received deposits than on the existing deposit portfolio.

### Net fee and commission income

Net fee and commission income increased by 26 % to SEK 52.1 million (41.3). The increase is mainly attributable to higher insurance premiums in the Credit Cards segment, but also higher transaction volumes in the Ecommerce Solutions segment. During the quarter, 42 % of TF Bank's fee and commission income originated from insurance premiums, 32 % from reminder fees and 26 % from other commission income.

### Operating expenses

The operating expenses increased by 11 % to SEK 249.0 million (224.7). The increase is mainly explained by higher sales-related expenses and more employees due to the increase in new lending. However, the C/I ratio improved to 37.3 % (40.0), mainly due to continued economies of scale in the Credit Cards segment.

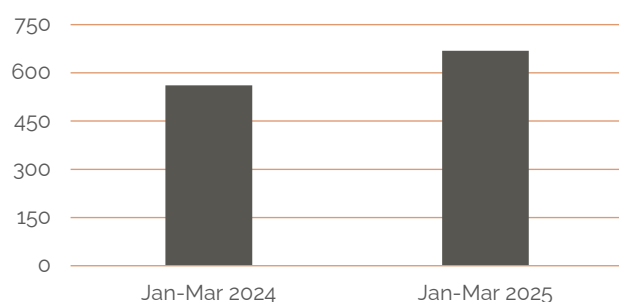
### Loan losses

The net loan losses increased by 23 % to SEK 231.6 million (188.4) which is explained by a higher underlying loan loss level in the growing loan portfolio in the Credit Cards segment relative to other segments. The net loan loss ratio amounted to 4.6 % (4.1).

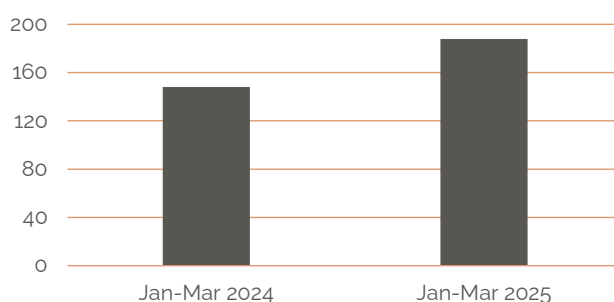
### Tax expense

The tax expenses increased by 25 % to SEK 40.1 million (32.1). The increase in the tax expenses is related to a higher operating profit.

OPERATING INCOME (SEK million)



OPERATING PROFIT (SEK million)



## GROUP • JANUARY- MARCH 2025

COMPARED TO DECEMBER 2024 (unless otherwise stated)

### Loans to the public

The loan portfolio amounted to SEK 20,220 million (18,799), an increase in local currencies of 19 %<sup>1</sup> compared to March 2024. Negative currency effects impacted the loan portfolio growth by 6 %. New lending increased by 35 % to SEK 7,528 million (5,575) compared to the first quarter of 2024. The increase is mainly attributable to record volumes in the Credit Cards segment.

TF Bank's loan portfolio is well-diversified with relatively small exposures in several different geographic markets. At the end of the quarter, the exposure towards the three largest countries was Germany at 36 %, Norway 22 % and Finland 14 %. The main driver of the past year's loan book growth has been the German credit card business.

### Deposits from the public

Deposits from the public amounted to SEK 20,952 million (20,835), an increase of 7 % in local currencies compared to March 2024. Negative currency effects have impacted the deposit balance by 6 %. At the end of the quarter, deposits were geographically distributed between Germany 79 %, the Netherlands 15 % and other countries 6 %.

The increased deposit balance over the past year is mainly attributable to the Netherlands and relates to savings accounts with fixed interest rate. At the end of the quarter, accounts with a fixed term comprised of 67 % (49) of TF Bank's total deposits.

### Cash and cash equivalents

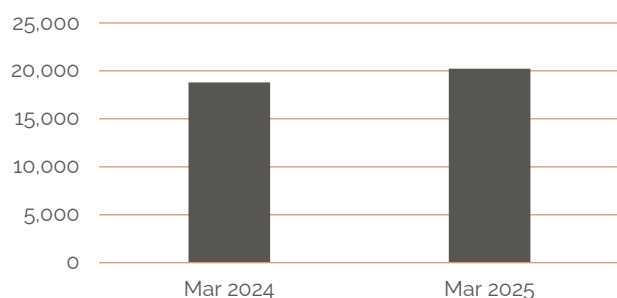
Cash and cash equivalents increased to SEK 4,325 million (4,259) during the quarter. The increase is mainly attributable to cash flows from operating activities. At the end of the quarter, the available liquidity reserve amounted to 19 % (19)<sup>2</sup> of deposits from the public.

### Capital adequacy

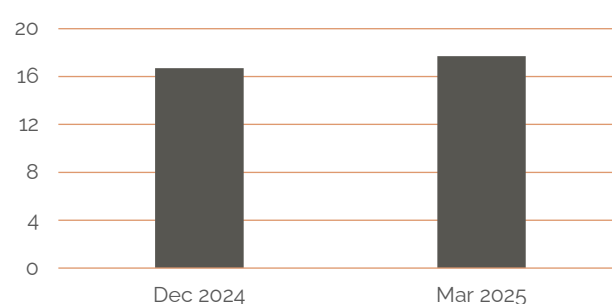
The capital ratios have improved during the interim period and at the end of the first quarter the CET1 capital ratio was 14.3 % (13.3), the Tier 1 capital ratio was 15.8 % (14.7) and the total capital ratio was 17.7 % (16.7). The increase is mainly related to the fact that the loan portfolio is unchanged in the reporting currency, which is primarily due to a stronger Swedish krona.

The Swedish FSA has carried out a review and evaluation of TF Bank AB and decided upon special capital requirements and Pillar 2 Guidance. The Bank's previous internally calculated capital requirements have been confirmed, and the Swedish FSA has decided upon a Pillar 2 Guidance of 0 % of the total risk exposure amount and 0.5 % of the leverage ratio-based requirement. At the end of first quarter, TF Bank's statutory Common Equity Tier 1 capital requirement was 8.9 %, the Tier 1 capital requirement was 10.6 % and the total capital requirement was 12.9 %.

LOANS TO THE PUBLIC (SEK million)



TOTAL CAPITAL RATIO (%)



<sup>1</sup> Loan portfolio growth in local currencies excluding past due receivables in Stage 3.

<sup>2</sup> Excluding restricted cash and cash equivalents that are not available the next day.

# CREDIT CARDS

## JANUARY- MARCH 2025

COMPARED TO JANUARY - MARCH 2024 (unless otherwise stated)

In the Credit Cards segment, TF Bank offers credit cards to creditworthy individuals in Germany, Norway, Austria, Spain and Italy. The credit card offering has been available in the Bank since 2015 in the Norwegian market, with Germany being launched in 2018 and Austria in 2022. Lending operations in Spain and Italy have been established in the second and third quarter of 2024, respectively. The credit card is compatible with both Google Pay and Apple Pay in all markets.

At the end of the quarter, the number of active German credit cards amounted to approximately 334,000, which is the fastest growing market in the segment. The number of active credit cards at the end of the quarter was approximately 33,000 in Norway, 20,000 in Austria and 5,000 combined in the newly established markets of Spain and Italy.

**80.3 SEK million**

Operating profit

**8,780 SEK million**

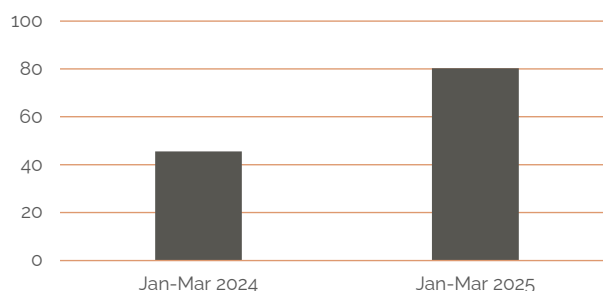
Loan portfolio

### The loan portfolio

The loan portfolio amounted to SEK 8,780 million (6,615), an increase in local currencies of 47 %<sup>1</sup> compared to March 2024. Negative currency effects impacted the loan portfolio growth by 8 %. The new lending increased by 50 % to SEK 4,789 million (3,199). The increase is mainly related to the operations in Germany.

The loan portfolio in Germany increased by 41 % to EUR 673 million (477) over the past year. The growth is mainly generated by an increased number of issued credit cards. The loan portfolio in Norway increased by 8 % to NOK 866 million (799) over the past year. The volumes have increased due to an increased number of issued cards. The loan portfolio in Austria increased by 51 % to EUR 43 million (28) over the past year. The loan portfolios in the new markets of Spain and Italy combined amounted to EUR 3 million (-).

### OPERATING PROFIT (SEK MILLION)



### Results

The operating profit has increased by 76 % to SEK 80.3 million (45.5). Higher income from the growing loan portfolio and economies of scale in the business model contributed to the considerable improvement in the profit.

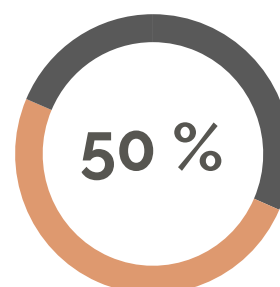
The operating income increased by 53 % to SEK 333.5 million (218.4). The increase is mainly related to the high growth in Germany. The operating income margin improved to 15.5 % (14.1), mainly as a result of higher insurance premiums, but also related to the divestment of past due receivables in the fourth quarter 2024.

The operating expenses increased by 32 % to SEK 108.5 million (82.0) and the expenses have been affected by a greater focus on direct marketing. However, the C/I ratio improved to 32.5 % (37.5) due to economies of scale in the business model.

The net loan losses increased by 59 % to SEK 144.8 million (90.9). The increase was primarily affected by provisions for expected loan losses related to the growing loan portfolio in Germany. The net loan loss ratio amounted to 6.7 % (5.9).

For further information about the loan portfolio and results of this segment, see note 3 Operating segments.

### SHARE OF THE BANK'S OPERATING INCOME



<sup>1</sup> Loan portfolio growth in local currencies excluding past due receivables in Stage 3.

# ECOMMERCE SOLUTIONS

## JANUARY- MARCH 2025

COMPARED TO JANUARY - MARCH 2024 (unless otherwise stated)

In the Ecommerce Solutions segment, TF Bank offers digital payment solutions primarily within e-commerce to creditworthy individuals. The digital payment solutions are offered in the Nordic region under the brand Avarda and were previously offered in the Baltics and Poland via TF Bank. New lending in Poland ceased in autumn 2023 and in January 2024 new lending in the Baltics was terminated. At the end of the quarter, the Nordic loan portfolio comprised 92 % of the segment and the remaining markets comprised 8 % combined.

Avarda as a brand has been around since 2015, focusing on digital payment solutions in the Nordics. The goal is to create a payment solution for e-retailers who wish to build and strengthen their own brand throughout the entire purchasing journey, from check-out to payment. The payment solutions are offered for e-commerce and retail in the Nordic region. The Bank sees continued development opportunities in its operations in the Nordic region and has initiated a small-scale launch of credit offerings in Germany at the end of the fourth quarter of 2024.

**23.9 SEK million**

Operating profit

**2,469 SEK million**

Loan portfolio

### The loan portfolio

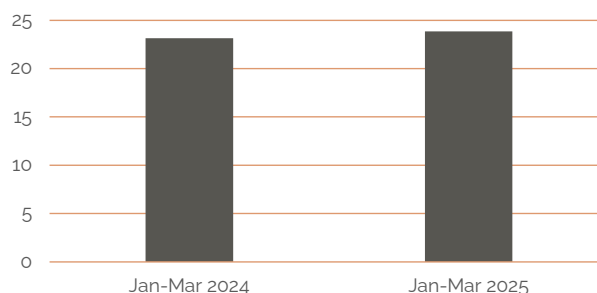
The loan portfolio amounted to SEK 2,469 million (2,785) a decrease of 6 %<sup>1</sup> in local currencies compared to March 2024. Negative currency effects impacted the loan portfolio growth by 3 %. New lending increased by 7 % to SEK 1,316 million (1,224). The increase is mainly attributable to partnerships with new major retailers.

Compared to March 2024, the loan portfolio in the Nordics remained unchanged in local currencies and amounted to SEK 2,238 million (2,315). In Finland, the loan portfolio decreased by 13 % to EUR 87 million (100) during the past year. The Swedish loan portfolio increased by 13 % to SEK 966 million (856) following strong sales development during the past year. In Norway the loan portfolio increased by 14 % to NOK 342 million (299). In Denmark, the loan portfolio decreased to DKK 2 million (5).

The loan portfolio in the Baltics has decreased by 69 % to EUR 6 million (20) over the past year. The decrease is explained by new lending having ceased. In Poland, the loan portfolio has decreased by 44 % to PLN 46 million (83).

<sup>1</sup> Loan portfolio growth in local currencies excluding past due receivables in Stage 3.

### OPERATING PROFIT (SEK MILLION)



### Results

The operating profit increased by 3 % to SEK 23.9 million (23.1). The increase is mainly related to lower loan losses.

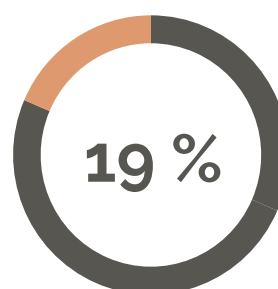
The operating income decreased by 3 % to SEK 124.1 million (127.6) mainly related to declining lending balances in the Baltics and Poland. The operating income margin improved to 19.1 % (17.6) primarily driven by the growing share of Nordic operations within the segment, as well as the divestment of past due receivables in the fourth quarter 2024.

The operating expenses were unchanged and amounted to SEK 75.5 million (75.7). The C/I ratio amounted to 60.8 % (59.4) as a result of slightly lower operating income.

The net loan losses decreased by 14 % to SEK 24.8 million (28.7) which is mainly related to the decreasing loan portfolio. The net loan loss ratio increased to 3.8 % (4.0).

For further information about the loan portfolio and results of this segment, see note 3 Operating segments.

### SHARE OF THE BANK'S OPERATING INCOME



# CONSUMER LENDING

## JANUARY- MARCH 2025

COMPARED TO JANUARY - MARCH 2024 (unless otherwise stated)

In the Consumer Lending segment, TF Bank offers unsecured consumer loans to creditworthy individuals. The product offering differs between the various markets and is adjusted according to the specific conditions in each country. At the end of the quarter, the average loan amount per customer was approximately SEK 74 thousand.

The Nordic loan portfolio comprises 65 % of the segment. The Nordic markets for consumer loans are characterised by credit information that is easy to access, a high share of credit intermediaries, and a well-functioning system for collection of unpaid debts.

The loan portfolio outside of the Nordics accounts for 35 % of the segment, the majority is in the Baltics. The Baltic countries have fast-growing credit markets with several established Nordic companies operating locally. The Bank has chosen to pause new lending in Sweden and Spain since the second half of 2023. New product tests have been carried out in Sweden during the quarter.

**83.7 SEK million**

Operating profit

**8,971 SEK million**

Loan portfolio

### The loan portfolio

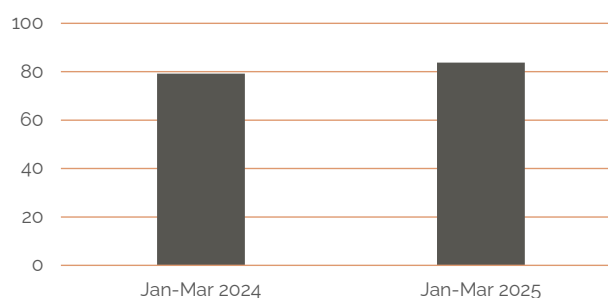
The loan portfolio amounted to SEK 8,971 million (9,398), an increase in local currencies of 6 %<sup>1</sup> compared to March 2024. Negative currency effects have impacted the loan portfolio's growth of 5 %. New lending has increased by 24 % to SEK 1,423 million (1,152), which is mainly attributable to Norway.

The Nordic loan portfolio amounted to SEK 5,686 million (6,366) a decrease of 7 % in local currencies compared to March 2024. The loan portfolio in Norway has remained unchanged over the past year and amounted to NOK 3,403 million (3,396). The loan portfolio in Finland decreased by 14 % to EUR 174 million (201). The Swedish loan portfolio decreased by 39 % to SEK 313 million (516) and the loan portfolio in Denmark increased by 43 % to DKK 175 million (122) following a strong sales-related growth over the past year.

The loan portfolio in the Baltics increased by 13 % to EUR 276 million (245) over the past year. The growth is stable in all Baltic countries. The Polish loan portfolio decreased to PLN 18 million (25). The loan portfolio in Spain amounted to EUR 8 million (12).

<sup>1</sup> Loan portfolio growth in local currencies excluding past due receivables in Stage 3.

### OPERATING PROFIT (SEK MILLION)



### Results

The operating profit increased by 6 % to SEK 83.7 million (79.2). Credit quality has slightly improved which has led to lower loan losses and thus an improved operating profit.

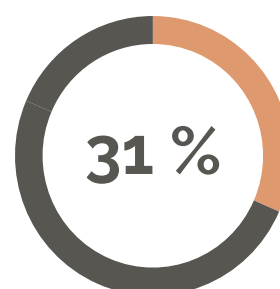
The operating income decreased by 2 % to SEK 210.9 million (215.1) which is mainly related to lower net interest income in Sweden and Finland. The operating income margin remained unchanged and amounted to 9.3 % (9.3).

The operating expenses decreased by 3 % to SEK 65.1 million (67.0), which is mainly explained by a slightly lower share of costs for central functions in the Bank. The C/I ratio improved to 30.9 % (31.1).

The net loan losses have decreased by 10 % to SEK 62.0 million (68.9) and the net loan loss ratio has improved to 2.8 % (3.0), which is mainly explained by lower provisions for expected future loan losses.

For further information about the loan portfolio and results of this segment, see note 3 Operating segments.

### SHARE OF THE BANK'S OPERATING INCOME



# OTHER INFORMATION

## Annual General Meeting 2025

The 2025 Annual General Meeting will be held on Tuesday 17 June 2025 in Borås. Shareholders who want to have a matter listed in the notice of the Annual General Meeting must submit a request to the Board no later than Tuesday 29 April 2025. The request must be sent via e-mail to [ir@tfbank.se](mailto:ir@tfbank.se) or by regular postal services to TF Bank AB, Attn: Investor Relations, Box 947, SE-501 10 Borås. Notice of the Annual General Meeting will be published no later than Tuesday 20 May 2025.

## Proposed dividend

The Board of Directors proposes to the Annual General Meeting an extraordinary one-off dividend of SEK 5.00 per share for 2024 linked to the divestment of a majority stake in the former subsidiary Rediem Capital AB. The total dividend to the shareholders according to the proposal will be SEK 107.8 million.

## The share

TF Bank was listed at Nasdaq Stockholm in the Mid Cap segment on 14 June 2016. The share trades under the ticker name TFBANK and the ISIN code is SE0007331608. At the end of March 2025, the share price closed at SEK 340.00, a decrease of 7 % during the quarter. Approximately 1.2 million shares in TF Bank were traded on Nasdaq Stockholm during the quarter, totalling approximately SEK 450 million in value.

## Institutions following TF Bank

ABG Sundal Collier, Carnegie and DNB are following the Company. All institutions have issued a buy recommendation for the TF Bank share.

## Financial targets

The 13 April 2025 the Board of TF Bank has adopted the following financial targets:

### Growth

TF Bank's aim is to achieve a loan portfolio of SEK 35 billion by second half of 2027.

### Profitability

TF Bank's aim is to maintain a return on equity well above 20 %.

### Capital structure

TF Bank's aim is that all capital ratios should exceed the regulatory requirement (including pillar 2 and buffer requirements) by at least 2.5 percentage points.

## Dividend policy

TF Bank's dividend policy is to distribute surplus capital in relation to capital targets and the Bank's capital planning.

## Significant events, January - March 2025

On 27 January, a directed share issue of 50,000 shares related to the share programme 2021 was carried out. The total number of shares thereafter amounts to 21,550,000 and the share capital to SEK 107,750,000.

Within the Ecommerce Solutions segment partnerships have been entered into with Brandsdal Group and Bagaren & Kocken. The partnerships are expected to generate an annual transaction volume of approximately SEK 2,700 million.

In February, management changes were announced, effective from 1 March. Claudia Wiese, formerly Head of Card Product and Operations, assumed the role as Chief Operating Officer (COO) succeeding Espen Johannesen, who was appointed CEO of the subsidiary TF Nordic AB. Concurrently, Rasmus Rolén was appointed Chief Commercial Officer (CCO) and Executive Director.

On 19 March, the Swedish FSA announced the results of its review and evaluation of TF Bank. The Bank's previously internally calculated capital requirements have been confirmed and the Swedish FSA decided upon a Pillar 2 Guidance of 0 % of the total risk-weighted exposure amount and 0.5 % of the total leverage ratio-based requirement.

The credit card business had an organic underlying loan book growth of 47 % over the past year and economies of scale in the business model have contributed to a significantly improved operating profit of 76 % compared to the previous year.

## After the end of the reporting period

TF Bank's Board of Directors adopted new financial targets. By the second half of 2027 the Bank shall achieve a loan portfolio of SEK 35 billion while maintaining high profitability.

## Presentation for investors, analysts, and media

A live conference call will be held on Monday 14 April 2025 at 08:15 CET, where CEO Joakim Jansson and CFO Mikael Meomuttel will present the interim report. It will be possible to ask questions after the presentation. The presentation material is written in English while the conference call will be held in Swedish.

To participate and ask questions call +46 (0)8 5016 3827 and enter the meeting code 891 5241 3689. For international investors, there is a possibility to ask questions in English during the Q&A session. A recording of the conference call and the presentation material will be available on the Bank's website, [www.tfbankgroup.com](http://www.tfbankgroup.com).

# OTHER INFORMATION

## Risks and uncertainties

Different types of risks arise in the Group's business operations. The risks can be actualised in different ways within the business. The following main risk categories have been identified:

- Credit risks (including those attributable to the credit portfolio, credit-related concentration risks and counterparty risks)
- Market risks (interest rate, and currency exchange risks)
- Liquidity risks
- Operational risks (including process risks, IT and systemic risks and external risks)
- Other business risks (including business risks, cyclical risks and reputational risks)

The Bank estimates credit risks, liquidity risks and operational risks as the most significant risks. In order to limit and control risk-taking in the business, the Board, which is ultimately responsible for internal controls, has established policies and instructions for lending and other activities.

The banking operations are subject to extensive regulations concerning capital adequacy and liquidity requirements, which are primarily governed by the regulatory package that comprises Capital Requirements Directive (CRD) and Capital Requirements Regulation (CRR), which jointly implement the Basel agreement within the European Union (collectively known as the "Basel regulatory framework"). The Basel regulatory framework includes certain capital requirements that are intended to be adjustable over time and that are dependent on such factors as the presence of cyclical and structural systemic risks. The Bank must fulfil the specified capital and liquidity requirements and have capital and access to liquidity at all times. TF Bank monitors changes related to capital and liquidity requirements and takes these into consideration regarding the financial targets.

More information regarding the Bank's credit risks and capital adequacy can be found in notes 2 and 9 and on page 44 in the interim report. For a more detailed description of financial risks and the use of financial instruments, as well as capital adequacy, see notes K3 and K33 of the Annual report 2024.

## Geopolitical and macroeconomic uncertainty

TF Bank is affected by external changes linked to geopolitics and macroeconomics. The geopolitical situation remains uncertain in parts of Europe, while the macroeconomic situation is affected by trade barriers. It cannot be excluded that TF Bank's operations, new lending or loan losses may be adversely affected by geopolitical and macroeconomic events in the future.

## Sustainability

TF Bank works actively to conduct a responsible business where the intention is to have as limited negative impact on the environment and people as possible. Environmental resources are used responsibly and carefully throughout the Bank's operations. TF Bank conducts operations in an environmentally sustainable manner by, for example, improving efficiency and investing in sustainable products and services. The business model is as digital and automated as possible, making the Bank accessible while limiting the environmental impact. More detailed information about the Group's sustainability work can be found in TF Bank's Sustainability Report for 2024, which is found on the Group's website, [www.tfbankgroup.com](http://www.tfbankgroup.com).

From the financial year 2025, TF Bank will be subject to the new EU Sustainability Reporting Directive, CSRD, with the first reporting due in 2026. This means the Bank will report in accordance with the European Sustainability Reporting Standards (ESRS). The directive introduces increased requirements for more comprehensive disclosures and information related to sustainability compared to previous regulations. On 25 February 2025, the European Commission presented the so-called Omnibus Package, which includes relief for second and third wave companies regarding the new sustainability directives. The "stop-the-clock" directive was approved by the EU Parliament on 3 April, 2025. This proposal means that TF Bank will report under CSRD for the 2027 financial year, with the first report due in 2028. However, the Bank continues to work on CSRD implementation and is awaiting further details on the exact reliefs regarding the reporting requirements.

## Accounting policies

The interim report has been prepared in accordance with International Accounting Standards (IAS) 34 Interim Financial Reporting. The consolidated financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) as adopted by the European Union (EU). In addition, amendments to the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (1995:1559), RFR 1 Supplementary Accounting Rules for Groups issued by the Swedish Financial Reporting Board, and the Swedish Financial Supervisory Authority's regulations (FFFS 2008:25) have also been applied.

The Parent company's financial statements have been prepared in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (1995:1559), RFR 2 Accounting for Legal Entities issued by the Swedish Financial Reporting Board, and the Swedish FSA's regulations (FFFS 2008:25).

The Bank's accounting principles, valuation methods, and presentation remain substantially unchanged compared to the annual report 2024. The interim information on pages 3-44 is an integral part of this financial report.

# TF BANK IN BRIEF

**14**

Geographical markets 2024

**30 %**

Compound annual growth rate in the loan portfolio 2016-2024

**22 %**

Compound annual growth rate in the operating profit 2016-2024

**55 %**

Share of loan portfolio compiled of the segments Credit Cards and Ecommerce Solutions 2024

TF Bank's strategy is based on driving profitable growth through a diversified geographical presence in selected European markets. To meet the increasing demand and maximise customer value, the Bank is continuously working to improve efficiency and strengthen its competitiveness, while accelerating the development of Credit Cards and Ecommerce Solutions.



# FINANCIAL INFORMATION



## INCOME STATEMENT - CONSOLIDATED

SEK thousand	Note	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
	3			
<b>Operating income</b>				
Interest income		819,349	723,005	3,101,203
Interest expense		-202,537	-202,052	-845,447
<b>Net interest income</b>		<b>616,812</b>	<b>520,953</b>	<b>2,255,756</b>
Fee and commission income		105,359	79,792	362,750
Fee and commission expense		-53,239	-38,505	-179,437
<b>Net fee and commission income</b>		<b>52,120</b>	<b>41,287</b>	<b>183,313</b>
Net results from financial transactions		-437	-1,220	-553
<b>Total operating income</b>		<b>668,495</b>	<b>561,020</b>	<b>2,438,516</b>
<b>Operating expenses</b>				
General administrative expenses		-215,445	-196,274	-821,371
Depreciation and amortisation of tangible and intangible assets		-17,203	-16,577	-68,402
Other operating expenses		-16,392	-11,814	-44,232
<b>Total operating expenses</b>		<b>-249,040</b>	<b>-224,665</b>	<b>-934,005</b>
<b>Profit before loan losses</b>		<b>419,455</b>	<b>336,355</b>	<b>1,504,511</b>
Net loan losses	4	-231,598	-188,426	-819,606
<b>Operating profit</b>		<b>187,857</b>	<b>147,929</b>	<b>684,905</b>
Items affecting comparability		-2,251		103,084
Income tax for the period		-40,134	-32,117	-155,640
<b>Profit for the period</b>		<b>145,472</b>	<b>115,812</b>	<b>632,349</b>
<i>Attributable to:</i>				
<i>Shareholders of the Parent Company</i>		139,048	108,359	603,220
<i>Additional Tier 1 capital holders</i>		6,424	7,453	29,129
<i>Basic earnings per share (SEK)</i>		6.46	5.04	28.06
<i>Diluted earnings per share (SEK)</i>		6.46	5.04	28.06

## STATEMENT OF OTHER COMPREHENSIVE INCOME - CONSOLIDATED

SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
<b>Profit for the period</b>	<b>145,472</b>	<b>115,812</b>	<b>632,349</b>
<b>Other comprehensive income</b>			
<b>Items that may subsequently be reclassified to the income statement</b>			
Gross exchange rate differences	-118	-301	222
Tax on exchange rate differences in the period	-	-	-
<b>Other comprehensive income for the period</b>	<b>-118</b>	<b>-301</b>	<b>222</b>
<b>Total comprehensive income for the period</b>	<b>145,354</b>	<b>115,511</b>	<b>632,571</b>
<i>Attributable to:</i>			
<i>Shareholders of the Parent Company</i>	138,930	108,058	603,442
<i>Additional Tier 1 capital holders</i>	6,424	7,453	29,129

## BALANCE SHEET - CONSOLIDATED

SEK thousand	Note	31 Mar 2025	31 Dec 2024
	2,5,6		
<b>ASSETS</b>			
Cash and balances with central banks		17,729	18,563
Treasury bills eligible for refinancing		2,000,712	1,792,652
Loans to credit institutions		2,306,772	2,447,869
Loans to the public	3.7	20,220,380	20,265,458
Shares		117,308	117,309
Goodwill		20,011	20,011
Intangible assets		91,271	97,572
Tangible assets		65,981	71,370
Other assets		119,485	145,196
Deferred tax assets		42,925	7,659
Prepaid expenses and accrued income		90,680	85,946
<b>TOTAL ASSETS</b>		<b>25,093,254</b>	<b>25,069,605</b>
<b>LIABILITIES AND EQUITY</b>			
<b>Liabilities</b>			
Deposits and borrowings from the public	8	20,952,413	21,197,981
Other liabilities		398,202	232,528
Current tax liabilities		35,380	63,175
Accrued expenses and prepaid income		436,430	436,552
Deferred tax liabilities		11,723	19,606
Provisions		785	1,574
Subordinated liabilities	11	345,850	345,509
<b>Total liabilities</b>		<b>22,180,783</b>	<b>22,296,925</b>
<b>Equity</b>			
<b>Restricted equity</b>			
Share capital		107,750	107,500
<b>Total restricted equity</b>		<b>107,750</b>	<b>107,500</b>
<b>Non-restricted equity</b>			
Foreign currency reserve		2,076	2,194
Retained earnings including the profit for the period		2,552,645	2,412,986
<b>Total non-restricted equity</b>		<b>2,554,721</b>	<b>2,415,180</b>
<b>Total equity attributable to the shareholders of the Parent Company</b>		<b>2,662,471</b>	<b>2,522,680</b>
Tier 1 capital instrument		250,000	250,000
<b>Total equity attributable to the owners of the Parent Company</b>		<b>2,912,471</b>	<b>2,772,680</b>
<b>TOTAL LIABILITIES AND EQUITY</b>		<b>25,093,254</b>	<b>25,069,605</b>

## STATEMENT OF CHANGES IN EQUITY - CONSOLIDATED

SEK thousand	Restricted equity	Non-restricted equity			Total equity
	Share capital <sup>1</sup>	Foreign currency reserve	Retained earnings including the year's results	Tier 1 capital instrument <sup>2</sup>	
<b>Equity as at 1 Jan 2024</b>	<b>107,500</b>	<b>1,972</b>	<b>1,801,442</b>	<b>250,000</b>	<b>2,160,914</b>
Profit for the year	-	-	632,349	-	632,349
Other comprehensive income for the year	-	222	-	-	222
<i>Total comprehensive income for the year</i>	-	222	632,349	-	632,571
<i>Transactions with owners of the Parent company</i>					
<i>Contributions from and value transfers to owners of the Parent company</i>					
Interest Tier 1 capital instrument	-	-	-29,129	-	-29,129
<i>Total contributions from and value transfers to owners of the Parent company</i>	-	-	-29,129	-	-29,129
<i>Other equity transactions</i>					
Share based remuneration	-	-	8,324	-	8,324
<i>Total other equity transactions</i>	-	-	8,324	-	8,324
<b>Equity as at 31 Dec 2024</b>	<b>107,500</b>	<b>2,194</b>	<b>2,412,986</b>	<b>250,000</b>	<b>2,772,680</b>
<b>Equity as at 1 Jan 2025</b>	<b>107,500</b>	<b>2,194</b>	<b>2,412,986</b>	<b>250,000</b>	<b>2,772,680</b>
Profit for the year	-	-	145,472	-	145,472
Other comprehensive income for the year	-	-118	-	-	-118
<i>Total comprehensive income for the year</i>	-	-118	145,472	-	145,354
<i>Transactions with owners of the Parent company</i>					
<i>Contributions from and value transfers to owners of the Parent company</i>					
Interest Tier 1 capital instrument	-	-	-6,424	-	-6,424
<i>Total contributions from and value transfers to owners of the Parent company</i>	-	-	-6,424	-	-6,424
<i>Other equity transactions</i>					
Directed share issue	250	-	-250	-	-
Share based remuneration	-	-	861	-	861
<i>Total other equity transactions</i>	250	-	611	-	861
<b>Equity as at 31 Mar 2025</b>	<b>107,750</b>	<b>2,076</b>	<b>2,552,645</b>	<b>250,000</b>	<b>2,912,471</b>

<sup>1</sup> Share capital comprises of 21 550 000 shares of SEK 5 each.

<sup>2</sup> Perpetual bonds, SEK 100 million with interest terms STIBOR +6.25% and first possible redemption 1 December 2026 and 150 SEK million with interest terms STIBOR +8.75% and first possible redemption 6 September 2028.

## CASH FLOW STATEMENT - CONSOLIDATED

SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
<b>Operating activities</b>			
Operating profit	187,857	147,929	684,905
<i>Adjustment for items not included in cash flow</i>			
Depreciation and amortisation of tangible and intangible assets	17,203	16,577	68,402
Accrued interest income and expense	-28,344	22,375	134,635
Other non-cash items	1,482	396	5,973
Paid income tax	-67,929	-96,046	-187,972
<b>Cash flows from operations before changes in working capital</b>	<b>110,269</b>	<b>91,231</b>	<b>705,943</b>
Increase/decrease in loans to the public	45,078	-928,303	-2,394,825
Increase/decrease in other short-term receivables	137,287	-144,385	-271,355
Increase/decrease in deposits and borrowings from the public	-245,568	181,964	544,984
Increase/decrease in other short-term liabilities	185,185	-127,682	-134,524
<b>Cash flow from operating activities</b>	<b>232,251</b>	<b>-927,175</b>	<b>-1,549,777</b>
<b>Investing activities</b>			
Investments in tangible assets	-1,879	-7,120	-30,999
Investments in intangible assets	-3,766	-15,733	-53,264
Paid interest on lease debt	-398	-304	-1,443
Amortisation of lease debt	-4,251	-3,676	-15,514
Divestment of shares in subsidiaries	-2,251	-	105,700
<b>Cash flow from investing activities</b>	<b>-12,545</b>	<b>-26,833</b>	<b>4,480</b>
<b>Financing activities</b>			
Redemption of Tier 2 capital instrument	-	-	-100,000
Issue of Tier 2 capital instrument	-	-	100,000
Interest on Tier 1 capital instrument	-6,424	-7,453	-29,129
<b>Cash flow from financing activities</b>	<b>-6,424</b>	<b>-7,453</b>	<b>-29,129</b>
<b>Cash flow for the period</b>	<b>213,282</b>	<b>-961,461</b>	<b>-1,574,426</b>
Cash and cash equivalents at the beginning of period	4,259,084	5,744,117	5,744,117
Exchange rate difference in cash and cash equivalents	-147,153	126,487	89,393
<b>Cash and cash equivalents at the end of period</b>	<b>4,325,213</b>	<b>4,909,143</b>	<b>4,259,084</b>
<i>Cash flow from operating activities includes interest expenses paid and interest payments received</i>			
Interest expenses paid	-230,842	-179,467	-713,452
Interest payments received	789,509	669,632	2,935,092
<b>Components of cash and cash equivalents</b>			
Cash and balances with central banks	17,729	18,518	18,563
Treasury bills eligible for refinancing	2,000,712	3,174,280	1,792,652
Loans to credit institutions	2,306,772	1,716,345	2,447,869
<b>Total cash and cash equivalents</b>	<b>4,325,213</b>	<b>4,909,143</b>	<b>4,259,084</b>

# NOTES

## NOTE 1 General information

TF Bank AB, org.nr. 556158-1041, is a bank limited company with its registered office in Borås, Sweden, which has a license to conduct banking operations. The Bank conducts lending and/or deposit activities to private individuals in Sweden, Finland, Norway, Denmark, Estonia, Latvia, Lithuania, Poland, Germany, Austria, Spain, Ireland, the Netherlands and Italy by subsidiary, branch or cross-border banking with the support of the Swedish banking license.

### COMPANY STRUCTURE

Company	Reg.nr
<b>Parent Company</b>	
TF Bank AB	556158-1041
<b>Branches</b>	
TF Bank AB, branch Finland	2594352-3
TF Bank AB, branch Poland	PL9571076774
TF Bank AB, branch Estonia	14304235
TF Bank AB, branch Norway	923 194 592
TF Bank AB, branch Latvia	50203334311
TF Bank AB, branch Lithuania	306989111
TF Bank AB, branch Spain	W0298854A
<b>Subsidiaries</b>	
TF Nordic AB	559476-6379
TFB Service GmbH	HRB 208869 B
TFBN Services S.L.U.	B10781789
TFBN Services Ltd	15924773
TFB Service UAB	304785170
Avarda AS	931 481 169

All subsidiaries are 100% owned.

The term "Bank/Group" refers to TF Bank AB together with its branches and subsidiaries.

### OWNERSHIP OF TF BANK AB AS AT 31 MARCH 2025

Shareholder	%
TFB Holding AB	29.67
Tiberon AB	15.00
Erik Selin Fastigheter AB	12.53
Proventus Aktiefbolag	5.41
Nordnet Pensionsförsäkring AB	4.88
Carnegie Fonder AB	4.83
Jack Weil	3.89
Goldman Sachs International	2.33
Försäkringsbolaget Avanza Pension	1.22
Anders Klein	1.15
Other shareholders	19.09
<b>Total</b>	<b>100.00</b>

Source: Euroclear

## NOTE 2 Credit risk

### Financial risks

Through its operations, TF Bank is exposed to a variety of financial risks: credit risk, market risk (including currency risk and interest rate risk) and liquidity risk, but also operational risk and other operating risks such as business risks, economic risks, and reputational risks. TF Bank has designed an operating structure to ensure good risk management. The overall risk policy constitutes the Board of Directors and the management's fundamental policy documents regarding risk management which aims to minimise any potential adverse effects on the Bank's financial results. The Board establishes written policies with regards to both the overall risk management and for the specific areas.

Credit risk is the risk that a counterparty causes the Bank a financial loss by not fulfilling its contractual obligations to the bank. The area includes credit risks attributable to the loan portfolio, credit-related concentration risks and counterparty risks. Credit risk arises primarily through lending to the public and is the most significant risk in the Bank. Credit risks may even arise through placement of liquidity and derivative instruments. Credit risk is monitored closely by the responsible functions. The Board of Directors has ultimate responsibility and has established the framework for the Bank's lending activities in a specific credit policy. A credit committee continuously monitors the development of the risk level in each loan portfolio and decides on and implements changes to TF Bank's lending activities within the established policy, as well as proposing amendments to this policy to the Board of Directors. The development is reported at each regular Board meeting.

The Bank's credit approval process maintains high standards regarding ethics, quality and control. The proportion of past due receivables in Stage 3 is affected by the fact that past due receivables are continuously sold on the markets where the price level is such that the Board deems it favourable for the Bank's development and risk profile. The majority of the past due receivables in Stage 3 left the Group when the Bank divested 80.1 percent of the shares in the subsidiary Rediem Capital on 20 December, 2024. The Bank's loans to the public consist primarily of unsecured consumer loans. As a result, TF Bank does not list credit risk exposures in a separate table as there are limited assets pledged as security.

Credit risk may even arise through placement of liquidity and derivative instruments with a positive value. By setting limits for the maximum exposure to each counterparty, the credit risk of liquidity placement becomes limited. According to the Bank's financial policy, the maximum amount of Tier 1 capital that may be placed with the Bank's permitted counterparties is 15 %, with the exception of larger institutions for which the permitted amount is 85 % of Tier 1 capital. Treasury bills, government bonds and balances with central banks, as well as exposure to subsidiaries, are exempted from both limits.

### NOTE 3 Operating segments

The CEO has ultimate responsibility for the decisions taken by the Bank. Management has defined the operating segments based on the information determined by the CEO and used as a basis for decisions on the allocation of resources and evaluation of results. Management evaluates the operating segments' performance based on operating profit.

#### CREDIT CARDS

Income statement, SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
Net interest income	330,572	225,127	1,085,019
Net fee and commission income	3,082	-6,335	-5,060
Net results from financial transactions	-183	-391	-177
<b>Total operating income</b>	<b>333,471</b>	<b>218,401</b>	<b>1,079,782</b>
General administrative expenses	-90,323	-69,160	-321,120
Depreciation and amortisation of tangible and intangible assets	-5,524	-4,617	-19,194
Other operating expenses	-12,616	-8,199	-32,964
<b>Total operating expenses</b>	<b>-108,463</b>	<b>-81,976</b>	<b>-373,278</b>
<b>Profit before loan losses</b>	<b>225,008</b>	<b>136,425</b>	<b>706,504</b>
Net loan losses	-144,756	-90,878	-463,475
<b>Operating profit</b>	<b>80,252</b>	<b>45,547</b>	<b>243,029</b>

Balance sheet, SEK thousand	31 Mar 2025	31 Mar 2024	31 Dec 2024
<b>Loans to the public</b>			
Household sector	8,622,483	6,615,378	8,297,766
Corporate sector <sup>1</sup>	157,380	-	152,709
<b>Total loans to the public</b>	<b>8,779,863</b>	<b>6,615,378</b>	<b>8,450,475</b>
<b>Household sector</b>			
Stage 1, net	8,291,188	6,081,610	8,062,411
Stage 2, net	221,037	172,559	232,897
Stage 3, net <sup>2</sup>	110,258	361,209	2,458
<b>Total household sector</b>	<b>8,622,483</b>	<b>6,615,378</b>	<b>8,297,766</b>

Key figures <sup>3</sup>	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
Operating income margin, %	15.5	14.1	15.1
Net loan loss ratio, %	6.7	5.9	6.5
Cost/Income ratio, %	32.5	37.5	34.6
Return on loans to the public, %	2.9	2.2	2.5
New lending, SEK thousand	4,789,224	3,199,354	16,435,047
Number of active credit cards	391,321	267,926	359,792

<sup>1</sup> Lending to the corporate sector consists of loans in Stage 1 to counterparty regarding sale of past due receivables.

<sup>2</sup> The Bank regularly sells past due receivables in markets where the Board of Directors considers the price level to be favourable for the Bank's performance and risk profile.

<sup>3</sup> See separate section with definitions and reconciliation tables, page 42-43.

Note 3 cont.

## ECOMMERCE SOLUTIONS

Income statement, SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
Net interest income	90,475	96,356	372,426
Net fee and commission income	33,711	31,410	123,976
Net results from financial transactions	-57	-207	-94
<b>Total operating income</b>	<b>124,129</b>	<b>127,559</b>	<b>496,308</b>
General administrative expenses	-66,022	-65,299	-246,845
Depreciation and amortisation of tangible and intangible assets	-8,332	-8,780	-35,672
Other operating expenses	-1,116	-1,651	-3,495
<b>Total operating expenses</b>	<b>-75,470</b>	<b>-75,730</b>	<b>-286,012</b>
<b>Profit before loan losses</b>	<b>48,659</b>	<b>51,829</b>	<b>210,296</b>
Net loan losses	-24,799	-28,687	-102,968
<b>Operating profit</b>	<b>23,860</b>	<b>23,142</b>	<b>107,328</b>

Balance sheet, SEK thousand	31 Mar 2025	31 Mar 2024	31 Dec 2024
<b>Loans to the public</b>			
Household sector	2,420,427	2,769,435	2,687,816
Corporate sector <sup>1</sup>	48,606	16,054	53,820
<b>Total loans to the public</b>	<b>2,469,033</b>	<b>2,785,489</b>	<b>2,741,636</b>
<b>Household sector</b>			
Stage 1, net	2,182,256	2,482,069	2,538,800
Stage 2, net	175,045	144,814	134,291
Stage 3, net <sup>2</sup>	63,126	142,552	14,725
<b>Total household sector</b>	<b>2,420,427</b>	<b>2,769,435</b>	<b>2,687,816</b>

Key figures <sup>3</sup>	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
Operating income margin, %	19.1	17.6	17.3
Net loan loss ratio, %	3.8	4.0	3.6
Cost/Income ratio, %	60.8	59.4	57.6
Return on loans to the public, %	2.8	2.4	2.7
New lending, SEK thousand	1,315,502	1,224,266	5,994,495
Transaction volume, SEK thousand	3,034,170	2,858,147	13,363,621

<sup>1</sup> Lending to the corporate sector consists of loans in Stage 1 to counterparty regarding sale of past due receivables and loans in Stage 1 to a foreign partner within the segment.

<sup>2</sup> The Bank regularly sells past due receivables in markets where the Board of Directors considers the price level to be favourable for the Bank's performance and risk profile.

<sup>3</sup> See separate section with definitions and reconciliation tables, page 42-43.

Note 3 cont.

## CONSUMER LENDING

Income statement, SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
Net interest income	195,765	199,470	798,311
Net fee and commission income	15,327	16,212	64,397
Net results from financial transactions	-197	-622	-282
<b>Total operating income</b>	<b>210,895</b>	<b>215,060</b>	<b>862,426</b>
General administrative expenses	-59,100	-61,815	-253,406
Depreciation and amortisation of tangible and intangible assets	-3,347	-3,180	-13,536
Other operating expenses	-2,660	-1,964	-7,773
<b>Total operating expenses</b>	<b>-65,107</b>	<b>-66,959</b>	<b>-274,715</b>
<b>Profit before loan losses</b>	<b>145,788</b>	<b>148,101</b>	<b>587,711</b>
Net loan losses	-62,043	-68,861	-253,163
<b>Operating profit</b>	<b>83,745</b>	<b>79,240</b>	<b>334,548</b>

Balance sheet, SEK thousand	31 Mar 2025	31 Mar 2024	31 Dec 2024
<b>Loans to the public</b>			
Household sector	8,703,417	9,309,786	8,793,889
Corporate sector <sup>1</sup>	268,067	88,283	279,459
<b>Total loans to the public</b>	<b>8,971,484</b>	<b>9,398,069</b>	<b>9,073,348</b>
<b>Household sector</b>			
Stage 1, net	8,190,894	8,356,750	8,288,633
Stage 2, net	434,974	354,947	444,127
Stage 3, net <sup>2</sup>	77,549	598,089	61,129
<b>Total household sector</b>	<b>8,703,417</b>	<b>9,309,786</b>	<b>8,793,889</b>

Key figures <sup>3</sup>	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
Operating income margin, %	9.3	9.3	9.5
Net loan loss ratio, %	2.8	3.0	2.8
Cost/Income ratio, %	30.9	31.1	31.9
Return on loans to the public, %	2.9	2.6	2.7
New lending, SEK thousand	1,422,880	1,151,688	4,719,708

<sup>1</sup> Lending to the corporate sector consists of loans in Stage 1 to counterparties regarding the sale of past due receivables.

<sup>2</sup> The Bank regularly sells past due receivables in markets where the Board of Directors considers the price level to be favourable for the Bank's performance and risk profile.

<sup>3</sup> See separate section with definitions and reconciliation tables, page 42-43.

Note 3 cont.

#### RECONCILIATION AGAINST FINANCIAL INFORMATION

Income statement, SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
<b>Operating income</b>			
Credit Cards	333,471	218,401	1,079,782
Ecommerce Solutions	124,129	127,559	496,308
Consumer Lending	210,895	215,060	862,426
<b>Total operating income</b>	<b>668,495</b>	<b>561,020</b>	<b>2,438,516</b>
<b>Operating profit</b>			
Credit Cards	80,252	45,547	243,029
Ecommerce Solutions	23,860	23,142	107,328
Consumer Lending	83,745	79,240	334,548
<b>Total operating profit</b>	<b>187,857</b>	<b>147,929</b>	<b>684,905</b>

Balance sheet, SEK thousand	31 Mar 2025	31 Mar 2024	31 Dec 2024
<b>Loans to the public</b>			
Credit Cards	8,779,863	6,615,378	8,450,475
Ecommerce Solutions	2,469,033	2,785,489	2,741,636
Consumer Lending	8,971,484	9,398,069	9,073,348
<b>Total loans to the public</b>	<b>20,220,380</b>	<b>18,798,936</b>	<b>20,265,458</b>

#### NOTE 4 Net loan losses

SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
Change in provision for sold past due receivables	-48,699	-37,912	-1,019,868
Realised loan losses	-7,153	-9,859	-52,885
Recovered from previous realised loan losses	98	88	392
Change in provision for expected loan losses, Stage 1-3	-175,844	-140,743	252,755
<b>Net loan losses</b>	<b>-231,598</b>	<b>-188,426</b>	<b>-819,606</b>

Loan losses are attributable to Loans to the public and classified as amortised cost.

**NOTE 5 Classification of financial assets and liabilities**

31 Mar 2025 SEK thousand	Financial instru- ments at fair value through profit or loss	Fair value through other com- prehensive income	Amortised cost	Derivatives used for hedge accounting	Non- financial assets and liabilities	Total
	Compulsory					
<b>Assets</b>						
Cash and balances with central banks	-	-	17,729	-	-	17,729
Treasury bills eligible for refinancing	-	-	2,000,712	-	-	2,000,712
Loans to credit institutions	-	-	2,306,772	-	-	2,306,772
Loans to the public	-	-	20,220,380	-	-	20,220,380
Shares	117,308	-	-	-	-	117,308
Derivatives	106	-	-	61	-	167
Other assets	-	-	-	-	430,186	430,186
<b>Total assets</b>	<b>117,414</b>	<b>-</b>	<b>24,545,593</b>	<b>61</b>	<b>430,186</b>	<b>25,093,254</b>
<b>Liabilities</b>						
Deposits and borrowings from the public	-	-	20,952,413	-	-	20,952,413
Subordinated liabilities	-	-	345,850	-	-	345,850
Derivatives	171,374	-	-	-	-	171,374
Other liabilities	-	-	-	-	711,146	711,146
<b>Total liabilities</b>	<b>171,374</b>	<b>-</b>	<b>21,298,263</b>	<b>-</b>	<b>711,146</b>	<b>22,180,783</b>

31 Dec 2024 SEK thousand	Financial instru- ments at fair value through profit or loss	Fair value through other com- prehensive income	Amortised cost	Derivatives used for hedge accounting	Non- financial assets and liabilities	Total
	Compulsory					
<b>Assets</b>						
Cash and balances with central banks	-	-	18,563	-	-	18,563
Treasury bills eligible for refinancing	-	-	1,792,652	-	-	1,792,652
Loans to credit institutions	-	-	2,447,869	-	-	2,447,869
Loans to the public	-	-	20,265,458	-	-	20,265,458
Shares	117,309	-	-	-	-	117,309
Derivatives	59,435	-	-	786	-	60,221
Other assets	-	-	-	-	367,533	367,533
<b>Total assets</b>	<b>176,744</b>	<b>-</b>	<b>24,524,542</b>	<b>786</b>	<b>367,533</b>	<b>25,069,605</b>
<b>Liabilities</b>						
Deposits and borrowings from the public	-	-	21,197,981	-	-	21,197,981
Subordinated liabilities	-	-	345,509	-	-	345,509
Derivatives	21,954	-	-	-	-	21,954
Other liabilities	-	-	-	-	731,481	731,481
<b>Total liabilities</b>	<b>21,954</b>	<b>-</b>	<b>21,543,490</b>	<b>-</b>	<b>731,481</b>	<b>22,296,925</b>

**NOTE 6 Financial assets and liabilities measured at fair value**
**Fair value**

For financial instruments measured at fair value in the balance sheet, disclosures are required on fair value measurement by level according to the fair value hierarchy below:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Other observable inputs for assets or liabilities are quoted market prices included in Level 1, either directly, i.e. in the form of quoted prices, or indirectly, i.e. derived from quoted prices (Level 2).
- Data for assets or liabilities which are not based on observable market data (non-observable inputs) (Level 3).

The Bank also provides information regarding the fair value of certain assets for information purposes.

31 Mar 2025 SEK thousand	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Cash and balances with central banks	-	-	17,729	17,729
Treasury bills eligible for refinancing	1,997,883	-	-	1,997,883
Loans to credit institutions	-	-	2,306,772	2,306,772
Loans to the public	-	-	24,887,737	24,887,737
Shares	-	117,308	-	117,308
Derivatives	-	167	-	167
<b>Total assets</b>	<b>1,997,883</b>	<b>117,475</b>	<b>27,212,238</b>	<b>29,327,596</b>
<b>Liabilities</b>				
Deposits and borrowings from the public	-	-	20,952,413	20,952,413
Subordinated liabilities	-	345,850	-	345,850
Derivatives	-	171,374	-	171,374
<b>Total liabilities</b>	<b>-</b>	<b>517,224</b>	<b>20,952,413</b>	<b>21,469,637</b>

31 Dec 2024 SEK thousand	Level 1	Level 2	Level 3	Total
<b>Assets</b>				
Cash and balances with central banks	-	-	18,563	18,563
Treasury bills eligible for refinancing	1,785,666	-	-	1,785,666
Loans to credit institutions	-	-	2,447,869	2,447,869
Loans to the public	-	-	25,597,265	25,597,265
Shares	-	117,309	-	117,309
Derivatives	-	60,221	-	60,221
<b>Total assets</b>	<b>1,785,666</b>	<b>177,530</b>	<b>28,063,697</b>	<b>30,026,893</b>
<b>Liabilities</b>				
Deposits and borrowings from the public	-	-	21,197,981	21,197,981
Subordinated liabilities	-	345,509	-	345,509
Derivatives	-	21,954	-	21,954
<b>Total liabilities</b>	<b>-</b>	<b>367,463</b>	<b>21,197,981</b>	<b>21,565,444</b>

Note 6 cont.

The fair value of financial instruments not traded in an active market (e.g. OTC derivatives) is determined using various valuation techniques. These valuation techniques use observable market data where available and rely as little as possible on entity specific estimates. An instrument is classified as Level 2 if all significant inputs required to value an instrument are observable.

Specific valuation techniques used to measure financial instruments include:

- Quoted market prices or dealer quotes for similar instruments.
- Fair value of currency swap contracts is determined using exchange rates at the balance sheet date.

An instrument is classified as Level 3 in cases where one or more of the significant inputs are not based on observable market data.

For lending to the public, the market value has been calculated as the difference between the market capitalisation of TF Bank shares on the balance sheet date and the shareholders' equity adjusted for other surplus and deficit values of assets and liabilities in the balance sheet.

31 Mar 2025 SEK thousand	Carrying amount	Fair value	Fair value gain (+)/Fair value loss (-)
<b>Assets</b>			
Cash and balances with central banks	17,729	17,729	-
Treasury bills eligible for refinancing	2,000,712	1,997,883	-2,829
Loans to credit institutions	2,306,772	2,306,772	-
Loans to the public	20,220,380	24,887,737	4,667,357
Shares	117,308	117,308	-
Derivatives	167	167	-
<b>Total assets</b>	<b>24,663,068</b>	<b>29,327,596</b>	<b>4,664,528</b>
<b>Liabilities</b>			
Deposits from the public	20,952,413	20,952,413	-
Subordinated liabilities	345,850	345,850	-
Derivatives	171,374	171,374	-
<b>Total liabilities</b>	<b>21,469,637</b>	<b>21,469,637</b>	<b>-</b>

31 Dec 2024 SEK thousand	Carrying amount	Fair value	Fair value gain (+)/Fair value loss (-)
<b>Assets</b>			
Cash and balances with central banks	18,563	18,563	-
Treasury bills eligible for refinancing	1,792,652	1,785,666	-6,986
Loans to credit institutions	2,447,869	2,447,869	-
Loans to the public	20,265,458	25,597,265	5,331,807
Shares	117,309	117,309	-
Derivatives	60,221	60,221	-
<b>Total assets</b>	<b>24,702,072</b>	<b>30,026,893</b>	<b>5,324,821</b>
<b>Liabilities</b>			
Deposits from the public	21,197,981	21,197,981	-
Subordinated liabilities	345,509	345,509	-
Derivatives	21,954	21,954	-
<b>Total liabilities</b>	<b>21,565,444</b>	<b>21,565,444</b>	<b>-</b>

**NOTE 7 Loans to the public**

SEK thousand	31 Mar 2025	31 Dec 2024
Loans to the household sector	19,746,327	19,779,471
Loans to the corporate sector <sup>1</sup>	474,053	485,987
<b>Total loans to the public</b>	<b>20,220,380</b>	<b>20,265,458</b>
<b>Loans to the household sector, gross</b>		
Stage 1, gross	19,035,475	19,258,023
Stage 2, gross	1,049,156	1,037,063
Stage 3, gross <sup>2</sup>	597,234	282,577
<b>Total loans to the household sector, gross</b>	<b>20,681,865</b>	<b>20,577,663</b>
<b>Provisions for expected loan losses, household sector</b>		
Stage 1	-371,137	-368,179
Stage 2	-218,100	-225,748
Stage 3 <sup>2</sup>	-346,301	-204,265
<b>Total provisions for expected loan losses, household sector</b>	<b>-935,538</b>	<b>-798,192</b>
<b>Loans to the household sector, net</b>		
Stage 1, net	18,664,338	18,889,844
Stage 2, net	831,056	811,315
Stage 3, net <sup>2</sup>	250,933	78,312
<b>Total loans to the household sector, net</b>	<b>19,746,327</b>	<b>19,779,471</b>
<b>Loans to the corporate sector</b>		
Loans, net	474,053	485,987
<b>Total loans to the corporate sector, net</b>	<b>474,053</b>	<b>485,987</b>
<i>Geographic distribution of net loans</i>		
Germany	7,300,357	7,030,609
Norway	4,382,641	4,229,526
Finland	2,828,926	3,142,408
Sweden	1,648,755	1,736,303
Latvia	1,100,076	1,131,108
Lithuania	1,021,751	1,044,378
Estonia	934,227	968,250
Austria	464,395	433,274
Denmark	257,211	230,049
Poland	165,545	197,074
Spain	109,043	118,867
Italy	7,453	3,612
<b>Total loans to the public</b>	<b>20,220,380</b>	<b>20,265,458</b>

<sup>1</sup> Lending to the corporate sector consists of loans in Stage 1 to counterparties regarding sale of past due receivables and a loan in Stage 1 to a foreign partner within the segment Ecommerce Solutions.

<sup>2</sup> The Bank regularly sells past due receivables in markets where the Board of Directors considers the price level to be favourable for the Bank's performance and risk profile.

Note 7 cont.

#### CHANGE IN PROVISION FOR NET LOAN LOSSES

SEK thousand	31 Mar 2025	31 Dec 2024
<b>Opening balance</b>	<b>-798,192</b>	<b>-1,054,707</b>
Change in provision for sold loans	-48,699	-1,019,868
Reversal of provision for sold loans	48,699	1,019,868
Change in provision for expected loan losses in Stage 1	-21,650	-69,534
Change in provision for expected loan losses in Stage 2	-2,790	-76,073
Change in provision for expected loan losses in Stage 3	-153,429	385,223
Exchange rate differences	40,523	16,899
<b>Closing balance</b>	<b>-935,538</b>	<b>-798,192</b>

#### NOTE 8 Deposits and borrowings from the public

SEK thousand	31 Mar 2025	31 Dec 2024
Germany	16,598,418	16,825,163
Netherlands	3,096,216	2,781,360
Ireland	384,857	614,673
Finland	302,052	334,850
Spain	245,683	309,363
Sweden	163,799	151,702
Norway	161,388	180,870
<b>Total deposits and borrowings from the public</b>	<b>20,952,413</b>	<b>21,197,981</b>

Deposits from the public only occur in the household sector and 99 % (98) is covered by a deposit guarantee scheme. Deposits in Finland are payable on demand. Other countries' deposits are payable on demand and on maturity. Deposits with maturity amounts to 67 % (70) of total deposits from the public.

#### CHANGES IN DEPOSITS AND BORROWINGS FROM THE PUBLIC

SEK thousand	31 Mar 2025	31 Dec 2024
Opening balance	21,197,981	20,652,997
Change	969,756	-161,118
Exchange rate differences	-1,215,324	706,102
<b>Closing balance</b>	<b>20,952,413</b>	<b>21,197,981</b>

**Background**

Information about the Bank's capital adequacy in this document includes information in accordance with Chapter 6, Sections 3-4 of the Swedish Financial Supervisory Authority's (Swedish FSA) regulations and general guidelines (FFFS 2008:25) on the annual accounts of credit institutions and investment firms and related information contained in Article 433b of Regulation (EU) No 575/2013 and Chapter 8, Section 1 of the Swedish FSA's regulations and general guidelines on regulatory requirements and capital buffers (FFFS 2014:12). TF Bank AB is the responsible institution and is under the supervision of the Swedish FSA. As a result, the Bank is subject to the rules governing credit institutions in Sweden. TF Bank AB is a listed company and as such, the stock exchange rules are also applicable. TF Bank is classified as a small and non-complex institution in accordance with article 4.1.145 of Regulation (EU) No 575/2013. The Bank's statutory capital requirements are governed by the Swedish Act on Special Supervision of Credit Institutions and Investment Firms Act (2014:968), Regulation (EU) No 575/2013, the Act on Capital Buffers (2014:966) and the Swedish FSA's regulations and general recommendations on regulatory requirements and capital buffers (FFFS 2014:12) and the Swedish FSA's memorandum (FI dnr 20-20990) on the new capital requirements for Swedish banks.

**Own funds**

TF Bank's own funds consists of equity attributable to the shareholders and issued bonds. Shareholders' equity after regulatory adjustments constitutes common equity Tier 1 capital. Issued bonds constitute Additional Tier 1 capital or Tier 2 capital. The bonds are subordinated to the Bank's other creditors and bonds that constitute Additional Tier 1 capital can under certain conditions be converted into share capital. The Swedish FSA approved TF Bank's application to include the interim profit in the capital base on 21 February 2025.

**Risk exposure amount**

TF Bank's risk exposure amount mainly consists of credit risk and operational risk. The risk exposure amount for credit risk is calculated according to the standardised method and the Bank's exposures are weighted based on various percentages specified in Regulation (EU) No. 575/2013. The risk exposure amount for operational risk is calculated using the alternative standardised method according to Regulation (EU) No. 575/2013.

**Capital requirements and Pillar 2 Guidance**

The regulatory capital requirement in Pillar 1 means that total own funds must amount to at least 8 % of the risk-weighted exposure amount for credit risk, credit valuation adjustment risk, market risk, and operational risk. After that, additional capital requirements are added for the risks that are not covered via Pillar 1, which include, for example, concentration risk, currency risk, and interest rate risk. The capital requirements for these risks are covered via Pillar 2. In addition to this, additional capital is allocated for a capital conservation buffer of 2.5 % of the risk-weighted exposure amount as well as an institution-specific countercyclical capital buffer that is weighted based on geographical exposures. As of 31 March 2025, TF Bank's countercyclical buffer requirement of 1.2 % is related to 2.5 % for exposures in Norway and Denmark, 2.0 % for exposures in Sweden, 1.5 % for exposures in Estonia, 1.0 % for exposures in Lithuania, 0.75 % for exposures in Germany, and 0.5 % for exposures in Latvia.

The Swedish FSA completed a review and evaluation of TF Bank AB in 2025 and decided on specific capital base requirements and Pillar 2 Guidance. The Bank's previously internally assessed capital base requirements are confirmed, and the Swedish FSA has decided on Pillar 2 Guidance of 0 % of the total risk-weighted exposure amount and 0.5 % of the total exposure amount for gross solidity.

**Internally assessed capital requirement**

At least annually, TF Bank carries out a process to assess whether the Bank's capital and liquidity forecast during the coming three-year period is sufficient to manage the risks to which the Bank is, or may become, exposed. The process is carried out in accordance with Article 73 of the EU directive EU/2013/36 and is called the internal capital and liquidity assessment process (ICAAP).

**THE GROUP'S CAPITAL SITUATION <sup>1</sup>**

SEK thousand	31 Mar 2025	31 Dec 2024
Common Equity Tier 1 capital (CET1)	2,518,750	2,354,631
Tier 1 capital instruments	250,000	250,000
Tier 2 capital instruments	345,850	345,509
<b>Own funds</b>	<b>3,114,600</b>	<b>2,950,140</b>
<b>Risk exposure amount</b>	<b>17,564,209</b>	<b>17,700,941</b>
- of which: credit risk	16,376,473	16,493,873
- of which: credit valuation adjustment risk	59,628	78,960
- of which: operational risk	1,128,108	1,128,108
<b>Capital ratios</b>		
CET1 capital ratio, %	14.3	13.3
Tier 1 capital ratio, %	15.8	14.7
Total capital ratio, %	17.7	16.7

<sup>1</sup> In accordance with (EU) 2021/637 TF Bank AB discloses the information about capital adequacy and other information as per the template "EU KM1" on page 44.

Note 9 cont.

**THE GROUP'S CAPITAL REQUIREMENTS AND PILLAR 2 GUIDANCE**

SEK thousand	31 Mar 2025		31 Dec 2024	
	Amount	Percent <sup>1</sup>	Amount	Percent <sup>1</sup>
<b>Capital requirement under pillar 1</b>				
CET1 capital	790,389	4.5	796,542	4.5
Tier 1 capital	1,053,853	6.0	1,062,056	6.0
Total capital	1,405,137	8.0	1,416,075	8.0
<b>Capital requirement under pillar 2</b>				
CET1 capital	121,523	0.7	124,854	0.7
Tier 1 capital	162,030	0.9	166,472	0.9
Total capital	216,040	1.2	221,962	1.3
- of which, concentration risk	166,860	1.0	166,989	0.9
- of which, currency risk	49,180	0.3	54,973	0.3
<b>Total capital requirement under pillar 1 and pillar 2</b>				
CET1 capital	911,912	5.2	921,396	5.2
Tier 1 capital	1,215,883	6.9	1,228,528	6.9
Total capital	1,621,177	9.2	1,638,037	9.3
<b>Institution-specific buffer requirement</b>				
Total buffer requirement	644,606	3.7	646,085	3.7
- of which, capital conservation buffer	439,105	2.5	442,524	2.5
- of which, countercyclical buffer	205,501	1.2	203,561	1.2
<b>Total capital requirement including buffer requirement</b>				
CET1 capital	1,556,518	8.9	1,567,480	8.9
Tier 1 capital	1,860,489	10.6	1,874,612	10.6
Total capital	2,265,783	12.9	2,284,122	12.9
<b>Pillar 2 Guidance</b>				
CET1 capital	0	0.0	N/A	N/A
<b>Total need for capital including Pillar 2 Guidance</b>				
CET1 capital	1,556,518	8.9	1,567,480	8.9
Tier 1 capital	1,860,489	10.6	1,874,612	10.6
Total capital	2,265,783	12.9	2,284,122	12.9

<sup>1</sup> Capital requirements expressed as a percentage of the risk exposure amount.

Note 9 cont.

#### GROUP'S OWN FUNDS

SEK thousand	31 Mar 2025	31 Dec 2024
<b>CET1 capital</b>		
Share capital	107,750	107,500
Other reserves	2,076	2,194
Retained earnings including net profit for the period reviewed by the auditor	2,552,645	2,412,986
Adjustments to CET1 capital:		
- Deduction of foreseeable costs and dividends <sup>1</sup>	-107,750	-107,500
- Intangible assets <sup>2</sup>	-7,146	-35,101
- Goodwill	-20,011	-20,011
- Insufficient coverage for non-performing exposures <sup>3</sup>	-8,814	-5,437
<b>Total CET1 capital</b>	<b>2,518,750</b>	<b>2,354,631</b>
<b>Tier 1 capital instruments</b>		
Perpetual subordinated loan	250,000	250,000
<b>Tier 2 capital instruments</b>		
Fixed term subordinated loans	345,850	345,509
<b>Own funds</b>	<b>3,114,600</b>	<b>2,950,140</b>

#### THE GROUP'S SPECIFICATION OF RISK EXPOSURE AMOUNT AND CAPITAL REQUIREMENT

SEK thousand	31 Mar 2025		31 Dec 2024	
	Risk exposure amount	Capital requirement 8 %	Risk exposure amount	Capital requirement 8 %
<b>Credit risk under the standardised approach</b>				
Corporate exposures	474,053	37,924	485,987	38,879
Household exposures	14,594,968	1,167,597	14,745,870	1,179,670
Exposures secured by mortgages on immovable property	7,092	567	13,999	1,120
Exposures in default	250,911	20,073	78,313	6,265
Exposures to institutions	478,270	38,262	571,818	45,745
Equity exposures	293,124	23,450	293,126	23,450
Other items	278,055	22,244	304,760	24,381
<b>Total</b>	<b>16,376,473</b>	<b>1,310,118</b>	<b>16,493,873</b>	<b>1,319,510</b>
<b>Credit valuation adjustment</b>				
Simplified approach	59,628	4,770	78,960	6,317
<b>Total</b>	<b>59,628</b>	<b>4,770</b>	<b>78,960</b>	<b>6,317</b>
<b>Market risk</b>				
Foreign exchange rate risk	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operational risk</b>				
Alternative Standardised Approach	1,128,108	90,249	1,128,108	90,249
<b>Total</b>	<b>1,128,108</b>	<b>90,249</b>	<b>1,128,108</b>	<b>90,249</b>
<b>Total risk exposure amount and total capital requirement</b>	<b>17,564,209</b>	<b>1,405,137</b>	<b>17,700,941</b>	<b>1,416,075</b>

<sup>1</sup> Deduction of dividends have been made in accordance with the Board of Directors' proposal to the Annual General Meeting and the dividend policy for interim results.

<sup>2</sup> Deduction according to Commission Delegated Regulation (EU) 2020/2176.

<sup>3</sup> Deduction according to Regulation (EU) No 2019/630.

**NOTE 10 Liquidity coverage**
**Background**

Information about the Bank's liquidity coverage in this document includes information in accordance with Chapter 5, Section 9 of the Swedish FSA's regulations and general guidelines (FFFS 2010:7) on publication of information on liquidity risk. Information on regulatory liquidity requirements in this document refers to information set out in Part Six of Regulation (EU) No 575/2013.

**Liquidity reserve**

In accordance with FFFS 2010:7, a responsible institution is required to keep a separate reserve of high-quality liquid assets that can be used to secure short-term solvency in the event of the loss or deterioration of access to normally available funding sources. TF Bank's available liquidity reserve consists of treasury bills, government bonds, cash at central banks and loans to credit institutions. Only amounts that are available the following day are counted in the available liquidity reserve.

**Sources of financing**

TF Bank's main source of financing is deposits from the public. Deposits are only from the household sector and 99 % (98) is covered by a government deposit guarantee scheme. The other sources of financing are subordinated debt, additional Tier 1 capital instruments and equity attributable to the shareholders.

**THE GROUP'S LIQUIDITY POSITION**

SEK thousand	31 Mar 2025	31 Dec 2024
<b>Liquidity reserve<sup>1</sup></b>		
Treasury bills eligible for refinancing - EU-commission <sup>2</sup>	806,543	858,318
Treasury bills and government securities eligible for refinancing - Norway <sup>2</sup>	516,457	527,901
Treasury bills eligible for refinancing - Sweden <sup>2</sup>	408,865	406,433
Treasury bills eligible for refinancing - Finland <sup>2</sup>	268,847	-
<b>Total liquidity reserve</b>	<b>2,000,712</b>	<b>1,792,652</b>
<b>Other available liquidity reserve</b>		
Cash and balances with central banks <sup>3</sup>	5,936	6,338
Loans to credit institutions <sup>3</sup>	1,901,127	2,254,307
<b>Total other available liquidity reserve</b>	<b>1,907,063</b>	<b>2,260,645</b>
<b>Total available liquidity reserve</b>	<b>3,907,775</b>	<b>4,053,297</b>
<b>Sources of financing</b>		
Deposits from the public	20,952,413	21,197,981
Subordinated liabilities	345,850	345,509
Tier 1 capital instrument	250,000	250,000
Equity attributable to shareholders	2,662,471	2,522,680
<b>Total sources of financing</b>	<b>24,210,734</b>	<b>24,316,170</b>
<b>Key figures</b>		
Available liquidity reserve / Deposits from the public	19	19
Liquidity coverage ratio, %	347	406
Net Stable Funding ratio, %	110	109

**REGULATORY LIQUIDITY REQUIREMENTS**

	31 Mar 2025	31 Dec 2024
<b>Key figures</b>		
Liquidity coverage ratio, %	100	100
Net Stable Funding ratio, %	100	100

<sup>1</sup> According to definition in FFFS 2010:7.

<sup>2</sup> Remaining term are up to 12 month.

<sup>3</sup> Excluding restricted cash and cash equivalents that are not available the next day.

**NOTE 11 Subordinated liabilities**

SEK thousand	31 Mar 2025	31 Dec 2024
Fixed-term subordinated liabilities	345,850	345,509
<b>Total</b>	<b>345,850</b>	<b>345,509</b>

Subordinated loans are subordinated to other liabilities. The table below shows the terms for each bond. The prospectus are available on the Bank's website, [www.tfbankgroup.com](http://www.tfbankgroup.com).

Issuing date	Nominal amount (SEK thousand)	Interest rate terms	Maturity date
14 December 2020	100,000	STIBOR 3 months +5,50%	14 December 2030
28 February 2023	150,000	STIBOR 3 months +6,50%	28 February 2033
18 September 2024	100,000	STIBOR 3 months +4,00%	18 September 2034

**NOTE 12 Pledged assets, contingent liabilities and commitments**

SEK thousand	31 Mar 2025	31 Dec 2024
<b>Pledged assets</b>		
Restricted bank deposits <sup>1</sup>	11,792	12,225
<b>Total</b>	<b>11,792</b>	<b>12,225</b>

SEK thousand	31 Mar 2025	31 Dec 2024
<b>Commitments</b>		
Unutilised credit limits	10,660,404	10,050,350
<b>Total</b>	<b>10,660,404</b>	<b>10,050,350</b>

According to the Board's assessment, TF Bank has no contingent liabilities.

<sup>1</sup> Restricted bank deposits refers to minimum reserve requirements at central banks in Finland and Poland.

**NOTE 13 Transactions with related parties**

Transactions between Group companies refer to invoicing of services rendered in subsidiaries and interest income linked to intra-group loans to subsidiaries. Transactions with other related parties in the table below refer to transactions between TF Bank and companies that largely have the same owner as TF Bank's largest owner TFB Holding AB, corporate identity number 556705-2997, or where TF Bank AB owns a minor stake. All transactions are priced according to the market.

SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
<i>The following transactions have been made between companies within the Group:</i>			
General administrative expenses	-1,808	-5,243	-17,377
<b>Total</b>	<b>-1,808</b>	<b>-5,243</b>	<b>-17,377</b>
<i>The following transactions have been made with other related parties:</i>			
Interest income (transaction costs)	-8,742	-8,977	-36,177
Fee and commission income	727	500	2,287
General administrative expenses	-420	-380	-1,729
Net loan losses	-23,552	-	-3,503
<b>Total</b>	<b>-31,987</b>	<b>-8,857</b>	<b>-39,122</b>
<i>Acquisition of assets and liabilities from other related parties:</i>			
Ecommerce Solutions	114,053	106,157	465,019
<b>Total</b>	<b>114,053</b>	<b>106,157</b>	<b>465,019</b>
<i>Sale of assets and liabilities to other related parties:</i>			
Non performing loans	87,559	-	20,368
<b>Total</b>	<b>87,559</b>	<b>-</b>	<b>20,368</b>

SEK thousand	31 Mar 2025	31 Dec 2024
<i>Assets and liabilities at the end of the period as a result of transactions with other related parties:</i>		
Loans to credit institutions	-	54,959
Other assets	104	496
Other liabilities	2,745	1,807

# PARENT COMPANY

## Generally

TF Bank AB, org.nr. 556158-1041, is a bank limited company with its registered office in Borås, Sweden, which has a license to conduct banking operations. The Bank conducts lending and/or deposit activities to private individuals in Sweden, Finland, Norway, Denmark, Estonia, Latvia, Lithuania, Poland, Germany, Austria, Spain, Ireland, the Netherlands and Italy by subsidiary, branch or cross-border banking with the support of the Swedish banking license.

## JANUARY - MARCH 2025

COMPARED TO JANUARY - MARCH 2024 (unless otherwise stated)

### Operating profit

Operating profit increased by 39 % to SEK 181.1 million (129.9). The result has been positively affected by the fact that the operations within Ecommerce Solutions in the Nordics have been conducted under the Parent company throughout the entire quarter.

### Operating income

The operating income has increased by 47 % to SEK 664.0 million (452.9). The increase is mainly related to the growing loan portfolio in Germany in the Credit Cards segment, but also to the operations in Ecommerce Solutions in the Nordics having been conducted under the Parent company throughout the entire quarter.

### Operating expenses

The operating expenses increased by 57 % to SEK 251.3 million (160.1). The increase is mainly explained by the growing loan portfolio, but also by the operations in Ecommerce Solutions in the Nordic region having been conducted under the Parent company throughout the entire quarter.

### Loan losses

The net loan losses increased by 42 % to SEK 231.6 million (162.9). The growing loan portfolio in the Credit Cards segment contributed to an increase in the net loan losses, but as did the operations in Ecommerce Solutions in the Nordic region having been conducted under the Parent company throughout the entire quarter.

### Tax expense

The tax expenses increased to SEK 40.1 million (28.6). The increased tax expense is attributable to a higher operating profit.

## JANUARY - MARCH 2025

COMPARED TO 31 DECEMBER 2024 (unless otherwise stated)

### Loans to the public

Loans to the public remained unchanged and amounted to SEK 20,220 million (20,265).

### Deposits from the public

Deposits from the public decreased by 1 % to SEK 20,952 million (21,198).

### Loans to credit institutions

Loans to credit institutions amounted to SEK 2,242 million (2,443) at the end of the quarter. Lending consists mainly of accounts without a fixed term with several different Nordic banks.

### Shares in subsidiaries

Shares in subsidiaries amounted to SEK 80 million (1) at the end of the quarter and have been affected by new share issues in the subsidiaries TF Nordic AB and TFBN Services Ltd.

### Capital adequacy

The capital ratios have increased and at the end of the first quarter 2025 the Parent Company's total capital ratio was 17.7 % (16.7), the Tier 1 capital ratio was 15.8 % (14.8) and the Common Equity Tier 1 capital ratio was 14.3 % (13.4).

## INCOME STATEMENT - PARENT COMPANY

SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
<b>Operating income</b>			
Interest income	819,340	645,839	2,859,916
Interest expense	-204,015	-203,053	-804,374
<b>Net interest income</b>	<b>615,325</b>	<b>442,786</b>	<b>2,055,542</b>
Fee and commission income	105,359	48,824	281,456
Fee and commission expense	-53,239	-37,710	-177,684
<b>Net fee and commission income</b>	<b>52,120</b>	<b>11,114</b>	<b>103,772</b>
Received dividend	-	-	1,451,500
Net results from financial transactions	-3,451	-1,030	41,885
Other operating income	-	-	169,524
<b>Total operating income</b>	<b>663,994</b>	<b>452,870</b>	<b>3,822,223</b>
<b>Operating expenses</b>			
General administrative expenses	-221,007	-144,270	-669,710
Depreciation and amortisation of tangible and intangible assets	-13,946	-5,508	-34,671
Other operating expenses	-16,392	-10,300	-41,939
<b>Total operating expenses</b>	<b>-251,345</b>	<b>-160,078</b>	<b>-746,320</b>
<b>Profit before loan losses</b>	<b>412,649</b>	<b>292,792</b>	<b>3,075,903</b>
Net Loan losses	-231,598	-162,878	-832,359
Impairment of financial fixed assets	-	-	-1,451,500
<b>Operating profit</b>	<b>181,051</b>	<b>129,914</b>	<b>792,044</b>
Income tax for the period	-40,073	-28,645	-137,729
<b>Profit for the period</b>	<b>140,978</b>	<b>101,269</b>	<b>654,315</b>

## STATEMENT OF OTHER COMPREHENSIVE INCOME - PARENT COMPANY

SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
<b>Profit for the period</b>	<b>140,978</b>	<b>101,269</b>	<b>654,315</b>
<b>Other comprehensive income</b>			
<b>Items that may subsequently be reclassified to the income statement</b>			
Gross exchange rate differences	1,498	-732	50
Tax on exchange rate differences in the period	-	-	-
<b>Other comprehensive income for the period</b>	<b>1,498</b>	<b>-732</b>	<b>50</b>
<b>Total comprehensive income for the period</b>	<b>142,476</b>	<b>100,537</b>	<b>654,365</b>

## BALANCE SHEET - PARENT COMPANY

SEK thousand	31 Mar 2025	31 Dec 2024
<b>ASSETS</b>		
Cash and balances with central banks	17,729	18,563
Treasury bills eligible for refinancing	1,985,397	1,792,652
Loans to credit institutions	2,242,473	2,442,923
Loans to the public	20,220,192	20,265,458
Shares	117,308	117,309
Shares in subsidiaries	79,993	1,244
Goodwill	24,524	26,593
Intangible assets	91,271	97,572
Tangible assets	6,671	5,784
Other assets	118,815	145,736
Deferred tax assets	37,661	2,395
Prepaid expenses and accrued income	90,443	85,668
<b>TOTAL ASSETS</b>	<b>25,032,477</b>	<b>25,001,897</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Liabilities</b>		
Deposits and borrowings from the public	20,952,413	21,197,981
Other liabilities	336,301	163,030
Current tax liabilities	34,140	61,917
Accrued expenses and prepaid income	11,723	19,606
Deferred tax liabilities	434,978	432,908
Provisions	785	1,574
Subordinated liabilities	345,850	345,509
<b>Total liabilities</b>	<b>22,116,190</b>	<b>22,222,525</b>
<b>Equity</b>		
<b>Restricted equity</b>		
Share capital	107,750	107,500
Statutory reserve	1,000	1,000
Development costs fund	91,271	97,572
<b>Total restricted equity</b>	<b>200,021</b>	<b>206,072</b>
<b>Non-restricted equity</b>		
Tier 1 capital instrument	250,000	250,000
Foreign currency reserve	271	-1,227
Retained earnings	2,325,017	1,670,212
Profit for the period	140,978	654,315
<b>Total non-restricted equity</b>	<b>2,716,266</b>	<b>2,573,300</b>
<b>Total equity</b>	<b>2,916,287</b>	<b>2,779,372</b>
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>25,032,477</b>	<b>25,001,897</b>

**NOTE 14 Capital adequacy**
**THE PARENT COMPANY'S CAPITAL SITUATION**

SEK thousand	31 Mar 2025	31 Dec 2024
Common Equity Tier 1 capital (CET1)	2,518,057	2,354,741
Tier 1 capital instruments	250,000	250,000
Tier 2 capital instruments	345,850	345,509
<b>Own funds</b>	<b>3,113,907</b>	<b>2,950,250</b>
<b>Risk exposure amount</b>	<b>17,570,989</b>	<b>17,635,872</b>
- of which: credit risk	16,383,253	16,428,804
- of which: credit valuation adjustment risk	59,628	78,960
- of which: operational risk	1,128,108	1,128,108
<b>Capital ratios</b>		
CET1 capital ratio, %	14.3	13.4
Tier 1 capital ratio, %	15.8	14.8
Total capital ratio, %	17.7	16.7

**THE PARENT COMPANY'S CAPITAL REQUIREMENTS AND PILLAR 2 GUIDANCE**

SEK thousand	31 Mar 2025		31 Dec 2024	
	Amount	Percent <sup>1</sup>	Amount	Percent <sup>1</sup>
<b>Capital requirement under pillar 1</b>				
CET1 capital	790,695	4.5	793,614	4.5
Tier 1 capital	1,054,259	6.0	1,058,152	6.0
Total capital	1,405,679	8.0	1,410,870	8.0
<b>Capital requirement under pillar 2</b>				
CET1 capital	121,569	0.7	124,247	0.7
Tier 1 capital	162,092	0.9	165,662	0.9
Total capital	216,123	1.2	220,883	1.3
- of which, concentration risk	166,924	0.9	166,377	0.9
- of which, market risk	49,199	0.3	54,506	0.3
<b>Total capital requirement under pillar 1 and pillar 2</b>				
CET1 capital	912,264	5.2	917,861	5.2
Tier 1 capital	1,216,352	6.9	1,223,815	6.9
Total capital	1,621,802	9.2	1,631,753	9.3
<b>Institution-specific buffer requirement</b>				
Total buffer requirement	644,856	3.7	643,710	3.7
- of which, capital conservation buffer	439,275	2.5	440,897	2.5
- of which, countercyclical buffer	205,581	1.2	202,813	1.2
<b>Total capital requirement including buffer requirement</b>				
CET1 capital	1,557,119	8.9	1,561,571	8.9
Tier 1 capital	1,861,207	10.6	1,867,524	10.6
Total capital	2,266,658	12.9	2,275,463	12.9
<b>Pillar 2 Guidance</b>				
CET1 capital	0	0.0	N/A	N/A
<b>Total need for capital including Pillar 2 Guidance</b>				
CET1 capital	1,557,119	8.9	1,561,571	8.9
Tier 1 capital	1,861,207	10.6	1,867,524	10.6
Total capital	2,266,658	12.9	2,275,463	12.9

<sup>1</sup> Capital requirements expressed as a percentage of the risk exposure amount.

Note 14 cont.

### THE PARENT COMPANY'S OWN FUNDS

SEK thousand	31 Mar 2025	31 Dec 2024
<b>CET1 capital</b>		
Share capital	107,750	107,500
Other reserves	92,542	97,345
Retained earnings including net profit for the period reviewed by the auditor	2,465,995	2,324,527
Adjustments to CET1 capital:		
- Deduction of foreseeable costs and dividends <sup>1</sup>	-107,750	-107,500
- Intangible assets <sup>2</sup>	-7,146	-35,101
- Goodwill	-24,524	-26,593
- Insufficient coverage for non-performing exposures <sup>3</sup>	-8,810	-5,437
<b>Total CET1 capital</b>	<b>2,518,057</b>	<b>2,354,741</b>
<b>Tier 1 capital instruments</b>		
Perpetual subordinated loan	250,000	250,000
<b>Tier 2 capital instruments</b>		
Fixed term subordinated loans	345,850	345,509
<b>Own funds</b>	<b>3,113,907</b>	<b>2,950,250</b>

### THE PARENT COMPANY'S SPECIFICATION OF RISK EXPOSURE AMOUNT AND CAPITAL REQUIREMENT

SEK thousand	31 Mar 2025		31 Dec 2024	
	Risk exposure amount	Capital requirement 8 %	Risk exposure amount	Capital requirement 8 %
<b>Credit risk under the standardised approach</b>				
Corporate exposures	474,053	37,924	485,987	38,879
Household exposures	14,594,968	1,167,597	14,745,870	1,179,670
Exposures secured by mortgages on immovable property	7,092	567	13,999	1,120
Exposures in default	250,723	20,058	78,313	6,265
Exposures to institutions	465,411	37,233	570,829	45,666
Equity exposures	373,117	29,849	294,370	23,550
Other items	217,889	17,431	239,436	19,155
<b>Total</b>	<b>16,383,253</b>	<b>1,310,660</b>	<b>16,428,804</b>	<b>1,314,304</b>
<b>Credit valuation adjustment</b>				
Simplified approach	59,628	4,770	78,960	6,317
<b>Total</b>	<b>59,628</b>	<b>4,770</b>	<b>78,960</b>	<b>6,317</b>
<b>Market risk</b>				
Foreign exchange rate risk	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Operational risk</b>				
Alternative Standardised Approach	1,128,108	90,249	1,128,108	90,249
<b>Total</b>	<b>1,128,108</b>	<b>90,249</b>	<b>1,128,108</b>	<b>90,249</b>
<b>Total risk exposure amount and total capital requirement</b>	<b>17,570,989</b>	<b>1,405,679</b>	<b>17,635,872</b>	<b>1,410,870</b>

<sup>1</sup> Deduction of dividends have been made in accordance with the Board of Directors' proposal to the Annual General Meeting and the dividend policy for interim results.

<sup>2</sup> Deduction according to Commission Delegated Regulation (EU) 2020/2176.

<sup>3</sup> Deduction according to Regulation (EU) No 2019/630.

## THE PARENT COMPANY'S LIQUIDITY POSITION

SEK thousand	31 Mar 2025	31 Dec 2024
<b>Liquidity reserve <sup>1</sup></b>		
Treasury bills eligible for refinancing - EU-commission <sup>2</sup>	806,543	858,318
Treasury bills and government securities eligible for refinancing - Norway <sup>2</sup>	516,457	527,901
Treasury bills eligible for refinancing - Sweden <sup>2</sup>	393,550	406,433
Treasury bills eligible for refinancing - Finland <sup>2</sup>	268,847	-
<b>Total liquidity reserve</b>	<b>1,985,397</b>	<b>1,792,652</b>
<b>Other available liquidity reserve</b>		
Cash and balances with central banks <sup>3</sup>	5,936	6,338
Loans to credit institutions <sup>3</sup>	1,836,802	2,249,324
<b>Total other available liquidity reserve</b>	<b>1,842,738</b>	<b>2,255,662</b>
<b>Total available liquidity reserve</b>	<b>3,828,135</b>	<b>4,048,314</b>
<b>Sources of financing</b>		
Deposits from the public	20,952,413	21,197,981
Subordinated liabilities	345,850	345,509
Tier 1 capital instrument	250,000	250,000
Equity attributable to shareholders	2,666,287	2,529,372
<b>Total sources of financing</b>	<b>24,214,550</b>	<b>24,322,862</b>
<b>Key figures</b>		
Available liquidity reserve / Deposits from the public	18	19
Liquidity coverage ratio, %	335	406
Net Stable Funding ratio, %	111	109

## REGULATORY LIQUIDITY REQUIREMENTS

	31 Mar 2025	31 Dec 2024
<b>Key figures</b>		
Liquidity coverage ratio, %	100	100
Net Stable Funding ratio, %	100	100

<sup>1</sup> According to definition in FFFS 2010:7.

<sup>2</sup> Remaining term are up to 12 month.

<sup>3</sup> Excluding restricted cash and cash equivalents that are not available the next day.

# ASSURANCE BY THE BOARD OF DIRECTORS AND THE CEO

The interim report has not been reviewed by the Company's auditor.

The Board of Directors and the CEO certify that the interim report gives a true and fair overview of the development of the operations, financial position and result of the Parent company and the Group and describes the material risks and uncertainties that the Parent company and the Group faces.

Borås, 13 April 2025

John Brehmer  
*Chairman*

Niklas Johansson

Michael Lindengren

Sara Mindus

Fredrik Oweson

Arti Zeighami

Joakim Jansson  
*President and CEO*

# DEFINITIONS

TF Bank uses Alternative Performance Measures that are not defined in the applicable financial reporting framework (IFRS). The Alternative Performance Measures are used to increase understanding of the Bank's financial performance among readers of the financial statements. Alternative Performance Measures may be calculated in different ways and do not need to be comparable with similar key ratios used by other companies. TF Bank definitions of the Alternative Performance Measures are shown below.

## **ADJUSTED RETURN ON EARNINGS PER SHARE**

Adjusted earnings for the period attributable to the Parent company shareholders divided by the average number of outstanding shares.

## **ADJUSTED RETURN ON EQUITY**

Adjusted earnings for the period attributable to Parent company shareholders divided by average equity attributable to Parent company shareholders.

## **ADJUSTED RETURN ON LOANS TO THE PUBLIC**

Adjusted earnings for the period attributable to Parent company shareholders divided by average lending to the public.

## **CET1 CAPITAL RATIO**

CET1 capital as a percentage of total risk exposure amount.

## **COST/INCOME (C/I) RATIO**

Operating expenses divided by operating income.

## **EARNINGS PER SHARE**

Net profit for the period attributable to the shareholders of the Parent company divided by the average number of outstanding shares.

## **EMPLOYEES (FTE)**

Average number of full-time employees, including employees on parental leave.

## **LIQUIDITY COVERAGE RATIO**

Total net liquidity outflows divided by total high-quality liquid assets.

## **NET LOAN LOSS RATIO**

Net loan losses for the period divided by average loans to the public.

## **NEW LENDING**

New loans (the cash flow) in the period, the amounts have been reduced by returns.

## **NUMBER OF ACTIVE CREDIT CARDS**

All issued cards at the last day of the period with balance above zero or transaction in last twelve months prior to reporting date.

## **OPERATING INCOME MARGIN**

Total operating income for the period divided by average loans to the public.

## **RETURN ON EQUITY**

Net profit for the period attributable to the shareholders of the Parent company as a percentage of equity attributable to the shareholders of the Parent company.

## **RETURN ON LOANS TO THE PUBLIC**

Net profit for the period attributable to the shareholders of the Parent company divided by average loans to the public. For the segments, net profit is calculated using a standard deduction for interest on Tier 1 capital instruments and a standard tax rate.

## **STABLE NET FUNDING RATIO**

Total available stable funding divided by total stable funding requirements.

## **TIER 1 CAPITAL RATIO**

Tier 1 capital, i.e. CET1 capital and Additional Tier 1 capital, as a percentage of total risk exposure amount.

## **TOTAL CAPITAL RATIO**

Own funds as a percentage of the total risk exposure amount.

## **TRANSACTION VOLUME**

The sum of all purchases that go through TF Bank's payment solutions.

## **CONTACTS**

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# RECONCILIATION TABLES

## KEY FIGURES <sup>1</sup>

SEK thousand	Jan-Mar 2025	Jan-Mar 2024	Jan-Dec 2024
<b>Income statement</b>			
<i>Earnings per share, SEK</i>	6.46	5.04	28.06
Net profit for the period attributable to the shareholders of the Parent Company	139,048	108,359	603,220
Average number of outstanding shares, thousands	21,533	21,500	21,500
<b>Key figures <sup>2</sup></b>			
<i>Operating income margin, %</i>	13.2	12.2	12.8
Total operating income, annualised	2,673,980	2,244,080	2,438,516
Average loans to the public	20,242,919	18,334,785	19,068,046
<i>Net loan loss ratio, %</i>	4.6	4.1	4.3
Net loan losses, annualised	926,392	753,704	819,606
Average loans to the public	20,242,919	18,334,785	19,068,046
<i>Cost/Income ratio, %</i>	37.3	40.0	38.3
Total operating expenses	249,040	224,665	934,005
Total operating income	668,495	561,020	2,438,516
<i>Return on equity, %</i>	21.5	22.1	27.2
Net profit for the period attributable to the shareholders of the Parent Company, annualised	556,192	433,436	603,220
Average equity attributable to the shareholders of the Parent Company	2,592,576	1,964,988	2,216,797
<i>Return on loans to the public, %</i>	2.7	2.4	3.2
Net profit for the period attributable to the shareholders of the Parent Company, annualised	556,192	433,436	603,220
Average loans to the public	20,242,919	18,334,785	19,068,046
<b>Adjusted income statement <sup>3</sup></b>			
Adjusted earnings per share, SEK	6.56	5.04	23.23
Adjusted profit for the period attributable to the shareholders of the Parent Company	141,299	108,359	499,481
Average number of outstanding shares, thousands	21,533	21,500	21,500
<b>Adjusted key figures <sup>3</sup></b>			
Adjusted return on equity, %	21.8	22.1	22.5
Adjusted profit for the period attributable to the shareholders of the Parent Company, annualised	565,196	433,436	499,481
Average equity attributable to the shareholder's of the Parent Company	2,592,576	1,964,988	2,216,797
Adjusted return on loans to the public, %	2.8	2.4	2.6
Adjusted profit for the period attributable to the shareholders of the Parent Company, annualised	565,196	433,436	499,481
Average loans to the public	20,242,919	18,334,785	19,068,046

<sup>1</sup> The annualised figure has been calculated by multiplying the quarterly figure by four. The average has been calculated as opening balance plus closing balance, divided by two.

<sup>2</sup> Calculation of capital ratios is shown in Note 9.

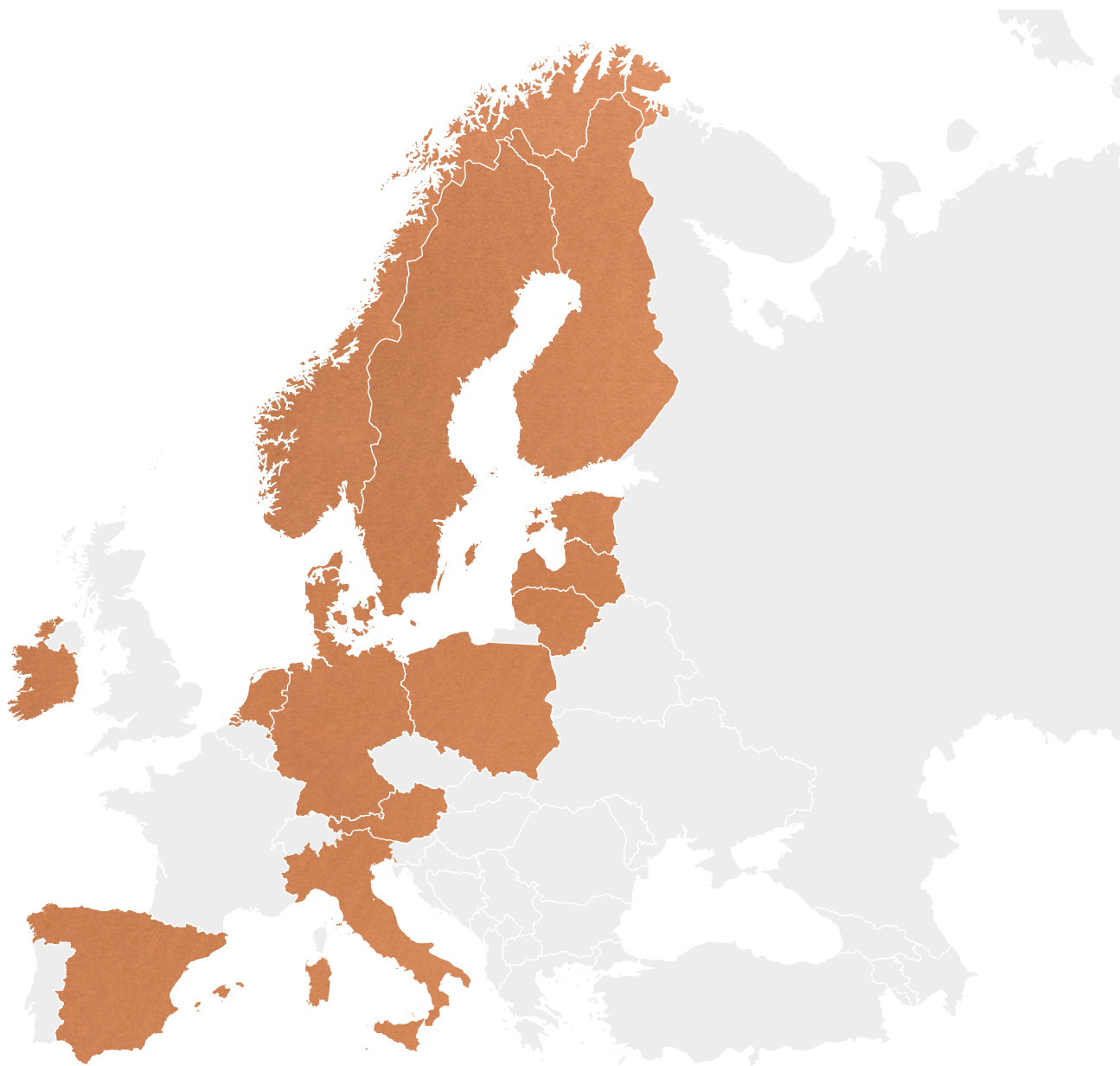
<sup>3</sup> Adjustments for items affecting comparability are related to transactions according to the Share Purchase Agreement with Alektum Holding AB and Erik Selin Fastigheter AB regarding the divestment of 80.1 percent of the shares in the former subsidiary Rediem Capital AB on 20 December 2024.

# REGULATORY KEY METRICS

TEMPLATE "EU KM1 – KEY METRICS TEMPLATE" IS DISCLOSED BELOW AS PER THE TECHNICAL STANDARDS IN THE COMMISSION IMPLEMENTING REGULATION 2021/637.

SEK thousand	31 Mar 2025	31 Dec 2024
<b>Available own funds</b>		
1 Common Equity Tier 1 capital (CET1)	2,518,750	2,354,631
2 Tier 1 capital	2,768,750	2,604,631
3 Total capital	3,114,600	2,950,140
<b>Risk-weighted exposure amount</b>		
4 Total risk exposure amount	17,564,209	17,700,941
<b>Capital ratios (% of risk-weighted exposure amount)</b>		
5 Common Equity Tier 1 ratio, %	14.3	13.3
6 Tier 1 ratio, %	15.8	14.7
7 Total capital ratio, %	17.7	16.7
<b>Additional own funds requirements to address risks other than the risk of excessive leverage (% of risk-weighted exposure amount)</b>		
EU 7a Additional own funds requirements to address risks other than the risk of excessive leverage, %	1.2	1.3
EU 7b - of which, to be made up of CET1 capital, %	0.7	0.7
EU 7c - of which, to be made up of Tier 1 capital, %	0.9	0.9
EU 7d Total SREP own funds requirements, %	9.2	9.3
<b>Combined buffer and overall capital requirement (% of risk-weighted exposure amount)</b>		
8 Capital conservation buffer, %	2.5	2.5
EU 8a Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State, %	N/A	N/A
9 Institution specific countercyclical capital buffer, %	1.2	1.2
EU 9a Systemic risk buffer, %	N/A	N/A
10 Global Systemically Important Institution buffer, %	N/A	N/A
EU 10a Other Systemically Important Institution buffer, %	N/A	N/A
11 Combined buffer requirement, %	3.7	3.7
EU 11a Overall capital requirements, %	12.9	12.9
12 CET1 available after meeting the total SREP own funds requirements, %	9.1	8.1
<b>Leverage ratio</b>		
13 Total exposure measure	26,450,071	26,262,931
14 Leverage ratio, %	10.5	9.9
<b>Additional own funds requirements to address risks of excessive leverage (% of leverage ratio total exposure amount)</b>		
EU 14a Additional own funds requirements to address the risk of excessive leverage, %	N/A	N/A
EU 14b - of which, to be made up of CET1 capital, %	N/A	N/A
EU 14c Total SREP leverage ratio requirements, %	3.0	3.0
<b>Leverage ratio buffer and overall leverage ratio requirement (% of total exposure measure)</b>		
EU 14d Total SREP leverage ratio requirements, %	N/A	N/A
EU 14e Overall leverage ratio requirements, %	3.0	3.0
<b>Liquidity Coverage Ratio</b>		
15 Total high-quality liquid assets (Weighted value – average)	2,006,648	1,798,991
EU 16a Cash outflows – Total weighted value	1,830,001	1,771,891
EU 16b Cash inflows – Total weighted value	1,252,059	1,328,918
16 Total net cash outflows (adjusted value)	577,942	442,973
17 Liquidity coverage ratio, %	347	406
<b>Net Stable Funding Ratio</b>		
18 Total available stable funding	17,727,408	17,626,638
19 Total required stable funding	16,084,560	16,206,901
20 Net Stable Funding ratio, %	110	109

# GEOGRAPHICAL PRESENCE



SHARE OF LOAN PORTFOLIO BY QUARTER

