

YEAR-END REPORT

JANUARY-DECEMBER

2024

AVIDA FINANS AB
(PUBL) 556230-9004

AVIDA

STATEMENT BY THE CEO

A TRANSFORMATIVE QUARTER CONCLUDED THE YEAR



Avida's fourth quarter was marked by substantial change and transformation. It was also characterized by the successful completion of the acquisition of Santander Consumer Bank's credit card and sales finance operations in Sweden and Norway. Through this acquisition, Avida has added approximately SEK 3.6 billion in loan volume and has now a platform that creates opportunities for future growth. The portfolio includes only performing assets and will bring economies of scale to current operations, as well as knowledge about the credit card and sales finance offering for Avida to build on. We will now prioritize the successful integration of the portfolio and optimization of the offering.

During the period, Avida initiated a comprehensive assessment of the business and operation. This has resulted in a transformation plan focusing on organizational efficiency, improved cost structure, and decreasing credit losses.

The company's executive management team has been reorganized and strengthened by new recruitments both during and after the quarter, adding increased experience and expertise. The new reformed leadership team possesses the competence and execution power needed to turn Avida's development around.

In connection with the year-end financial statements for the fourth quarter, following a comprehensive review of the loan portfolio, we have decided to significantly increase coverage ratios through a write down of the performing and non-performing portfolios of 298,2 MSEK. Furthermore, two portfolios of non-performing loans were sold to improve the capital structure. The financial impact of these sales resulted in a net loss of 21,7 MSEK. In the quarter the shareholders decided to support Avida's turn-round plan with a capital injection of SEK 866 million to complete the acquisition of the Santander credit card and sales finance portfolio and strengthen the balance sheet and the capital position. Avida is well capitalized with a CET1 ratio of 12.75% and a Total capital ratio of 16.49 % at end of December 2024.

The launch of the planned loyalty program, which was to be jointly operated by Strawberry Hotels and Norwegian Air Shuttle, where Avida was set to provide financial services, has been delayed. As of now, the planned loyalty program has not materialized. Therefore, as a precautionary measure, write-downs have been made on certain project-related investments linked to the partnership, amounting to 32 MSEK. This decision is based on our assessment that the probability of the partnership has decreased. Revenues in the fourth quarter declined primarily within the consumer segment due to restrictive new lending and reduced volumes. In summary, lower revenues, higher costs, and significant credit losses including the write downs of assets led to a result of -507,8 MSEK before tax.

TRANSFORMATION AT A HIGH PACE

Declining volumes, high costs, write downs of non-performing portfolios and large credit losses underline the importance of continuing the company's ongoing transformation. With great speed and energy, efficiency improvements are being implemented, the cost structure is being adjusted, and actions are to be taken to reduce credit losses. This is being carried out with the full support of Avida's strong owners and under the leadership of a new, more experienced, and efficient management team.

INITIATING COST SAVINGS PROGRAM WITH THE AIM OF REDUCING COSTS OF 200 MSEK.

The cost-saving measures already initiated during the period are not sufficient to bring expenses down to a sustainable level given the size of Avida's business operations. Having reviewed business operations and considering the updated strategic priorities we have decided to materially further reduce the cost base by 200 MSEK. As part of this, we see the need to reduce the number of staff resources by approximately 30%. This reduction corresponds to around 65 full-time positions, including reductions already made since October 2024. Therefore, the company is to initiate union negotiations to implement these cost savings. The cost savings are expected to come into full effect on a monthly basis second half of 2025.

VOLUME DECLINE

Volume continued to decline, especially in Sweden, in the consumer lending segment due to our continued conservative market approach. At the end of the period, the acquired volume from Santander Consumer Bank was added, which positively impacts total volume. We also experienced a decline in our corporate business, due to late onboarding of new factoring clients.

SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD

Enhancements and increased experience have been added to the company's senior management team following several key recruitments after the end of the quarter. Lisbeth Alaintalo was hired as Chief Risk Officer, Johan Segerstedt as Chief Information Officer, Martin Ahlberg assumed the role of Chief Credit Officer, and Christina Örn was appointed as the new Head of Business to Consumer. Avida announced a cost savings program on the 13th of February indicating annual cost savings of 200 MSEK, including a corresponding staff reduction of approximately 65 full time positions based on the October 2024 outcome. Union negotiations are to be initiated.

CHALLENGING BUT ACHIEVABLE

We are now implementing significant actions to achieve a turnaround of the company and are fully committed and dedicated to succeeding. With new products, new customers, new colleagues, and key recruitments at the management level, we are prepared to tackle the challenges ahead.

Our highest priority besides the turnaround is the migration of the acquired credit card and sales finance operations, where we aim to transfer all new customers and products to our own systems during 2025. In accordance with the acquisition agreement, Santander will provide operational support to Avida during a transition period until all customers have been migrated to our systems. With the strong support shown by the owner with the December capital injection Avida is well capitalized with CET1 ratio of 12.75% and a Total capital ratio of 16.49%.

The transformation will require a significant effort from all of us. But I have strong confidence that we will succeed.

Stockholm, February 27, 2025

Mikael Johansson
CEO

QUARTERLY REVIEW

INCOME STATEMENT

SEK million	Quarter 4 2024	Quarter 3 2024	Quarter 4 2023	Full year 2024	Full year 2023
Net interest income	171.2	181.3	192.2	712.1	863.5
Total operating income	184.9	194.4	207.5	746.6	901.9
Total operating expenses	-156.3	-110.4	-108.3	-501.4	-370.0
Credit losses, net	-536.4	-138.2	-98.6	-931.1	-513.1
Profit/loss before tax	-507.8	-54.2	0.7	-685.9	18.8
Net profit or loss for the period	-507.9	-54.1	-2.9	-684.6	14.1

BALANCE SHEET

SEK million	31 Dec 2024	31 Dec 2023
Loans to the public	12,283.5	10,515.9
Deposits from the public	10,945.1	10,930.3
Equity	1,738.4	1,586.9

KEY RATIOS

SEK million	Quarter 4 2024	Quarter 3 2024	Quarter 4 2023	Full year 2024	Full year 2023
Net interest margin (%)	7.45%	7.60%	6.85%	7.34%	7.32%
C/I ratio	-0.84	-0.58	0.52	-0.68	0.41
Return on equity (%)	NEG	NEG	NEG	NEG	0.93%
CET1 ratio (%)	12.75%	11.91%	13.14%	12.75%	13.14%
Loss ratio (%)	-23.3%	-5.6%	-3.51%	-9.4%	4.35%

The figures in the quarterly overview have previously referred to the Avida Group. After the liquidation of the subsidiary Avida Norge AS during fourth quarter 2023, Avida no longer prepares consolidated accounts. The figures above, including comparables, therefore refer to Avida Finans AB (publ).

For more information on key ratios, see Definitions.

FINANCIAL DEVELOPMENT DURING THE FOURTH QUARTER 2024

Comparative figures for the income statement pertain to the third quarter of 2024.

Significant events during the quarter

As of the end of December, Avida completed the acquisition of Santander's credit card and sales finance business. Through the acquisition, Avida gained approximately 450,000 customers and a lending volume of approximately SEK 3.6 billion. The credit card and sales finance business consist of receivables in Norwegian and Swedish crowns relatively evenly distributed.

The acquired credit card and sales finance business consists of performing loans defined as Stage 1. In accordance with current accounting rules, a provision has been made for expected credit losses (ECL) in December 2024 corresponding to approximately SEK 44 million.

In accordance with the acquisition agreement, Santander will offer Avida operational support during a transition period until all customers have been moved to Avida's own systems. Avida will compensate Santander for this commitment.

The financing of the acquisition has been made through a new share issue and raising external debt. Future growth and amortization will be financed through an increase in deposits from the public.

As of December 17, the Company has carried out a new share issue to secure payment of the acquisition of the credit card and sales financing business from Santander and to ensure a continued good capital adequacy level. The issue amounted to approximately SEK 866 million.

During the month of December, the company also divested two non-performing portfolios denominated in NOK and SEK at a nominal value of approximately SEK 456 million. Realised loss amounts to -21.7 MSEK for the sale.

The Swedish Financial Supervisory Authority's (SFSA) legal position regarding deposits via digital platforms has meant that the company has conducted a review of how borrowing should take place in the future. The SFSA's position had a negative impact on both the Liquidity Coverage Ratio (LCR) and the Net Stable Funding Ratio (NSFR). The company has head room to meet the regulatory requirements.

During the fourth quarter, the company conducted a review of provisions for loan receivables and made adjustments accordingly. The

background to this adjustment is the assessment of the general situation, primarily in Sweden, but also in Norway and Finland. The adjustments have mainly affected the book value of past due receivables. Further information of these changes can be found in the text on credit losses below.

In the Consumer Credit business area, the company continued to be restrictive in granting new credit, and loans to the public decreased during the quarter as a result. Based on a strategic review, the company has also continued to reduce corporate lending, but with a continued focus on factoring.

Mikael Johansson has been appointed permanent CEO as of 31 October.

INCOME STATEMENT

Operating income

Interest income during the quarter amounted to SEK 277.1 (296.7) million. In the consumer segment, Avida has continued to have restrictive new lending, which, based on repayments, provisions and actual credit losses, has resulted in a decrease in lending volume, with reduced interest income as an effect. In the corporate segment, the volume of loans continued to be reduced based on the strategy adopted. Factoring volume decreased slightly in the fourth quarter due to postponement of the start-up of new contracts.

All in all, the Consumer Division's interest income decreased by SEK 47.6 million and the Corporate Division's interest income by SEK 2.8 million compared with the third quarter.

Interest expenses amounted to SEK 106.0 M (115.4) and were impacted by lower financed volume and lower deposit costs during the quarter. Net interest income for the quarter amounted to SEK 171.2 (181.3) million. Net interest income decreased for the consumer segment by SEK 11.9 million and for the corporate segment by SEK 0.9 million compared with the third quarter.

Operating expenses

General administrative expenses amounted to SEK -124.3 million, compared to SEK -110.4 million in the third quarter. The asset impairment is mainly driven by the write-down of capitalized development costs for the planned cooperation with NAS (Norwegian Air Shuttle) and Strawberry (SEK 31.9 million) as well as agreements linked to future costs related to the collaboration. In addition, the quarter also includes costs for provisions for redundant staff.

The third quarter normally has lower costs due to the holiday period with lower costs for consultants, among others.

Credit losses, net including increased provisions

Net credit losses increased including the one off write off in December (298.2 MSEK) compared to the third quarter and amounted to SEK -536.4 (-138.2) million. The increase is mainly related to increased coverage ratio for the consumer segment. The revaluation is based on updated cash flow calculations that reduce the Stage 3 balance sheet by SEK -246.2 million and a loss arising from the divestment of two portfolios (SEK and NOK) of SEK -21.7 million. In addition to the revaluation in Stage 3, Stage 1 has been revalued with an increased provision of SEK -37.3 million and Stage 2 with SEK -14.7 million. The background to the increased allocations is based on the general situation, primarily in Sweden, with increased unemployment and lower economic activity, but developments in Norway and Finland also have an impact.

In the corporate segment, net credit losses amounted to SEK 25.7 million, an increase of SEK 20.7 million compared to Q3. This increase is primarily attributable to two agreements.

In addition, a provision of approximately SEK 44 million has been made for the acquired credit card and sales financing portfolio in accordance with applicable IFRS regulations, which also has a negative impact on credit losses.

Tax expenses

The quarter's tax expense is affected by non-deductible expenses and other tax adjustments to the full-year profit.

BALANCE SHEET

Loans to the public

Lending to the public amounted to SEK 12,283.5 million as of December 31, 2024, compared to SEK 10,515.9 million on December 31, 2023. The total lending volume for the consumer segment has decreased as a result of amortization, increased credit losses, impairments and continued cautious new lending (SEK -852.4 million). In the corporate segment, corporate loans have been reduced based on a strategic decision (SEK -378.3 million). Factoring has a seasonal variation, and the volume change compared to December 2023 amounted to SEK -554.2 million. Other items decreased by SEK 32.7 million. As of December 31, the acquisition of the credit card and sales finance portfolios from Santander Consumer Bank was completed, increasing lending to the public of approximately SEK 3.6 billion. Including the acquisition of the credit card portfolios, lending to the public increased by SEK 1,767.6 million.

Deposits from the public

Deposits from the public increased by SEK 14.8 million and amounted to SEK 10,945.1 (10,930.3) million as of 31 December 2024. Deposits from the public have decreased during the first three quarters of the year, but due to the Swedish Financial Supervisory Authority's (SFSA)

of the year, but due to the Swedish Financial Supervisory Authority's (SFSA) position on digital deposit platforms, this has meant that Avida has increased its cash and cash equivalents to ensure compliance with the regulatory liquidity requirements LCR and NSFR. This position has mainly had a negative effect on NSFR. Avida has met the requirements during the quarter. Avida has actively worked to ensure regulatory compliance for these two metrics and after implementing measures, the company assesses that the company will continue to exceed the requirements in the future.

Avida has good liquidity at the end of the quarter and meets the liquidity regulatory requirements LCR and NSFR with sufficient head room.

Other balance sheet items

Eligible government debt securities have increased as a result of the SFSA's position on digital deposit platforms.

Other liabilities relate to the financing of the acquired credit card and sales financing portfolios.

Capital and financing

During the fourth quarter, a new share issue of approximately SEK 866 million was completed, which strengthened Avida's Common Equity Tier 1 capital base.

Material risks and uncertainties

Through its operations as a credit institution with a presence in several countries, Avida is exposed to both financial and non-financial risks. Financial risks consist of credit, liquidity and market risks, and non-financial risks relate to strategic and operational risks. All risk exposures were managed within the company's risk appetite and risk limit during the quarter.

The macroeconomic situation has been affected by the election of a new president of the United States and the ongoing conflicts in Ukraine and Gaza. Key interest rates have been reduced in Sweden and the euro area, while the inflation rate has continued to decline. Avida has a strong capital and liquidity position, and all deposits are covered by the state deposit guarantee, which creates a stable funding base. Borrowing costs have decreased somewhat on the basis of lower market interest rates but have not decreased in terms of SEK at the same rate as the Riksbank's policy rate. The company assesses that this is due to the SFSA's legal position regarding digital deposit platforms. Norges Bank has been cautious and left the key interest rates unchanged during the quarter, and the cost of financing in NOK has increased slightly as Avida has needed to increase deposits from the public to finance part of the acquisition of Santander Consumer Bank's Norwegian portfolio. Borrowing costs for EUR have decreased slightly as a result of falling market interest rates, which have led to lower deposit rates.

Avida continuously monitors the development of the company's loan portfolio and analyses how the deteriorating international situation may affect the risk in the portfolios. During the year, Avida strengthened its focus on factoring, which in the long term will reduce counterparty risk against larger individual credit commitments in corporate lending. In the consumer segment, PSD2 data has been incorporated into credit checks to further reduce risk in new lending.

The credit risk in the liquidity portfolio is assessed as low and investments of excess liquidity are made in high-quality government and municipal securities. Market risks remain at a stable level as Avida continuously manages its currency risk through derivatives.

Related party transactions

During the period, normal business transactions with related parties have taken place. The nature and scope of transactions with related parties are unchanged since 31 December 2023 and are presented in the Annual Report.

Events after the end of the quarter

Enhancements and increased experience have been added to the company's senior management team following several key recruitments after the end of the quarter. Lisbeth Alaintalo was hired as Chief Risk Officer, Johan Segerstedt as Chief Information Officer, Martin Ahlberg assumed the role of Chief Credit Officer, and Christina Örn was appointed as the new Head of Business to Consumer.

Regarding the initiation of negotiations on cost savings amounting to SEK 200 million, there is a need to reduce the workforce, including both permanent employees and consultants, by 30%, which corresponds to approximately 65 full-time positions based on October 2024, including reductions already made.

Expected future development

Avida continues to focus on investing in the customer experience and strengthening readiness for future profitable growth. This is done through improved digitalization, automation, and the development of new products. The acquired credit card and sales financing portfolio creates the base for an expanded product offering for our existing and new customers as well as increased conditions for a profitable business. The strategy with a clear focus on growing the factoring volume remains.

Overview

This interim report has not been subject to special review by the company's auditors.

INCOME STATEMENT

SEK million	Note	Quarter 4 2024	Quarter 3 2024	Quarter 4 2023	Full year 2024	Full year 2023
Interest income		277.1	296.7	320.7	1,166.1	1,287.1
Interest expenses		-106.0	-115.4	-128.4	-454.0	-423.6
Net interest income	4	171.1	181.3	192.2	712.1	863.5
Net commission income		5.5	5.0	4.3	20.8	22.0
Net result from financial transactions		8.1	3.2	-0.1	9.2	3.3
Other operating income		0.1	4.9	11.0	4.4	13.1
Total operating income		184.9	194.4	207.5	746.6	901.9
General administrative expenses		-124.3	-108.5	-105.9	-462.8	-360.9
Depreciation and amortisation of tangible and intangible assets		-31.9	-1.9	-2.4	-38.6	-9.1
Total expenses before credit losses		-156.3	-110.4	-108.3	-501.4	-370.0
Profit/loss before credit losses		28.6	84.0	99.3	245.2	532.0
Credit losses, net	5	-536.4	-138.2	-98.6	-931.1	-513.1
Operating profit/loss		-507.8	-54.2	0.7	-685.9	18.8
Profit/loss before tax		-507.8	-54.2	0.7	-685.9	18.8
Tax on profit or loss for the period		-0.1	0.0	-3.6	1.3	-4.7
Profit or loss for the period		-507.9	-54.2	-2.9	-684.6	14.1

STATEMENT OF COMPREHENSIVE INCOME

SEK million	Quarter 4 2024	Quarter 3 2024	Quarter 4 2023	Full year 2024	Full year 2023
Profit or loss for the period	-507.9	-54.2	-2.9	-684.6	14.1
Currency rate differences when translating foreign operations	-0.7	-0.1	0.0	-0.9	-0.5
Sum of items that may be subsequently reclassified to the income statement	-0.7	-0.1	0.0	-0.9	-0.5
Total profit or loss for the period	-508.6	-54.3	-2.9	-685.5	13.6

STATEMENT OF FINANCIAL POSITION

SEK million	Note	31 Dec 2024	31 Dec 2023
ASSETS			
Cash and balances with central banks		80.3	77.6
Treasury bills eligible for repayment		1,091.6	837.0
Loans to credit institutions		2,689.6	1,136.4
Loans to the public	6	12,283.5	10,515.9
Intangible fixed assets		96.9	56.4
Tangible assets		4.6	5.0
Current tax asset		35.6	28.6
Other assets		83.2	276.9
Prepaid expenses and accrued income		17.6	22.6
TOTAL ASSETS		16,382.9	12,956.4
LIABILITIES AND EQUITY			
Deposits from the public		10,945.1	10,930.3
Other liabilities		3,351.1	133.1
Accrued expenses and prepaid income		96.2	52.3
Other provisions		2.1	4.1
Subordinated debt		250.0	249.7
TOTAL LIABILITIES		14,644.5	11,369.5
EQUITY			
Share capital		14.6	14.6
Other contributed capital		1,985.2	1,119.6
Additional Tier 1 capital		193.5	199.4
Other reserves		107.3	46.0
Retained earnings		122.3	193.2
Profit for the year		-684.6	14.1
TOTAL EQUITY		1,738.4	1,586.9
TOTAL LIABILITIES AND EQUITY		16,382.9	12,956.4

STATEMENT OF CHANGES IN EQUITY

SEK million	Restricted equity				Unrestricted equity					Total
	Share capital	Statutory reserve	Development expenditure fund	Additional Tier 1 capital	Premium reserve	Translation reserve	Retained earnings	Profit for the year		
Opening balance 1 Jan 2024	14.6	1.8	56.4	199.4	1,119.5	-12.2	193.2	14.1	1,586.9	
Transfer of previous year's net profit/loss							14.1	-14.1		
Profit/loss for the year								-684.9	-684.6	
Other comprehensive income						0.8			0.8	
Total comprehensive income						0.8		-684.9	903.1	
Transfer between restricted and non-restricted equity			60.5				-60.5			
Share issue, net of transaction costs					865.8				865.8	
Transaction costs on Additional Tier 1 capital				-5.8					-5.8	
Interest paid on Additional Tier 1 capital							-24.6		-24.6	
Closing balance 31 Dec 2024	14.6	1.8	116.9	193.5	1 985.2	-11.3	122.3	-684.6	1 738.4	

SEK million	Restricted equity				Unrestricted equity					Total
	Share capital	Statutory reserve	Development expenditure fund	Additional Tier 1 capital	Premium reserve	Translation reserve	Retained earnings	Profit for the year		
Opening balance 1 Jan 2023	12.8	1.8	43.2	198.0	921.6	-11.6	170.8	63.3	1 399.9	
Transfer of previous year's net profit/loss							63.3	-63.3		
Profit/loss for the year								14.1	14.1	
Other comprehensive income						-0.5			-0.5	
Total comprehensive income						-0.5		14.1	13.6	
Transfer between restricted and non-restricted equity			13.1				-13.1			
Share issue, net of transaction costs	1.8				197.9				199.7	
Transaction costs on Additional Tier 1 capital				1.3					1.3	
Interest paid on Additional Tier 1 capital							-27.7		-27.7	
Closing balance 31 Dec 2023	14.6	1.8	56.4	199.4	1,119.5	-12.2	193.2	14.1	1,586.9	

CASH FLOW STATEMENT

SEK million	Full year 2024	Full year 2023
Operating activities		
Operating profit/loss	-685.9	18.8
Operating profit/loss	-2.0	0.0
<i>Adjustment for items not included in cash flow</i>		
Depreciation and amortisation of tangible and intangible assets	20.1	9.1
Provisions for credit losses	933.1	513.1
Unrealised changes in assets and liabilities	-9.3	-3.3
Write-down of shares in subsidiary upon liquidation	0.0	-2.0
Gain on liquidation of shares in subsidiary	0.0	-6.7
Other non-cash items	-1.2	-3.2
Income tax paid	-36.6	-2.3
Cash flow from operating activities before changes in operating assets and liabilities	218.2	523.5
Increase (-)/decrease (+) in loans to the public	-2,698.7	1,344.4
Increase (-)/decrease (+) in other assets	165.8	-220.9
Increase (+)/decrease (-) in deposits from the public	14.9	-2,997.8
Increase (+)/decrease (-) in other liabilities	3,281.4	33.9
Cash flow from operating activities	981.6	-1,318.8
Investing activities	-769.6	-222.4
Investments in bonds and other securities	518.2	51.2
Divesments of bonds and other securities	0.0	-1.5
Acquisition of tangible assets	-15.5	0.0
Gain on liquidation of shares in subsidiary	0.0	8.5
Cash flow from investing activities	-266.9	-164.2
Financing activities		
Share issue	865.8	199.7
Debt securities issued	0.0	250.0
Repurchase and repayment of debt securities issued	0.0	-250.0
Interest paid on Additional Tier 1 capital	-24.6	-27.7
Cash flow from financing activities	841.2	174.0
Cash and cash equivalents at beginning of the period	1,214.0	2,523.1
Cash flow for the period	1,555.9	-1,309.0
Cash and cash equivalents at end of the period¹	2,769.9	1,214.0
1) CASH AND CASH EQUIVALENTS IN THE CASH FLOW STATEMENT		
Cash and balances with central banks	80.3	77.6
Loans to credit institutions	2,689.6	1,136.4
Total cash and cash equivalents in the cash flow statement	2,769.9	1,214.0

NOTES

Amounts stated in notes are in SEK million unless otherwise stated.

1 GENERAL INFORMATION

Avida Finans AB (publ) with Corporate ID no. 556230-9004, is authorized by the Swedish Financial Supervisory Authority to operate as a credit market company since 2000. Avida conducts business within deposits and lending to private individuals and corporates in Sweden and through its branches in Norway and Finland: Avida Finans AB NUF, corporate no. 990 728 488 and Avida Finans AB, branch in Finland, corporate no. 2541768-9.

2 ACCOUNTING PRINCIPLES

This interim report is prepared in accordance with IAS 34 Interim Financial Reporting. Avida Finans AB (publ) has prepared its accounts in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (1995:1559), the regulatory code issued by the Swedish Financial Supervisory Authority's on Annual Reports in Credit Institutions and Securities Companies (FFFS 2008:25), and The Swedish Financial Reporting Board's recommendation RFR2, Accounting for Legal Entities.

The company's accounting principles, bases for calculation and presentation remain essentially unchanged from those applied in the 2023 Annual Report.

CHANGES IN ACCOUNTING PRINCIPLES

On January 1, 2023, the IASB's amendment to IAS 1, Presentation of financial statements, entered into force regarding the requirements for information on applied accounting principles.

Avida has reviewed and updated the accounting principles stated in the annual report to reflect the standard's new materiality requirements.

There are no other changes to IFRS or IFRIC that have entered into force in 2024 that have had any significant impact on the company's financial statements or capital adequacy.

CRITICAL ESTIMATES AND JUDGMENTS

Avida continuously monitors the development in the company's loan portfolio and markets and the ways in which these are affected by external factors.

The macroeconomic situation has continued to create uncertainty in the financial markets during the year, and the economy remains weak. The inflation rate has begun to come down to normal levels and the central banks have been active in lowering interest rates in the euro zone and Sweden, with a slightly lower borrowing cost. The Norwegian central bank has been more restrictive with cuts and borrowing costs in Norway have increased and are estimated to be higher relative to Finland and Sweden.

The macroeconomic situation in the Nordic region is expected to continue to lead to a somewhat weaker ability to pay, with expected credit losses. Avida is closely monitoring developments in order to be able to analyse and act on future changes. monitors all developments in order to quickly analyze and manage future changes.

Other estimates, assumptions and assessments do not differ from before and can be read in the 2023 Annual Report.

NOTE 3 OPERATING SEGMENTS

Segment reporting is based on how the senior executive management - the company management - follows up the operations of Avida. The segments are distributed from a customer perspective, where Consumer Finance refers to lending to private individuals, factoring refers to invoice purchases from companies and corporate loans refers to corporate loans.

The "Other" segment includes a run-off portfolio of consumer loans as well as company-wide income and expenses. The profit measure that is followed up at segment level is profit before tax. For the balance sheet, monitoring is only carried out on lending volume. The income statement for the segments follows the legal format for Operating income, except for the item Total risk-adjusted operating income, which refers to total revenues for the segment net after deduction

of net credit losses. Net credit losses for Consumer Finance include the initial provision for expected credit losses for the acquired credit card and sales finance portfolios.

Each segment carries a portion of total interest expense based on lending volume and estimated lending financing cost. Within net interest income, some items are classified as interest income in the legal statement, while in reporting to senior management, they are reported as interest expenses. Net interest income is unchanged.

Lending to the public in respect of Consumer Finance comprises the acquired credit card and sales finance portfolios from Santander and amounts to approx SEK 3.6 billion.

Quarter 4, 2024	Consumer Finance	Factoring	Corporate Loans	Other	Total
SEK million					
Interest income	192.2	54.9	17.2	0.7	265.0
Interest expenses	-78.2	-13.4	-11.0	8.6	-93.9
Net interest income	114.0	41.5	6.3	9.3	171.1
Net commission income	5.5	0.0	0.0	0.0	5.5
Net result from financial transactions	0.0	0.0	0.0	8.2	8.2
Total operating income	119.5	41.5	6.3	17.4	184.7
Credit losses, net	-466.6	-16.8	-8.6	-44.6	-536.6
Total risk-adjusted net operating income	-347.0	24.7	-2.4	-27.1	-351.8
Operating expenses	-69.4	-18.5	0.1	-68.4	-156.2
Profit before tax	-416.4	6.2	-2.3	-95.5	-507.8
Loans to the public	10,177.6	1,590.1	507.6	8.2	12,283.5
Quarter 3, 2024					
SEK million					
Interest income	238.4	56.7	18.2	11.7	325.0
Interest expenses	-112.5	-16.1	-10.0	-5.0	-143.6
Net interest income	125.9	40.5	8.2	6.7	181.3
Net commission income	5.0	0.0	0.0	0.0	5.0
Net result from financial transactions	0.0	0.0	0.0	8.1	8.1
Total operating income	130.9	40.5	8.2	14.8	194.4
Credit losses, net	-134.1	-2.7	-2.3	0.9	-138.2
Total risk-adjusted net operating income	-3.2	37.8	5.8	-0.9	39.5
Operating expenses	-71.5	-31.4	-4.4	-3.1	-110.4
Profit before tax	-74.7	6.4	1.4	12.7	-54.2
Loans to the public	7,405.4	1,706.4	676.3	13.6	9,801.8

Quarter 4, 2023	Consumer Finance	Factoring	Corporate Loans	Other	Total
SEK million					
Interest income	209.7	65.0	31.3	1.2	307.2
Interest expenses	-80.3	-24.2	-11.0	0.6	-114.9
Net interest income	129.4	40.7	20.3	1.8	192.2
Net commission income	4.3	0.0	0.0	0.0	4.3
Net result from financial transactions	0.0	0.0	0.0	10.9	10.9
Total operating income	133.7	40.7	20.3	12.7	207.5
Credit losses, net	-104.3	7.9	-3.8	1.7	-98.6
Total risk-adjusted net operating income	29.4	48.6	16.5	14.4	109.6
Operating expenses	-66.3	-27.2	-12.2	-2.6	-108.3
Profit before tax	-36.9	21.4	4.3	11.8	0.7
Loans to the public	7,444.7	2,144.4	885.9	40.9	10,515.9
Full year 2024					
SEK million					
Interest income	830.8	231.0	84.0	24.9	1,170.8
Interest expenses	-348.4	-72.0	-38.7	0.6	-458.6
Net interest income	482.5	158.8	45.3	25.5	712.1
Net commission income	20.1	0.0	0.0	0.0	20.1
Net result from financial transactions	0.0	0.0	0.0	13.6	13.6
Total operating income	503.5	158.8	45.3	39.0	746.6
Credit losses, net	-853.3	-22.3	-11.1	-44.3	-931.1
Total risk-adjusted net operating income	-349.7	136.5	34.0	-5.3	-184.5
Operating expenses	-294.3	-111.5	-15.1	-80.5	-501.4
Profit before tax	-644.1	25.0	18.9	-85.7	-685.9
Loans to the public	10,177.6	1,590.1	507.6	8.2	12,283.5
Full year 2023					
SEK million					
Interest income	877.8	234.6	122.3	6.9	1,241.5
Interest expenses	-274.7	-75.1	-38.3	10.1	-378.0
Net interest income	603.1	159.5	83.9	17.0	863.5
Net commission income	22.0	0.0	0.0	0.0	22.0
Net result from financial transactions	0.0	0.0	0.0	16.4	16.4
Total operating income	625.1	159.5	83.9	33.5	901.9
Credit losses, net	-510.3	8.6	-15.8	4.3	-513.1
Total risk-adjusted net operating income	114.8	168.1	68.1	37.8	388.8
Operating expenses	-236.0	-101.4	-30.6	-1.9	-370.0
Profit before tax	-121.3	66.7	37.5	35.9	18.8
Loans to the public	7,444.7	2,144.4	885.9	40.9	10,515.9

NOTE 4 NET INTEREST INCOME

SEK million	Quarter 4 2024	Quarter 3 2024	Quarter 4 2023	Full year 2024	Full year 2023
Loans to credit institutions and cash and balances with central banks	9.1	11.8	12.8	37.8	34.8
Bonds and other interest-bearing securities	2.9	2.7	4.5	13.1	15.4
Loans to the public	264.7	281.6	302.9	1,113.8	1,235.7
Other interest income	0.4	0.5	0.5	1.4	1.2
Total interest income	277.1	296.7	320.7	1,166.1	1,287.1
Liabilities to credit institutions	-2.6	-6.6	-2.4	-12.8	-11.2
Deposits from the public	-96.3	-101.7	-113.8	-412.5	-381.6
Subordinated debt	-7.9	-8.3	-8.5	-33.0	-27.0
Other interest expenses	0.9	1.3	-3.7	4.3	-3.8
Total interest expenses	-106.0	-115.4	-128.4	-454.0	-423.6
Net interest income	171.2	181.3	192.2	712.1	863.5

NOTE 5 CREDIT LOSSES, NET

SEK million	Quarter 4 2024	Quarter 3 2024	Quarter 4 2023	Full year 2024	Full year 2023
Loans to the public					
Provisions - stage 1	-97.7	19.0	25.2	-58.9	33.3
Provisions - stage 2	-11.7	10.1	-5.7	23.2	39.8
Provisions - stage 3	-93.4	-161.7	426.9	-524.2	266.2
Total provisions	-202.7	-132.6	446.0	-559.9	339.3
Write-offs	-335.0	-5.9	-978.4	-373.3	-1,287.1
Recoveries	1.3	0.4	433.7	2.0	434.2
Total credit losses from loans to the public	-536.4	-138.1	-98.7	-931.1	-513.5
Loans to credit institutions					
Provisions - stage 1	0.0	0.0	-0.3	0.0	0.4
Total credit losses from loans to credit institutions	0.0	0.0	0.1	0.0	0.4
Total credit losses, net	-536.4	-138.2	-98.6	-931.1	-513.1

During the fourth quarter, Avida carried out write-downs of loan receivables amounting to SEK 298.2 million, distributed over Stage 1 of SEK 37.3 million, Stage 2 SEK 14.7 million and for Stage 3 SEK 246.2 million for the consumer segment.

NOTE 6 LOANS TO THE PUBLIC

SEK million	31 Dec 2024	31 Dec 2023
Loans to the public, gross	13,775.0	11,444.4
of which: Stage 1	10,875.9	8,959.1
of which: Stage 2	337.7	624.2
of which: Stage 3	2,561.3	1,861.1
Total provisions	-1,491.5	-928.5
of which: Stage 1	-158.3	-74.6
of which: Stage 2	-40.6	-63.8
of which: Stage 3	-1,292.5	-790.1
Loans to the public, net	12,283.5	10,515.9

CHANGE IN GROSS CARRYING AMOUNT AND PROVISIONS

SEK million	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount, 1 Jan 2024	8,959.1	624.2	1,861.1	11,444.4
New financial assets	6,651.2	100.4	102.9	6,854.6
Derecognised financial assets	-2,927.4	-75.1	-540.6	-3,543.1
From stage 1 to stage 2	-206.5	193.3	0.0	-13.2
From stage 1 to stage 3	-849.7	0.0	822.5	-27.2
From stage 2 to stage 1	52.3	-58.3	0.0	-6.0
From stage 2 to stage 3	0.0	-368.1	356.9	-11.2
From stage 3 to stage 1	0.8	0.0	-4.1	-3.3
From stage 3 to stage 2	0.0	1.7	-1.8	-0.1
Changes that are not derecognised financial assets	-871.7	-86.5	-37.4	-995.6
Exchange-rate differences	67.8	6.1	1.8	75.7
Gross carrying amount, 31 Dec 2024	10,875.9	337.7	2,561.3	13,775.0
SEK million	Stage 1	Stage 2	Stage 3	Total
Provision for credit losses, 1 Jan 2024	74.6	63.8	790.1	928.5
New financial assets	80.0	7.1	47.9	135.1
Derecognised financial assets	-11.8	-6.0	-286.2	-304.0
From stage 1 to stage 2	-4.3	24.7	0.0	20.4
From stage 1 to stage 3	-27.8	0.0	353.2	325.4
From stage 2 to stage 1	1.2	-6.6	0.0	-5.3
From stage 2 to stage 3	0.0	-62.8	154.9	92.1
From stage 3 to stage 1	0.0	0.0	-2.0	-2.0
From stage 3 to stage 2	0.0	0.1	-0.3	-0.1
Changes in risk factors (PD, EAD, LGD)	-11.7	-3.3	39.5	24.5
Changes due to expert assessments (individual assessments, manual adjustments)	57.3	22.8	193.0	273.1
Exchange-rate differences	0.8	0.7	2.5	4.0
Provision for credit losses, 31 Dec 2024	158.3	40.6	1,292.5	1,491.5

CHANGE IN GROSS CARRYING AMOUNT AND PROVISIONS

SEK million	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount, 1 Jan 2023	10,576.8	844.4	2,227.5	13,648.7
New financial assets	3,757.9	116.5	136.9	4,011.3
Derecognised financial assets	-3,624.1	-251.6	-1,350.2	-5,225.9
From stage 1 to stage 2	-364.2	343.2	0.0	-21.0
From stage 1 to stage 3	-662.6	0.0	646.2	-16.3
From stage 2 to stage 1	101.5	-115.2	0.0	-13.7
From stage 2 to stage 3	0.0	-276.3	267.6	-8.7
From stage 3 to stage 1	1.2	0.0	-2.2	-1.0
From stage 3 to stage 2	0.0	0.9	-4.3	-3.5
Changes that are not derecognised financial assets	-764.2	-25.9	-37.8	-827.9
Exchange-rate differences	-63.2	-11.6	-22.7	-97.6
Gross carrying amount, 31 Dec 2023	8,959.1	624.2	1,861.1	11,444.4
SEK million	Stage 1	Stage 2	Stage 3	Total
Provision for credit losses, 1 Jan 2023	100.9	103.6	1,070.8	1,275.3
New financial assets	34.9	13.5	74.9	123.3
Derecognised financial assets	-25.2	-23.8	-709.7	-758.7
From stage 1 to stage 2	-8.8	55.2		46.4
From stage 1 to stage 3	-20.5	0.0	258.0	237.4
From stage 2 to stage 1	3.2	-14.3		-11.1
From stage 2 to stage 3	0.0	-48.1	111.1	63.0
From stage 3 to stage 1	0.0	0.0	-0.5	-0.5
From stage 3 to stage 2	0.0	0.1	-3.5	-3.5
Changes in risk factors (PD, EAD, LGD)	-9.0	-2.6	8.7	-2.9
Changes due to expert assessments (individual assessments, manual adjustments)	0.0	-19.2	-12.0	-31.2
Exchange-rate differences	-0.9	-0.5	-7.7	-9.2
Provision for credit losses, 31 Dec 2023	74.6	63.8	790.1	928.5

NOTE 7 CLASSIFICATION OF FINANCIAL ASSETS AND LIABILITIES

31 Dec 2024	Fair value through profit and loss	Amortised cost	Total reported value	Total fair value
SEK million				
Cash and balances with central banks		80.3	80.3	80.3
Treasury bills eligible for repayment	162.0	929.6	1,091.6	1,114.7
Loans to credit institutions		2,689.6	2,689.6	2,689.6
Loans to the public		12,283.5	12,283.4	12,283.5
Derivatives	4.1		4.1	4.1
Other financial assets	2.1	30.7	32.8	32.8
Total financial assets	168.2	16,013.7	16,181.9	16,205.0
Deposits from the public		10,945.1	10,945.1	10,945.1
Derivatives	3.1		3.1	3.1
Subordinated debt		250.0	250.0	250.0
Other financial liabilities		55.0	55.0	55.0
Total financial liabilities	3.1	11,250.2	11,253.3	11,253.3

31 Dec 2023	Fair value through profit and loss	Amortised cost	Total reported value	Total fair value
SEK million				
Cash and balances with central banks		77.6	77.6	77.6
Treasury bills eligible for repayment	157.4	679.6	837.0	837.0
Loans to credit institutions		1,136.4	1,136.4	1,136.4
Loans to the public		10,515.9	10,515.9	10,515.9
Other financial assets	1.3	22.9	24.2	24.2
Total financial assets	158.7	12,432.4	12,591.1	12,591.1
Deposits from the public		10,930.3	10,930.3	10,930.3
Derivatives	1.3		1.3	1.3
Subordinated debt		249.7	249.7	249.7
Other financial liabilities		51.6	51.6	51.6
Total financial liabilities	1.3	11,231.6	11,232.9	11,232.9

DISCLOSURES ON FAIR VALUE

Avida measures some financial instruments at fair value. This requires information on valuation at fair value per each level in the valuation hierarchy, as stated in IFRS 13.

Level 1) Quoted prices (unadjusted) on active markets for identical assets or liabilities.

Level 2) Other observable data for the instrument than quoted prices in level 1, observed either directly (i.e. as price quotations) or indirectly (i.e. derived from price quotations).

Level 3) Data for the instrument that is not based on observable market data.

Avida currently holds foreign exchange rate derivatives, endowment insurance and a money market fund consisting of high-quality assets valued at fair value.

Valuation of the money market fund is obtained from quoted prices in active markets for identical assets, i.e. level 1. The valuation of derivatives and endowment insurance is based on observable data for the asset, i.e. level 2.

No transfers were made between the different levels during the period.

31 Dec 2024	Level 1	Level 2	Level 3	Total
SEK million				
Financial assets				
Treasury bills eligible for repayment	162.0			162.0
Derivatives		4.1		4.1
Other financial assets		2.1		2.1
Total financial assets	162.0	6.2		168.2
Financial liabilities				
Derivatives		3.1		3.1
Total financial liabilities		3.1		3.1
31 Dec 2023	Level 1	Level 2	Level 3	Total
SEK million				
Financial assets				
Treasury bills eligible for repayment	157.4			157.4
Other financial assets		1.3		1.3
Total financial assets	157.4	1.3		158.8
Financial liabilities				
Derivatives		1.3		1.3
Total financial liabilities		1.3		1.3

NOTE 8 CAPITAL ADEQUACY

The information in this note refers to information that must be provided according to FFFS 2008:25, including applicable amendments, on annual reports in credit institutions and securities companies, and FFFS 2014:12 on supervisory requirements capital buffers. The Company's statutory capital requirements are determined primarily by Regulation (EU) No 575/2013 of the European Parliament and of the Council and the Capital Buffers Act (SFS 2014:966).

Template EU KM1 is disclosed semi-annually in accordance with article 447 of Regulation (EU) nr 575/2013.

SEK million	31 Dec 2024	31 Dec 2023
CAPITAL RATIOS AND CAPITAL BUFFERS, %		
CET1 ratio	12.75%	13.14%
Tier 1 ratio	14.38%	15.05%
Total capital ratio	16.49%	17.44%
Total CET1 capital requirement including buffer requirements	8.66%	8.57%
of which: capital conservation buffer requirement	2.50%	2.50%
of which: countercyclical capital buffer requirement	1.66%	1.57%
CET1 available to meet buffers	8.25%	8.64%
SPECIFICATION OF OWN FUNDS		
Capital instruments and related share premium: Equity	1,999.9	1,134.1
Retained earnings and reserves	-455.2	239.1
Deductions:		
Intangible assets	31.9	28.2
Deferred tax assets	0.5	0.3
Insufficient coverage for exposures in default	0.0	0.0
Application of IFRS 9 transitional rules	0.0	25.6
CET1 capital	1,512.3	1,370.3
Perpetual subordinated loan	193.5	199.4
Additional Tier 1 capital	193.5	199.4
Tier 1 capital, total	1,705.8	1,569.7
Supplementary capital	250.0	249.7
Tier 2 capital	250.0	249.7
Total capital	1,955.8	1,819.4
SPECIFICATION OF RISK EXPOSURE AMOUNT (REA)		
Exposures to regional governments and local authorities	9.1	6.1
Exposures to institutions	558.6	243.7
Exposures to corporates	1,352.3	2,073.3
Retail exposures	7,043.3	5,248.5
Exposures in default	1,127.0	972.2
Equity exposures	0.0	0.0
Other items	143.1	266.4
Total risk exposure amount for credit risk	10,233.4	8,810.2

SEK million	31 Dec 2024	31 Dec 2023
Total risk exposure amount for market risk (foreign exchange risk)	61.0	34.3
Total risk exposure amount for operational risk (basic indicator approach)	1,568.7	1,587.4
Total risk exposure amount for credit valuation adjustment risk (CVA)	0.2	0.1
Total risk exposure amount	11,863.3	10,432.0
SPECIFICATION OF OWN FUNDS REQUIREMENT		
Exposures to regional governments and local authorities	0.7	0.5
Exposures to institutions	44.7	19.5
Exposures to corporates	108.2	165.9
Retail exposures	563.5	419.9
Exposures in default	90.2	77.8
Equity exposures	0.0	0.0
Other items	11.4	21.3
Total capital requirement for credit risk	818.7	704.8
Total capital requirement for market risk (foreign exchange risk)	4.9	2.7
Total capital requirement for operational risk (basic indicator approach)	125.5	127.0
Total capital requirement for credit valuation adjustment risk (CVA)	0.0	0.1
Total capital requirement - Pillar 1	949.1	834.5
Credit concentration risk	110.4	86.5
Interest rate risk in the banking book	42.9	29.4
Other additional capital requirements	1.8	5.0
Total capital requirement - Pillar 2	155.1	120.9
Capital conservation buffer	296.6	260.8
Countercyclical capital buffer	197.4	164.3
Total capital requirement - Capital buffers	494.0	425.1
Total capital requirement	1,598.2	1,380.5
CAPITAL REQUIREMENT AS A PERCENTAGE OF REA		
Pillar 1	8.00%	8.00%
Pillar 2	1.31%	1.16%
Capital conservation buffer	2.50%	2.50%
Institution-specific countercyclical buffer	1.66%	1.57%
Total capital requirement	13.47%	13.23%
LEVERAGE RATIO		
Total exposure measure for calculating leverage ratio	17,614.6	13,133.9
Tier 1 capital	1,705.8	1,569.7
Leverage ratio, %	9.68%	11.95%
Overall leverage ratio requirement	528.4	394.0
Overall leverage ratio requirement, %	3%	3%

TEMPLATE EU KM1 - KEY METRICS

		31 Dec 2024	30 Jun 2024	31 Dec 2023
Available own funds (amount)				
1	Common Equity Tier 1 (CET1) capital	1,512.3	1,212.2	1,370.2
2	Tier 1 capital	1,705.8	1,412.1	1,569.7
3	Total capital	1,955.8	1,661.7	1,819.4
Risk-weighted exposure amounts				
4	Total risk-weighted exposure amounts	11,863.3	10,359.3	10,439.9
Capital ratios (as a percentage of risk-weighted exposure amount)				
5	Common Equity Tier 1 ratio (%)	12.75%	11.70%	13.13%
6	Tier 1 ratio (%)	14.38%	13.63%	15.04%
7	Total capital ratio (%)	16.49%	16.04%	17.43%
Additional own funds requirements to address risks other than the risk of excessive leverage (as a percentage of risk-weighted exposure amount)				
EU 7a	Additional own funds requirements to address risks other than the risk of excessive leverage (%)	0.0%	0.0%	0.0%
EU 7b	of which: to be made up of CET1 capital (percentage points)	0.0%	0.0%	0.0%
EU 7c	of which: to be made up of CET1 capital (percentage points)	0.0%	0.0%	0.0%
EU 7d	Total SREP own funds requirements (%)	8.0%	8.0%	8.0%
Combined buffer and overall capital requirement (as a percentage of risk-weighted exposure amount)				
8	Capital conservation buffer (%)	2.50%	2.50%	2.50%
EU 8a	Conservation buffer due to macro-prudential or systemic risk identified at the level of a Member State (%)			
9	Institution specific countercyclical capital buffer (%)	1.66%	1.49%	1.57%
EU 9a	Systemic risk buffer (%)			
10	Global Systemically Important Institution buffer (%)			
EU 10a	Other Systemically Important Institution buffer (%)			
11	Combined buffer requirement (%)	4.16%	3.99%	4.07%
EU 11a	Overall capital requirements (%)	12.16%	11.99%	12.07%
12	CET1 available after meeting the total SREP own funds requirements (%)	8.25%	7.20%	8.63%
Leverage ratio				
13	Total exposure measure	17,614.6	13,401.1	13,160.5
14	Leverage ratio (%)	9.68%	10.54%	11.93%
Additional own funds requirements to address the risk of excessive leverage (as a percentage of total exposure measure)				
EU 14a	Additional own funds requirements to address the risk of excessive leverage (%)			
EU 14b	of which: to be made up of CET1 capital (percentage points)			
EU 14c	Total SREP leverage ratio requirements (%)			
Leverage ratio buffer and overall leverage ratio requirement (as a percentage of total exposure measure)				
EU 14d	Leverage ratio buffer requirement (%)	3.00%	3.00%	3.00%
EU 14e	Overall leverage ratio requirement (%)	3.00%	3.00%	3.00%
Liquidity coverage ratio				
15	Total high-quality liquid assets (HQLA) (Weighted value - average)	1,180.9	822.6	864.6
16	Total net cash outflows (adjusted value)	395.2	344.6	275.3
17	Liquidity coverage ratio	298.81%	238.71%	314.06%
Net Stable Funding Ratio				
18	Total available stable funding	13,333.8	12,466.4	12,132.0
19	Total required stable funding	11,728.9	9,565.6	9,401.2
20	NSFR ratio (%)	113.68%	130.33%	129.05%

NOT 9 LIQUIDITY RISK

This note provides information on Avida's liquidity reserve and funding sources, required to be disclosed in accordance with FFFS 2010:7, including applicable amendments, regarding the management of liquidity risks in credit institutions and investment firms.

Avida is required to maintain a liquidity reserve reserve of high-quality assets that can be used to secure short-term capacity to meet payment obligations in the event of lost or impaired access to regularly available funding sources. Avida's liquidity reserve is presented in the table below.

LIQUIDITY RESERVE

SEK million	31 Dec 2024	31 Dec 2023
Cash and balances with central banks	80.3	77.6
Deposits in other banks available overnight	2,689.6	1,136.4
Bonds issued by governments and municipalities	1,091.6	837.0
Total	3,861.5	2,051.1

FUNDING SOURCES

SEK million	31 Dec 2024	31 Dec 2023
Deposits from the public	10,945.1	10,930.3
Subordinated debt	250.0	249.7
Additional Tier 1 capital	193.5	199.4
Other equity	1,544.9	1,387.5
Other liabilities	3,449.3	167.9
Total	16,382.9	12,934.8

LIQUIDITY MEASURES, %

SEK million	31 Dec 2024	31 Dec 2023
Liquidity coverage ratio (LCR)	203.38%	313.7%
Net stable funding ratio (NSFR)	113.68%	128.6%

DEFINITIONS

Alternative Performance Measures (APM's) are financial measures of historical or future earnings development, financial position or cash flow that are not defined in the applicable accounting regulations (IFRS) or in the Capital Requirements Directive (CRD IV) or in the EU Capital Requirements Regulation No. 575/2013 (CRR). Avida uses alternative performance measures when relevant to follow up and describe the company's financial position and increase comparability between periods. These do not have to be comparable with similar key figures presented by other companies.

ALTERNATIVE PERFORMANCE MEASURES

RETURN ON EQUITY

Reported profit or loss for the period divided by average equity.

RETURN ON ASSETS

Reported profit or loss for the period divided by total assets at period end. Presented annually in accordance with FFFS 2008:25.

C/I RATIO

Total operating expenses divided by total operating income.

NET INTEREST MARGIN

Net interest income divided by average loans to the public.

LOSS RATIO

Net credit losses for the period in relation to average loans to the public.

KEY FIGURES DEFINED IN CAPITAL ADEQUACY- AND LIQUIDITY REGULATIONS

LEVERAGE RATIO

Total exposure amount in relation to Tier 1 capital.

OWN FUNDS

Sum of Tier 1 and Tier 2 capital adjusted for deductions according to Regulation (EU) nr 575/2013.

COMMON EQUITY TIER 1 (CET1) RATIO

Common Equity Tier 1 capital divided by the total risk-weighted exposure amount.

LIQUIDITY COVERAGE RATIO, LCR

The size of the liquidity reserve in relation to an expected stressed net cash outflow during a 30-day period.

TIER 1 CAPITAL RATIO

Tier 1 capital divided by the total risk-weighted exposure amount.

RISK EXPOSURE AMOUNT

The risk weight of each exposure multiplied by the exposure amount, for exposures on and off balance sheet.

NET STABLE FUNDING RATIO, NSFR

Available stable funding in relation to required stable funding.

TOTAL CAPITAL RATIO

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

THE BOARD AND CEO DECLARATION

The Board of Directors and the CEO assure that the interim report provides a fair picture of Avida's operations, financial standing and result, and describes significant risks and uncertainties that the company faces.

STOCKHOLM, 27 FEBRUARY 2025

Magnus Lindquist, Chairman of the Board

Mikael Johansson, CEO

Vaibhav Piplapure, Member

Celina Midelfart, Member

Geir Olsen, Member

John Stein, Member

Teresa Robson-Capps, Member

PUBLICATION OF FINANCIAL INFORMATION

AVIDA FINANS AB (PUBL) FINANCIAL REPORTS
ARE AVAILABLE AT WWW.AVIDA.SE

FINANCIAL CALENDAR 2024 AND 2025

FEBRUARY 27	YEAR-END REPORT 2024
APRIL 16	ANNUAL REPORT 2024
MAY 27	INTERIM REPORT JANUARY - MARCH
AUGUST 28	INTERIM REPORT JANUARY - JUNE
NOVEMBER 28	INTERIM REPORT JANUARY - SEPTEMBER

AVIDA FINANS AB (PUBL)
CORP.ID NO. : 556230-9004
AVIDA.SE

POSTAL ADDRESS
AVIDA FINANS AB
BOX 38101
100 64 STOCKHOLM

CONTACT INFORMATION

MICHAEL GROSCHE, HEAD OF COMMUNICATION & IR
MICHAEL.GROSCHE@AVIDA.SE
+46 70 307 29 36



AVIDA

Magnus Ladulåsgatan 65
118 27 STOCKHOLM
avida.se
info@avida.se