



## Interim Report **January—March 2018**

### 1 January—31 March 2018\*

- Lending to the public rose 16% to SEK 25,134 million
- Operating income increased 8% to SEK 806 million
- Operating profit increased 7% to SEK 345 million
- Earnings per share rose 7% to SEK 1.33
- C/I before credit losses (excl. Insurance) was 40.7% (42.7%)
- The credit loss ratio was 2.1% (1.9%)

**“All in all a strong start to the year, filling us with hope for a continued strong 2018. We are increasing our market shares in a stably growing market.”**

*Kenneth Nilsson, CEO Resurs Holding AB*

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#### ABOUT RESURS HOLDING

Resurs Holding (Resurs), which operates through the subsidiaries Resurs Bank and Solid Försäkring, is the leader in retail finance in the Nordic region, offering payment solutions, consumer loans and niche insurance products. Since its start in 1977, Resurs Bank has established itself as a leading partner for sales-driven payment and loyalty solutions in retail and e-commerce, and Resurs has thus built a customer base of approximately 5.7 million private customers in the Nordics. Resurs Bank has had a banking licence since 2001 and is under the supervision of the Swedish Financial Supervisory Authority. The Resurs Group operates in Sweden, Denmark, Norway and Finland. At the end of the first quarter of 2018, the Group had 754 employees and a loan portfolio of SEK 25.1 billion. Resurs is listed on Nasdaq Stockholm.

\* Certain performance measures provided in this section have not been prepared in accordance with IFRS or the capital adequacy rules, meaning that they are alternative performance measures. Calculations and reconciliation against information in the financial statements of these performance measures are provided on the website under “Financial information.” Definitions of performance measures are provided on page 29. The figures in parentheses refer to 31 March 2017 in terms of financial position, and to the year-earlier period in terms of profit/loss items.

## STATEMENT BY THE CEO

## STRONG START TO 2018 WITH SEVERAL NEW RETAIL FINANCE PARTNERS

We started 2018 with yet another strong quarter. Lending rose 16 per cent to SEK 25.1 billion. Growth was strong in both our banking segments and in all of our markets. Growth picked up again in Norway, although to date at a slightly slower rate and with lower margins than before the new regulations were introduced.

We operate in the Nordic consumer credit market, which grew 9 per cent in 2017 to approximately SEK 760 billion. All markets and segments reported growth and our assessment is that demand will remain high. We are growing faster than the market, meaning that we are capturing market shares.

### New technical solutions led to positive effects

The retail sector is continuing to grow, and is becoming increasingly digital, a trend that has accelerated in recent years. More than 30 per cent of our sales in retail finance were from e-commerce in the first quarter. Many retail finance partners are choosing Resurs Checkout – our e-commerce solution that offers high consumer conversion and has a broad range of different payment options.

As digital advances are made, it is becoming increasingly important to offer payment solutions that can be used regardless of channel. We carried out a test launch of Resurs Checkout in physical stores during the quarter, with excellent results. There is widespread interest for this solution among our retail finance partners. With Resurs Checkout, consumers are able to move easily from a retail finance partner's physical store to the e-commerce store and the other way round. We will continue to develop our omnichannel platform and further advance our positions in 2018.

Digitising processes creates conditions improved and more cost-efficient customers interact. We launched our proprietary credit engine in Norway and Finland in 2017, which generated positive results in the first quarter. The credit engine enables a simpler and more automated application process for customers and provides us with better conditions to analyse and enhance the efficiency of credit lending.

### New partners and merger of yA Bank

We continued to enter into new collaborations with several new retail finance partners during the quarter, most of which operate in the omni-channel. One such new partner is the Danish department store chain Magasin du Nord, which has six stores in Denmark and significant e-commerce. Insurance signed an agreement with Stadium for bicycle insurance, which further strengthens our position in the Swedish bicycle market.

We started work on merging yA Bank during the quarter. The proposed merger enables more efficient utilisation of internal resources, and a broader range of products under the Resurs brand, and optimised capital and liquidity utilisation within the Group. The merger is expected to be completed by the end of 2018.

### A sustainable business model with good control over costs and credit losses

We are sometimes asked about the sustainability of our business model: "It's easy to do good business now, but what will your credit losses be like in a recession?" We have always exercised good control of our credit losses. Our credit losses have been in the range of 2 to 3 per cent since the start of the 1990s and also throughout the two recent financial crises. Credit losses for the quarter amounted to 2.1 per cent. Our customer database of about 5.7 million customers allows for high-quality credit scoring since we hold unique information about customers' payment capacity.

All in all, we saw a strong start to the year, filling us with hope for a continued strong 2018. Profit after tax increased 7 per cent to SEK 265 million, driven by high lending growth and good control over both costs and credit losses. The NBI margin was adversely affected by negative currency effects and investments to increase growth in Norway.

We are increasing our market shares in a stably growing market and creating new growth opportunities through innovative solutions – and we intend to continue to do so going forward.

## LENDING

SEK **25,134** MILLION

## ANNUAL LENDING GROWTH

+**16%**

## NET PROFIT AFTER TAX Q1

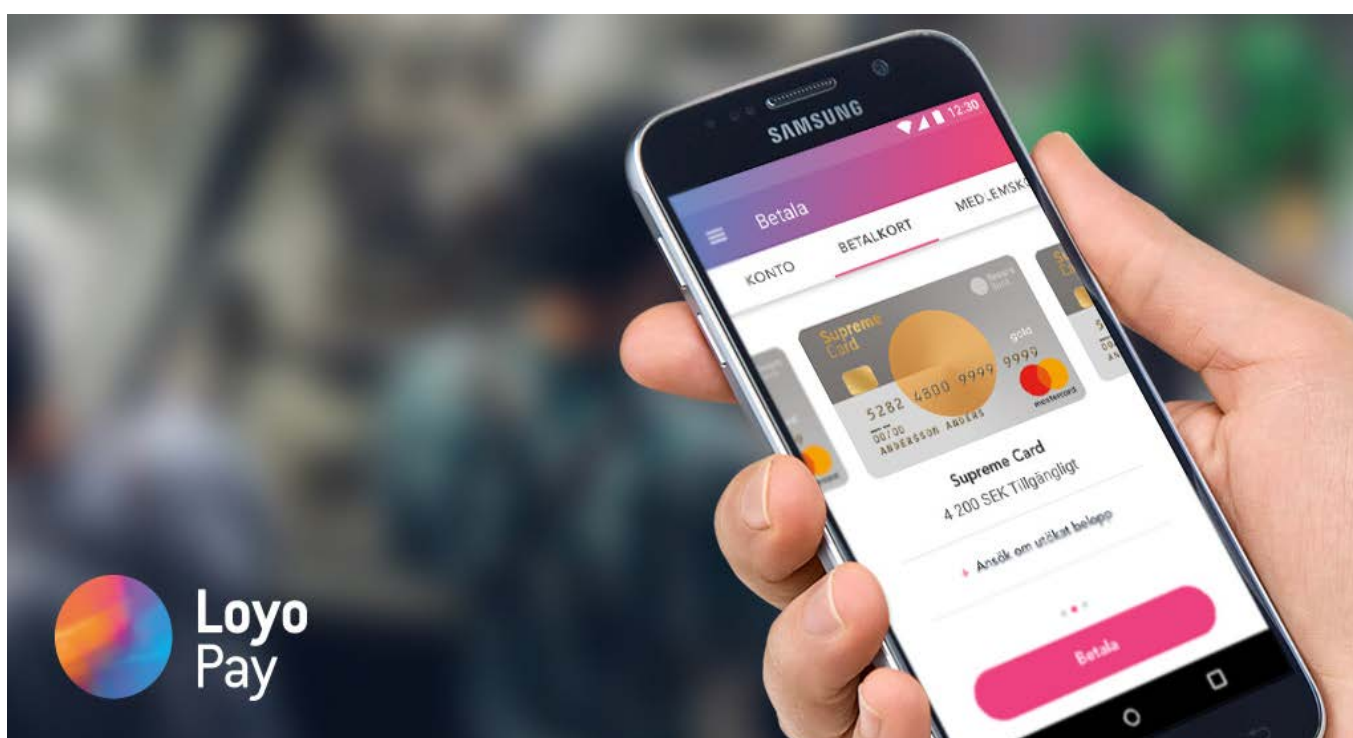
+**7%**

**Kenneth Nilsson,**  
CEO Resurs Holding AB

## PERFORMANCE MEASURES

<i>SEKm unless otherwise specified</i>	Jan-Mar 2018	Jan-Mar 2017	Change	Jan-Dec 2017
Operating income	806	748	8%	3,091
Operating profit*	345	322	7%	1,397
Net profit for the period	265	247	7%	1,080
Earnings per share, SEK	1.33	1.24	7%	5.40
C/I before credit losses, %*	41.3	43.3		41.4
C/I before credit losses (excl. Insurance), %*	40.7	42.7		40.8
Common Equity Tier 1 ratio, %	13.5	13.2		13.6
Total capital ratio, %	15.3	15.2		15.5
Lending to the public	25,134	21,713	16%	24,069
NIM, %*	10.3	10.7		10.6
Risk-adjusted NBI margin, %*	10.4	11.2		11.1
NBI margin, %*	12.5	13.1		12.9
Credit loss ratio, %*	2.1	1.9		1.8
Return on equity excl. intangible assets, (RoTE), %*	25.8	22.8		25.3
Return on equity excl. intangible assets, given a Common Equity Tier 1 ratio of 12.5 per cent and deducted dividend from the capital base, (RoTE), %*	31.3	28.3		30.3

\* Alternative performance measures are performance measures used by management and analysts to assess the Group's performance and are not defined in International Financial Reporting Standards (IFRS) or in the capital adequacy rules. Management believes that the performance measures make it easier for investors to analyse the Group's performance. Calculations and reconciliation against information in the financial statements of the performance measures are provided on the website under "Financial information." Definitions of all performance measures are provided on page 29.



# GROUP RESULTS\*

## FIRST QUARTER 2018, JANUARY—MARCH

### Operating income

The Group's operating income increased 8 per cent to SEK 806 million (748). Net interest income increased 9 per cent to SEK 629 million (576), with interest income amounting to SEK 703 million (637) and interest expense to SEK -74 million (-61). Fee & commission income amounted to SEK 54 million (72) and fee & commission expense to SEK -13 million (-13), resulting in a total net commission for the banking operations of SEK 41 million (59).

Premiums earned, net, in the insurance operations amounted to SEK 200 million (210), while claim costs were SEK -56 million (-67), which is recognised in the item insurance compensation, net. Fee & commission expense in the insurance operations amounted to SEK -57 million (-70). In total, net insurance income increased to SEK 87 million (73). The increase was primarily attributed to streamlining the insurance operations.

Net expense from financial transactions amounted to SEK -13 million (-1), primarily comprising changes in value of investments in interest-bearing securities, equities and exchange-rate differences. Other operating income, mainly comprising remuneration from lending operations, amounted to SEK 61 million (42).

### Operating expenses

The Group's expenses before credit losses increased 3 per cent to SEK -333 million (-324). Personnel expenses rose SEK 20 million to SEK -147 million (-126) year-on-year, mainly a result of the recruitment of new employees in IT. Other general administrative costs fell 5 per cent to SEK -135 million (-141) and other operating expenses fell 13 per cent to SEK -41 million (-48). Viewed in relation to the operations' income, the cost level (excluding Insurance) continued to improve and amounted to 40.7 per cent (42.7 per cent).

Credit losses totalled SEK -128 million (-103) and the credit loss ratio was 2.1 per cent (1.9 per cent). The risk-adjusted NBI margin was 10.4 per cent (11.2 per cent), which is within the Group's financial target of 10 to 12 per cent.

### Profit

Operating profit increased 7 per cent to SEK 345 million (322). Net profit for the quarter amounted to SEK 265 million (247). Tax expense for the quarter amounted to SEK -79 million (-75).



### NET INTEREST INCOME

+ 9%

### C/I RATIO (excl. Insurance)\*

40.7%

### OPERATING PROFIT Q1\*

+ 7%

## FINANCIAL POSITION PER 31 MARCH 2018

Comparative figures for this section refer to year-end 2017, except for cash flow for which comparative figures refer to the year-earlier period.

On 31 March 2018, the Group's financial position was strong, with a capital base of SEK 3,971 million (3,905) in the consolidated situation, comprising the Parent Company, Resurs Holding, and the Resurs Bank Group. The total capital ratio was 15.3 per cent (15.5 per cent) and the Common Equity Tier 1 ratio was 13.5 per cent (13.6 per cent).

Lending to the public amounted to SEK 25,134 million (24,069) on 31 March 2018. The restated comparative figure (according to Note G2) on 1 January 2018 was SEK 23,647 million, which entails an increase of 6 per cent for the quarter and 3 per cent excluding currency effects. Lending to the public on 31 March 2017 totalled SEK 21,713 million, representing a 16 per cent annual increase. This strong growth was driven by both the banking segment and all markets and is well in line with the Group's financial target of lending growth of more than 10 per cent.

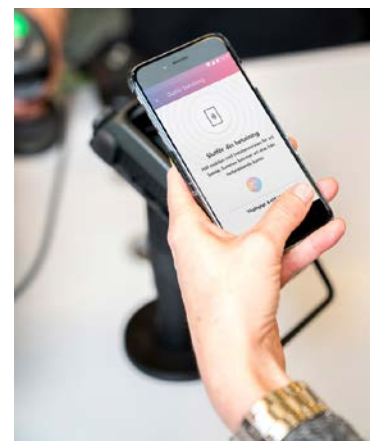
In addition to capital from shareholders, the operations are financed by deposits from the public, the MTN bonds issued and the securitisation of certain loan receivables (ABS financing). The Group's strategy is to actively work with various sources of financing in order to use the most suitable source of financing at any time and to create diversified financing in the long term.

Deposits from the public on 31 March 2018 rose 2 per cent to SEK 18,312 million (18,033). Financing through issued securities totalled SEK 6,874 million (5,597). Liquidity remained healthy and the liquidity coverage ratio (LCR) was 208 per cent (201 per cent) in the consolidated situation. The minimum statutory LCR ratio is 100 per cent. Lending to credit institutions amounted to SEK 2,872 million (2,794) on 31 March 2018. Holdings of treasury and other bills eligible for refinancing, as well as bonds and other interest-bearing securities, totalled SEK 2,841 million (2,578).

Cash flow from operating activities amounted to SEK -1,232 million (-937) for the first quarter. Cash flow from deposits amounted to SEK -63 million (-852) and the net change in investment assets totalled SEK -241 million (199). Cash flow from investing activities for the first quarter totalled SEK 26 million (-14) and cash flow from financing activities was SEK 1,221 million (1,098). Bonds totalling SEK 600 million have been issued under Resurs Bank's MTN programme and ABS financing was expanded by SEK 800 million.

Intangible assets amounted to SEK 1,965 million (1,877), and primarily comprised the goodwill that arose in the acquisition of Finaref in 2014 and yA Bank in 2015.

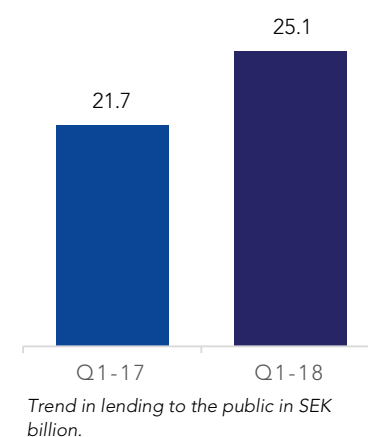
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### TOTAL CAPITAL RATIO

**15.3%**

### LENDING TO THE PUBLIC



### LIQUIDITY COVERAGE RATIO

**208%**

## SEGMENT REPORTING

## RESURS HOLDING'S THREE SEGMENTS

Resurs Holding has divided its operations into three business segments, based on the products and services offered: **Payment Solutions**, **Consumer Loans** and **Insurance**

**Payment Solutions** delivers finance, payment and loyalty solutions that drive retail sales, as well as credit cards to the public. **Consumer Loans** focuses primarily on lending to consumers. **Insurance** includes the wholly owned subsidiary Solid Försäkring, active within consumer insurance. In the first quarter of 2018, Payment Solutions accounted for 42 per cent of the Group's operating income, while Consumer Loans and Insurance accounted for 53 and 5 per cent, respectively.



## PERCENTAGE OF OPERATING INCOME JAN—MAR 2018



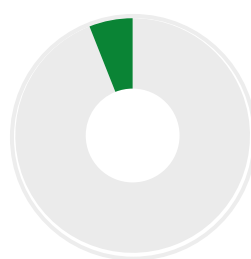
Payment Solutions

42%



Consumer Loans

53%



Insurance

5%



## PAYMENT SOLUTIONS

Strong growth and several new retail finance partners

### FIRST QUARTER 2018, JANUARY—MARCH

Payment Solutions reported strong sales growth in the first quarter of 2018, with more than 30 per cent of sales from e-commerce. Many retail finance partners are choosing Resurs Checkout for its high consumer conversion and broad range of relevant payment options. A test launch of Resurs Checkout was carried out in physical stores during the quarter, with excellent results and widespread interest among existing retail finance partners. Consumers are thus able to move easily from a retail finance partner's physical store to the e-commerce store and the other way round.

The segment continued to enter into new collaborations with several new retail finance partners during the quarter. Most of these operate in the omni-channel, meaning that they can sell their goods and services both online and in physical stores. One such new partner is the Danish department store chain Magasin du Nord, which sells goods in six stores throughout Denmark and also has significant e-commerce. Payment Solutions also expanded its cooperation with companies including Memira and Jaktia. Memira has 40 eye clinics in Sweden, Norway and Denmark and the expanded partnership means that the operations in Sweden are added. Jaktia has been a retail finance partner for several years and is now focusing on expansion in Norway where it will establish some 20 stores.

Digital credit applications were launched in physical stores in Finland during the first quarter, meaning that the service has now been launched in all Nordic countries. By the end of the quarter, about 60 per cent of all credit applications in physical stores were made digitally.

In credit cards, sales displayed a positive trend. Focus remained directed to sales to existing customers via inbound calls, resulting in lower costs and higher efficiency.

On 31 March 2018, lending to the public increased 10 per cent to SEK 9,511 million (8,672), a 7 per cent increase in constant currencies. Growth was mainly driven by higher volumes from existing retail finance partners.

Operating income totalled SEK 337 million (307), up 10 per cent year-on-year, primarily related to increased business volumes.

Operating income less credit losses amounted to SEK 280 million (272). The risk-adjusted NBI margin was 11.9 per cent (12.5 per cent). The decline was primarily attributable to the rising credit loss ratio year-on-year, which was due to the strong increase in sales in the last quarter of 2017 resulting in a higher number of customers with early reminder status, which led to higher provisions.

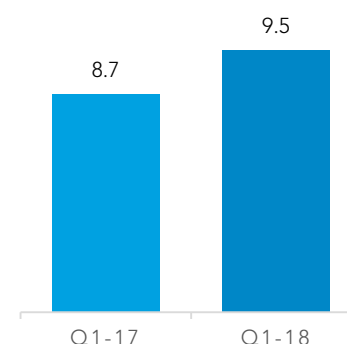


#### ABOUT PAYMENT SOLUTIONS

The Payment Solutions segment is comprised of retail finance and credit cards. Within retail finance, Resurs is the leading partner for sales-driving finance, payment and loyalty solutions in the Nordic region.

Credit cards includes the Resurs credit cards (with Supreme Card being the foremost) as well as cards that enable retail finance partners to promote their own brands.

#### LENDING TO THE PUBLIC



Trend in lending to the public in SEK billion.

### PERFORMANCE MEASURES — PAYMENT SOLUTIONS

SEKm unless otherwise specified	Jan–Mar 2018	Jan–Mar 2017	Change	Jan–Dec 2017
Lending to the public at end of the period	9,511	8,672	10%	9,419
Operating income	337	307	10%	1,268
Operating income less credit losses	280	272	3%	1,115
Risk-adjusted NBI margin, %	11.9	12.5		12.2
Credit loss ratio, %	2.4	1.6		1.7

## CONSUMER LOANS

Highly positive earnings after launch of credit engine

### FIRST QUARTER 2018, JANUARY—MARCH

Consumer Loans started the year with strong lending growth and noted another record-breaking quarter. The strongest trend in absolute terms in Sweden and Norway, while Denmark increased the most measured in per cent. In Denmark, we continued our work on targeting offers to customers outside our own database, which generated positive results.

In Norway, lending growth picked up again after a decline in connection with the introduction of the new rules on 1 October 2017. The effects of the credit engine recently launched in Resurs's branch and yA Bank, representing a positive trend, contributed to the solid growth in Norway.

The credit engine also made a strong contribution to growth in Finland since it began generating effects in autumn 2017. Credit limits in Finland were raised from EUR 30,000 to 40,000, which had a positive impact on lending. The credit engine will be launched in Sweden in the second quarter of 2018 and then in Denmark.

The credit engine is a system that provides a more automated application flow, which has increased the number of granted credits paid. Price is an important factor to customers when selecting a bank, as is the speed of the application process. The credit engine also enhances internal efficiency, for example, double the number of applications are now being processed in Norway with the same staffing levels.

Digitisation of services and offerings remained in focus and the segment saw positive effects of the activities that have been carried out. The "My Credit Rating" service and e-signature function, with the option for Swedish customers to digitally increase their credit limit, continued to report high usage and contributed to increased sales.

On 31 March 2018, lending to the public increased 20 per cent to SEK 15,623 million (13,041), a 17 per cent increase in constant currencies. Operating income increased 10 per cent in the quarter to SEK 434 million (396).

Operating income less credit losses rose 11 per cent to SEK 363 million (328), and the risk-adjusted NBI margin amounted to 9.7 per cent (10.3 per cent). The decline was primarily due to negative currency effects and growth in Norway entailing a mix effect as a result of the credit engine in Resurs Bank's Norwegian branch and lower margins in yA Bank.

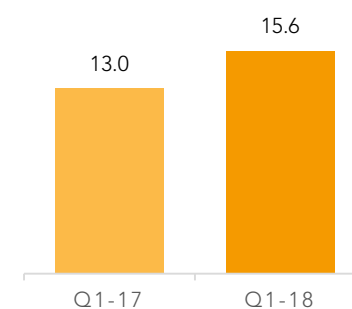


#### ABOUT CONSUMER LOANS

Consumer Loans customers are offered unsecured loans, also known as consumer loans. Consumer loans are normally used to finance larger purchases, extend existing loans or to finance general consumption.

Consumer Loans also helps consumers to consolidate their loans with other banks, in order to reduce their monthly payments or interest expense. Resurs currently holds approximately SEK 15.6 billion in outstanding consumer loans.

#### LENDING TO THE PUBLIC



Trend in lending to the public in SEK billion.

#### PERFORMANCE MEASURES — CONSUMER LOANS

SEKm unless otherwise specified	Jan-Mar 2018	Jan-Mar 2017	Change	Jan-Dec 2017
Lending to the public at end of the period	15,623	13,041	20%	14,650
Operating income	434	396	10%	1,656
Operating income less credit losses	363	328	11%	1,397
Risk-adjusted NBI margin, %	9.7	10.3		10.3
Credit loss ratio, %	1.9	2.1		1.9



# INSURANCE

Solid performance with new partnerships

## FIRST QUARTER 2018, JANUARY—MARCH

Insurance reported a strong start to the year with new and expanded partnerships. The segment also continued its work on increasing the conversion rate for both online and physical stores during the quarter.

In the Product line, bicycle insurance was expanded with the new partner Stadium. The extended partnership, signed in the fourth quarter of 2017, with sports retail chain XXL in Norway was also launched. Insurance already works together with XXL in Sweden and Finland. These new and broader collaborations mean that the segment is strengthening its leading position in the Nordic bicycle industry.

The partnership with the travel agent Ticket was expanded during the quarter and now encompasses all of the more than 50 travel agents in Sweden. The collaboration with Autoexperten was developed during the quarter, entailing an additional 330 workshops, making a total of 770 that will offer Insurance's roadside assistance insurance. This insurance policy increases security for car owners and strengthens Autoexperten's offering to its customers.

Work continued during the quarter on digitising the customer meeting to strengthen communication with consumers and also to make it more cost-efficient.

Premiums earned, net, declined 5 per cent to SEK 200 million (210) in the first quarter. Excluding the discontinued travel-insurance programme in the UK, premiums earned, net, were in line with the year-earlier quarter.

Operating income for the quarter declined 10 per cent to SEK 43 million (47). Both interest income and net income from financial transactions declined year on year.

The technical result increased 31 per cent to SEK 21 million (16) year-on-year, mainly due to increased profitability in the Travel and Security business lines.

Operating profit fell 12 per cent to SEK 20 million (23) year-on-year, which was attributable to the lower return from the finance operations. The total combined ratio improved to 90.3 per cent (93.3 per cent), primarily due to the claims ratio continuing to perform positively and falling to 27.7 per cent (31.9 per cent).

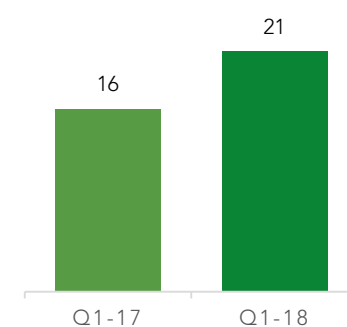


### ABOUT INSURANCE

Non-life insurance is offered within the Insurance segment under the Solid Försäkring brand. The focus is on niche coverage, with the Nordic region as the main market.

Insurance products are divided into four business lines: Travel, Security, Motor and Product. The company partners with leading retail chains in various sectors, and has about 2.3 million customers across the Nordic region.

### TECHNICAL RESULT



Trend in technical result in SEKm

## PERFORMANCE MEASURES — INSURANCE

SEKm unless otherwise specified	Jan-Mar 2018	Jan-Mar 2017	Change	Jan-Dec 2017
Premiums earned, net	200	210	-5%	800
Operating income	43	47	-10%	174
Technical result	21	16	31%	74
Operating profit	20	23	-12%	83
Combined ratio, %	90.3	93.3		91.8

# SIGNIFICANT EVENTS

## JANUARY — MARCH 2018

### Annual Report published and notice of AGM

Resurs published its 2017 Annual Report in March 2018 and the notice of its AGM on 27 April 2018. The Board proposes that the AGM adopt a dividend of SEK 1.80 per share. Including the dividend of SEK 1.50 paid on 3 November 2017, the 2017 dividend amounts to SEK 3.30, which amounts to 61 per cent of earnings per share. The total proposed dividend for the Annual General Meeting to adopt on 27 April 2018 amounts to SEK 360 million. The Resurs share will be traded ex rights from 30 April 2018. The record date is proposed as 2 May 2018 and the dividend will be paid on 7 May 2018. The Board intends to continue paying semi-annual dividends, and plans to convene an Extraordinary General Meeting in the autumn of 2018.

### Resurs Bank intends to carry out an intra-Group cross-border merger with yA Bank

In February 2018, Resurs announced its intention to begin the procedure of merging Resurs Bank with its wholly owned subsidiary yA Bank. The proposed merger enables more efficient utilisation of internal resources and transfer of knowledge, a broader range of products under the Resurs brand and optimised capital and liquidity utilisation within the Resurs Group. The implementation of the merger entails that the regulatory capital requirement is lowered by 0.6 percentage points due to the lower buffer requirement, in absolute terms this corresponds to SEK 160 million. At the same time, the capital ratio was strengthened by 0.3 percentage points due to the decline in currency exposure, corresponding to SEK 70 million.

### Resurs Bank expanded and extended ABS financing

The ABS financing was expanded in January 2018, and a new 18-month revolving period commenced. For Resurs Bank, this means that external financing increased from SEK 2.1 billion to SEK 2.9 billion.

## AFTER THE END OF THE PERIOD

### Resurs Bank and yA Bank in intra-Group merger

The Boards of Resurs Bank and yA Bank decided in April 2018 to approve a joint merger plan and merger statement for a cross-border merger between the companies. The merger is expected to be completed not later than 31 December 2018.

SOME OF RESURS'S NEW  
RETAIL FINANCE PARTNERS  
IN 2018

*Magasin*

memira<sup>®</sup>  
ögonkliniker

Coronaria<sup>®</sup>

Jaktia

Sony Centre

 XL MÖBLER  
TID TIL FORANDRING

norragavel

 BIKEMASTERS

DE ROSA  
— SINCE 1953 —

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## OTHER INFORMATION

### Risk and capital management

The Group's ability to manage risks and conduct effective capital planning is fundamental to its ability to be profitable. The business faces various forms of risk including credit risks, market risks, liquidity risks and operational risks. The Board has established operational policies with the aim of balancing the Group's risk taking, and to limit and control risks. All policies are updated as necessary and revised at least once annually. The Board and CEO are ultimately responsible for the Group's risk management. In general, there have been no significant changes regarding risk and capital management during the period. A more detailed description of the bank's risks, liquidity and capital management is presented in Note G3 Liquidity, Note G4 Capital Adequacy, and in the most recent annual report.

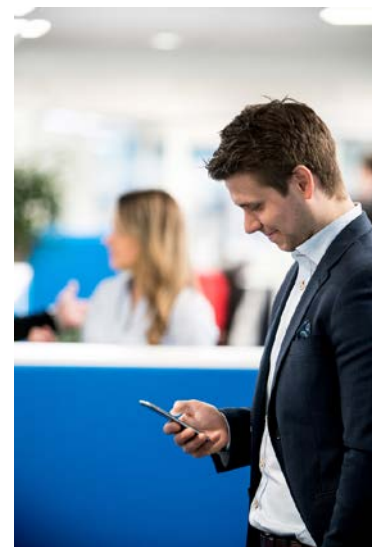
### Information on operations

Resurs Holding AB is a financial holding company. Operating activities are conducted in the wholly owned subsidiaries Resurs Bank AB, with subsidiaries, and Solid Försäkrings AB. Resurs Bank AB conducts banking operations in the Nordic countries. Operations are primarily consumer-oriented and are licensed by the Swedish Financial Supervisory Authority. Consumer lending is subdivided into retail finance loans, consumer loans, MasterCard credit cards, and deposits. Retail finance loans are offered to finance both traditional in-store purchases and online purchases. Operations in Finland are conducted through branch office Resurs Bank AB Suomen sivuliike (Helsinki), operations in Norway through branch office Resurs Bank AB NUF (Oslo), and operations in Denmark through branch office Resurs Bank filial af Resurs Bank (Vallensbæk Strand). In Norway, operations are also conducted via Resurs Bank's subsidiary yA Bank AS since its acquisition in late October 2015.

Solid Försäkring provides non-life insurance products in Sweden, other Nordic countries and, to some extent, other European countries. Solid Försäkring offers traditional speciality insurance.

### Employees

There were 754 full-time working employees within the Group on 31 March 2018, a decline of nine since the end of 2017 and an increase of 23 since 31 March 2017.



NUMBER OF EMPLOYEES

**754**

### Information about the Resurs share

Resurs Holding's share is listed on Nasdaq Stockholm, Large Cap. The final price paid for the Resurs share at the end of the period was SEK 59.

The ten largest shareholders with direct ownership on 31 March 2018 were:	Percentage of share capital
Waldakt AB (Bengtsson family)	28.6%
Cidron Semper Ltd (Nordic Capital)	17.4%
Swedbank Robur Fonder	9.2%
Andra AP-fonden	2.7%
Handelsbanken Fonder	2.5%
SEB Fonder	1.7%
AFA Försäkring	1.6%
Avanza Pension	1.5%
Norges Bank	1.3%
Catea Group AB	1.2%
<b>Total</b>	<b>67.7%</b>



### Financial targets

Financial targets	Target	Outcome Q1
Annual lending growth	more than 10%	16%
Risk-adjusted NBI margin excl. Insurance	about 10 to 12%	10.4%
C/I before credit losses excl. Insurance and adjusted for nonrecurring costs	under 40%	40.7%
Common Equity Tier 1 ratio	more than 12,5%	13.5%
Total capital ratio	more than 15%	15.3%
Return on tangible equity (RoTE) adjusted for nonrecurring costs <sup>1)</sup>	about 30%	31.3%
Dividend	at least 50% of profit for the year	n/a

1) Adjusted for Common Equity Tier 1 of 12.5 per cent and dividends deducted from the capital base for the current year.

### Financial calendar

- **27 April 2018** 2018 Annual General Meeting
- **24 July 2018** Interim report for Jan-Jun 2018
- **6 November 2018** Interim report for Jan-Sep 2018

NEXT REPORT:

**24 July**

## THE BOARD'S ATTESTATION

This interim report has not been audited.

The Board of Directors and the CEO certify that this interim report provides a fair review of the Group's and the Parent Company's operations, financial position and results and describes the significant risks and uncertainties faced by the Parent Company and Group companies.

Helsingborg, 24 April 2018.

Kenneth Nilsson, CEO

Board of Directors,

Jan Samuelson, Chairman of the Board

Martin Bengtsson

Mariana Burenstam Linder

Fredrik Carlsson

Anders Dahlvig

Christian Frick

Lars Nordstrand

Marita Odélius Engström

## SUMMARY FINANCIAL STATEMENTS — GROUP

### Condensed income statement

SEK thousand	Note	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Interest income	G6	703,401	636,658	2,686,820
Interest expense	G6	-74,214	-60,785	-268,156
Fee & commission income		53,863	72,313	233,945
Fee & commission expense, banking operations		-12,664	-13,388	-63,130
Premium earned, net	G7	199,932	210,114	798,339
Insurance compensation, net	G8	-55,586	-67,172	-248,738
Fee & commission expense, insurance operations		-57,422	-69,913	-226,423
Net income/expense from financial transactions		-12,852	-1,187	-8,969
Other operating income	G9	61,077	41,739	187,657
<b>Total operating income</b>		<b>805,535</b>	<b>748,379</b>	<b>3,091,345</b>
General administrative expenses	G10	-281,447	-267,628	-1,065,752
Depreciation, amortisation and impairment of non-current assets		-10,154	-8,585	-35,283
Other operating expenses		-41,320	-47,631	-179,626
<b>Total expenses before credit losses</b>		<b>-332,921</b>	<b>-323,844</b>	<b>-1,280,661</b>
<b>Earnings before credit losses</b>		<b>472,614</b>	<b>424,535</b>	<b>1,810,684</b>
Credit losses, net	G11	-128,089	-102,877	-413,454
<b>Operating profit/loss</b>		<b>344,525</b>	<b>321,658</b>	<b>1,397,230</b>
Income tax expense		-79,359	-74,550	-317,197
<b>Net profit for the period</b>		<b>265,166</b>	<b>247,108</b>	<b>1,080,033</b>
<b>Attributable to Resurs Holding AB shareholders</b>		<b>265,166</b>	<b>247,108</b>	<b>1,080,033</b>
Basic and diluted earnings per share, SEK	G17	1.33	1.24	5.40

### Condensed statement of comprehensive income

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
<b>Net profit for the period</b>	<b>265,166</b>	<b>247,108</b>	<b>1,080,033</b>
<b>Other comprehensive income that will be classified to profit/loss</b>			
Translation differences for the period, foreign operations	128,987	-24,137	-107,179
Hedge accounting <sup>1)</sup>	-42,547	3,560	21,693
Hedge accounting - tax <sup>1)</sup>	9,360	-783	-4,772
<b>Comprehensive income for the period</b>	<b>360,966</b>	<b>225,748</b>	<b>989,775</b>
<b>Attributable to Resurs Holding AB shareholders</b>	<b>360,966</b>	<b>225,748</b>	<b>989,775</b>

<sup>1)</sup> Refers to a hedge of a net investment in a foreign subsidiary and consists of equity at the time for acquisition, given capital contributions and profit since the acquisition. Goodwill are not subject to hedge accounting. Fair value changes of the hedging instruments impact taxable earnings and, in the Group, this tax effect is recognised in Comprehensive income for the period.

## Condensed statement of financial position

SEK thousand	Note	31 Mar 2018	1 Jan 2018 revaluated <sup>1)</sup>	31 Dec 2017	31 Mar 2017
<b>Assets</b>					
Cash and balances at central banks		65,394	61,539	61,539	55,528
Treasury and other bills eligible for refinancing		824,674	842,731	842,731	870,445
Lending to credit institutions		2,872,223	2,794,283	2,794,283	3,435,510
Lending to the public <sup>1)</sup>	G12	25,134,034	23,647,823	24,068,795	21,713,105
Bonds and other interest-bearing securities		2,016,145	1,735,266	1,735,266	1,688,950
Subordinated debt		55,430	35,902	35,902	33,306
Shares and participating interests		85,721	76,368	76,368	70,949
Intangible assets		1,964,867	1,877,167	1,877,167	1,872,890
Property, plant & equipment		63,252	39,954	39,954	45,529
Reinsurers' share in technical provisions		5,894	5,688	5,688	6,086
Other assets <sup>1)</sup>		185,419	269,344	169,404	194,152
Prepaid expenses and accrued income		308,832	224,175	224,175	228,429
<b>TOTAL ASSETS</b>		<b>33,581,885</b>	<b>31,610,240</b>	<b>31,931,272</b>	<b>30,214,879</b>
<b>Liabilities, provisions and equity</b>					
<b>Liabilities and provisions</b>					
Liabilities to credit institutions					35,300
Deposits and borrowing from the public		18,311,587	18,033,013	18,033,013	17,705,087
Other liabilities		1,133,031	1,155,573	1,155,573	1,056,171
Accrued expenses and deferred income		217,221	154,467	154,467	202,666
Technical provisions		465,154	455,123	455,123	431,463
Other provisions <sup>1)</sup>	G13	27,944	24,660	6,951	6,968
Issued securities		6,874,331	5,597,271	5,597,271	4,110,336
Subordinated debt		342,504	340,044	340,044	341,648
<b>Total liabilities and provisions</b>		<b>27,371,772</b>	<b>25,760,151</b>	<b>25,742,442</b>	<b>23,889,639</b>
<b>Equity</b>					
Share capital		1,000	1,000	1,000	1,000
Other paid-in capital		2,087,562	2,088,504	2,088,504	2,088,941
Translation reserve		81,608	-14,192	-14,192	54,706
Retained earnings incl. profit for the period		4,039,943	3,774,777	4,113,518	4,180,593
<b>Total equity</b>		<b>6,210,113</b>	<b>5,850,089</b>	<b>6,188,830</b>	<b>6,325,240</b>
<b>TOTAL LIABILITIES, PROVISIONS AND EQUITY</b>		<b>33,581,885</b>	<b>31,610,240</b>	<b>31,931,272</b>	<b>30,214,879</b>

<sup>1)</sup> Revaluation of Lending to the public, Other assets and Other provisions have been made as of 1 January 2018 due to IFRS 9. For additional information see Note G2.

See Note G14 for information on pledged assets and commitments.

## Condensed statement of changes in equity

SEK thousand	Share capital	Other paid-in capital	Translation reserve	Retained earnings incl. profit for the year	Total equity
<b>Initial equity at 1 January 2017</b>	1,000	2,088,610	76,066	3,933,485	6,099,161
<i>Owner transactions</i>					
Option premium received/repurchased		331			331
Net profit for the year				247,108	247,108
Other comprehensive income for the year			-21,360		-21,360
<b>Equity at 31 March 2017</b>	1,000	2,088,941	54,706	4,180,593	6,325,240
<b>Initial equity at 1 January 2017</b>	1,000	2,088,610	76,066	3,933,485	6,099,161
<i>Owner transactions</i>					
Option premium received/repurchased		-106			-106
Dividends paid				-600,000	-600,000
Dividends according to Extraordinary General Meeting				-300,000	-300,000
Net profit for the year				1,080,033	1,080,033
Other comprehensive income for the year			-90,258		-90,258
<b>Equity at 31 December 2017</b>	1000	2,088,504	-14,192	4,113,518	6,188,830
<b>Initial equity at 1 January 2018 according to IAS 39</b>	1,000	2,088,504	-14,192	4,113,518	6,188,830
Impact of revaluation of credit loss reserves due to IFRS 9 implementation				-438,681	-438,681
Impact of revaluation of credit loss reserves due to IFRS 9 implementation - tax effect				99,940	99,940
<b>Equity at 1 January 2018 according to IFRS 9, adjusted</b>	1,000	2,088,504	-14,192	3,774,777	5,850,089
<b>Initial equity at 1 January 2018</b>	1,000	2,088,504	-14,192	3,774,777	5,850,089
<i>Owner transactions</i>					
Option premium received/repurchased		-942			-942
Net profit for the year				265,166	265,166
Other comprehensive income for the year			95,800		95,800
<b>Equity at 31 March 2018</b>	1,000	2,087,562	81,608	4,039,943	6,210,113

All equity is attributable to Parent Company shareholders.



## Cash flow statement (indirect method)

SEK thousand	Jan-Mar 2018	Jan-Dec 2017	Jan-Mar 2017
Operating profit	344,525	1,397,230	321,658
- of which, interest received	702,005	2,685,979	635,535
- of which, interest paid	-24,129	-266,765	-19,165
Adjustments for non-cash items in operating profit	140,138	459,128	123,379
Tax paid	-209,011	-356,251	-66,566
<b>Cash flow from operating activities before changes in operating assets and liabilities</b>	<b>275,652</b>	<b>1,500,107</b>	<b>378,471</b>
<b>Changes in operating assets and liabilities</b>			
Lending to the public	-891,920	-3,520,949	-715,468
Other assets	-636,304	-170,045	40,620
Liabilities to credit institutions		-1,700	33,600
Deposits and borrowing from the public	-62,944	-316,281	-852,130
Acquisition of investment assets	-522,980	-1,110,747	-136,995
Divestment of investment assets	282,461	1,262,719	336,465
Other liabilities	324,477	275,943	-21,238
<b>Cash flow from operating activities</b>	<b>-1,231,558</b>	<b>-2,080,953</b>	<b>-936,675</b>
<b>Investing activities</b>			
Acquisition of non-current assets	-51,724	-86,165	-14,525
Divestment of non-current assets	77,544	707	297
<b>Cash flow from investing activities</b>	<b>25,820</b>	<b>-85,458</b>	<b>-14,228</b>
<b>Financing activities</b>			
Dividends paid		-900,000	
Issued securities	1,222,079	2,301,863	798,050
Option premium received/repurchased	-942	-106	331
Subordinated debt		300,000	300,000
<b>Cash flow from financing activities</b>	<b>1,221,137</b>	<b>1,701,757</b>	<b>1,098,381</b>
<b>Cash flow for the period</b>	<b>15,399</b>	<b>-464,654</b>	<b>147,478</b>
Cash & cash equivalents at beginning of the year	2,855,822	3,351,128	3,351,128
Exchange rate differences	66,395	-30,652	-7,568
<b>Cash &amp; cash equivalents at end of the period</b>	<b>2,937,616</b>	<b>2,855,822</b>	<b>3,491,038</b>
<b>Adjustment for non-cash items in operating profit</b>			
Credit losses	128,089	413,454	102,877
Depreciation and impairment of property, plant & equipment	10,154	35,283	8,585
Profit/loss tangible assets	-76,974		-155
Profit/loss on investment assets	359	-24,463	-11,638
Change in provisions	12,582	-7,496	-31,345
Adjustment to interest paid/received	49,454	3,246	41,284
Currency effects	14,716	33,705	12,495
Other items that do not affect liquidity	1,758	5,399	1,276
<b>Sum non-cash items in operating profit</b>	<b>140,138</b>	<b>459,128</b>	<b>123,379</b>

Investment assets are comprised of Bonds and other interest-bearing securities, Treasury and other bills eligible for refinancing, Subordinated debt and Shares and participating interest.

Liquid assets are comprised of Lending to credit institutions and Cash and balances at central banks.

SEK thousand	1 Jan 2018	Cash flow	Non cash flow items Accrued acquisition costs	Exchange rate differences	31 Mar 2018
Issued securities	5,597,271	1,222,079	-4,042	59,023	6,874,331
Subordinated debt	340,044			2,460	342,504
<b>Total</b>	<b>5,937,315</b>	<b>1,222,079</b>	<b>-4,042</b>	<b>61,483</b>	<b>7,216,835</b>

# NOTES TO THE CONDENSED FINANCIAL STATEMENTS

## G1. Accounting principles

The Group's interim report has been prepared in accordance with IAS 34 Interim Financial Reporting and with applicable provisions of the Swedish Annual Accounts Act for Credit Institutions and Securities Companies and the Swedish Financial Supervisory Authority's regulations and general guidelines on Annual Reports in Credit Institutions and Securities Companies (FFFS 2008:25), as well as the Swedish Financial Reporting Board's recommendation RFR1, Supplementary Accounting Rules for Corporate Groups.

Except from IFRS 9, see below, no new IFRS or IFRIC interpretations, effective as from 1 January 2018, have had any material impact on the Group. As of the current fiscal year, IFRS 9 Financial Instruments will replace IAS 39 Financial Instruments. For calculating credit loss reserves, IFRS 9 is based on calculating the expected credit losses, as opposed to the previous model based on credit loss events that have occurred.

## G2. Effect of IFRS 9

Explanations of how the transition from previous accounting principles to IFRS 9 impacted the Resurs Holding Group's financial position and

### Summary of effects on statement of financial position

In the condensed statement of financial position, Lending to the public, Other assets and Other provisions were impacted since the credit loss reserves under IFRS 9 are calculated on expected credit losses,

The Parent Company has prepared its year-end report in accordance with the requirements for year-end reports in the Annual Accounts Act (AAA) and the Swedish Financial Reporting Board's recommendation RFR 2, Accounting for Legal Entities. The same accounting and valuation principles were applied as in the latest Annual report.

Additional information about how the new IFRS 9 rules are expected to impact the Group and calculations and expectations regarding Resurs Holding AB can be found in Resurs Holding AB's 2017 Annual Report. All of the Group's accounting principles are described in more detail in the Annual Report.

The interim information on pages 2-32 comprises an integrated component of this financial report.

earnings are provided in the Annual Report published for 2017. The effects are described in the table below.

as opposed to the previous model that was based on credit loss events that have occurred. In the item Other assets, the current tax asset was changed.

SEK thousand	31 Dec 2017 according to earlier accounting principles	Adjustment Lending to the public	Adjustment Current tax asset	Adjustment Other provisions	1 Jan 2018
<b>Assets</b>					
Lending to the public	24,068,795	-420,972			23,647,823
Other assets	169,404		99,940		269,344
<b>Liabilities and provisions</b>					
Other provisions	6,951			17,709	24,660
<b>Equity</b>					
Revaluation of credit loss reserves according to IFRS 9		-420,972	99,940	-17,709	-338,741

### Financial assets and Financial liabilities

Treasury and other bills eligible for refinancing, Bonds and other interest-bearing securities, Subordinated debt together with Shares and participating interests are classified in the same category, Fair Value Through Profit and Loss, under both IAS 39 and IFRS 9. No changes have been made in reported values due to the transition 1 January 2018.

Cash and balances at central banks, Lending to credit institutions, Other assets together with Prepaid expenses and accrued income which were classified as Loan receivables and Account receivables according to IAS 39 have been reclassified as Amortised cost under IFRS 9. No changes have been made in reported values due to the reclassification at the transition 1 January 2018.

Lending to the public was classified as Loan receivables and Account receivables according to IAS 39 and have been reclassified as Amortised cost under IFRS 9. Changes in reported values have been made due to the reclassification and are shown in the table above. The effect in Lending to the public is shown through increased estimated credit reserves, see Note G12, also Other assets and Other provisions have been effected, see the table above.

Deposits and borrowing from the public, Other liabilities, Accrued expenses, Issued securities and Subordinated debt which were classified according to IAS 39 as Other financial liabilities have been reclassified at Amortised cost under IFRS 9. No changes have been made in reported values due to the reclassification at the transition 1 January 2018.

## G3. Liquidity - Consolidated situation

Liquidity risk includes the risk of not being able to meet liquidity commitments without significantly higher costs. The consolidated situation, comprised of the Parent Company Resurs Holding AB and the Resurs Bank AB Group, must maintain a liquidity reserve and have access to an unutilised liquidity margin in the event of irregular or unexpected liquidity flows.

The Group's liquidity risk is managed through policies that specify limits, responsibilities and monitoring and include a contingency plan. The purpose of the contingency plan is to make preparations for various courses of action should the liquidity situation trend unfavourably. The contingency plan includes, among other things, risk indicators and action plans. The Group's liquidity risk is controlled and audited by independent functions.

Liquidity comprises both a liquidity reserve and another liquidity portfolio that is monitored on a daily basis. The main liquidity risk is deemed to arise in the event multiple depositors simultaneously withdraw their deposited funds. An internal model is used to set minimum requirements for the amount of the liquidity reserve, calculated based on deposit volumes, the proportion covered by deposit insurance and relationship to depositors. The model also takes into account the future maturities of issued securities. The Board has stipulated that the liquidity reserve may never fall below SEK 1,200 million. Apart from the liquidity reserve, there is an intraday liquidity requirement of at least 4 per cent of deposits from

the public, or a minimum SEK 600 million. There are also other liquidity requirements regulating and controlling the business. The liquidity reserve, totalling SEK 1,649 million (1,744), is in accordance with Swedish Financial Supervisory Authority regulations on liquidity risk management (FFFS 2010:7) and applicable amendments thereto for the consolidated situation. Accordingly, assets are segregated, unutilised and of high quality. The liquidity reserve largely comprises assets with the highest credit quality rating. In addition to the liquidity reserve, the consolidated situation has other liquid assets primarily comprised of cash balances with other banks. These assets are of high credit quality and total SEK 3,660 million (3,113) for the consolidated situation. Accordingly, total liquidity amounted to SEK 5,309 million (4,857). Total liquidity corresponded to 29 per cent (27 per cent) of deposits from the public. The Group also has unutilised credit facilities of NOK 50 million (50).

Liquidity Coverage Ratio (LCR) for the consolidated situation is reported to the authorities on a monthly basis. The LCR shows the ratio between high qualitative assets and net outflow during a 30-day stressed period. A ratio of 100 per cent means the assets managed the stress test scenario and is also the authority's limit. As at 2018-03-31, the ratio for the consolidated situation is 208 per cent (201 per cent).

All valuations of interest-bearing securities were made at market values that take into account accrued interest.

## Financing - Consolidated situation

A core component of financing efforts is maintaining a well-diversified financing structure with access to several sources of financing. Access to a number of sources of financing means that it is possible to use the most appropriate source of financing at any particular time.

The main type of financing remains deposits from the public. The largest share of deposits is in Sweden, but deposits are also offered in Norway by yA Bank. Deposits, which are analysed on a regular basis, totalled SEK 18,475 million (18,147), whereof in Sweden SEK 12,452 million (12,817) and in Norway SEK 6,023 million (5,330). The lending to the public/deposits from the public ratio for the consolidated situation is 136 per cent (133 per cent).

Resurs Bank has a funding programme for issuing bonds, the programme amounts to SEK 5,000 million (5,000). Within the programme, Resurs Bank has been working successfully to issue bonds on a regular basis and sees itself as an established issuer on the market. Resurs Bank has primarily issued bonds in Sweden but also in Norway. The programme has nine outstanding issues at a nominal amount of SEK 3,450 million (2,850) and NOK 400 million (400).

Of the nine issues, eight are senior unsecured bonds and one issue is a subordinated loan of SEK 300 million.

yA Bank has, outside the programme, issued NOK 600 million (600) in senior unsecured bonds and subordinated debt NOK 40 million (40).

Resurs Bank previously completed a securitisation of loan receivables, a form of structured financing, referred to as Asset Backed Securities (ABS). This took place by transferring loan receivables to Resurs Bank's wholly owned subsidiaries Resurs Consumer Loans 1 Limited. In January 2018 the financing expanded and at 31 March 2018 a total of approximately SEK 3.7 billion in loan receivables had been transferred to Resurs Consumer Loans. The acquisition of loan receivables by Resurs Consumer Loans was financed by an international financial institution. Resurs Bank has, for a period of 18 months (revolving period), the right to continue sale of certain additional loan receivables to Resurs Consumer Loans. Resurs Bank and Resurs Consumer Loans have provided security for the assets that form part of the securitisation. At the balance sheet date, the external financing amounted to SEK 2.9 billion (2.1) of the ABS financing.

## Summary of liquidity – Consolidated situation

SEK thousand	31 Mar 2018	31 Dec 2017	31 Mar 2017
<b>Liquidity reserve as per FFFS 2010:7 definition</b>			
Securities issued by sovereigns	50,326	48,268	73,971
Securities issued by municipalities	643,494	664,222	667,149
Lending to credit institutions	139,000	183,000	98,000
Bonds and other interest-bearing securities	815,885	848,957	901,276
<b>Summary Liquidity reserve as per FFFS 2010:7</b>	<b>1,648,705</b>	<b>1,744,447</b>	<b>1,740,396</b>
<b>Other liquidity portfolio</b>			
Cash and balances at central banks	65,394	61,539	55,528
Lending to credit institutions	2,706,829	2,443,075	3,177,863
Bonds and other interest-bearing securities	887,646	608,096	494,690
<b>Total other liquidity portfolio</b>	<b>3,659,869</b>	<b>3,112,710</b>	<b>3,728,081</b>
<b>Total liquidity portfolio</b>	<b>5,308,574</b>	<b>4,857,157</b>	<b>5,468,477</b>
<b>Other liquidity-creating measures</b>			
Unutilised credit facilities	53,130	50,055	52,060

In evaluating liquid assets for LCR reporting, the following assessment of liquid asset quality is made before each value judgement in accordance with the EU Commission's delegated regulation (EU) 575/2013.

SEK thousand	31 Mar 2018	31 Dec 2017	31 Mar 2017
Liquid assets, Level 1	1,312,296	1,215,652	1,034,483
Liquid assets, Level 2	822,973	649,904	539,711
<b>Total liquid assets</b>	<b>2,135,269</b>	<b>1,865,556</b>	<b>1,574,194</b>
<b>LCR measure</b>	<b>208%</b>	<b>201%</b>	<b>182%</b>

Stress tests are carried out on a regular basis to ensure that there is liquidity in place for circumstances that deviate from normal conditions. One recurring stress test is significant outflows of deposits from the public.

Additional information on the Group's management of liquidity risks is available in the Group's 2017 Annual report.

## G4. Capital adequacy - Consolidated situation

Capital requirements are calculated in accordance with European Parliament and Council Regulation EU 575/2013 (CRR) and Directive 2013/36 EU (CRD IV). The Directive was incorporated via the Swedish Capital Buffers Act (2014:966), and the Swedish Financial Supervisory Authority's (SFS) regulations regarding prudential requirements and capital buffers (FFFS 2014:12). The capital requirement calculation below comprises the statutory minimum capital requirement for credit risk, credit valuation adjustment risk, market risk and operational risk.

The regulatory consolidation (known as "consolidated situation") comprises the Resurs Bank AB Group and its Parent Company Resurs Holding AB.

The combined buffer requirement for the consolidated situation comprises a capital conservation buffer requirement and a countercyclical capital buffer requirement. The capital conservation buffer requirement amounts to 2.5 per cent of the risk-weighted assets. The countercyclical capital buffer requirement is weighted according to geographical requirements, which amounts to 2 per cent of the risk-weighted assets for Swedish and Norwegian exposures of the risk-weighted assets.

A 3 per cent systemic risk buffer is included in the capital requirement for the Norwegian subsidiary at an individual level, although not in the combined buffer requirement for the consolidated situation. The Group currently does not need to take into account a buffer requirement for its other business areas in Denmark and Finland. However, a Danish countercyclical capital buffer requirement of 0.5 per cent will apply from 31 March 2019.

The consolidated situation calculates the capital requirement for credit risk, credit valuation adjustment risk, market risk and operational risk. Credit risk is calculated by applying the standardised method under which the asset items of the consolidated situation are weighted and divided between 17 different exposure classes. The total risk-weighted exposure amount is multiplied by 8 per cent to obtain the minimum capital requirement for credit risk. The basic indicator method is used to calculate the capital requirement for operational risk. Under this method, the capital requirement for operational risks is 15 per cent of the income indicator (meaning average operating income for the past three years). Three different credit rating companies are used to calculate the bank's capital base requirement for bonds and other interest-bearing securities. These are: Standard & Poor's, Moody's and Fitch.

Resurs Bank has applied to the Swedish Financial Supervisory Authority for permission to apply the transition rules decided at EU level in December 2017. Under the transition rules, a gradual phase-in of the effect of IFRS 9 on capital adequacy is permitted, regarding both the effect of the transition from IAS 39 as at 1 January 2018 and the effect on the reporting date that exceeds the amount when IFRS 9 is first applied to category 1 and category 2. The phase-in period is as follows:

2018: 5%  
2019: 10%  
2020: 15%  
2021: 20%  
2022: 25%  
2023: 25%

### Capital base

SEK thousand	31 Mar 2018	31 Dec 2017	31 Mar 2017
<b>Tier 1 capital</b>			
Equity, Group	5,944,945	5,108,797	6,078,132
Net profit for the year, Group	265,166	1,080,033	247,108
Proposed dividend	-360,000	-360,000	-600,000
Foreseeable dividend	-165,000		-150,000
Equity deducted in the consolidated situation	-539,190	-516,631	-517,178
Net profit, which is deducted in the consolidated situation	-12,335	-23,470	-18,488
<b>Equity, consolidated situation (adjusted for proposed/foreseeable dividend)</b>	<b>5,133,586</b>	<b>5,288,729</b>	<b>5,039,574</b>
<i>Adjustments according to transition rules IFRS 9:</i>			
Initial revaluation effect, net 95 %	321,804		
Dynamic effect category 1 and 2, net 95 %	13,440		
Less:			
Additional value adjustments	-2,398	-2,211	-2,201
Intangible assets	-1,934,207	-1,846,399	-1,839,146
Deferred tax asset	-8,569	-8,171	-4,363
Shares in subsidiaries	-100	-100	-100
<b>Total Common Equity Tier 1 capital</b>	<b>3,523,556</b>	<b>3,431,848</b>	<b>3,193,764</b>
<b>Total Tier 1 capital</b>	<b>3,523,556</b>	<b>3,431,848</b>	<b>3,193,764</b>
<b>Tier 2 capital</b>			
Dated subordinated loans	447,066	473,231	482,282
<b>Total Tier 2 capital</b>	<b>447,066</b>	<b>473,231</b>	<b>482,282</b>
<b>Total capital base</b>	<b>3,970,622</b>	<b>3,905,079</b>	<b>3,676,046</b>

## Capital requirement

SEK thousand	31 Mar 2018		31 Dec 2017		31 Mar 2017	
	Risk-weighted exposure amount	Capital requirement <sup>1)</sup>	Risk-weighted exposure amount	Capital requirement <sup>1)</sup>	Risk-weighted exposure amount	Capital requirement <sup>1)</sup>
Exposures to institutions	180,475	14,438	146,633	11,731	123,467	9,877
Exposures to corporates	321,455	25,716	346,486	27,719	207,751	16,620
Retail exposures	17,223,133	1,377,851	16,446,397	1,315,712	14,933,853	1,194,708
Exposures in default	2,196,350	175,708	1,806,015	144,481	1,605,596	128,448
Exposures in the form of covered bonds	81,487	6,519	84,801	6,784	93,142	7,451
Exposures to institutions and companies with short-term credit rating	460,483	36,839	373,659	29,893	527,315	42,185
Exposures in the form of units or shares in collective investment undertakings (funds)	76,868	6,149	65,265	5,221	83,861	6,709
Equity exposures	80,038	6,403	79,978	6,398	80,017	6,401
Other items	311,159	24,893	243,081	19,446	275,230	22,018
<b>Total credit risks</b>	<b>20,931,448</b>	<b>1,674,516</b>	<b>19,592,315</b>	<b>1,567,385</b>	<b>17,930,232</b>	<b>1,434,417</b>
<b>Credit valuation adjustment risk</b>	<b>6,894</b>	<b>552</b>	<b>4,948</b>	<b>396</b>	<b>16,652</b>	<b>1,332</b>
<b>Market risk</b>						
Currency risk	0	0	472,850	37,828	1,447,100	115,768
<b>Operational risk</b>	<b>5,096,823</b>	<b>407,746</b>	<b>5,096,823</b>	<b>407,746</b>	<b>4,720,126</b>	<b>377,610</b>
<b>Total riskweighted exposure and total capital requirement</b>	<b>26,035,165</b>	<b>2,082,814</b>	<b>25,166,936</b>	<b>2,013,355</b>	<b>24,114,110</b>	<b>1,929,127</b>

<sup>1)</sup> Capital requirement information is provided for exposure classes that have exposures.

## Capital ratio and capital buffers

	31 Mar 2018	31 Dec 2017	31 Mar 2017
Common Equity Tier 1 ratio, %	13.5	13.6	13.2
Tier 1 ratio, %	13.5	13.6	13.2
Total capital ratio, %	15.3	15.5	15.2
Common Equity Tier 1 capital requirement incl. buffer requirement, %	8.6	8.6	8.5
- of which, capital conservation buffer requirement, %	2.5	2.5	2.5
- of which, countercyclical buffer requirement, %	1.6	1.6	1.5
Common Equity Tier 1 capital available for use as buffer, %	7.3	7.5	7.2

## Leverage ratio

The leverage ratio is a non-risk-sensitive capital requirement defined in Regulation (EU) no 575/2013 of the European Parliament and of the Council. The ratio states the amount of equity in relation to the bank's total assets including items that are not recognised in the balance sheet and is calculated by the Tier 1 capital as a percentage of the total

exposure measure. The bank currently has a reporting requirement to the Swedish Financial Supervisory Authority but no decision has yet been made regarding a quantitative requirement for the level of the leverage ratio. A quantitative requirement of 3 per cent is expected to be adopted.

SEK thousand	31 Mar 2018	31 Dec 2017	31 Mar 2017
Tier 1 capital	3,523,556	3,431,848	3,193,764
Leverage ratio exposure	33,400,940	31,916,576	30,188,313
Leverage ratio, %	10.5	10.8	10.6

## G5. Segment reporting

The Group CEO is the chief operating decision maker for the Group. Management has established segments based on the information that is dealt with by the Board of Directors and used as supporting information for allocating resources and evaluating results. The Group CEO assesses the performance of Payment Solutions, Consumer Loans and Insurance.

The Group CEO evaluates segment development based on net operating income less credit losses, net. The Insurance segment is evaluated at the operating profit/loss level, as this is part of the segment's responsibility. Segment reporting is based on the same principles as those used for the consolidated financial statements.

### Jan-Mar 2018

SEK thousand	Payment Solutions	Consumer Loans	Insurance	Intra-Group adjustment	Total Group
Interest income	258,897	442,982	3,011	-1,489	703,401
Interest expense	-25,878	-49,813	-12	1,489	-74,214
Provision income	77,758	26,203		-50,098	53,863
Fee & commission expense, banking operations	-12,664				-12,664
Premium earned, net			200,314	-382	199,932
Insurance compensation, net			-55,586		-55,586
Fee & commission expense, insurance operations			-102,773	45,351	-57,422
Net income/expense from financial transactions	-5,390	-5,057	-2,215	-190	-12,852
Other operating income	43,851	19,703		-2,477	61,077
<b>Total operating income</b>	<b>336,574</b>	<b>434,018</b>	<b>42,739</b>	<b>-7,796</b>	<b>805,535</b>
<i>of which, internal <sup>1)</sup></i>	25,273	26,003	-43,480	-7,796	0
Credit losses, net	-56,771	-71,318			-128,089
<b>Operating income less credit losses</b>	<b>279,803</b>	<b>362,700</b>	<b>42,739</b>	<b>-7,796</b>	<b>677,446</b>
Expenses excl. credit losses <sup>2)</sup>			-22,403		
<b>Operating profit, Insurance <sup>3)</sup></b>			<b>20,336</b>		

### Jan-Mar 2017

SEK thousand	Payment Solutions	Consumer Loans	Insurance	Intra-Group adjustment	Total Group
Interest income	237,822	396,595	3,678	-1,437	636,658
Interest expense	-21,669	-40,520	-33	1,437	-60,785
Fee & commission income	76,369	31,645		-35,701	72,313
Fee & commission expense, banking operations	-13,388				-13,388
Premium earned, net			210,493	-379	210,114
Insurance compensation, net			-67,172		-67,172
Fee & commission expense, insurance operations			-105,614	35,701	-69,913
Net income/expense from financial transactions	-4,973	-2,190	5,976		-1,187
Other operating income	33,046	10,057	4	-1,368	41,739
<b>Total operating income</b>	<b>307,207</b>	<b>395,587</b>	<b>47,332</b>	<b>-1,747</b>	<b>748,379</b>
<i>of which, internal <sup>1)</sup></i>	18,283	17,349	-33,885	-1,747	0
Credit losses, net	-34,861	-68,016			-102,877
<b>Operating income less credit losses</b>	<b>272,346</b>	<b>327,571</b>	<b>47,332</b>	<b>-1,747</b>	<b>645,502</b>
Expenses excl. credit losses <sup>2)</sup>			-24,148		
<b>Operating profit, Insurance <sup>3)</sup></b>			<b>23,184</b>		

## Jan-Dec 2017

SEK thousand	Payment Solutions	Consumer Loans	Insurance	Intra-Group adjustment	Total Group
Interest income	990,683	1,688,524	13,495	-5,882	2,686,820
Interest expense	-93,783	-180,099	-156	5,882	-268,156
Fee & commission income	297,029	109,724		-172,808	233,945
Fee & commission expense, banking operations	-63,130				-63,130
Premium earned, net			800,443	-2,104	798,339
Insurance compensation, net			-248,738		-248,738
Fee & commission expense, insurance operations			-399,231	172,808	-226,423
Net income/expense from financial transactions	-12,372	-4,959	8,362		-8,969
Other operating income	149,950	43,225	16	-5,534	187,657
<b>Total operating income</b>	<b>1,268,377</b>	<b>1,656,415</b>	<b>174,191</b>	<b>-7,638</b>	<b>3,091,345</b>
of which, internal <sup>1)</sup>	98,552	73,908	-164,822	-7,638	0
Credit losses, net	-153,683	-259,771			-413,454
<b>Operating income less credit losses</b>	<b>1,114,694</b>	<b>1,396,644</b>	<b>174,191</b>	<b>-7,638</b>	<b>2,677,891</b>
Expenses excl. credit losses <sup>2)</sup>			-91,301		
<b>Operating profit, Insurance <sup>3)</sup></b>			<b>82,890</b>		

<sup>1)</sup> Inter-segment revenues mostly comprise mediated payment protection insurance, but also remuneration for Group-wide functions that are calculated according to the OECD's guidelines on internal pricing.

<sup>2)</sup> Reconciliation of Expenses excl. credit losses against income statement.

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
<b>As per segment reporting</b>			
Expenses excl. credit losses as regards Insurance segment	-22,403	-24,148	-91,301
<b>Not broken down by segment</b>			
Expenses excl. credit losses as regards banking operations	-310,518	-299,696	-1,189,360
<b>Total</b>	<b>-332,921</b>	<b>-323,844</b>	<b>-1,280,661</b>
<b>As per income statement</b>			
General administrative expenses	-281,447	-267,628	-1,065,752
Depreciation, amortisation and impairment of tangible and intangible assets	-10,154	-8,585	-35,283
Other operating expenses	-41,320	-47,631	-179,626
<b>Total</b>	<b>-332,921</b>	<b>-323,844</b>	<b>-1,280,661</b>

<sup>3)</sup> Reconciliation of Operating profit against income statement.

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
<b>As per segment reporting</b>			
Operating profit, Insurance	20,336	23,184	82,890
<b>Not broken down by segment</b>			
Operating profit as regards banking operations	324,189	298,474	1,314,340
<b>Total</b>	<b>344,525</b>	<b>321,658</b>	<b>1,397,230</b>
<b>As per income statement</b>			
Operating profit	344,525	321,658	1,397,230
<b>Total</b>	<b>344,525</b>	<b>321,658</b>	<b>1,397,230</b>

## Assets

Assets monitored by the Group CEO refer to Lending to the public.

## Lending to the public

SEK thousand	Payment Solutions	Consumer Loans	Insurance	Total Group
31 Mar 2018	9,511,318	15,622,716		25,134,034
1 Jan 2018	9,270,137	14,377,686		23,647,823
31 Dec 2017	9,419,131	14,649,664		24,068,795
31 Mar 2017	8,672,415	13,040,690		21,713,105

## G6. Net interest income/expense

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
<b>Interest income</b>			
Lending to credit institutions	1,228	543	3,234
Lending to the public	700,695	633,904	2,675,921
Interest-bearing securities	1,478	2,211	7,665
<b>Total interest income</b>	<b>703,401</b>	<b>636,658</b>	<b>2,686,820</b>
<b>Interest expense</b>			
Liabilities to credit institutions <sup>1)</sup>	-1,707	1,909	-2,568
Deposits and borrowing from the public	-55,005	-50,344	-211,175
Issued securities	-14,122	-9,351	-40,790
Subordinated debt	-3,205	-2,839	-13,266
Other liabilities	-175	-160	-357
<b>Total interest expense</b>	<b>-74,214</b>	<b>-60,785</b>	<b>-268,156</b>
<b>Net interest income/expense</b>	<b>629,187</b>	<b>575,873</b>	<b>2,418,664</b>

<sup>1)</sup> Positive due to resolved reserve.

## G7. Premium earned, net

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Premium earned	199,038	194,329	842,826
Premiums for specified reinsurance	-6,933	-5,670	-25,124
Change in provision for unearned premiums and unexpired risks	7,508	23,098	-16,137
Reinsurers' share in change in provision for unearned premiums and unexpired risks	319	-1,643	-3,226
<b>Total premium earned, net</b>	<b>199,932</b>	<b>210,114</b>	<b>798,339</b>

## G8. Insurance compensation, net

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Claims paid, gross	-48,418	-70,796	-256,374
Less reinsurance share	1,861	2,329	9,184
<b>Total claims paid, net</b>	<b>-46,557</b>	<b>-68,467</b>	<b>-247,190</b>
Change in provision for losses incurred and reported, gross	-4,318	6,708	15,399
Less reinsurance share	-229		1,208
<b>Total change in provision for losses incurred and reported, net</b>	<b>-4,547</b>	<b>6,708</b>	<b>16,607</b>
Change in provision for losses incurred but not reported (IBNR), gross	377	-65	988
<b>Total change in provision for losses incurred but not reported (IBNR), net</b>	<b>377</b>	<b>-65</b>	<b>988</b>
Operating expenses for claims adjustment, gross	-4,944	-5,472	-19,659
Less reinsurance share	85	124	516
<b>Total operating expenses for claims adjustment, net</b>	<b>-4,859</b>	<b>-5,348</b>	<b>-19,143</b>
<b>Total insurance compensation, net</b>	<b>-55,586</b>	<b>-67,172</b>	<b>-248,738</b>

## G9. Other operating income

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Other income, lending to the public	40,602	39,679	151,875
Other operating income	20,475	2,060	35,782
<b>Total operating income</b>	<b>61,077</b>	<b>41,739</b>	<b>187,657</b>



## G10. General administrative expenses

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Personnel expenses	-146,682	-126,390	-535,334
Postage, communication and notification expenses	-30,768	-36,663	-140,083
IT expenses	-47,352	-41,579	-159,178
Cost of premises	-10,927	-9,561	-40,377
Consultant expenses	-19,564	-27,836	-70,403
Other	-26,154	-25,599	-120,377
<b>Total general administrative expenses</b>	<b>-281,447</b>	<b>-267,628</b>	<b>-1,065,752</b>

## G11. Credit losses

SEK thousand	Jan-Mar 2017	Jan-Dec 2017
<b>Individually assessed loan receivables under IAS 39</b>		
Write-offs of stated credit losses for the period	-560	-3,379
Recoveries of previously confirmed credit losses	7	2,236
Transfer/reversal of provision for credit losses on utilised limit	-255	5,387
<b>Net result of individually assessed loan receivables for the period</b>	<b>-808</b>	<b>4,244</b>
<b>Collectively assessed loan receivables under IAS 39</b>		
Write-offs of stated credit losses for the period	-24,180	-110,750
Recoveries of previously confirmed credit losses	5,626	18,092
Transfers/reversal of provision for credit losses	-83,515	-325,040
<b>Net cost of collectively assessed homogeneous groups of loan receivables</b>	<b>-102,069</b>	<b>-417,698</b>
<b>Net cost of credit losses for the period</b>	<b>-102,877</b>	<b>-413,454</b>

SEK thousand	Jan-Mar 2018
<b>Credit losses under IFRS 9</b>	
Write-offs of stated credit losses for the period	-33,269
Recoveries of previously confirmed credit losses	4,877
Transfer/reversal of provision for credit losses on utilised limit	-97,323
Transfer/reversal of provision for credit losses on unutilised limit	-2,374
<b>Net cost of credit losses for the period</b>	<b>-128,089</b>

## G12. Lending to the public and doubtful receivables

SEK thousand	31 Mar 2018	1 Jan 2018	31 Dec 2017	31 Mar 2017
Retail sector	27,346,756	25,664,838	25,664,838	23,169,633
Corporate sector	347,880	371,258	371,258	293,086
<b>Total lending to the public, gross</b>	<b>27,694,636</b>	<b>26,036,096</b>	<b>26,036,096</b>	<b>23,462,719</b>
Category 1	20,287,180	19,364,496		
Category 2	3,172,092	2,830,968		
Category 3	4,235,364	3,840,632		
<b>Total lending to the public, gross</b>	<b>27,694,636</b>	<b>26,036,096</b>	<b>26,036,096</b>	<b>23,462,719</b>
<b>Less provision for anticipated credit losses under IAS 39</b>			<b>-1,967,301</b>	<b>-1,749,614</b>
<b>Less provision for anticipated credit losses under IFRS 9</b>				
Category 1	-179,796	-180,890		
Category 2	-341,791	-322,150		
Category 3	-2,039,015	-1,885,233		
<b>Total anticipated credit losses</b>	<b>-2,560,602</b>	<b>-2,388,273</b>	<b>-1,967,301</b>	<b>-1,749,614</b>
Category 1	20,107,384	19,183,606		
Category 2	2,830,301	2,508,818		
Category 3	2,196,349	1,955,399		
<b>Total net lending to the public</b>	<b>25,134,034</b>	<b>23,647,823</b>	<b>24,068,795</b>	<b>21,713,105</b>
<b>Doubtful receivables under IAS 39</b>				
Gross doubtful receivables for which interest is not entered as income until payment is made			3,850,501	3,249,788
Provision for anticipated credit losses			-1,967,301	-1,749,614
<b>Doubtful receivables, net</b>	<b>0</b>	<b>0</b>	<b>1,883,200</b>	<b>1,500,174</b>

### G13. Other provisions

SEK thousand	31 Mar 2018	1 Jan 2018	31 Dec 2017	31 Mar 2017
Reporting value at the beginning of the period	24,660	6,951	6,988	6,988
Provision made during the period	2,417	17,709	236	45
Exchange rate differences	867		-273	-65
<b>Total</b>	<b>27,944</b>	<b>24,660</b>	<b>6,951</b>	<b>6,968</b>
Provision of credit reserves, unutilised limit, category 1	12,855	12,151		
Provision of credit reserves, unutilised limit, category 2	7,779	5,558		
Provision of credit reserves, unutilised limit, category 3				
Other provisions	7,310	6,951	6,951	6,968
<b>Reported value at the end of the period</b>	<b>27,944</b>	<b>24,660</b>	<b>6,951</b>	<b>6,968</b>

### G14. Pledged assets, contingent liabilities and commitments

SEK thousand	31 Mar 2018	31 Dec 2017	31 Mar 2017
<b>Collateral pledged for own liabilities</b>			
Lending to credit institutions	482,724	204,909	90,000
Lending to the public <sup>1)</sup>	3,604,370	2,653,185	2,645,436
Assets for which policyholders have priority rights <sup>2)</sup>	513,814	551,886	553,861
Restricted bank deposits <sup>3)</sup>	30,526	28,354	25,922
<b>Total collateral pledged for own liabilities</b>	<b>4,631,434</b>	<b>3,438,334</b>	<b>3,315,219</b>
<b>Contingent liabilities</b>			
Guarantees	1,563	1,563	480
<b>Total contingent liabilities</b>	<b>1,563</b>	<b>1,563</b>	<b>480</b>
<b>Other commitments</b>			
Unutilised credit facilities granted	27,038,424	26,348,967	25,615,791

<sup>1)</sup> Refers to securitisation.

<sup>2)</sup> Policy holder's rights consists of assets covered by the policyholder privilege SEK 973,075 thousand (1,001,321) and technical provisions, net SEK -459,261 thousand (-449,435).

<sup>3)</sup> As at 31 March 2018, SEK 25,721 thousand (24,615) refers to reserve requirement account at the Bank of Finland and SEK 781 thousand (1,814) in tax account at Norwegian bank DNB.

### G15. Related-party transactions

Resurs Holding AB, corporate identity number 556898-2291, is owned at 31 March 2018 to 28.6 per cent by Waldakt AB and to 17.4 per cent by Cidron Semper Ltd (Nordic Capital). Of the remaining owners, no single owner holds 20 per cent or more.

There have not been any significant changes to key persons since publication of the 2017 annual report. Companies with significant influence through direct or indirect ownership of the Resurs Group also have controlling or significant influence of Ellos

Group AB and NetOnNet AB, with which the Resurs Group conducted significant transactions during the period. Normal business transactions conducted during the period between the Resurs Group and these related companies are presented below. The Parent Company only conducted transactions with Group companies.

Transaction costs in the table refer to market-rate compensation for the negotiation of credit to related companies' customers.

#### Related-party transactions, significant influence

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Processing fees	-112,866	-116,342	-456,231
Interest expense – deposits and borrowing from the public	-1,942	-1,621	-6,884
Fee & commission income	9,201	9,159	36,846
Fee & commission expense	-11,137	-12,241	-46,024
General administrative expenses	-5,749	-5,972	-28,316
<b>SEK thousand</b>	<b>31 Mar 2018</b>	<b>31 Dec 2017</b>	<b>31 Mar 2017</b>
Other assets	6,585	9,194	5,201
Deposits and borrowing from the public	-1,194,373	-1,325,083	-962,212
Other liabilities	-96,640	-104,040	-80,495

#### Transactions with key persons

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Interest expense – deposits and borrowing from the public	-65	-114	-438
<b>SEK thousand</b>	<b>31 Mar 2018</b>	<b>31 Dec 2017</b>	<b>31 Mar 2017</b>
Deposits and borrowing from the public	-30,828	-67,992	-67,026

## G16. Financial instruments

SEK thousand	31 Mar 2018		31 Dec 2017		31 Mar 2017	
	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount	Fair value
<b>Assets</b>						
Cash and balances at central banks	65,394	65,394	61,539	61,539	55,528	55,528
Treasury and other bills eligible for refinancing	824,674	824,674	842,731	842,731	870,445	870,445
Lending to credit institutions	2,872,223	2,872,223	2,794,283	2,794,283	3,435,510	3,435,510
Lending to the public	25,134,034	26,212,150	24,068,795	24,649,899	21,713,105	22,283,423
Bonds and other interest-bearing securities	2,016,145	2,016,145	1,735,266	1,735,266	1,688,950	1,688,950
Subordinated loans	55,430	55,430	35,902	35,902	33,306	33,306
Shares and participating interests	85,721	85,721	76,368	76,368	70,949	70,949
Derivatives	81	81	33,577	33,577	65,023	65,023
Derivatives instruments hedge accounting			7,397	7,397		
Other assets	95,023	95,023	101,064	101,064	100,069	100,069
Accrued income	95,750	95,750	32,277	32,277	28,171	28,171
<b>Total financial assets</b>	<b>31,244,474</b>	<b>32,322,590</b>	<b>29,789,199</b>	<b>30,370,303</b>	<b>28,061,056</b>	<b>28,631,374</b>
Intangible assets	1,964,867		1,877,167		1,872,890	
Tangible assets	63,252		39,954		45,529	
Other non-financial assets	309,292		224,952		235,405	
<b>Total assets</b>	<b>33,581,885</b>		<b>31,931,272</b>		<b>30,214,880</b>	

SEK thousand	31 Mar 2018		31 Dec 2017		31 Mar 2017	
	Carrying amount	Fair value	Carrying amount	Fair value	Carrying amount	Fair value
<b>Liabilities</b>						
Liabilities to credit institutions					35,300	35,300
Deposits and borrowing from the public	18,311,587	18,311,173	18,033,013	18,032,632	17,705,087	17,705,926
Derivatives	285,906	285,906	103,646	103,646	19,930	34,280
Derivatives instruments hedge accounting	35,455	35,455			14,350	
Other liabilities	563,634	563,634	610,528	610,528	551,747	551,747
Accrued expenses	182,949	182,949	127,788	127,788	175,498	175,498
Issued securities	6,874,331	6,923,419	5,597,271	5,620,835	4,110,335	4,138,209
Subordinated debt	342,504	356,886	340,044	352,678	341,648	345,495
<b>Total financial liabilities</b>	<b>26,596,366</b>	<b>26,659,422</b>	<b>24,812,290</b>	<b>24,848,107</b>	<b>22,953,895</b>	<b>22,986,455</b>
Provisions	27,944		6,951		6,968	
Other non-financial liabilities	747,464		923,201		928,776	
Equity	6,210,111		6,188,830		6,325,241	
<b>Total equity and liabilities</b>	<b>33,581,885</b>		<b>31,931,272</b>		<b>30,214,880</b>	

For current receivables, current liabilities and variable-rate deposits, the carrying amount reflects the fair value.

## Financial assets and liabilities at fair value

SEK thousand	31 Mar 2018			31 Dec 2017			31 Mar 2017		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
<b>Financial assets at fair value through profit or loss:</b>									
Treasury and other bills eligible for refinancing	824,674			842,731			870,445		
Bonds and other interest-bearing securities	2,016,145			1,735,266			1,688,950		
Subordinated loans	55,430			35,902			33,306		
Shares and participating interests	84,682		1,039	75,389		979	69,931		1,018
Derivatives		81			33,577			65,023	
<b>Total</b>	<b>2,980,931</b>	<b>81</b>	<b>1,039</b>	<b>2,689,288</b>	<b>33,577</b>	<b>979</b>	<b>2,662,632</b>	<b>65,023</b>	<b>1,018</b>
<b>Financial liabilities at fair value through profit or loss:</b>									
Derivatives		-285,906			-103,646			-34,280	
<b>Total</b>	<b>0</b>	<b>-285,906</b>	<b>0</b>	<b>0</b>	<b>-103,646</b>	<b>0</b>	<b>0</b>	<b>-34,280</b>	<b>0</b>

**Changes in level 3**

SEK thousand	Jan-Mar 2018	Jan-Dec 2017	Jan-Mar 2017
<b>Shares and participating interests</b>			
Opening balance	979	1,039	1,039
Exchange-rate fluctuations	60	-60	-21
<b>Closing balance</b>	<b>1,039</b>	<b>979</b>	<b>1,018</b>

**Determination of fair value of financial instruments****Level 1**

Listed prices (unadjusted) on active markets for identical assets or liabilities.

**Level 2**

Inputs that are observable for the asset or liability other than listed prices included in Level 1, either directly (i.e., as price quotations) or indirectly (i.e., derived from price quotations).

**Level 3**

Inputs for the asset or liability that are not based on observable market data (i.e., unobservable inputs).

**Financial instruments measured at fair value for disclosure purposes**

The carrying amount of variable rate deposits and borrowing from the public is deemed to reflect fair value.

For fixed rate deposits and borrowing from the public, fair value is calculated based on current market rates, with the initial credit spread for deposits kept constant. Fair value has been classified as level 2.

Fair value of subordinated debt is calculated based on valuation at the listing marketplace. Fair value has been classified as level 1.

Fair value of issued securities (MTN) is calculated based on the listing marketplace. Fair value has been classified as level 1.

For issued securities (ABS), fair value is calculated by assuming that duration ends at the close of the revolving period. Fair value has been classified as level 3.

The fair value of the portion of lending that has been sent to debt recovery and purchased non-performing consumer loans is calculated by discounting calculated cash flows at the estimated market interest rate instead of at the original effective interest rate. Fair value has been classified as level 2.

The carrying amount of current receivables and liabilities and variable rate loans is deemed to reflect fair value.

**Transfer between levels**

There has not been any transfer of financial instruments between the levels.

**Financial assets and liabilities that are offset or subject to netting agreements**

Derivative agreement has been made under the ISDA agreement. The amounts are not offset in the statement of financial position. Most of the derivatives at 31 March 2018 were covered by the ISDA Credit Support Annex, which means that collateral is obtained and provided in the form of bank deposits between the parties.

Assets for the derivative agreements total to SEK 0 million (41), while liabilities total SEK 321 million (104). Collateral corresponding to SEK 319 million (61) was provided and SEK 0 million (0) was received that had a net effect of SEK 319 million (61) on loans to credit institutions and liabilities to credit institutions total 0 million (0).

**G17. Earnings per share**

Basic earnings per share is calculated by dividing the profit attributable to Parent Company shareholders by the weighted average number of ordinary shares outstanding during the period.

During the January - March 2018 period, there were a total of 200,000,000 with a quotient value of SEK 0.005 (0.005).

	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Net profit for the period, SEK thousand	265,166	247,108	1,080,033
Average number of outstanding shares during the period	200,000,000	200,000,000	200,000,000
Earnings per share, SEK	1.33	1.24	5.40

## DEFINITIONS

In addition to the financial definitions under IFRS and the Capital adequacy rules, Alternative Performance Measures are used to describe the development of the underlying business and increase the

comparability of the periods. Definitions and calculations can be found on the website under Financial informations.

### C/I before credit losses, %

Expenses before credit losses in relation to operating income.

### C/I before credit losses (excl. Insurance), %

Expenses before credit losses exclusive of the Insurance segment in relation to operating income exclusive of the Insurance segment.

### Capital base

The sum of Tier 1 capital and Tier 2 capital.

### Claims ratio, %

Insurance compensation in relation to premium earned.

### Combined ratio, %

The sum of insurance compensation and operating expenses as a percentage of premium earned.

### Common Equity Tier 1 ratio, %

Common Tier 1 capital in relation to risk-weighted amount as per the Swedish Financial Supervisory Authority's directive; see Note G4.

### Credit loss ratio, %

Net credit losses in relation to the average balance of loans to the public.

### Earnings per share, SEK

Net income attributable to shareholders in relation to average number of shares.

### Lending to the public

Total lending to the public less reserves for expected credit losses.

### Lending to the public, excl. exchange rate differences

Total lending to the public in local currency, excl. exchange rate differences.

### NBI margin, %

Operating income exclusive of the Insurance segment in relation to the average balance of loans to the public.

### Net interest income/expense (excl. Insurance)

Interest income less interest expenses less interest income and expenses Insurance segment, see note G6.

### Operating income (excl. Insurance)

Operating income less operating income Insurance segment, see Note G5.

### NIM, %

Interest income less interest expense exclusive of the Insurance segment in relation to the average balance of loans to the public.

### Premium earned, net

Premium earned, net is calculated as the sum of premium income and the change in unearned premiums after deduction of reinsurers' share. Premium earned, net refers to revenue received by an insurance company for providing insurance coverage during a specific period.

### Return on equity excl. intangible assets, (RoTE), %

Net profit for the period as a percentage of average equity less intangible assets.

### Return on equity excl. intangible assets, given 12.5%

### Common Equity Tier 1 ratio (RoTE), %

Net profit for the period as a percentage of average equity less intangible assets when the Common Equity Tier 1 ratio level is 12.5%.

### Risk adjusted NBI margin, %

NBI margin adjusted for credit loss ratio.

### Technical result

Premium earned, net minus claims- and operation expenses net including allocated investment return transferred from non-technical account and other technical income.

### Tier 1 capital

The sum of Common Equity Tier 1 capital and other Tier 1 capital.

### Tier 2 capital

Mainly subordinated loans that cannot be counted as Tier 1 capital.

### Total capital ratio, %

Total capital in relation to risk-weighted amount as per the Swedish Financial Supervisory Authority's directive; see Note G4.

## PARENT COMPANY

### Income statement

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
Net sales	5,333	4,112	20,050
<b>Total operating income</b>	<b>5,333</b>	<b>4,112</b>	<b>20,050</b>
Personnel expenses	-4,811	-4,974	-17,506
Other external expenses	-5,014	-4,480	-32,695
Depreciation, amortisation and impairment of non-current assets	-43	-58	-276
<b>Total operating expenses</b>	<b>-9,868</b>	<b>-9,512</b>	<b>-50,477</b>
<b>Operating profit</b>	<b>-4,535</b>	<b>-5,400</b>	<b>-30,427</b>
Earnings from participations in Group companies			660,000
Other interest income and similar profit/loss items		1	
Interest expense and similar profit/loss items	-15	-131	-372
<b>Total profit/loss from financial items</b>	<b>-15</b>	<b>-130</b>	<b>659,628</b>
<b>Profit/loss after financial items</b>	<b>-4,550</b>	<b>-5,530</b>	<b>629,201</b>
Appropriations			56,000
Tax on profit for the period	996	1,361	-4,885
<b>Net profit for the period</b>	<b>-3,554</b>	<b>-4,169</b>	<b>680,316</b>

### Statement of comprehensive income

SEK thousand	Jan-Mar 2018	Jan-Mar 2017	Jan-Dec 2017
<b>Net profit for the period</b>	<b>-3,554</b>	<b>-4,169</b>	<b>680,316</b>
Other comprehensive income that will be reclassified to profit or loss			
<b>Comprehensive income for the period</b>	<b>-3,554</b>	<b>-4,169</b>	<b>680,316</b>
<b>Attributable to Resurs Holding AB shareholders</b>	<b>-3,554</b>	<b>-4,169</b>	<b>680,316</b>

## Balance sheet

SEK thousand	31 Mars 2018	31 Dec 2017	31 Mars 2017
<b>Assets</b>			
<b>Non-current assets</b>			
Property, plant & equipment	14	57	275
<b>Financial assets</b>			
Participations in Group companies	2,053,390	2,053,390	2,053,390
<b>Total non-current assets</b>	<b>2,053,404</b>	<b>2,053,447</b>	<b>2,053,665</b>
<b>Current assets</b>			
<b>Current receivables</b>			
Receivables from Group companies	363,804	419,651	546,284
Current tax assets			2,827
Other current receivables	324	969	419
Prepaid expenses and accrued income	732	379	2,201
<b>Total current receivables</b>	<b>364,860</b>	<b>420,999</b>	<b>551,731</b>
Cash and bank balances	52,568	2,021	86,406
<b>Total current assets</b>	<b>417,428</b>	<b>423,020</b>	<b>638,137</b>
<b>TOTAL ASSETS</b>	<b>2,470,832</b>	<b>2,476,467</b>	<b>2,691,802</b>
<b>Equity and liabilities</b>			
<b>Equity</b>			
<b>Restricted equity</b>			
Share capital	1,000	1,000	1,000
<b>Non-restricted equity</b>			
Share premium reserve	1,785,613	1,785,613	2,073,934
Profit or loss brought forward	680,316		611,679
Net profit for the period	-3,554	680,316	-4,169
<b>Total non-restricted equity</b>	<b>2,462,375</b>	<b>2,465,929</b>	<b>2,681,444</b>
<b>Total equity</b>	<b>2,463,375</b>	<b>2,466,929</b>	<b>2,682,444</b>
<b>Provisions</b>			
Other provisions	288	261	171
<b>Current liabilities</b>			
Trade payables	215	1,641	1,930
Liabilities to group companies	509	338	335
Current tax liabilities	2,164	3,694	614
Other current liabilities	754	531	
Accrued expenses and deferred income	3,527	3,073	6,308
<b>Total current liabilities</b>	<b>7,169</b>	<b>9,277</b>	<b>9,187</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>2,470,832</b>	<b>2,476,467</b>	<b>2,691,802</b>

## Statement of changes in equity

SEK thousand	Share capital	Share premium reserve	Retained earnings	Profit/loss for the year	Total equity
<b>Initial equity at 1 January 2017</b>	<b>1,000</b>	<b>2,073,620</b>	<b>112,806</b>	<b>498,873</b>	<b>2,686,299</b>
<i>Owner transactions</i>					
Option premium received		314			314
Appropriation of profits according to resolution by Annual General Meeting			498,873	-498,873	0
Net profit for the year				-4,169	-4,169
<b>Equity at 31 March 2017</b>	<b>1,000</b>	<b>2,073,934</b>	<b>611,679</b>	<b>-4,169</b>	<b>2,682,444</b>
<b>Initial equity at 1 January 2017</b>	<b>1,000</b>	<b>2,073,620</b>	<b>112,806</b>	<b>498,873</b>	<b>2,686,299</b>
<i>Owner transactions</i>					
Option premium received		314			314
Dividends paid			-600,000		-600,000
Dividends according to Extraordinary General Meeting		-288,321	-11,679		-300,000
Appropriation of profits according to resolution by Annual General Meeting			498,873	-498,873	0
Net profit for the year				680,316	680,316
<b>Equity at 31 December 2017</b>	<b>1,000</b>	<b>1,785,613</b>	<b>0</b>	<b>680,316</b>	<b>2,466,929</b>
<b>Initial equity at 1 January 2018</b>	<b>1,000</b>	<b>1,785,613</b>	<b>0</b>	<b>680,316</b>	<b>2,466,929</b>
Net profit previous year			680,316	-680,316	0
Net profit for the year				-3,554	-3,554
<b>Equity at 31 March 2018</b>	<b>1,000</b>	<b>1,785,613</b>	<b>680,316</b>	<b>-3,554</b>	<b>2,463,375</b>

## Pledged assets, contingent liabilities and commitments

The company has no pledged assets. According to the Board's assessment, the company has no contingent liabilities.

## For additional information, please contact:

Kenneth Nilsson, CEO, kenneth.nilsson@resurs.se; +46 42 382000  
 Peter Rosén, CFO, peter.rosen@resurs.se; +46 736 564934  
 Sofie Tarring, IR Officer, sofie.tarring@resurs.se; +46 736 443395

## Resurs Holding AB

Ekslingan 9, Väla Norra  
 Box 222 09  
 250 24 Helsingborg

Phone: +46 42 382000  
 E-mail: resursholding@resurs.se  
 www.resursholding.se