

Year-end report

January–December 2021

During the quarter

October–December

Distribution and listing of Solid Försäkring

The shares in the Solid Försäkringsaktiebolag were distributed to Resurs Holding's shareholders during the period and Solid was listed on Nasdaq Stockholm on 1 December 2021. Earnings for the quarter largely comprise a nonrecurring effect of SEK 482 million from the distribution of the Solid shares. This report describes only Resurs Holding's continuing operations (banking operations) both in the figures presented and in the comparative figures, unless otherwise stated.

+8%

Lending growth

SEK 925 million

Net profit for the year, continuing operations

SEK 1.31 PER SHARE

Proposed cash dividend for second half of 2021

16.3%

Total capital ratio
(Regulatory requirement 12 %)



“Yet another year in the wake of the pandemic has passed and we can summarise not only an eventful 2021 in general for Resurs but also a fourth and final quarter featuring increased growth in lending and a favourable sales trend in all markets. During the quarter, we successfully distributed and listed Solid Försäkring on Nasdaq Stockholm. A clear valuation difference applies for insurance and niche banking, while at the same time the initiative created the preconditions for both companies to increase their focus on developing their respective operations.”

Nils Carlsson, CEO Resurs Holding AB

Year-end report 2021

1 October–31 December 2021*

- Lending to the public rose 8% to SEK 33,347 million, up 6% in constant currencies.
- Operating income fell 7% to SEK 753 million, excluding nonrecurring items last year the decline was 8%.
- C/I before credit losses was 44.7% (48.2%), excluding nonrecurring items last year (40.3%).
- The credit loss ratio improved to 2.1% (2.5%).
- Operating profit increased 9% to SEK 244 million, excluding nonrecurring items last year operating profit fell 17%.
- Earnings per share rose 34% to SEK 1.11 per share (0.83), before and after dilution, excluding nonrecurring items the decline was 22%.

1 January–31 December 2021*

- Lending to the public rose 8% to SEK 33,347 million, up 6% in constant currencies.
- Operating income fell 9% to SEK 3,069 million, excluding nonrecurring items last year the decline was 10%.
- C/I before credit losses was 42.0% (40.6%), excluding nonrecurring items last year (38.8%).
- The credit loss ratio improved to 2.0% (2.7), excluding nonrecurring items 2.3% (2.5%).
- Operating income fell 2% to SEK 1,136 million (1,157). Excluding nonrecurring items last year, operating profit fell 18%.
- Earnings per share rose 8% to SEK 4.54 per share (4.20), before and after dilution. Excluding nonrecurring items, the decline was 16%.
- The Board proposes that the 2022 Annual General Meeting resolve on a dividend of SEK 1.31 per share. Together with the dividend in autumn 2021, this corresponds to a dividend of SEK 4.31 per share. Of the dividend of SEK 4.31, SEK 2.27 per share corresponds to 50% of the 2021 net profit for continuing operations, SEK 0.24 per share corresponds to 50% of the net profit for discontinued operations less listing costs, and SEK 1.80 per share corresponds to the dividend related to 2020.

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Resurs Society

Resurs is a part of society, and influences it. With this, comes responsibility. As part of raising our ambitions as a partner of society and maintaining a rapid pace in our sustainability activities, we launched Resurs Society in autumn 2021, which will include starting the following initiatives:

- Educational activities aimed at young people and first-time borrowers;
- Online financial training for customers to learn more about taking out loans or purchasing products on repayment plans;
- Developed support and proactive initiatives for consumers who have payment difficulties;
- 50% reduction in direct climate impact by 2030 as well as starting to climate compensate from 2022 for Resurs's expected impact and ensuring that this direct impact from our operations is climate-neutral.

Our partners

We partner with a wide variety of major brands and help them prepare flexible payment options to make shopping easier.



Statement by the CEO

2021 was the beginning of a historic transformation journey for Resurs

The start of a historic transformation journey. We can summarise not only an eventful 2021 in general for Resurs but also a fourth and final quarter featuring increased growth in lending and a favourable sales trend in all markets. The launch of our partnership with digital travel giant Nordic Leisure Travel Group AB entered into the next phase during the quarter. This means that brands such as Ving and Tjäreborg can offer their customers the opportunity to pay both by invoice and by installment now that the travel industry is picking up again. Black Week, which generated more sales for us than ever before, also contributed to an increase in sales across the Nordics.

We launched the Resurs Consumer Report 2021 in the fourth quarter. It is based on a Nordic consumer survey carried out by Kantar Sifo and describes how consumers perceive and make use of consumer loans and credits in the form of installment plans and purchases by invoice. The report showed that consumer loans are more used for long-term investments that raise the quality of life than for short-term consumption, which is confirmation that responsible credit lending, which is at the heart of our business, plays a decisive and important role for the individual and the sustainable society at large.

+8%

Growth in lending year-on-year

Continuing growth in all markets. We saw healthy growth in both of our segments in the fourth quarter and the loan portfolio increased a total of 8 per cent year-on-year to SEK 33.3 billion. At the end of September, the loan portfolio had increased 4 per cent and we noted positive growth in all of our geographic markets. This was gratifying confirmation that our focused efforts together with the market recovery after the pandemic restrictions have generated positive results.

Operating income for the quarter declined 8 per cent excluding nonrecurring items last year to SEK 753 million. The relatively lower income compared with last year was mainly due to lower lending and margins in Norway, lower interest income in Denmark, and mix effects in Payment Solutions.

Expenses increased 2 per cent excluding nonrecurring items last year mainly due to higher IT costs as a result of the development of our digital customer interface. The C/I ratio increased 44.7 per cent as a result of lower income. Naturally, we are not satisfied with a C/I ratio at this level and efforts to enhance efficiency in the company are fully under way. The target of achieving a C/I ratio of 35 per cent over 3–5 years is a key milestone for us in the ongoing transformation journey.

The credit loss ratio continued to improve as a result of the high underlying credit quality of the loan portfolio and customer payment patterns remained stable. In total, operating profit increased 9 per cent year-on-year, but excluding nonrecurring items, operating profit fell 17 per cent as a result of lower income.

2.1%

Credit loss ratio Q4 2021

Distribution and listing of Solid Försäkring. During the quarter, an Extraordinary General Meeting resolved to distribute Solid Försäkring on the basis of a Lex Asea distribution, and on 1 December 2021 Solid was listed on Nasdaq Stockholm. Shareholders in Resurs Holding received shares in Solid. Ten shares in Resurs carried entitlement to one share in Solid Försäkring. The initiative was carried out to create value for shareholders in both the long and short terms. A clear valuation difference applies for insurance and niche banking, while at the same time the initiative created the preconditions for both companies to increase their focus on developing their respective operations. In this report, we present Resurs Holding's continuing operations unless otherwise stated.

Focusing on sustainable partnerships and growth. In Payment Solutions we noted a positive sales trend since an increasing number of industries and countries have recovered after the pandemic lockdowns. Black Week, which generated more sales than ever before, also contributed to an increase in sales across the Nordics. We can see that certain industries and our larger partners are continuing to perform strongly, which negatively impacts our margin trend.



During the quarter, we initiated a partnership with Albie, which provides customers with charging boxes at a fixed package price for charging electric and hybrid cars at home. This is an important example of how we are providing opportunities for more people to make bigger and climate-smart purchases and dividing the cost over time so that it suits their private finances.

Growth in Consumer Loans also remained positive in all markets. The growth in lending in the Norwegian market stabilised during the third quarter and increased in Q4. The trend of a large share of customers in Norway ending their loans in advance has started to turn yet remains too high levels. We will also launch loans with collateral during the quarter, known as priority loans, up to a maximum of NOK 600 thousands.

+8%

Growth in lending in Norway since
mid-year 2021.

In January 2022, Resurs received a decision from the Danish Financial Supervisory Authority that entailed a correction to the process for collecting data for the "left to live on" calculation. The decision is expected to impact new lending in Denmark, particularly in the first quarter before the new process becomes more automated. Resurs does not share the Financial Supervisory Authority's assessment and intends to appeal the decision.

Core banking system developing according to plan. The process of developing our new core banking system is progressing according to plan. In the recent period, focus was mainly on setting requirements together with the global cloud-based platform supplier Intellect Design Arena, one of the leading suppliers of financial core banking systems in the world. The implementation is not only a unique milestone for Resurs – we will also be the first in the Nordics with a cloud-based core banking system. It will guarantee quicker development processes for our services to our customers and partners, and thus enhance the customer experience.

The implementation will take place country by country and the plan is for Norway to be the first market to receive the new banking system. The next step is initiating the development process ahead of the Norwegian implementation. As previously announced, the investment will mainly be capitalised in the balance sheet, which means that the earnings effect is limited to the implementation phase, after which the net effects will be positive. However, cash flow will be impacted on an ongoing basis.

Customer insight for a more sustainable society. We want to enhance the sustainable customer experience. Together with our industry colleagues, we are a part of society, and influence it. With this, comes responsibility and with the right know-how, understanding and insight we and the industry as a whole can continue to contribute to a more responsible credit market and a more sustainable society. In light of this, we published the **Resurs Consumer Report 2021** in the fourth quarter. The Resurs Consumer Report 2021 shows that four out of ten consumer loans are used for long-term investments, such as financing education, getting a driving license, buying a property or renovating or investing in the home. The report also showed that nine out of ten consumers see the advantages of the installment payment option, for example, buying something with more sustainable quality for the long term or better managing an unforeseen expense. Paying by installments is an important option both for consumers and for society since it can contribute to more well-founded consumption and a more sustainable everyday life for more people.

Speaking of sustainability. A ranking of Sweden's most sustainable listed companies (Sustainable Companies 2021) was published by Dagens Industri, Aktuell Hållbarhet and Lund University in October. Resurs Bank is the highest ranked niche bank. This is a positive sign that our sustainability activities are on the right path and many things will be happening in 2022 when we activate more tangible measures in Resurs Society.

2021 marked the start of a historic transformation journey for Resurs and we are now on our way to becoming a digital and competitive leading-edge bank. This has been made possible through a new strategy and an ambitious roadmap focusing on creating services and offerings to customers and partners that are tailored to today's and tomorrow's Nordic market.

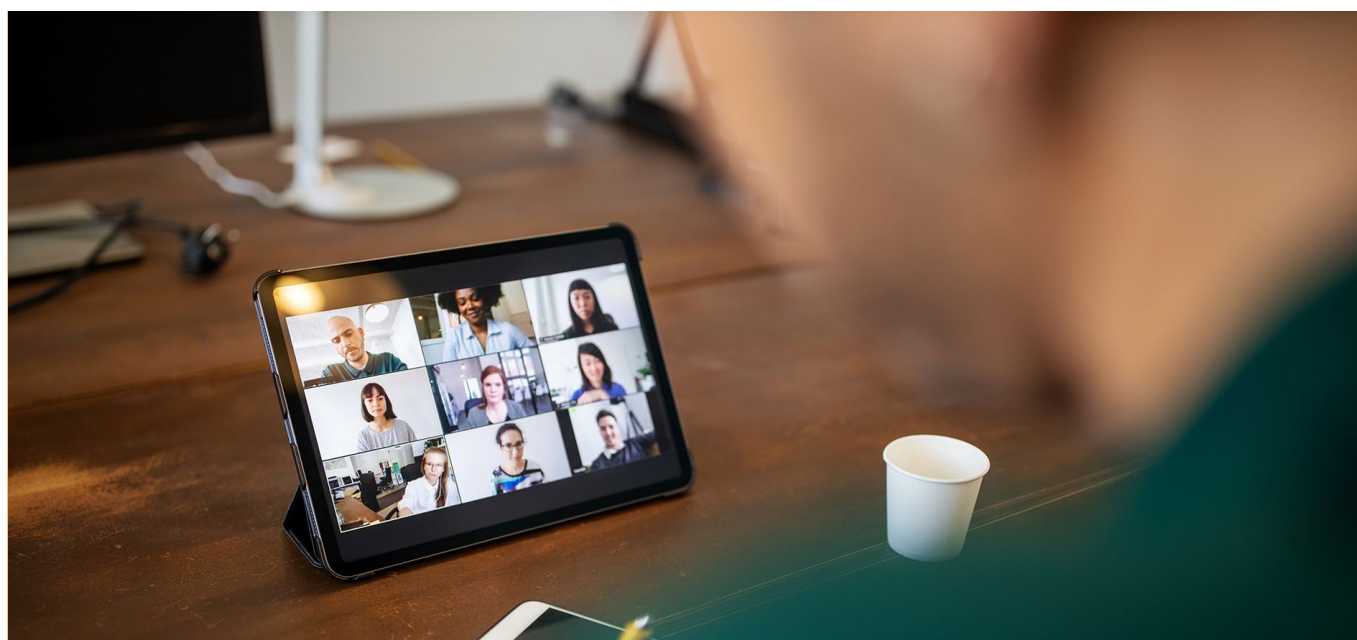
Finally, I would like to express my sincere thanks to all our fantastic and dedicated employees who reset in 2021 and led the way forward on this exciting journey we have now embarked upon. I am very much looking forward to 2022 which will also involve us heading towards a new position for Resurs. We want even more people to consider us to be the simple, innovative, personal and responsible Resurs that I know we are.

Nils Carlsson, CEO Resurs Holding



Performance measures

<i>SEKm unless otherwise specified</i>	Oct-Dec 2021	Oct-Dec 2020	Change	Jan-Dec 2021	Jan-Dec 2020	Change
Operating income	753	809	-7%	3,069	3,388	-9%
Operating profit	244	224	9%	1,136	1,157	-2%
Operating profit excl. nonrecurring items	244	294	-17%	1,062	1,301	-18%
Net profit for the period	226	170	33%	925	856	8%
Net profit for the period excl. nonrecurring items	177	227	-22%	818	972	-16%
Earnings per share, SEK	1.11	0.83	34%	4.54	4.20	8%
Earnings per share, SEK, excl. nonrecurring items	0.86	1.11	-22%	4.01	4.78	-16%
C/I before credit losses, %*	44.7	48.2		42.0	40.6	
C/I before credit losses, excl. nonrecurring items, %*	44.7	40.3		42.0	38.8	
Common Equity Tier 1 ratio, %	14.8	15.1		14.8	15.1	
Total capital ratio, %	16.3	17.4		16.3	17.4	
Lending to the public	33,347	30,858	8%	33,347	30,858	8%
NIM, %*	7.5	8.7		7.9	9.1	
NBI margin, %*	9.2	10.4		9.6	10.9	
Credit loss ratio, %*	2.1	2.5		2.0	2.7	
Credit loss ratio, excl. nonrecurring items, %*	2.1	2.5		2.3	2.5	
Risk-adjusted NBI margin, %*	7.1	7.9		7.6	8.1	
Risk-adjusted NBI margin, excl. nonrecurring items, %*	7.1	8.0		7.3	8.4	
Return on equity excl. intangible assets (RoTE), %*	16.6	12.6		17.3	16.9	
Return on equity excl. intangible assets (RoTE), excl. nonrecurring items, %*	13.1	16.5		15.1	19.2	



Performance measures business lines

Payment Solutions

<i>SEKm unless otherwise specified</i>	Oct-Dec 2021	Oct-Dec 2020	Change	Jan-Dec 2021	Jan-Dec 2020	Change
Lending to the public at end of the period	11,463	10,994	4%	11,463	10,994	4%
Operating income	290	338	-14%	1,239	1,409	-12%
Operating income less credit losses	261	290	-10%	1,074	1,147	-6%
Risk-adjusted NBI margin, %	9.3	10.5		9.6	10.2	
Credit loss ratio, %	1.1	1.7		1.5	2.3	

Consumer Loans

<i>SEKm unless otherwise specified</i>	Oct-Dec 2021	Oct-Dec 2020	Change	Jan-Dec 2021	Jan-Dec 2020	Change
Lending to the public at end of the period	21,884	19,865	10%	21,884	19,865	10%
Operating income	466	476	-2%	1,847	1,999	-8%
Operating income less credit losses	323	329	-2%	1,367	1,406	-3%
Risk-adjusted NBI margin, %	6.0	6.6		6.5	7.1	
Credit loss ratio, %	2.7	2.9		2.3	3.0	



October–December 2021

Group results*

Fourth quarter 2021, October–December

Operating income

The Group's operating income declined 7 per cent to SEK 753 million (809). Net interest income decreased 9 per cent to SEK 614 million (678), interest income totalled SEK 707 million (773) and interest expense amounted to SEK -94 million (-95). The relatively lower interest income was mainly due to lower lending and margin in Norway, lower interest income in Denmark, and mix effects in Payment Solutions. The negative trend in Norwegian lending stabilised during the quarter, but lending remains lower than last year, which led to lower interest income. Lending in Denmark is also growing, but at lower margins due to higher average loans and also lower risk exposure. In Payment Solutions, Resurs's larger retail finance partners continued to grow due to higher demand connected to the pandemic. At the same time, these large partnerships involve lower margins for Resurs, which negatively impacted the overall NBI margin. Nonrecurring remuneration of SEK 8 million was paid to a major partner during the quarter.

Interest expense was negatively impacted during the quarter by the fee for the deposit insurance scheme increasing SEK 9 million after the National Debt Office announced the final fee level for the current year, which meant that the fourth quarter was charged with a retroactive adjustment for earlier quarters in the year.

Fee & commission income amounted to SEK 108 million (103) and fee & commission expense to SEK -15 million (-16), resulting in a total net commission of SEK 93 million (88).

SEK 753 million

Operating income for the quarter

Net income from financial transactions was SEK -2 million (-11). Last year's net income was adversely affected by nonrecurring costs of SEK 10 million due to the write-down of small unlisted shareholdings. Other operating income, mainly comprising remuneration from lending operations, amounted to SEK 48 million (54).

Operating expenses

Operating expenses declined 14 per cent to SEK -337 million (-390). However, last year was charged with nonrecurring costs of SEK 60 million, which comprised costs of SEK 22 million related to personnel changes and impairment of previously capitalised IT investments of SEK 38 million. Excluding these nonrecurring items, expenses increased 2 per cent with the increase primarily attributable to

higher IT costs for developing our digital customer interface and thus enhancing our competitiveness.

Viewed in relation to the operations' income, the cost level amounted to 44.7 per cent (48.2 per cent), excluding nonrecurring items last year's C/I ratio was 40.3 per cent. Enhancing operational efficiency and thus reducing the cost/income ratio is an important part of the ongoing transformation journey.

44.7%

C/I ratio for the quarter

Credit losses totalled SEK -173 million (-195) and the credit loss ratio was 2.1 per cent (2.5 per cent), meaning a decline both in absolute terms and as a share of lending. The credit quality of the loan portfolio is high, and this positive development was clear both in Payment Solutions and in Consumer Loans as well as in all Nordic markets. The risk-adjusted NBI margin declined and totalled 7.1 per cent (7.9 per cent) as a result of the lower income margin.

2.1%

Credit loss ratio for the quarter

Profit

Operating profit increased 9 per cent to SEK 244 million (224) and excluding nonrecurring items operating profit declined 17 per cent.

Tax expense for the quarter amounted to SEK -18 million (-55), corresponding to an effective tax rate of 7.3 per cent (24.4 per cent). The difference in effective tax was largely due to a change in the method for calculating tax that led to a deduction for tax paid in the foreign branches. This resulted in a positive nonrecurring effect of SEK 49 million for the quarter.

Net profit for the quarter for continuing operations increased 33 per cent to SEK 226 million (170). Excluding nonrecurring items, net profit declined 22 per cent to SEK 177 million (227). Net profit for the quarter for discontinued operations amounted to SEK 21 million (31), but when Solid was distributed on 30 November 2021 profit for the fourth quarter of 2021 comprised only the months of October and November. The nonrecurring effect of the distribution of Solid less listing costs was SEK 482 million. Profit for the quarter for the continuing and discontinued operations totalled SEK 729 million.

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Full-year 2021, January-December

Operating income and expenses

The Group's operating income declined 9 per cent to SEK 3,069 million (3,388). Net interest income fell 11 per cent to SEK 2,535 million (2,844), with interest income amounting to SEK 2,899 million (3,251) and interest expense to SEK -364 million (-407). The relatively lower income was mainly due to lower lending and margins in Norway, lower interest income in Denmark, and mix effects in Payment Solutions where many of Resurs's retail finance partners noted higher demand in connection with the pandemic. At the same time, these large partnerships involve lower margins for Resurs, which negatively impacted the overall NBI margin. Fee & commission income amounted to SEK 418 million (425) and fee & commission expense to SEK -71 million (-64).

Expenses declined 6 per cent to SEK -1,289 million (-1,377). Excluding nonrecurring costs of SEK 60 million last year expenses decreased a total of 2 per cent. Viewed in relation to the operations' income, the cost level (excluding nonrecurring costs) amounted to 42.0 per cent (38.8) as a result of the lower income level. Enhancing operational efficiency and thus reducing the cost/income ratio is an important part of the ongoing transformation journey.

Credit losses totalled SEK -645 million (-854) and the credit loss ratio was 2.0 per cent (2.7 per cent). Excluding nonrecurring items, credit losses totalled SEK -718 million (-779) and the credit loss ratio was 2.3 per cent (2.5 per cent). Credit losses fell both in absolute terms and as a share of lending due to the higher credit quality of the loan portfolio. The risk-adjusted NBI margin was 7.6 per cent (8.1 per cent).

Profit

Operating profit fell 2 per cent to SEK 1,136 million (1,157). Excluding nonrecurring items, operating profit fell 18% to SEK 1,062 million (1,301). Tax expense for the period amounted to SEK -211 million (-300), corresponding to an effective tax rate of 18.5 per cent (26.0 per cent). The difference in the effective tax rate was due to that unlike in prior years a change was made to the method for calculating tax in 2021, which resulted in a deduction for tax paid in the foreign branches. This resulted in a positive nonrecurring effect

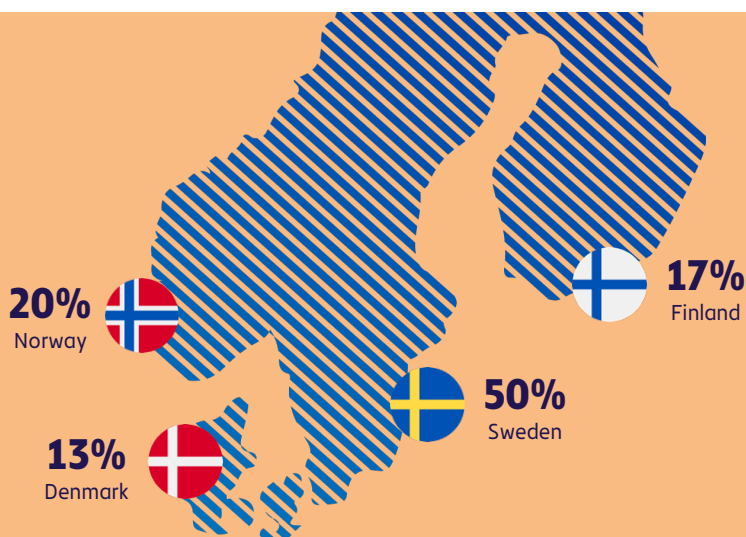
of SEK 49 million for 2021. A tax provision of SEK 31 million was made last year, which also contributed to the difference in the effective tax rate between the years. Net profit for the year rose 8 per cent to SEK 925 million (856). Excluding nonrecurring items, profit declined 16 per cent to SEK 818 million (972). Net profit for the year after tax for the discontinued operations amounted to SEK 120 million (97). The nonrecurring effect of the distribution of Solid less listing costs was SEK 471 million. Total net profit for the year including the discontinued operations amounted to SEK 1,516 million.

COVID-19

An extra forward-looking credit provision of SEK 75 million was made in the first quarter of 2020 to meet potential higher credit losses, in addition to the model-based reserves in accordance with IFRS 9. The company has not noted any negative trend in customer payment patterns and uncertainty regarding the ongoing economic recovery and the trend in unemployment and its associated effects on customers' solvency have declined significantly, with credit quality instead improving. As such, the Board of Directors resolved in the third quarter of 2021 to dissolve the extra credit provision of SEK 75 million in its entirety, which impacted earnings positively for 2021.

Resurs took action at an early stage of the pandemic to introduce austerity measures in credit lending in Consumer Loans in order to ensure continued high control of the risk level, which reduced the risk in new lending in all markets, with the associated declining volumes. In addition to this, new lending in Finland was primarily negatively affected by interest limitation and direct marketing regulations that were temporarily introduced at the start of the third quarter of 2020. These restrictions were lifted on 30 September 2021, which created conditions for an increase in the rate of sales in Finland in the fourth quarter of 2021. The direct effect on the Group's earnings was mainly related to the decline in the travel industry, which in turn has negatively impacted credit card commission and currency exchange fees negatively, while lower factoring activity resulted in lower commissions.

Lending to the public by country



Financial position on 31 December 2021*

Comparative figures for this section refer to 31 December 2020, except for cash flow for which the comparative figure refers to the same period in the preceding year.

The Group's financial position is strong and on 31 December 2021, the capital base amounted to SEK 5,345 million (5,367) in the consolidated situation, comprising the Parent Company, Resurs Holding, and the Resurs Bank Group. The total capital ratio was 16.3 per cent (17.4 per cent) and the Common Equity Tier 1 ratio was 14.8 per cent (15.1 per cent).

Due to the pandemic, the authorities decided in spring 2020 to reduce the regulatory minimum capital requirement in the countercyclical capital buffer. This entails a total reduction of about 1.8 percentage points to 0.2 per cent for Resurs.

Lending to the public amounted to SEK 33,347 million (30,858) on 31 December 2021, representing an increase of 8 per cent. In constant currencies the increase was 6 per cent. The specification of lending on 31 December 2021 was as follows: Sweden 50 per cent, Norway 20 per cent, Denmark 13 per cent and Finland 17 per cent.

In addition to capital from shareholders and bond investors, the operations are financed by deposits from the public. The Group is working actively on various sources of financing to create and maintain diversified financing for the long term.

On 31 December 2021, deposits from the public totalled SEK 26,202 million (24,692). The bank has deposits in SEK, NOK and EUR. Financing through issued securities totalled SEK 7,872 million (6,297). Liquidity remained very healthy and the liquidity coverage ratio (LCR) was 240 per cent (288 per cent) in the consolidated situation. The minimum statutory LCR is 100 per cent. Lending to credit institutions on 31 December 2021 amounted to SEK 4,401 million (4,150). Holdings of treasury and other bills eligible for refinancing, as well as bonds and other interest-bearing securities, totalled SEK 2,451 million (3,446). Bonds of a nominal SEK 2,200

million and NOK 1,050 million were issued under Resurs Bank's MTN programme in 2021. The Group has a high level of liquidity for meeting its future commitments.

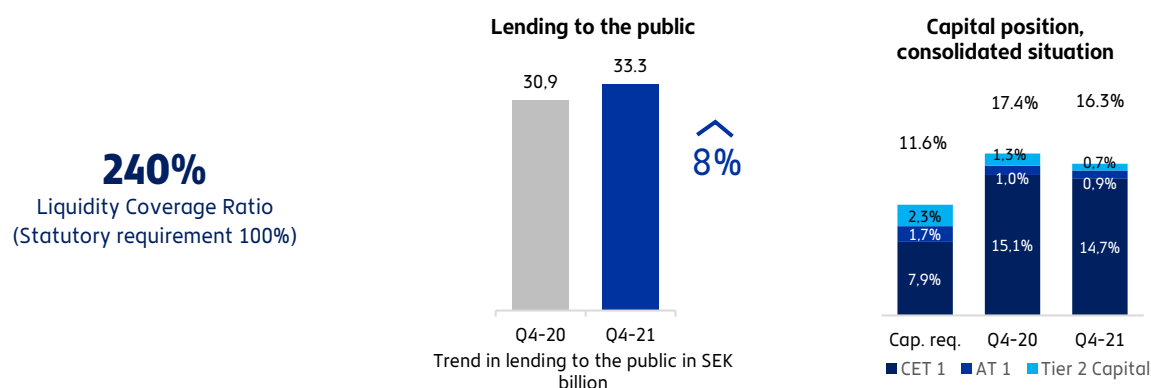
Intangible assets amounted to SEK 1,979 million (1,895), and primarily comprise the goodwill that arose in the acquisition of Finaref and Danaktiv in 2014 and yA Bank in 2015.

Cash flow from operating activities amounted to SEK 465 million (1,208) for the period. Cash flow from deposits amounted to SEK 1,059 million (698) and the net change in investment assets totalled SEK 523 million (-397). Cash flow from investing activities for the year totalled SEK -113 million (-56) and cash flow from financing activities was SEK -161 million (-1,391).

Dividend

The Board proposes that the 2022 Annual General Meeting resolve on dividends of SEK 1.31 per share. In total, this means that Resurs Holding will have distributed SEK 4.31 per share in dividends for 2021. Of the dividend of SEK 4.31 per share, SEK 2.27 per share corresponds to 50% of the 2021 net profit for the continuing operations, SEK 0.24 per share corresponds to 50% of the net profit for the discontinued operations and listing costs, and SEK 1.80 per share corresponds to the dividend related to 2020.

The total proposed dividend for the Annual General Meeting to adopt on 28 April 2022 amounts to SEK 262 million. The Resurs share will be traded ex-dividend from 29 April 2022. The record date is proposed as 2 May 2022 and the dividend is expected to be paid on 5 May 2022. The Board intends to convene another Extraordinary General Meeting in the autumn this year to resolve on dividends.



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Payment Solutions

Strong Black Week and focus on developing partners resulted in higher sales in Q4

Fourth quarter 2021, October–December

New partnership outside the box. At Resurs, we want it to be easy for all of our customers to be able to make sustainable choices and choose electricity instead of fossil fuel. For this reason, we initiated a partnership with Albie during the quarter, which provides customers with charging boxes for charging electric and hybrid cars at home. This is an important example of how Resurs is providing opportunities for more people to make bigger and climate-smart purchases and dividing the cost over time so that it suits their private finances.

Excellent sales for Black Week. The sales trend for Payment Solutions was positive since an increasing number of industries and countries have recovered after the pandemic lockdowns. Black Week, which generated more sales than ever before, also contributed to an increase in sales across the Nordics. However, we can still see that certain industries and our larger partners for which we have lower margins are containing to perform strongly, which negatively impacted our margin.

Partner Success Program. Work is continuing on developing existing partnerships and activating smaller partners under the Resurs Partner Success Program. New digital training courses and webinars were launched during the quarter. Resurs can see that its work on activating independent partners and previously inactive partners has generated effects in the form of higher sales.

Cluster investments in Payment Solutions can see that car workshops and dentists both performed strongly during the year and although these are not linked to Christmas shopping, they nevertheless reported a solid end to the final quarter of the year, with new additions such as Oral Care and Tandea.

Launch of new look credit card. The number of transactions using credit cards has increased as the pandemic restrictions have been lifted. However, growth in the loan portfolio for credit cards

remained negative year-on-year, which negatively impacted the overall margin. During the quarter, the name was changed to Resurs Cards and the look and feel of the card was upgraded. This is an initiative to further strengthen Resurs as a brand in all markets in the Nordics.

Lending to the public totalled SEK 11,463 million (10,994) on 31 December 2021, up 4 per cent year-on-year. In constant currencies the increase was 3 per cent. Operating income amounted to SEK 290 million (338), down 14 per cent compared with the year-earlier quarter. The relatively lower income was mainly due to mix effects whereby larger partners and industries with lower margins grew more quickly than smaller partners with higher margins.

Nonrecurring remuneration of SEK 8 million was paid to a major partner during the quarter. Credit losses for the quarter fell both in absolute terms and as a percentage of lending, which was an effect of improved credit quality in the loan portfolio. Operating income less credit losses amounted to SEK 261 million (290). The risk-adjusted NBI margin fell to 9.3 per cent (10.5 per cent).

Full-year 2021, January–December

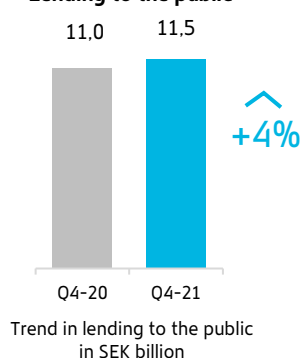
Lending to the public as of 31 December 2021 increased 4 per cent to SEK 11,463 million (10,994). Operating income amounted to SEK 1,239 million (1,409), down 12 per cent compared with the year-earlier period. Operating income less credit losses amounted to SEK 1,074 million (1,147). The risk-adjusted NBI margin fell to 9.6 per cent (10.2 per cent). Credit losses fell both in absolute terms and as a percentage of lending, which was an effect of improved credit quality in the loan portfolio.

About Payment Solutions

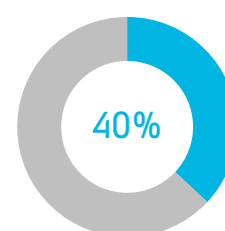
The Payment Solutions segment comprises the retail finance, credit cards and factoring areas. Within retail finance, Resurs is the leading partner for sales-driving finance, payment and loyalty solutions in the Nordic region.

Credit cards includes the Resurs credit cards, as well as cards that enable retail finance partners to promote their own brands.

Lending to the public



Percentage of operating income, Jan-Dec 2021



Consumer Loans

Launch of new loan and new app function have enhanced the customer experience

Fourth quarter 2021, October–December

Continued positive growth throughout the Nordics. In the fourth quarter, Consumer Loans reported growth of 10 per cent year-on-year, or 8 per cent in constant currencies. Compared with the third quarter of 2021, growth was 4 per cent and lending growth was positive in all Nordic countries. The challenges that the segment has faced in the declining Norwegian market since the introduction of the Gjeldsregisteret debt information company and the new statutory requirements in 2019 have stabilised.

Performance by country. The Swedish market continued to grow stably both in internal and in external sales channels. Work on digitalising and automating the operations is under way and during the fourth quarter a new function was launched in the Resurs app that gives our existing customers in Sweden the opportunity to increase their loans in the app instead of needing to go via the website or calling our customer service centre. These improvements will be implemented in all markets in line with the Nordic strategy presented at the Capital Market Day.

It is gratifying to see that the former negative trend in Norway has stabilised and started to perform positively. Although new lending increased again, too large a share of customers is continuing to end their loan in advance. In the future, focus will be directed to increasing sales in internal channels and strengthening customer loyalty through better customer experiences and marketing activities. A new product – Priority Loan – was launched in the fourth quarter. It offers customer the opportunity to use their home as underlying collateral. As a first step, Resurs offers loans with collateral of up to a maximum of NOK 600,000.

The Danish market continued to report a positive trend following the introduction of loan consolidation to customers in the second quarter of 2021, which contributed to higher lending volumes but

lower risk in the quarter. Consumption and demand for loans increased due to the lifting of COVID-19 restrictions.

Demand in the Finnish market increased when the temporary restrictions regarding interest caps and marketing were lifted on 30 September 2021. This created the conditions for an increase in the rate of sales in the fourth quarter both in internal and in external sales channels.

Lending to the public as of 31 December 2021 totalled SEK 21,884 million (19,865), corresponding to a 10 per cent increase in SEK. In constant currencies the increase was 8 per cent. Operating income declined 2 per cent in the quarter to SEK 466 million (476) and was mainly due to lower margins in the Norwegian and Danish markets. Operating income less credit losses fell 2 per cent to SEK 323 million (329), and the risk-adjusted NBI margin was 6.0 per cent (6.6 per cent). Credit losses for the quarter fell both in absolute terms and as a percentage of lending as an effect of improved credit quality in the loan portfolio.

Full-year 2021, January–December

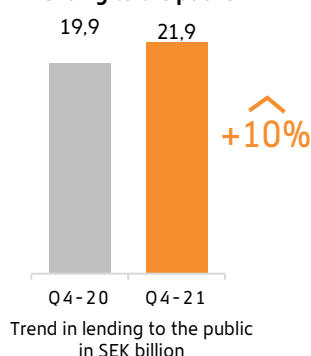
Lending to the public as of 31 December 2021 amounted to SEK 21,884 million (19,865). Operating income for the period declined 8 per cent to SEK 1,847 million (1,999). Operating income less credit losses totalled SEK 1,367 million (1,406), and the risk-adjusted NBI margin amounted to 6.5 per cent (7.1 per cent). The trend in the risk-adjusted NBI margin was mainly due to the lower margins in the Norwegian and Danish markets. Credit losses fell both in absolute terms and as a percentage of lending, primarily impacted by the dissolution of the credit provision made at the start of the pandemic but also as an effect of improved credit quality in the loan portfolio.

About Consumer Loans

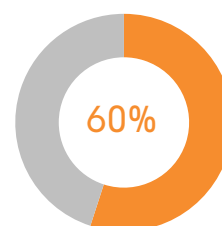
Consumer Loans' customers are offered unsecured loans.

Consumer Loans also helps consumers to consolidate their loans with other banks, in order to reduce their monthly payments and/or interest expense.

Lending to the public



Percentage of operating income, Jan-Dec 2021



January–December 2021

Significant events

NLTG chose Resurs's e-commerce solution

During Q3, Resurs and Nordic Leisure Travel Group (NLTG) – the largest travel group in the Nordics, and its well-known brands Ving, Spies, Globetrotter and Tjäreborg – entered into a new partnership. Through its partnership with Resurs Bank, NLTG will be one of the first travel providers to feature a Nordic offering that lives up to customer expectations for a flexible, safe and smooth experience.

Resurs distributed and listed its subsidiary Solid Försäkring

The Extraordinary General Meeting of Resurs Holding AB resolved to distribute all of the shares in Solid Försäkringsaktiebolag to Resurs's shareholders in accordance with the Board's proposal. The first date of trading for Solid Försäkring on Nasdaq Stockholm was 1 December.

Cash dividend of SEK 3 per share in November 2021

The Extraordinary General Meeting of Resurs Holding also resolved on a cash dividend of SEK 3.00 per share, of which SEK 1.80 referred to the remainder of the predicted dividends until 2020 and SEK 1.20 corresponded to 50 per cent of the Group's net profit for the first half of 2021.

Resurs presented new financial targets and new strategy

Resurs Holding held its Capital Market Day in Stockholm on 29 September. Together with leading key employees, CEO Nils Carlsson presented the new strategy and plan for the company's transformation toward strengthened competitiveness and Resurs's new sustainability and financial targets from 2022.

Resurs recruited top names and presented new Group Management

Mattias Ekman, from Klarna, who has served in various senior commercial roles, will join Resurs as CCO of the Retail Finance business line. Group Management was also expanded with a new CCO for the Credit Cards business line and a new Chief Governance & Risk Officer. New CCO of Nordic Consumer Loans, COO and CFO & Head of IR also took office during 2021.

Resurs dissolves the extra credit provision of SEK 75 million

In April 2020, Resurs Holding's subsidiary Resurs Bank made an extra credit provision of SEK 75 million due to COVID-19. Resurs did not note any negative trend in customers' payment patterns. On the

contrary, credit quality improved and the provision was therefore dissolved in September 2021.

Resurs launched its suitability initiative – Resurs Society

Resurs wants to contribute to a more sustainable society and a more responsible credit market. As a result, Resurs Society was launched in September, which pools all of Resurs's tangible investments to contribute to a sustainable development for customers, partners, the industry and society as a whole.

Resurs invests in the Nordic region's first cloud-based core banking system

Resurs Bank is investing in a new, entirely cloud-based banking platform that creates the prerequisites to provide customers and partners with state-of-the-art services, interfaces and products. The global fintech company Intellect Design Arena will be supplying the new platform. Resurs's investment in this IT transformation amounts to about SEK 500 million, part of which consists of Intellect's cloud-based solution.

Resurs sold non-performing loans to leading international investor

In June 2021, Resurs Bank AB, a wholly owned subsidiary of Resurs Holding AB, entered into an agreement with PRA Group, a leading international credit management company in non-performing loans, to sell parts of Resurs Bank's non-performing loans in Norway for a gross carrying amount of approximately NOK 800 million. The sale had a positive impact on Resurs Bank's capital requirements and liquidity and ultimately had a neutral effect on earnings.

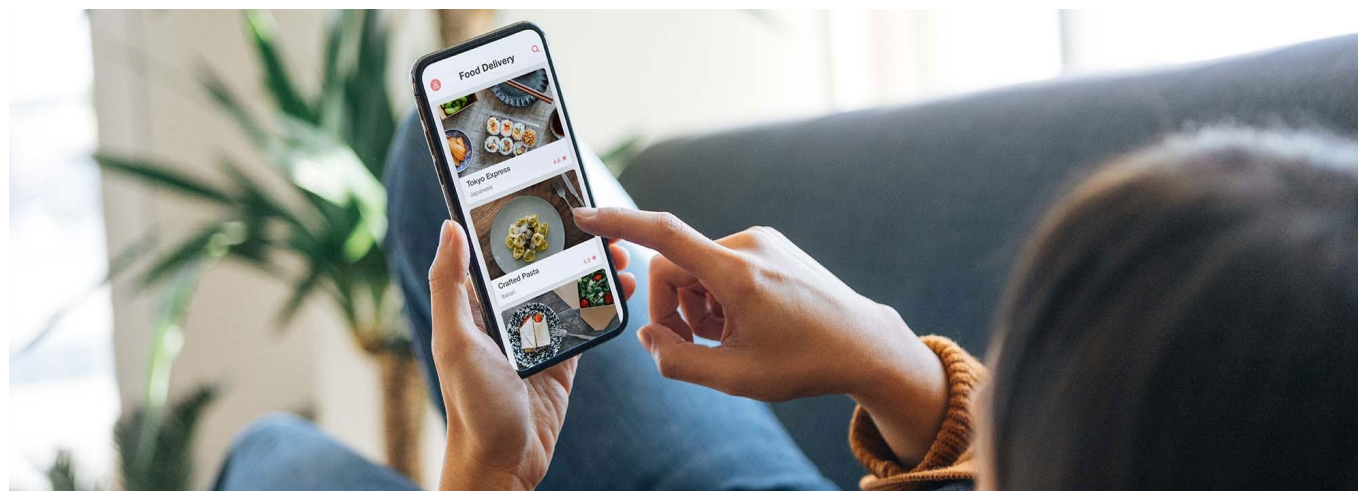
Resurs awarded a higher credit rating (BBB, stable outlook)

In April 2021, Resurs Bank received an update from the rating company Nordic Credit Rating (NCR). Resurs Bank's credit rating was raised from BBB- to BBB based on Resurs Bank's ability to attract new partners and an improved Nordic consumer credit market.

After the end of the period

Early repayment of subordinated loan in Resurs Bank AB (publ)

On 17 January 2022, Resurs Bank AB repaid in advance a subordinated loan of SEK 300,000,000 that was issued on 17 January 2017.



Other information

Risk and capital management

The Group's ability to manage risks and conduct effective capital planning is fundamental to its profitability. 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 risk management. In general, there were no significant changes regarding risk and capital management during the period. The Group's risk management capabilities were affected to a certain extent during the pandemic but the impact was limited due to robust processes. The Group managed the risk of a loss of personnel in critical functions by introducing different zones and remote working. More employees working from home set higher requirements on information security and following up the bank's control framework. A more detailed description of the bank's risks, liquidity and capital management is presented in Note G3 and Note G4 Capital Adequacy 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 subsidiary Resurs Bank 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

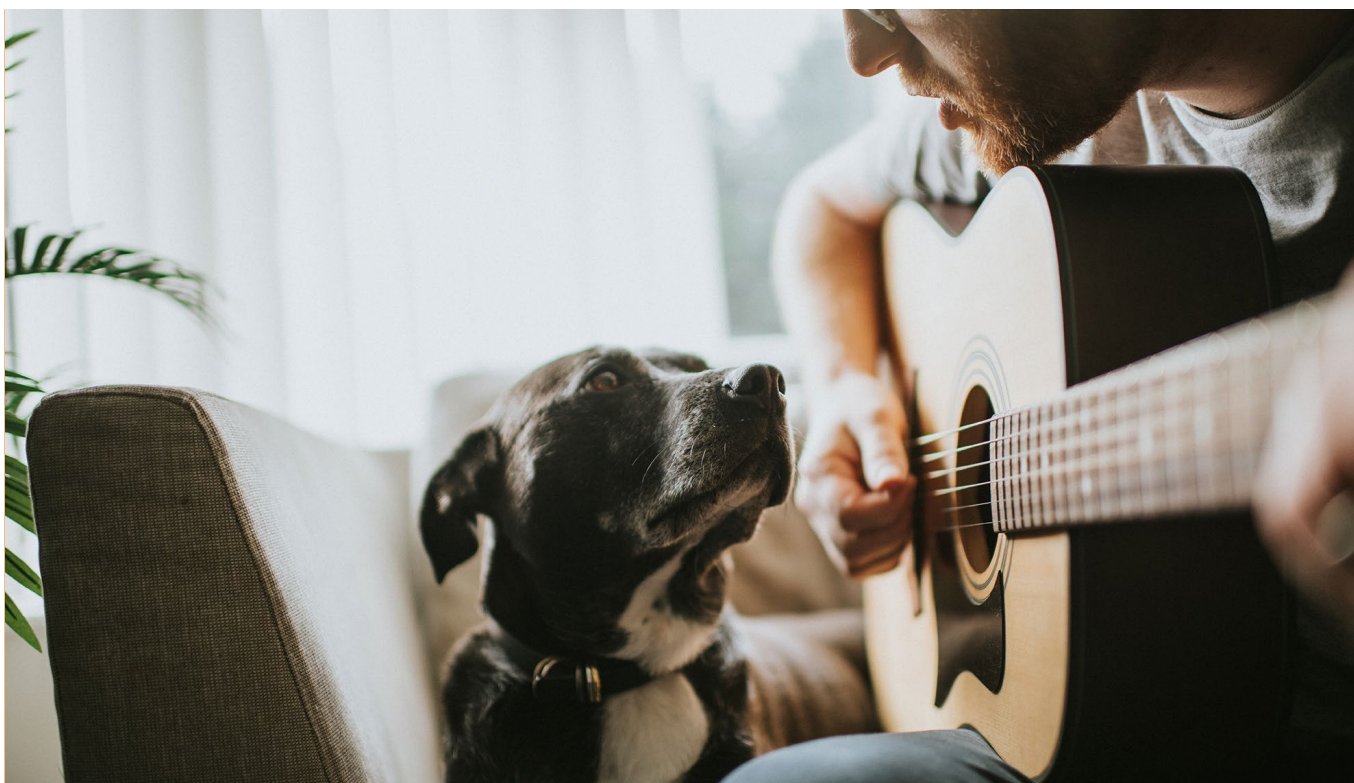
offered to finance both traditional in-store purchases and online purchases. Operations in Finland are conducted through branch office Resurs Bank AB Suomen sivuliike (Helsinki), in Denmark through branch office Resurs Bank filial af Resurs Bank (Vallensbæk Strand) and in Norway through branch office Resurs Bank AB NUF (Oslo). Resurs Bank also operates in deposits via cross-border operations in Germany.

Employees

There were 617 full-time employees within the Group at 31 December 2021, up 13 since 30 September 2021 and down 44 since the end of 2020. The decline compared with the previous year was due to the reduction in the number of employees in Resurs Bank in all countries and outsourcing of parts of the IT operational area.

617

Number of employees



The Resurs share

Resurs Holding's share is listed on Nasdaq Stockholm, Mid Cap. The final price paid for the Resurs share at the end of the period was SEK 38.02.

The ten largest shareholders with direct ownership on 31 December 2021 ¹⁾	Percentage of share capital
Waldakt AB (Bengtsson family)	28.9%
Avanza Pension	4.5%
Swedbank Robur Fonder	3.0%
Vanguard	2.4%
Tredje AP-fonden	2.1%
Dimensional Fund Advisors	1.8%
Livförsäkringsbolaget Skandia	1.7%
Catea Group AB	1.7%
Janus Henderson Investors	1.6%
Nordnet Pensionsförsäkring	1.5%
Total	49.2%

¹⁾ Information on indirect holdings through companies, etc. may not be available in certain cases.

Financial targets

Resurs Holding's new financial targets from 2022 are:

- Growth in earnings per share of at least 10 per cent per year. Growth in earnings per share is the overall financial target because Resurs believes that strong profit growth per share is the best measure of creating shareholder value over time. The base of the profit growth target for 2022 is calculated on SEK 818 million and corresponds to net profit in 2021 for the continuing operations excluding nonrecurring items.
- C/I ratio before credit losses under 35 per cent in the mid-term
- Maintain a Common Equity Tier 1 ratio and total capital ratio that exceed the statutory requirement (including Pillar 2 and buffer requirement) by 150 – 300 points
- Annually distribute 50 per cent of net profit to shareholders through dividends and/or repurchase of shares

If the capital requirements do not increase as expected and capital thereby exceeds the interval of 150 – 300 points above the statutory requirement, the excess capital may be distributed to shareholders either through dividends or the repurchase of shares, or alternatively could be kept available for potential acquisitions.

Financial calendar

22 March 2022	Annual Report 2021
27 April 2022	Interim report for January–March 2022
28 April 2022	Annual General Meeting 2022
21 July 2022	Interim report for April–June 2022
25 October 2022	Interim report for July–September 2022

About Resurs Holding

Resurs Holding (Resurs) operates through its subsidiary Resurs Bank and since its start in 1977 has established itself as a leading partner for sales-driven payment and loyalty solutions in retail and e-commerce. Resurs has thus built a customer base of approximately 6 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 fourth quarter of 2021, the Group had 617 employees and a loan portfolio of SEK 33.3 billion. Resurs is listed on Nasdaq Stockholm.

The Board's assurance

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, 7 February 2022

Nils Carlsson, CEO

Board of Directors,

Martin Bengtsson, Chairman of the Board

Johanna Berlinde

Fredrik Carlsson

Susanne Ehnåge

Lars Nordstrand

Marita Odélius Engström

Kristina Patek

Mikael Wintzell

Summary financial statements - Group

Condensed Income statement

SEK thousand	Note	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Interest income	G5	707,374	772,605	2,899,229	3,251,235
Interest expense	G5	-93,576	-94,531	-364,113	-406,890
Fee & commission income		107,619	103,158	417,858	425,214
Fee & commission expense		-14,675	-15,580	-70,500	-63,635
Net income/expense from financial transactions		-1,799	-10,595	3,188	-14,183
Other operating income	G6	48,486	54,321	183,484	196,706
Total operating income		753,429	809,378	3,069,146	3,388,447
General administrative expenses	G7	-294,547	-296,312	-1,126,804	-1,129,152
Depreciation, amortisation and impairment of intangible and tangible fixed assets		-21,882	-59,319	-83,205	-139,585
Other operating expenses		-20,666	-34,203	-78,569	-108,633
Total expenses before credit losses		-337,095	-389,834	-1,288,578	-1,377,370
Earnings before credit losses		416,334	419,544	1,780,568	2,011,077
Credit losses, net	G8	-172,617	-195,116	-644,924	-854,372
Operating profit/loss		243,717	224,428	1,135,644	1,156,705
Income tax expense		-17,879	-54,699	-210,583	-300,463
Net profit for the period, continuing operations		225,838	169,729	925,061	856,242
Net profit for the period, discontinued operations ¹⁾		503,007	30,589	591,013	97,418
Net profit for the period, continuing and discontinued operations		728,845	200,318	1,516,074	953,660
Net profit attributable to the parent company's shareholders:					
Portion attributable to Resurs Holding AB shareholders		221,645	165,550	908,462	839,298
Net income after tax for the period from discontinued operations		21,187	30,589	120,464	97,418
Earnings effect from the distribution of Solid Försäkringsaktiebolag		481,820		470,549	
Net profit attributable to the parent company's shareholders		724,652	196,139	1,499,475	936,716
Portion of the continuing operations attributable to the holders of Additional Tier 1 instruments.		4,193	4,179	16,599	16,944
Net profit for the period		728,845	200,318	1,516,074	953,660
Basic and diluted earnings per share, continuing operations, SEK	G15	1.11	0.83	4.54	4.20
Earnings per share discontinued operations, SEK		2.52	0.15	2.96	0.49
Earnings per share, SEK		3.62	0.98	7.50	4.68

¹⁾ Solid Försäkringsaktiebolag was distributed 30 November and is thus included in the profit for 11 month for the full year and two months in Q4 2021.

²⁾ Including nonrecurring costs of SEK 25 million, whereof SEK 11 million in Q3 2021.

Statement of comprehensive income

SEK thousand	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Net profit for the period	225,838	169,729	925,061	856,242
Other comprehensive income that will be classified to profit/loss				
Translation differences for the period, foreign operations	26,300	4,870	77,264	-102,333
Comprehensive income for the period	252,138	174,599	1,002,325	753,909
Portion attributable to Resurs Holding AB shareholders	247,945	170,420	985,726	736,965
Portion attributable to additional Tier 1 capital holders	4,193	4,179	16,599	16,944
Comprehensive income for the period	252,138	174,599	1,002,325	753,909

Statement of financial position

SEK thousand	Note	31 Dec 2021	31 Dec 2020
Assets			
Cash and balances at central banks		215,590	208,520
Treasury and other bills eligible for refinancing		1,803,015	2,302,823
Lending to credit institutions		4,401,086	4,149,906
Lending to the public	G10	33,346,940	30,858,341
Bonds and other interest-bearing securities		647,948	1,143,616
Subordinated debt			29,682
Shares and participating interests		11,460	105,494
Intangible fixed assets		1,979,082	1,895,394
Tangible assets		124,946	122,210
Reinsurers' share in technical provisions			3,667
Other assets		293,786	282,464
Prepaid expenses and accrued income		137,935	351,728
TOTAL ASSETS		42,961,788	41,453,845
Liabilities, provisions and equity			
Liabilities and provisions			
Liabilities to credit institutions			107,400
Deposits and borrowing from the public		26,201,658	24,692,195
Other liabilities		825,975	945,838
Accrued expenses and deferred income		242,352	225,067
Technical provisions	G11	19,149	21,075
Other provisions			587,764
Issued securities		7,871,893	6,297,472
Subordinated debt		599,511	598,702
Total liabilities and provisions		35,760,538	33,475,513
Equity			
Share capital		1,000	1,000
Other paid-in capital		2,086,137	2,085,701
Translation reserve		40,644	-36,620
Additional Tier 1 instruments		300,000	300,000
Retained earnings incl. profit for the period		4,773,469	5,628,251
Total equity		7,201,250	7,978,332
TOTAL LIABILITIES, PROVISIONS AND EQUITY		42,961,788	41,453,845

See Note G12 for information on pledged assets, contingent liabilities and commitments.

As of 31st of December 2021, only continuing operations are included and as of December 31st 2020 both the continuing and discontinued operations are included.

Statement of changes in equity

SEK thousand

	Share capital	Other paid-in capital	Translation reserve	Additional Tier 1 instruments	Retained earnings incl. profit for the period	Total equity
Initial equity at 1 January 2020	1,000	2,082,505	66,206	300,000	4,691,535	7,141,246
<i>Owner transactions</i>						
Option premium received/repurchased		3,196				3,196
Cost additional Tier 1 instruments					-16,944	-16,944
Net profit for the period					953,660	953,660
Other comprehensive income for the period			-102,826			-102,826
Equity at 31 December 2020	1,000	2,085,701	-36,620	300,000	5,628,251	7,978,332
Initial equity at 1 January 2020	1,000	2,085,701	-36,620	300,000	5,628,251	7,978,332
<i>Owner transactions</i>						
Option premium received/repurchased		436				436
Dividends according to General Meeting					-536,000	-536,000
Dividends according to Extraordinary General Meeting					-600,000	-600,000
Distribution of shares in Solid Försäkringsaktiebolag					-1,218,257	-1,218,257
Cost additional Tier 1 instruments					-16,599	-16,599
Net profit for the period					1,516,074	1,516,074
Other comprehensive income for the period			77,264			77,264
Equity at 31 December 2021	1,000	2,086,137	40,644	300,000	4,773,469	7,201,250

All equity is attributable to Parent Company shareholders.

Cash flow statement (indirect method)

SEK thousand	Jan-Dec 2021	Jan-Dec 2020
Operating activities		
Operating profit	1,135,644	1,156,705
- of which, interest received	2,896,883	3,253,279
- of which, interest paid	-361,072	-423,307
Adjustments for non-cash items in operating profit	691,932	1,017,716
Tax paid	-400,985	-313,155
Cash flow from operating activities before changes in operating assets and liabilities, continuing operations	1,426,591	1,861,266
Cash flow from operating activities before changes in operating assets and liabilities, discontinued operations	123,701	121,641
Changes in operating assets and liabilities		
Lending to the public	-2,483,218	-1,545,166
Other assets	585,331	678,391
Liabilities to credit institutions	-107,400	12,500
Deposits and borrowing from the public	1,059,140	697,510
Acquisition of investment assets ¹⁾	-3,135,524	-4,681,782
Divestment of investment assets ¹⁾	3,658,246	4,285,241
Other liabilities	-538,048	-99,758
Cash flow from operating activities, continuing operations	465,118	1,208,202
Cash flow from operating activities, discontinued operations	53,736	270,784
Investing activities		
Acquisition of intangible and tangible fixed assets	-113,335	-61,018
Divestment of intangible and tangible fixed assets	170	4,824
Cash flow from investing activities, continuing operations	-113,165	-56,194
Cash flow from investing activities, discontinued operations	108	-11,538
Financing activities		
Dividends paid	-1,136,000	
Additional Tier 1 instruments	-16,599	-16,944
Option premium received/repurchased	435	3,196
Distribution of Solid Försäkringsaktiebolag	-580,804	
Issued securities	1,572,196	-1,377,406
Cash flow from financing activities, continuing operations	-160,772	-1,391,154
Cash flow for the period	245,025	20,100
Cash & cash equivalents at beginning of the year ²⁾	4,358,426	4,349,752
Exchange rate differences	13,225	-11,426
Cash & cash equivalents at end of the period ²⁾	4,616,676	4,358,426
Adjustment for non-cash items in operating profit		
Credit losses	644,924	854,372
Depreciation, amortisation and impairment of intangible and tangible fixed assets	83,205	139,585
Profit/loss tangible assets	-321	-1,168
Profit/loss on investment assets ¹⁾	3,660	-1,414
Change in provisions	-2,372	1,819
Adjustment to interest paid/received	10,474	-6,670
Currency effects	-29,337	17,850
Depreciation, amortisation and impairment of shares		10,000
Other items that do not affect liquidity	-18,301	3,343
Sum non-cash items in operating profit	691,932	1,017,717

¹⁾ 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.

²⁾ Liquid assets are comprised of lending to credit institutions and cash and balances at central banks.

SEK thousand	1 jan 2021	Cash flow	Non cash flow items Accrued acquisition costs	Exchange rate differences	31 Dec 2021
Issued securities	6,297,472	1,572,196	2,225		7,871,893
Subordinated debt	598,702		809		599,511
Total	6,896,174	1,572,196	3,034	0	8,471,404

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 RFR 1, Supplementary Accounting Rules for Corporate Groups.

No new IFRS or IFRIC interpretations, effective as from 1 January 2021, have had any material impact on the Group.

Due to the distribution of Solid Försäkringsaktiebolag the arrangement of the Group's income statement has been changed. This means that the discontinued operations Solid Försäkringsaktiebolag's net profit for the period is shown on a separate line. Comparative items for the continuing operations have been recalculated as if the discontinued operations were not a part of the Group at the beginning of the comparison period. This means that commission income from the discontinued operations has been regarded as commission income from an external party and has not been eliminated.

In the cash flow statement the discontinued operations Solid Försäkringsaktiebolag

are reported on separate lines under the cash flow from operating activities and cash flow from investing activities.

Only the continuing operations are reported in the statement of financial position as of 2021-12-31 and as of 2020-12-31 both the continuing operations and the discontinued operations are included.

The Parent Company has prepared its interim report in accordance with the requirements 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.

For detailed accounting principles for the Group, see the Annual report for 2020.

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

The interim information on pages 5-35 comprises an integrated component of this financial report.

G2. 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. This type of financing has been offered to customers in Sweden, Norway and Germany. Deposits, which are analysed on a regular basis, totalled SEK 26,202 million (24,694), whereof in Sweden SEK 11,394 million (11,535), in Norway SEK 6,102 million (6,441) and in Germany SEK 8,705 million (6,718). The lending to the public/deposits from the public ratio for the consolidated situation is 127 per cent (125 per cent).

Resurs Bank has a funding programme for issuing bonds, the programme amounts to SEK 9,000 million (9,000). 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 acted both on the Swedish and Norwegian markets.

At 31 December 2021 the program has thirteen outstanding issues at a nominal amount of SEK 5,400 million (4,900) and NOK 1,050 million (0). Of the thirteen issues, eleven are senior unsecured bonds and two issues are a subordinated loan of SEK 600 million (600). Resurs Holding issued Additional Tier 1 Capital of a nominal SEK 300 million (300).

Resurs Bank has been awarded the credit rating BBB with stable outlook from the rating company Nordic Credit Rating (NCR). Access to Nordic Credit Ratings analyses can be found on the website www.nordiccreditrating.com.

Resurs Bank has 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. Resurs Bank signed an agreement in December 2020 to extend the existing ABS financing. This financing has been arranged with JP Morgan Chase Bank. 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. At 31 December 2021 a total of approximately SEK 2.5 billion in loan receivables had been transferred 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 2.0 billion (2.0) of the ABS financing.

Liquidity - Consolidated situation

Liquidity risk includes the risk of not being able to meet liquidity commitments without significantly higher costs. The consolidated situation, 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 1,400 million. Apart from the liquidity reserve, there is an intraday liquidity requirement of at least 4 per cent of deposits from the public, a minimum SEK 800 million. There are also other liquidity requirements regulating and controlling the business.

The liquidity reserve, totalling SEK 1,898 million (1,860), 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 5,172 million (5,127) for the consolidated situation. Accordingly, total liquidity amounted to SEK 7,070 million (6,986) corresponds to 27 per cent (28 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 31 December 2021, the ratio for the consolidated situation is 240 per cent (288 per cent). For the period January to December 2021, the average LCR measures 242 per cent for the consolidated situation.

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

Summary of liquidity – Consolidated situation

SEK thousand	31 Dec 2021	31 Dec 2020
Liquidity reserve as per FFFS 2010:7 definition		
Securities issued by sovereigns	179,334	176,381
Securities issued by municipalities	1,054,883	958,037
Lending to credit institutions	15,000	55,000
Bonds and other interest-bearing securities	648,607	670,374
Summary Liquidity reserve as per FFFS 2010:7	1,897,824	1,859,792
Other liquidity portfolio		
Cash and balances at central banks	215,590	208,520
Securities issued by municipalities	570,349	1,150,181
Lending to credit institutions	4,386,086	3,767,951
Total other liquidity portfolio	5,172,025	5,126,652
Total liquidity portfolio	7,069,849	6,986,444
Other liquidity-creating measures		
Unutilised credit facilities	51,270	47,730

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.

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.

Liquid assets according to LCR

31/12/2021					
SEK thousand	Total	SEK	EUR	DKK	NOK
Level 1 assets					
Cash and balances with central banks	184,468		120,723		63,745
Securities or guaranteed by sovereigns, central banks, MDBs and international org.	179,334		118,816	28,632	31,886
Securities issued by municipalities and PSEs	1,625,233	1,309,878	73,761		241,594
Extremely high quality covered bonds	648,608	325,910	150,684		172,014
Level 2 assets					
High quality covered bonds					
Total liquid assets	2,637,643	1,635,788	463,984	28,632	509,239
31/12/2020					
SEK thousand	Total	SEK	EUR	DKK	NOK
Level 1 assets					
Cash and balances with central banks	179,039		119,552		59,487
Securities or guaranteed by sovereigns, central banks, MDBs and international org.	176,381		117,636	28,696	30,049
Securities issued by municipalities and PSEs	1,908,211	1,609,889	73,853		224,469
Extremely high quality covered bonds	390,740	117,923	191,293		81,524
Level 2 assets					
High quality covered bonds	279,634	201,043			78,591
Total liquid assets	2,934,005	1,928,855	502,334	28,696	474,120

Additional information on the Group's management of liquidity risks is available in the Group's 2020 Annual report.

SEK thousand	31 Dec 2021	31 Dec 2020
Total liquid assets	2,637,643	2,934,005
Net liquidity outflow	1,078,916	995,751
LCR measure	240%	288%

G3. 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 combined buffer requirement for the consolidated situation comprises a capital conservation buffer and a countercyclical capital buffer. 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 and after being lowered by the supervisory authorities in spring 2020 amounted to 0.2 per cent. Only Norwegian exposures have a buffer requirement remaining, which is currently 1.0 per cent of risk-weighted Norwegian assets.

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 capital requirement for operational risk is calculated by the standardised method. Under this method, the capital requirement for operational risks is 12 per cent of the income indicator (meaning average operating income for the past three years). The counterparty risk is calculated using the simplified standardised method. External rating companies are used to calculate the bank's capital base requirement for bonds and other interest-bearing securities.

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 stage 1 and stage 2. The phase-in period is as follows:

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

In December 2019, Resurs Holding AB issued Additional Tier 1 Capital of a nominal SEK 300 million. The notes have a perpetual tenor with a first call option after five years and a temporary write-down mechanism.

Capital base

SEK thousand	31 Dec 2021	31 Dec 2020
Common Equity Tier 1 capital		
Equity		
Equity, Group	6,901,250	7,678,332
Additional Tier 1 instruments classified as equity	300,000	300,000
Equity according to balance sheet	7,201,250	7,978,332
Proposed dividend		-536,000
Foreseeable dividend	-262,000	-360,000
Additional/deducted equity in the consolidated situation	-80	-512,783
Equity, consolidated situation	6,939,170	6,569,549
<i>Adjustments according to transition rules IFRS 9:</i>		
Initial revaluation effect	169,371	237,119
<i>Less:</i>		
Additional value adjustments	-2,464	-3,073
Intangible fixed assets	-1,979,082	-1,846,678
Additional Tier 1 instruments classified as equity	-300,000	-300,000
Shares in subsidiaries	-1,863	-145
Total Common Equity Tier 1 capital	4,825,132	4,656,772
Tier 1 capital		
Common Equity Tier 1 capital	4,825,132	4,656,772
Additional Tier 1 instruments	300,000	300,000
Total Tier 1 capital	5,125,132	4,956,772
Tier 2 capital		
Dated subordinated loans	219,464	409,914
Total Tier 2 capital	219,464	409,914
Total capital base	5,344,596	5,366,686

Specification of risk-weighted exposure amount and capital requirements

SEK thousand	31 Dec 2021		31 Dec 2020	
	Risk-weighted exposure amount	Capital requirement ¹⁾	Risk-weighted exposure amount	Capital requirement ¹⁾
Exposures to institutions	928,633	74,291	776,530	62,122
Exposures to corporates	292,072	23,366	291,518	23,321
Retail exposures	22,776,334	1,822,107	20,883,338	1,670,667
Exposures in default	2,925,566	234,045	3,044,468	243,557
Exposures in the form of covered bonds	64,730	5,178	66,890	5,351
Equity exposures	11,449	916	211,279	16,903
Other items	710,699	56,856	453,174	36,255
Total credit risks	27,709,483	2,216,759	25,727,197	2,058,176
Credit valuation adjustment risk	40,688	3,255	25,265	2,021
Market risk				
Currency risk				
Operational risk (standard methods)	4,977,927	398,234	5,089,268	407,141
Total riskweighted exposure and total capital requirement	32,728,098	2,618,248	30,841,730	2,467,338
Concentration risk		282,211		258,267
Interest rate risk		141,326		28,881
Currency risk		2,739		4,667
Total Tier 2 capital requirement		426,276		291,815
Capital buffers				
Capital conservation buffer		818,202		771,043
Countercyclical capital buffer		61,581		64,243
Total capital requirement Capital buffers		879,784		835,287
Total capital requirement		3,924,308		3,594,440

¹⁾ Capital requirement information is provided for exposure classes that have exposures.

Regulatory capital requirements

	31 Dec 2021		31 Dec 2020	
	Amount	Share of risk-weighted exposure amount	Amount	Share of risk-weighted exposure amount
Common Equity Tier 1 capital pursuant to Article 92 CRR (Pillar 1)	1,472,764	4.5	1,387,878	4.5
Other Common Equity Tier 1 capital requirements (Pillar 2)	239,780	0.7	196,434	0.6
Combined buffer requirement	879,784	2.7	835,287	2.7
Total Common Equity Tier 1 capital requirements	2,592,328	7.9	2,419,598	7.8
Common Equity Tier 1 capital	4,825,132	14.8	4,656,772	15.1
Tier 1 capital requirements under Article 92 CRR (Pillar 1)	1,963,686	6.0	1,850,504	6.0
Other Tier 1 capital requirements (Pillar 2)	319,708	1.0	237,312	0.8
Combined buffer requirement	879,784	2.7	835,287	2.7
Total Tier 1 capital requirements	3,163,178	9.7	2,923,102	9.5
Tier 1 capital	5,125,132	15.7	4,956,772	16.1
Capital requirements under Article 92 CRR (Pillar 1)	2,618,248	8.0	2,467,338	8.0
Other capital requirements (Pillar 2)	426,276	1.3	291,815	0.9
Combined buffer requirement	879,784	2.7	835,287	2.7
Total capital requirement	3,924,308	12.0	3,594,440	11.7
Total capital base	5,344,596	16.3	5,366,686	17.4

Capital ratio and capital buffers

	31 Dec 2021	31 Dec 2020
Common Equity Tier 1 ratio, %	14.8	15.1
Tier 1 ratio, %	15.7	16.1
Total capital ratio, %	16.3	17.4
Institution specific buffer requirements, %	2.7	2.7
- of which, capital conservation buffer requirement, %	2.5	2.5
- of which, countercyclical buffer requirement, %	0.2	0.2
Common Equity Tier 1 capital available for use as buffer after meeting the total own funds requirements, %	7.0	8.5

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.

From 28 June 2021, the consolidated situation has a leverage ratio requirement of 3 per cent in accordance with CRR II.

SEK thousand	31 Dec 2021	31 Dec 2020
Tier 1 capital	5,125,132	4,315,285
Leverage ratio exposure	43,532,138	41,174,564
Leverage ratio, %	11.8	10.5

G4. Segment reporting

The CEO of Resurs Holding AB 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 CEO assesses the performance of Payment Solutions and Consumer Loans. The CEO evaluates segment development based on net operating income less credit losses, net.

The development of the segment is evaluated at the operating income, less credit losses, net. Segment reporting is based on the same principles as those used for the consolidated financial statements. Assets monitored by the CEO refer to lending to the public.

Oct-Dec 2021				
SEK thousand	Payment Solutions	Consumer Loans	Intra-Group adjustment	Total Group
Interest income	217,529	489,791	54	707,374
Interest expense	-31,954	-61,580	-42	-93,576
Provision income	79,190	28,429		107,619
Fee & commission expense	-14,675			-14,675
Net income/expense from financial transactions	-395	-1,453	49	-1,799
Other operating income	40,663	10,793	-2,970	48,486
Total operating income	290,358	465,980	-2,909	753,429
<i>of which, internal ¹⁾</i>	<i>2,370</i>	<i>641</i>	<i>-3,011</i>	<i>0</i>
Credit losses, net	-29,708	-142,909		-172,617
Operating income less credit losses	260,650	323,071	-2,909	580,812

Segment reporting

Oct-Dec 2020

SEK thousand	Payment Solutions	Consumer Loans	Intra-Group adjustment	Total Group
Interest income	268,827	503,793	-15	772,605
Interest expense	-34,871	-59,763	103	-94,531
Provision income	78,063	25,095		103,158
Fee & commission expense	-15,580			-15,580
Net income/expense from financial transactions	-3,772	-6,823		-10,595
Other operating income	45,289	13,771	-4,739	54,321
Total operating income	337,956	476,073	-4,651	809,378
<i>of which, internal ¹⁾</i>	<i>3,499</i>	<i>1,152</i>	<i>-4,651</i>	<i>0</i>
Credit losses, net	-47,952	-147,164		-195,116
Operating income less credit losses	290,004	328,909	-4,651	614,262

Jan-Dec 2021

SEK thousand	Payment Solutions	Consumer Loans	Intra-Group adjustment	Total Group
Interest income	963,040	1,936,133	56	2,899,229
Interest expense	-123,948	-240,165		-364,113
Provision income	311,292	106,566		417,858
Fee & commission expense	-70,500			-70,500
Net income/expense from financial transactions	1,538	1,608	42	3,188
Other operating income	157,560	43,139	-17,215	183,484
Total operating income	1,238,982	1,847,281	-17,117	3,069,146
<i>of which, internal ¹⁾</i>	<i>13,522</i>	<i>3,702</i>	<i>-17,224</i>	<i>0</i>
Credit losses, net	-164,831	-480,093		-644,924
Operating income less credit losses	1,074,151	1,367,188	-17,117	2,424,222

Jan-Dec 2020

SEK thousand	Payment Solutions	Consumer Loans	Intra-Group adjustment	Total Group
Interest income	1,132,013	2,119,284	-62	3,251,235
Interest expense	-139,369	-267,583	62	-406,890
Provision income	322,695	102,519		425,214
Fee & commission expense	-63,635			-63,635
Net income/expense from financial transactions	-5,283	-8,900		-14,183
Other operating income	162,144	53,516	-18,954	196,706
Total operating income	1,408,565	1,998,836	-18,954	3,388,447
<i>of which, internal ¹⁾</i>	<i>14,229</i>	<i>4,663</i>	<i>-18,954</i>	<i>-62</i>
Credit losses, net	-261,335	-593,037		-854,372
Operating income less credit losses	1,147,230	1,405,799	-18,954	2,534,075

¹⁾ 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.

Lending to the public

SEK thousand	Payment Solutions	Consumer Loans	Total Group
31 Dec 2021	11,462,542	21,884,398	33,346,940
31 Dec 2020	10,993,623	19,864,718	30,858,341

G5. Net interest income/expense

SEK thousand	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Interest income				
Lending to the public	706,720	772,166	2,896,906	3,243,100
Interest-bearing securities	654	439	2,323	8,135
Total interest income	707,374	772,605	2,899,229	3,251,235
Interest expense				
Liabilities to credit institutions	-2,135	-1,175	-7,233	-3,959
Deposits and borrowing from the public	-61,228	-68,626	-240,935	-296,181
Issued securities	-23,218	-16,209	-87,756	-72,279
Subordinated debt	-4,375	-8,008	-4,375	-33,084
Other liabilities	-2,620	-513	-23,814	-1,387
Total interest expense	-93,576	-94,531	-364,113	-406,890
Net interest income/expense	613,798	678,074	2,535,116	2,844,345

G6. Other operating income

SEK thousand	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Other income, lending to the public	40,359	38,545	147,861	157,950
Other operating income	8,127	15,776	35,623	38,756
Total operating income	48,486	54,321	183,484	196,706

G7. General administrative expenses

SEK thousand	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Personnel expenses ¹⁾	-141,730	-159,259	-558,498	-588,427
Postage, communication and notification expenses	-33,907	-32,387	-129,360	-131,751
IT expenses	-62,768	-43,233	-222,695	-194,749
Cost of premises	-5,257	-9,335	-21,099	-22,404
Consultant expenses	-18,468	-15,684	-61,353	-51,435
Other	-32,417	-36,414	-133,799	-140,386
Total general administrative expenses	-294,547	-296,312	-1,126,804	-1,129,152

¹⁾ From 1 January 2021, salaries and salary-related costs for development of software for internal use for employees that are directed related to projects are capitalised. As of 31 December 2021, capitalised salaries and salary-related costs amounted to SEK 7.7 million, which resulted in lower personnel expenses for the January-December period 2021 in the corresponding amount.

G8. Credit losses, net

SEK thousand	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Provision of credit reserves				
Stage 1	-11,823	-3,545	-8,557	-45,323
Stage 2	24,096	14,696	72,060	-30,086
Stage 3	-83,111	135,653	-43,670	-169,394
Total	-70,838	146,804	19,833	-244,803
Provision of credit reserves off balance (unutilised limit)				
Stage 1	1,297	3,415	2,312	-6,148
Stage 2	307	996	-2,306	1,804
Stage 3				
Total	1,604	4,411	6	-4,344
Write-offs of stated credit losses	-103,263	-348,560	-665,301	-641,923
Recoveries of previously confirmed credit losses	-120	2,229	538	36,698
Total	-103,383	-346,331	-664,763	-605,225
Credit losses, net	-172,617	-195,116	-644,924	-854,372
<i>off which lending to the public</i>	<i>-174,221</i>	<i>-199,527</i>	<i>-644,930</i>	<i>-850,028</i>

G9. Discontinued operations

The Extraordinary General Meeting of Resurs Holding AB resolved on 2 November 2021 to distribute all of the shares in Solid Försäkringsaktiebolag to Resurs's shareholders. The record date was 29 November 2021 and registered shareholders of Resurs were entitled to receive shares in Solid Försäkring in relation to their current holdings. Ten (10) shares in Resurs carried entitlement to one (1) share in Solid Försäkring. The first trading day for Solid Försäkringsaktiebolag on Nasdaq Stockholm was 1 December 2021 and the closing price was SEK 60.16 per share. This means a market capitalisation of approximately SEK 1,203 million.

The first trading day for Solid Försäkringsaktiebolag on Nasdaq Stockholm was 1 December 2021 and the closing price was SEK 60.16 per share. This means a market capitalisation of approximately SEK 1,203 million.

The discontinued operations are presented on a separate line in the income statement. Earnings for comparative periods were restated as if the discontinued operations had not been part of the Group at the start of the comparative period.

The table below presented the income statement and statement of cash flows for the discontinued operations for the full-year 2020 and for Jan-Nov 2021.

SEK thousand	Jan-Nov 2021	Jan-Dec 2020
Operating income	241,686	226,277
Total expenses	-90,168	-96,235
Operating profit/loss	151,518	130,042
Income tax expense	-31,054	-32,624
Net profit for the period	120,464	97,418
Earnings effect from the distribution of Solid Försäkringsaktiebolag	470,549	

Cash flow statement	Jan-Nov 2021	Jan-Dec 2020
Cash flow from operating activities before changes in operating assets and liabilities	123,701	121,641
Cash flow from operating activities	53,736	270,784
Cash flow from investing activities	108	-11,538
Cash flow from financing activities		
Cash flow for the period, discontinued operations	53,844	259,246

G10. Lending to the public

SEK thousand	31 Dec 2021	31 Dec 2020
Retail sector	36,081,604	33,495,835
Corporate sector	299,227	343,966
Total lending to the public, gross	36,380,831	33,839,801
Stage 1	28,105,869	25,013,470
Stage 2	2,975,290	3,521,766
Stage 3	5,299,672	5,304,565
Total lending to the public, gross	36,380,831	33,839,801
Less provision for expected credit losses		
Stage 1	-223,471	-209,382
Stage 2	-366,542	-428,880
Stage 3	-2,443,878	-2,343,198
Total expected credit losses	-3,033,891	-2,981,460
Stage 1	27,882,398	24,804,088
Stage 2	2,608,748	3,092,886
Stage 3	2,855,794	2,961,367
Total lending to the public, net	33,346,940	30,858,341
Geographic distribution of net lending to the public	31 Dec 2021	31 Dec 2020
Sweden	16,663,157	15,059,126
Denmark	4,408,119	4,146,035
Norway	6,491,302	6,546,310
Finland	5,784,362	5,106,870
Total net lending to the public	33,346,940	30,858,341

G11. Other provisions

SEK thousand	31 Dec 2021	31 Dec 2020
Reporting value at the beginning of the year	21,075	20,337
Provision made/utilised during the period	30	4,408
Exchange rate differences	-1,956	-3,670
Total	19,149	21,075
Provision of credit reserves, unutilised limit, stage 1	15,568	17,337
Provision of credit reserves, unutilised limit, stage 2	2,224	
Other provisions	1,357	3,738
Reported value at the end of the period	19,149	21,075

G12. Pledged assets, contingent liabilities and commitments

SEK thousand	31 Dec 2021	31 Dec 2020
Collateral pledged for own liabilities		
Lending to credit institutions	178,494	139,538
Lending to the public ¹⁾	2,458,568	2,455,141
Assets for which policyholders have priority rights ²⁾		1,150,416
Restricted bank deposits ³⁾	33,828	32,286
Total collateral pledged for own liabilities	2,670,890	3,777,381
Contingent liabilities	0	0
Other commitments		
Unutilised credit facilities granted	24,239,177	23,891,248
Total other commitments	24,239,177	23,891,248

¹⁾ Refers to securitisation.

²⁾ Technical provisions, net, amounts to SEK 0 million (-584.1), which means that total surplus of registered assets amounts to SEK 0 million (566.3).

³⁾ As of 31 December 2021, SEK 31,122 thousand (29,481) refers mainly to a reserve requirement account at Finlands Bank.

G13. Pledged assets, contingent liabilities and commitments

Resurs Holding AB, corporate identity number 556898-2291, is owned at 31 December 2021 to 28.9 per cent by Waldakt AB. Of the remaining owners, no single owner holds 20 per cent or more. Companies with significant influence through direct or indirect ownership of the Resurs Group also have controlling or significant influence of NetOnNet AB, with which the Resurs Group conducted significant transactions during the period.

Normal business transactions were conducted between the Resurs Group and these related companies and 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	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Processing fees	-25,783	-15,472	-85,716	-68,763
Interest expense – deposits and borrowing from the public	-89	-109	-398	-437
Fee & commission income		-15,433		-46,960
Fee & commission expense	-3	-343	-501	-1,391
General administrative expenses				
SEK thousand			31 Dec 2021	31 Dec 2020
Lending to the public			29	82
Other assets				4,755
Deposits and borrowing from the public			-160,052	-159,195
Other liabilities			-18,656	-32,074
Transactions with key persons				
SEK thousand	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Interest expense – deposits and borrowing from the public	-8	-12	-39	-48
SEK thousand			31 Dec 2021	31 Dec 2020
Lending to the public			2	8
Deposits and borrowing from the public			-10,076	-7,619

In 2020 numbers, related-party transactions related to discontinued operations are included with SEK 56 million.

In 2021 numbers, only related-party transactions related to continuing operations are included.

G14. Financial instruments

SEK thousand	31 Dec 2021		31 Dec 2020	
	Carrying amount	Fair value	Carrying amount	Fair value
Tillgångar				
Finansiella tillgångar				
Cash and balances at central banks	215,590	215,590	208,520	208,520
Treasury and other bills eligible for refinancing	1,803,015	1,803,015	2,302,823	2,302,823
Lending to credit institutions	4,401,086	4,401,086	4,149,906	4,149,906
Lending to the public	33,346,940	33,993,272	30,858,341	31,390,974
Bonds and other interest-bearing securities	647,948	647,948	1,143,616	1,143,616
Subordinated loans			29,682	29,682
Shares and participating interests	11,460	11,460	105,494	105,494
Derivatives	1,781	1,781	113,272	113,272
Other assets	68,715	68,715	82,212	82,212
Accrued income	57,906	57,906	33,783	33,783
Total financial assets	40,554,441	41,200,773	39,027,649	39,560,282
Intangible fixed assets	1,979,082		1,895,394	
Tangible assets	124,946		122,210	
Other non-financial assets	303,319		408,592	
Total assets	42,961,788		41,453,845	

SEK thousand	31 Dec 2021		31 Dec 2020	
	Carrying amount	Fair value	Carrying amount	Fair value
Liabilities				
Financial liabilities				
Liabilities to credit institutions			107,400	107,400
Deposits and borrowing from the public	26,201,658	26,201,396	24,692,195	24,692,757
Derivatives	27,366	27,366	4,167	4,167
Other liabilities	529,210	529,210	518,547	518,547
Accrued expenses	182,517	182,517	179,425	179,425
Issued securities	7,871,893	7,899,667	6,297,472	6,322,511
Subordinated debt	599,511	610,737	598,702	601,611
Total financial liabilities	35,412,155	35,450,893	32,397,908	32,426,418
Provisions	19,149		21,075	
Other non-financial liabilities	329,234		1,056,530	
Equity	7,201,250		7,978,332	
Total equity and liabilities	42,961,788		41,453,845	

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 Dec 2021			31 Dec 2020		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
Financial assets at fair value through profit or loss:						
Treasury and other bills eligible for refinancing	1,803,015			2,302,823		
Bonds and other interest-bearing securities	647,948			1,143,616		
Subordinated loans				29,682		
Shares and participating interests			11,460	98,207		7,287
Derivatives		1,781			113,272	
Total	2,450,963	1,781	11,460	3,574,328	113,272	7,287
Financial liabilities at fair value through profit or loss:						
Derivatives		-27,366			-4,167	
Total	0	-27,366	0	0	-4,167	0

Financial instruments

Changes in level 3

SEK thousand	Jan-Dec 2021	Jan-Dec 2020
Shares and participating interests		
Opening balance	7,287	17,421
New share issue	4,092	
Depreciation		-10,000
Exchange-rate fluctuations	81	-134
Closing balance	11,460	7,287

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 December 2021 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 2 million (113), while liabilities total SEK 27 million (4). Collateral corresponding to SEK 39 million (0) and SEK 0 million (107) was received. The net effect on loans to credit institutions total SEK 39 million (0) and liabilities to credit institutions total SEK 0 million (107).

G15. Earnings per share

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

During January - December 2021, there were a total of 200,000,000 shares with a quotient value of SEK 0.005 (0.005). There is no dilution effect as of 31 December 2021.

	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Net profit for the period, SEK thousand	225,838	169,729	925,061	856,242
Portion attributable to Resurs Holding AB shareholders	221,645	165,550	908,462	839,298
Portion attributable to additional Tier 1 capital holders	4,193	4,179	16,599	16,944
Profit for the period	225,838	169,729	925,061	856,242
Average number of outstanding shares during the period	200,000,000	200,000,000	200,000,000	200,000,000
Earnings per share, SEK	1.11	0.83	4.54	4.20

Summary financial statements - Parent company

Income statement

SEK thousand	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Net sales	3,657	5,882	25,031	29,145
Total operating income	3,657	5,882	25,031	29,145
Personnel expenses	-4,653	-5,801	-24,054	-28,344
Other external expenses	-12,410	-5,843	-54,091	-30,186
Total operating expenses	-17,063	-11,644	-78,145	-58,530
Operating profit	-13,406	-5,762	-53,114	-29,385
Earnings from participations in Group companies	518,908	458,000	518,868	457,775
Other interest income and similar profit/loss items	15	25	58	70
Interest expense and similar profit/loss items	-28		-65	-101
Total profit/loss from financial items	518,895	458,025	518,861	457,744
Profit/loss after financial items	505,489	452,263	465,747	428,359
Appropriations		60,000		60,000
Tax on profit for the period	5,732	-12,021	13,906	-7,029
Net profit for the period	511,221	500,242	479,653	481,330
Portion attributable to Resurs Holding AB shareholders	507,027	496,063	463,054	464,386
Portion attributable to additional Tier 1 capital holders	4,194	4,179	16,599	16,944
Profit/loss for the period	511,221	500,242	479,653	481,330

Statement of comprehensive income

SEK thousand	Oct-Dec 2021	Oct-Dec 2020	Jan-Dec 2021	Jan-Dec 2020
Net profit for the period	511,221	500,242	479,653	481,330
Comprehensive income for the period	511,221	500,242	479,653	481,330
Portion attributable to Resurs Holding AB shareholders	507,027	495,953	463,054	464,386
Portion attributable to additional Tier 1 capital holders	4,194	4,289	16,599	16,944
Comprehensive income for the period	511,221	500,242	479,653	481,330

Balance sheet

SEK thousand	31 Dec 2021	31 Dec 2020
Assets		
Financial assets		
Participations in Group companies	2,223,553	2,303,435
Total non-current assets	2,223,553	2,303,435
Current assets		
Current receivables		
Receivables from Group companies	263,289	895,151
Current tax assets	24,527	1,874
Other current receivables	2,077	2,270
Prepaid expenses and accrued income	848	646
Total current receivables	290,741	899,941
Cash and bank balances	119,720	182,246
Total current assets	410,461	1,082,187
TOTAL ASSETS	2,634,014	3,385,622
Equity and liabilities		
Equity		
Restricted equity		
Share capital	1,000	1,000
Non-restricted equity		
Share premium reserve	1,779,974	1,779,407
Additional Tier 1 instruments	300,000	300,000
Profit or loss brought forward	45,371	813,348
Net profit for the period	479,653	481,330
Total non-restricted equity	2,604,998	3,374,085
Total equity	2,605,998	3,375,085
Provisions		
Other provisions	679	638
Current liabilities		
Trade payables	4,701	1,347
Other current liabilities	2,670	732
Accrued expenses and deferred income	19,966	7,820
Total current liabilities	27,337	9,899
TOTAL EQUITY AND LIABILITIES	2,634,014	3,385,622

Statement of changes in equity

SEK thousand	Share capital	Share premium reserve	Additional Tier 1 instruments	Retained earnings	Profit/loss for the period	Total equity
Initial equity at 1 January 2020	1,000	1,775,929	300,000	70,256	760,036	2,907,221
<i>Owner transactions</i>						
Option premium received/repurchased		3,478				3,478
Cost additional Tier 1 instruments				-16,944		-16,944
Appropriation of profits according to resolution by Annual General Meeting				760,036	-760,036	0
Net profit for the period					481,330	481,330
Equity at 31 December 2020	1,000	1,779,407	300,000	813,348	481,330	3,375,085
Initial equity at 1 January 2021	1,000	1,779,407	300,000	813,348	481,330	3,375,085
<i>Owner transactions</i>						
Option premium received/repurchased		567				567
Dividends according to General Meeting				-536,000		-536,000
Dividends according to Extraordinary General Meeting				-600,000		-600,000
Distribution of shares in Solid Försäkringsaktiefbolag				-81,601		-81,601
Listing costs				-15,107		-15,107
Cost additional Tier 1 instruments				-16,599		-16,599
Appropriation of profits according to resolution by Annual General Meeting				481,330	-481,330	0
Net profit for the period					479,653	479,653
Equity at 31 December 2021	1,000	1,779,974	300,000	45,371	479,653	2,605,998

Pledged assets, contingent liabilities and commitments

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

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