

Alternative performance measures - Resurs Holding Q2 2016

Certain performance measures in this report used by management and analysts to assess the Group's performance are not prepared in accordance with International Financial Reporting Standards (IFRS). Management believes that these performance measures make it easier for investors to analyse the Group's performance. The reasons for the use of different performance measures, definitions and reconciliation of performance measures against information in the financial statements are provided below. Other companies can define or calculate these measures in different ways. The Group's definitions remain unchanged compared with prior periods.

Performance measures for the banking operations (excluding Insurance)

Since the Group comprises both banking and insurance operations, we follow interest income minus interest expense, operating expenses and operating income and expenses before credit losses for the banking operations separately (meaning excluding Insurance) to provide better understanding of the earnings generation in the banking operations.

Operating income and expenses before credit losses excluding the acquisition of yA Bank

yA Bank was acquired during the fourth quarter of 2015. We follow these performance measures

excluding the acquisition of yA Bank to achieve comparability between operating income and expenses before credit losses. The Group considers these measures to be of relevance to investors who want to understand the Group's earnings generation excluding the investment in yA Bank. The same also applies to the reduction in deposits and the increase in lending to the public excluding yA Bank.

Performance measures for the Group excluding nonrecurring costs related to the IPO.

Nonrecurring costs arose in connection with the IPO. We follow operating profit and net profit for the period excluding nonrecurring costs related to the IPO in order to facilitate understanding of earnings generated by the Group excluding these nonrecurring costs.

Increase in lending to the public excluding exchange-rate effects

We follow increases in local currency to see the actual increase in lending to the public.

Average equity excluding intangible assets

We also evaluate our operations in relation to average equity excluding intangible assets, which comprises adjusted equity that is reduced by goodwill and other intangible assets. This measure is used to evaluate our use of equity.

Reconciliation of alternative performance measures

SEK thousand	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Operating income excl. yA Bank					
Operating income	709,617	582,916	1,386,233	1,137,052	2,371,069
Operating income yA Bank	122,886		234,359		72,539
Operating income excl. yA Bank	586,731	582,916	1,151,874	1,137,052	2,298,530
Operating income excl. Insurance					
Operating income	709,617	582,916	1,386,233	1,137,052	2,371,069
Operating income Insurance	39,143	40,477	81,024	88,295	152,141
Operating income excl. Insurance	670,474	542,439	1,305,209	1,048,757	2,218,928
Net interest inc./exp. excl. Insurance and excl. yA Bank					
Interest income	608,073	485,331	1,186,757	949,434	1,994,686
Interest expense	-55,910	-52,699	-112,522	-119,153	-212,607
Net interest income/expense Insurance	3,759	5,535	8,268	11,422	21,300
Interest income yA Bank	122,489		237,065		78,224
Interest expense yA Bank	-19,618		-37,964		-12,826
Net interest inc./exp. excl. Insurance and excl. yA Bank	445,533	427,097	866,866	818,859	1,695,381
The groups expense before credit losses excl. yA Bank					
The groups expenses before credit losses	-309,824	-291,780	-636,158	-548,633	-1,157,987
Expenses before credit losses yA Bank	-36,612		-69,693		-21,465
The groups expense before credit losses excl. yA Bank	-273,212	-291,780	-566,465	-548,633	-1,136,522

Reconciliation of alternative Performance Measures

SEK thousand	Apr-Jun 2016	Apr-Jun 2015	Jan-Jun 2016	Jan-Jun 2015	Jan-Dec 2015
Expenses before credit losses excl. Insurance					
Expenses before credit losses	-309,824	-291,780	-636,158	-548,633	-1,157,987
Expenses before credit losses Insurance	-20,284	-24,075	-44,663	-44,491	-91,158
Expenses before credit losses excl. Insurance	-289,540	-267,705	-591,495	-504,142	-1,066,829
Operating profit/loss excl. nonrecurring costs and excl. yA Bank					
Operating profit/loss	309,261	204,522	561,935	410,050	838,219
Nonrecurring costs related to the IPO	-13,651		-33,518		-61,693
Nonrecurring costs acquisition of yA Bank		-23,500		-23,500	-42,496
Operating profit/loss excl. nonrecurring costs and excl. yA Bank	322,912	228,022	595,453	433,550	942,408
Net profit for the period excl. nonrecurring costs					
Net profit for the period	239,884	154,584	435,649	312,333	622,209
Nonrecurring costs related to the IPO	-10,648		-26,144		-45,776
Nonrecurring costs acquisition of yA Bank		-17,437		-17,437	-31,532
Net profit for the period excl. nonrecurring costs	250,532	172,021	461,793	329,770	699,517
Average equity excl. intangible assets					
Average equity	5,392,937	3,477,414	5,276,055	3,409,099	4,134,273
Intangible assets	1,824,472	678,647	1,811,411	685,286	1,232,175
Average equity excl. intangible assets	3,568,465	2,798,767	3,464,644	2,723,813	2,902,098
Opening balance lending to the public	18,760,263	13,826,299	18,198,175	13,923,375	13,923,375

SEK thousand	30 Jun 2015- 30 Jun 2016	30 Jun 2014- 30 Jun 2015	31 dec 2014- 31 dec 2015
Reconciliation of increase in lending to the public excluding exchange-rate effects			
Increase lending to the public	5,433,949	1,005,509	4,274,800
FX effects	-21,328	-60,914	-320,652
Increase in lending to the public excluding exchange-rate effects	5,455,277	1,066,423	4,595,452
Reconciliation of increase in lending to the public excluding yA Bank			
Increase lending to the public	5,433,949	1,005,509	4,274,800
Lending to the public yA Bank	4,215,178		3,532,879
Increase in lending to the public excluding yA Bank	1,218,771	1,005,509	741,921
Reconciliation of increase in lending to the public excl. yA Bank and excl.			
Increase lending to the public	5,433,949	1,005,509	4,274,800
Lending to the public yA Bank	4,215,178		3,532,879
Exchange-rate effects	37,005	-60,914	-75,585
Increase in lending to the public excl. yA Bank and excl. exchange-rate effects	1,181,766	1,066,423	817,506
Reconciliation of the change in deposit from the public excl. yA Bank			
Change in deposits from the public	3,893,370	-928,870	456,881
Deposits from the public yA Bank	4,488,855		3,441,300
Change in deposits from the public excl. yA Bank	-595,485	-928,870	-2,984,419