

Interim Report 2025-06



Ikano Bank AB (publ) Interim Report 30 June 2025

Results for the first half-year 2025

(comparative figures in brackets are for the first half-year 2024 for Income statement figures and per 31 December 2024 for Balance sheet figures)

- Operating result before loan losses decreased to SEK -299 m (131) mainly because of non-recurring expenses linked to the Bank's ongoing transformation.
- Net Interest Income, excluding leasing, decreased to SEK 989 m (1,024) due to reduced interest margins as well as lower return on the liquidity portfolio.
- Net commission income decreased to SEK 93 m (133), mainly due to lower lending commission income.
- Leasing Net amounted to SEK 192 m (178).
- Operating expenses increased to SEK 3,335 m (3,091) due to non-recurring expenses.
- Loan losses decreased to SEK 371 m (413) due to lower loan losses in the Bank's corporate loan portfolio.
- Operating result amounted to SEK -670 m (-282).

SEK 000

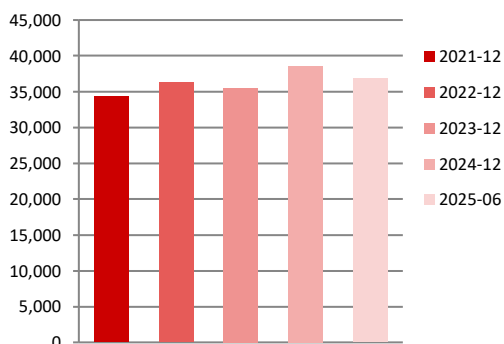
	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Total operating income	3,036,441	3,222,126	6,950,314
<i>where of Net Interest Income, excluding leasing</i>	989,638	1,023,597	2,067,485
<i>where of commission net</i>	92,857	132,759	239,858
<i>where of leasing income</i>	2,051,612	2,132,104	4,254,198
Operating expense before loan losses	-3,335,303	-3,090,703	-6,161,147
Operating result before loan losses	-298,862	131,423	789,166
Loan losses	-371,056	-413,004	-941,148
Operating result	-669,918	-281,581	-151,982

Key ratios

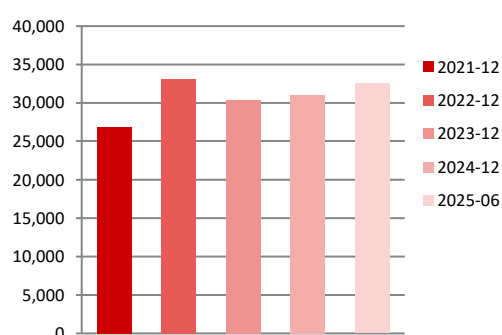
	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Common Equity Tier 1 capital ratio	24.8%	23.7%	22.4%
Return on adjusted equity	neg.	neg.	neg.
C/I-ratio before loan losses	1.23	0.91	0.77
Loan loss ratio	2.0%	2.3%	2.5%

For definitions of performance measures, used to describe the Bank's operations, see the Bank's Annual Report for 2024 page 108, available on the Bank's website: <https://ikanobank.se/om-banken/ekonomisk-information>.

Lending including leasing, SEK m



Deposits from the public, SEK m



Comment from the CEO

Work towards an efficient and profitable bank continues

With Ingka taking over as the new sole owner in the autumn of 2024, a new chapter began in our change journey. The Bank's strategic direction remains essentially the same as before, while being part of Ingka Group provides greater opportunities for closer collaboration and further growth with IKEA Retail. This supports our IKEA business where we strive to offer affordable and accessible financial solutions for IKEA customers in our markets.

The change journey continues

During 2025 we have continued to deliver on our strategic investments in new product platforms for consumers and businesses. Already in April this year, we launched the new savings and loans platform in the Swedish market, delivering the implementation according to plan—thanks to the exceptional commitment of all involved. The development of the new platform for our credit card for IKEA Family members is approaching a planned launch in the second half of the year and will first be introduced in the UK. Work on our new B2B platform continues and the factoring product, which was introduced in December last year, has been made available to more customers during the spring.

Non-recurring items weigh on the results

The result for the first half of the year remains negative, which is in line with our expectations. The weaker result compared to the previous year is due to non-recurring items related to our efforts to achieve profitability 2026. One such activity was the difficult but necessary decision to significantly reduce the number of co-workers in early 2025, with the new organisation implemented in June. The rest of 2025 will continue to involve major investments in our new product platforms,

which will continue to weigh on the results. On the positive side we see signs that the margins for our products are improving. It is our ambition that the launch of new offerings in 2025 will drive volume growth.

A still turbulent environment

The world around us has remained turbulent, with cautious consumption patterns and a lower level of corporate investments. Despite this, we find that our B2B operations have developed positively and that we are attractive in the deposit market for private customers, an important part of our financing strategy. Becoming part of the Ingka Group also means that we are able to switch financing from the bond market to our owner, which is good for the Bank. Our offer to repurchase outstanding bonds has already been accepted by almost all investors.

Regulatory changes continue to constantly require our attention and efforts. During the year, updated rules for capital requirements (CRR3) came into force, which had a beneficial effect on our capital adequacy ratio. We also feel well prepared to report in accordance with the EU's CSRD (Corporate Sustainability Reporting Directive) in the annual report for 2025. Already last year we integrated sustainability reporting in the annual report, a development completely in line with our ambitions in sustainability.

An exciting journey ahead

After an intense spring, work continues to deliver according to plan with the roll-out of new customer offers. Together with all our fantastic co-workers, I look forward to an exciting journey towards a profitable and more relevant bank for the many people and businesses.

Niclas Olsson

The Bank's results for the first half-year 2025 compared to the corresponding period of 2024

Operating result

Operating result decreased to SEK -670 m (-282). The decrease is mainly explained by non-recurring expenses linked to the Bank's ongoing transformation.

The Bank's total income decreased by 5.8 percent to SEK 3,036 m (3,222). Expenses increased by 7.9 percent to SEK 3,335 m (3,091). The result was positively affected by a decrease in loan losses of SEK 42 m.

Net Interest Income, excluding leasing

Net Interest Income, excluding leasing, decreased to SEK 989 m (1,024). The decrease is primarily explained by reduced interest margins as a result of higher deposit interest rates, as well as lower return on the liquidity portfolio due to lower interest rates in the market.

Leasing net and net commission income

Leasing, net after interest income and interest expense, marginally increased to SEK 192 m (178).

Net commission income decreased to SEK 93 m (133). The decrease is mainly explained by lower commission income related to lending and insurance brokerage.

Operating expenses

Operating expenses, excluding depreciation on leased assets held on behalf of customers, increased to SEK 1,629 m (1,357). The increase is primarily explained by non-recurring expenses related to impairment of intangible assets which amounted to SEK 237 m (0) and the reorganisation which amounted to SEK 48 m (0).

Loan losses

Net loan losses decreased to SEK 371 m (413) mainly attributable to the Bank's corporate loan portfolios. For the Bank's consumer loan portfolio, loan losses have increased somewhat but are largely driven by model changes in Germany. In addition, markets where measures were taken in previous years have continued to improve, particularly in Poland and Sweden.

Loan loss ratio decreased to 2.0 percent (2.3).

The Bank's position as of 30 June 2025 compared to 31 December 2024

Deposits from the public

Deposits are an important part of the Bank's funding, and as of 30 June 2025, deposits from the public accounted for 68.4 percent (63.5) of the Bank's total financing.

Deposits from the public increased by 5.0 percent to SEK 32,553 m (31,001) driven by market activities in Denmark aimed at increasing deposits.

Loans to the public and leasing assets

Loans to the public decreased by 5.7 percent to SEK 26,613 m (28,231). The decrease was partly due to negative FX impact (1.8 percent or SEK 495 m), and the remaining decrease was mainly related to the lower volumes in the UK and Sweden.

Leasing assets held on behalf of customers decreased somewhat to SEK 10,196 m (10,309).

The Bank's lending was negatively affected by the prevailing uncertainty regarding global economic development and its impact on macroeconomic situation in the first half-year 2025.

Other liabilities

Other liabilities increased to SEK 4,073 m (1,416). The increase is mainly explained by lending from Ingka Group of SEK 3,399 m following the Bank's changed funding strategy with the MTN bond buyback.

Liquidity and the Bank's bonds

As of 30 June 2025, the Bank's liquidity coverage ratio was 305 percent (267). The statutory limit is 100 percent.

The structural liquidity measure, Net Stable Funding Ratio (NSFR), was 130 percent (119) as of 30 June 2025. The statutory limit is 100 percent.

The Bank's liquidity portfolio totaled SEK 7,116 m (6,382), which corresponds to 21.9 percent (20.6) of the Bank's total deposits from the public. The increase of the liquidity portfolio is explained by higher deposits from the public, which entailed higher investments in securities.

The Bank's volume of issued securities decreased during the first half of the year by SEK 1,764 m to SEK 472 m (2,236). The decrease is mainly explained by the MTN bond buyback that the Bank initiated in early 2025 with the intention of replacing them with internal financing from Ingka Group. At the beginning of the year, the Bank received long-term financing from Ingka Group of SEK 3,399 m as of 30 June 2025, which is reported under Other liabilities.

Capital

The Bank's own funds amounted to SEK 8,621 m (8,572) per 30 June 2025, to compare with the total capital requirement of SEK 6,710 m (7,368). The statutory own funds requirement for Pillar 1-risk amounted to SEK 2,785 m (3,065). Both the total capital ratio and the Common Equity Tier 1 capital ratio for Ikano Bank were 24.8 percent (22.4). The improvement in capital ratios is mainly explained by lower risk-weighted exposure amount following the implementation of CRR3 and a new standardised method for calculating operational risk capital requirements based on a business indicator approach.

Other information

Ikano Bank AB (publ), corporate identity number 516406-0922, is a limited liability company licensed to conduct banking business, with registered office in Älmhult and head office in Malmö, Sweden. Ikano Bank is fully owned by IFS Holding AB with registered office in Älmhult, Sweden, which is a subsidiary of Ingka Holding B.V. with registered office in Leiden, the Netherlands.

The Swedish FSA (SFSA) has conducted a review of the Bank's AML processes. The outcome from the review is still pending.

Operations

Ikano Bank offers simple banking and financing solutions on fair terms for the many people and businesses. The offer to consumers includes cards, loans, and savings accounts. Ikano Bank delivers sales finance services to retail partners, with IKEA as its largest partner, and provide businesses with leasing and factoring solutions.

Ikano Bank conducts banking operations in Sweden, the UK, Norway, Denmark, Finland, Germany, Austria, and Poland under the supervision of the Swedish Financial Supervisory

Authority. In the UK, the Bank conducts operations in the form of Third Country Branch (TCB) approved by the British authority, the Prudential Regulatory Authority (PRA).

The largest market is Sweden, where the Bank also has the broadest offering. There are three business lines: B2B, D2C, and Retail. The operations outside Sweden are operated as branches and cross-border operations via the German branch in Austria. The Bank delivers its services online and has no physical offices for customers to visit.

Since 2021 Ikano Bank, together with a number of partners in the Swedish market, has a strategic investment in the mortgage company Borgo which offers mortgage loans in Sweden.

Management and Board of Directors

On 16 April 2025, Niclas Olsson was appointed as Chief Executive Officer after having been acting since October 2024. Klas von Otter assumed the role as Chief Financial Officer in June 2025 after having been acting since October 2024. Anna Wanby has been appointed as Deputy CEO in June 2025 after having been acting since December 2024.

On 30 June 2025, Diederick van Thiel left the Bank's Board of Directors and Kåre Kjellstrøm was appointed as a new board member.

Next reporting date

This Interim Report is not subject to review by the Bank's auditors.

Ikano Bank reports its results half-yearly, and the Year-end Report for 2025 will be available on the Bank's website at the end of February 2026. Ikano Bank publishes information on capital adequacy and liquidity on its website www.ikanobank.se.

Income statement

SEK 000	Note	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Interest income calculated according to the effective interest method	3	1,106,885	1,189,903	2,374,204
Other interest income	3	241,403	217,240	449,866
Leasing income	4	2,051,612	2,132,104	4,254,198
Interest expense	3	-512,106	-603,378	-1,179,376
Dividends received		169	156	552
Commission income	5	222,439	270,995	522,330
Commission expense	5	-129,581	-138,236	-282,472
Net gains and losses on financial transactions		19,595	40,361	62,300
Other operating income	6	36,026	112,982	748,712
Total income		3,036,441	3,222,126	6,950,314
General administrative expenses		-1,194,226	-1,092,160	-2,198,136
Depreciation/amortisation and impairments of tangible and intangible assets	4	-2,083,954	-1,923,331	-3,819,491
Other operating expenses		-57,123	-75,213	-143,520
<i>of which resolution fee cost</i>		-2,317	-2,351	-4,701
Total expenses before loan losses		-3,335,303	-3,090,703	-6,161,147
Profit before loan losses		-298,862	131,424	789,167
Loan losses, net	7	-371,056	-413,004	-941,148
Operating result		-669,918	-281,581	-151,982
Tax expense	8	-48,260	17,635	-33,989
Net result for the period		-718,178	-263,946	-185,971

Statement of total comprehensive income

SEK 000	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Net result for the period	-718,178	-263,946	-185,971
Other comprehensive income			
Items that can be reclassified to net profit or loss for the period			
Translation difference for the period, foreign branches	-3,607	-15,769	-22,124
Change in financial assets measured at fair value through other comprehensive income	3,691	9,055	5,909
Change in loss allowance for financial assets measured at fair value through other comprehensive income	55	-207	19
Change in fair value for cash flow hedges	-6,253	-6,982	-57,551
Tax related to changes in translation differences for the period	17,774	-22,382	-16,971
Tax related to changes in financial assets measured at fair value through other comprehensive income	-760	-1,865	-1,217
Other comprehensive income for the period, net of tax	10,900	-38,149	-91,935
Total comprehensive income for the period, net of tax	-707,278	-302,094	-277,906

Balance sheet

SEK 000	Note	30 Jun 2025	30 Jun 2024	31 Dec 2024
Assets				
Treasury bills		2,547,111	3,603,351	2,018,314
Loans to credit institutions		2,801,382	2,651,653	3,002,305
Loans to the public	9	26,612,883	24,922,810	28,231,293
Bonds and other interest-bearing securities		2,039,745	3,291,968	1,528,979
Shares and participations in associated companies		739,678	739,678	739,678
Shareholdings in other companies		70,701	60,082	73,148
Intangible assets		592,776	669,568	757,450
Tangible assets		10,204,857	10,242,848	10,318,591
- Leasing assets		10,196,065	10,233,788	10,308,919
- Equipment		8,793	9,060	9,672
Derivatives	14	152,414	227,062	197,422
Other assets		1,326,492	1,090,638	1,456,313
Deferred tax assets		137,702	133,310	143,025
Prepaid expenses and accrued income		393,176	343,618	390,882
Total assets		47,618,918	47,976,586	48,857,398
Liabilities, provisions and equity				
Liabilities to credit institutions		32,345	293,640	3,124,385
Deposits from the public	10	32,553,174	33,689,135	31,001,419
Issued securities	11	471,935	2,099,429	2,235,855
Derivatives	14	154,118	35,946	67,433
Other liabilities		4,072,838	706,826	1,416,494
Accrued expenses and deferred income		1,563,229	1,723,326	1,584,347
Provisions		157,955	131,871	106,864
- Provisions for pensions		51,788	52,184	52,189
- Deferred tax liabilities		12,050	10,239	13,580
- Other provisions		94,117	69,448	41,095
Total liabilities and provisions		39,005,595	38,680,173	39,536,797
Equity				
Restricted equity		941,223	1,017,520	1,105,848
Share capital		154,893	154,893	154,893
Statutory reserve		193,655	193,655	193,655
Fund for development expenses		592,675	668,972	757,300
Non-restricted equity		7,672,100	8,278,893	8,214,753
Share premium reserve		4,479,854	4,479,854	4,479,854
Fund for fair value		158,804	201,691	147,904
Retained earnings		3,751,620	3,861,294	3,772,966
Net result for the period		-718,178	-263,946	-185,971
Total equity		8,613,323	9,296,413	9,320,601
Total liabilities, provisions and equity		47,618,918	47,976,586	48,857,398

Statement of changes in equity

	Restricted equity			Non-restricted equity							Total equity
	Share capital	Statutory reserve	Fund for development expenses	Share premium reserve	Fair value reserve	Translation reserve	Cash flow hedge reserve	Retained earnings or losses	Net result for the period		
Opening balance 2024-01-01	154,893	193,655	669,892	4,479,854	-2,821	200,330	42,331	4,176,996	-316,623	9,598,507	
Appropriation of profits	-	-	-	-	-	-	-	-316,623	316,623	-	
Change in fund for development expenses	-	-	87,407	-	-	-	-	-87,407	-	-	
Net result for the year	-	-	-	-	-	-	-	-	-185,971	-185,971	
Other comprehensive income for the year	-	-	-	-	4,711	-39,096	-57,551	-	-	-91,935	
Total comprehensive income for the year	-	-	-	-	4,711	-39,096	-57,551	-	-185,971	-277,906	
Closing balance 2024-12-31	154,893	193,655	757,300	4,479,854	1,890	161,234	-15,220	3,772,966	-185,971	9,320,601	
Opening balance 2025-01-01	154,893	193,655	757,300	4,479,854	1,890	161,234	-15,220	3,772,966	-185,971	9,320,601	
Appropriation of profits	-	-	-	-	-	-	-	-185,971	185,971	-	
Change in fund for development expenses	-	-	-164,625	-	-	-	-	164,625	-	-	
Net result for the period	-	-	-	-	-	-	-	-	-718,178	-718,178	
Other comprehensive income for the period	-	-	-	-	2,986	14,167	-6,253	-	-	10,900	
Total comprehensive income for the period	-	-	-	-	2,986	14,167	-6,253	-	-718,178	-707,278	
Closing balance 2025-06-30	154,893	193,655	592,675	4,479,854	4,877	175,401	-21,473	3,751,620	-718,178	8,613,323	

Cash flow statement

SEK 000	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Operating activities			
Operating result	-669,918	-281,581	-151,982
Adjustment for non-cash items	2,054,705	1,540,461	4,651,906
Cash flows from operating activities before changes in working capital	1,384,786	1,258,881	4,499,924
Cash flows from changes in working capital	5,235,754	1,468,617	-2,384,519
Cash flows from operating activities	6,620,540	2,727,497	2,115,405
Cash flows from investing activities	-1,951,864	-2,106,657	-4,129,049
Cash flows from financing activities	-4,838,303	-150,279	2,832,574
Cash flow for the period	-169,626	470,562	818,930
Cash and cash equivalents at beginning of the year	2,989,922	2,128,693	2,128,693
Exchange rate difference in cash and cash equivalents	-40,797	34,383	42,299
Cash and cash equivalents at the end of the period	2,794,841	2,633,638	2,989,922

The cash flow statement has been prepared using the indirect method. The reported cash flow includes only transactions that involve incoming or outgoing payments. Cash and cash equivalents include Cash as well as Loans to credit institutions,

SEK 2,801 m (3,002), with deductions for current liabilities to credit institutions SEK 7 m (12). Cash and cash equivalents include funds utilised as collateral of SEK 119 m (33).

Notes

1 Accounting principles

This Interim Report has been prepared in accordance with the Swedish Annual Accounts Act for Credit Institutions and Securities Companies (ÅRKL), the Swedish Financial Supervisory Authority's regulations and general guidelines regarding annual reporting for credit institutions and securities companies (FFFS 2008:25) and the Swedish Financial Reporting Board's recommendation RFR 2. Accordingly, the Bank applies statutory IFRS. This means that all IFRS and statements approved by the EU have been applied as far as possible within the framework of Swedish law, RFR 2 and FFFS 2008:25.

The changes in accounting regulations applicable from 1 January 2025 have not had any impact on Ikano Bank's financial statements, capital adequacy, large exposures or other aspects according to the applicable regulatory requirements. The interim report of the Bank has been prepared in accordance with the same accounting policies and calculation methods that were applied in the Annual Report for 2024.

The IASB published the new IFRS 18 — Presentation and Disclosure in Financial Statements standard on 9 April 2024, which supersedes IAS 1 Presentation of Financial Statements. Assuming that IFRS 18 is adopted by the EU, and the date of implementation proposed

by the IASB is not changed, this standard is to be applied as of the 2027 financial year. IFRS 18 sets out new requirements for the presentation and disclosure of information in financial statements, with a particular focus on the income statement and enhanced transparency surrounding management-defined performance measures.

The standard is not expected to entail any financial effects for Ikano Bank, as IFRS 18 focuses on presentation and disclosure in financial statements.

None of the other forthcoming changes in the accounting regulations issued for application are deemed to have a material impact on the Bank's financial statements, capital adequacy, large exposures or other aspects according to the applicable regulatory requirements.

Alternative performance measures are used by Ikano Bank when it is relevant to monitor and describe Ikano Bank's financial situation and to provide additional useful information to users of financial statements. For a definition of all measures please see the Annual Report for 2024, page 108.

This Interim Report is presented in Swedish kronor (SEK), rounded to the nearest thousand (SEK 000) unless otherwise stated.

2 Operating segments

Jan-Jun 2025

SEK m

	Sweden	Denmark	Norway	Finland	United Kingdom	Germany / Austria	Poland	Shared functions 1)	Total before eliminations	Eliminations	Total
Interest income	643	222	70	22	193	418	130	711	2,409	-1,061	1,348
Interest expense	-397	-152	-71	-24	-106	-166	-56	-603	-1,573	1,061	-512
Total net interest income	246	71	-1	-2	87	252	74	108	836	-	836
Payment service commissions	3	0	-	0	-	5	-	-	8	-	8
Lending commissions	56	24	4	8	5	9	-	-	105	-	105
Compensation, mediated insurance	61	10	16	0	-	12	4	-	104	-	104
Other commissions	2	1	1	1	-	0	0	-	5	-	5
Commission income	121	35	21	8	5	27	4	-	222	-	222
Commission expense	-57	-6	-17	-11	-17	-17	-6	-	-129	-	-129
Commission, net	64	30	4	-2	-12	10	-1	-	93	-	93
Lease income	907	624	279	242	-	-	-	-	2,052	-	2,052
Depreciation on leasing assets	-755	-524	-223	-204	-	-	-	-	-1,707	-	-1,707
Leasing Income, net	152	99	56	38	-	-	-	-	345	-	345
Net Interest, fee and leasing income	462	200	60	34	75	262	73	108	1,274	-	1,274
Other income	42	6	9	3	0	0	1	-11	50	6	56
Other direct expenses	-34	-9	-18	-4	-11	-21	-4	3	-99	-	-99
Operating margin before net loan losses and operational expenses	471	197	51	32	65	242	70	100	1,226	6	1,231
Other expenses	-314	-117	-58	-38	-98	-256	-65	-1,016	-1,962	61	-1,901
Allocated overhead expenses	21	11	5	4	8	15	3	-	67	-67	-
Operating result	177	91	-2	-2	-26	0	8	-916	-670	-	-670
Of which:											
<i>Total internal income</i>	-	0	-	-	0	0	-	1	1	-1	0
<i>Total external income²⁾</i>	<i>541</i>	<i>284</i>	<i>156</i>	<i>71</i>	<i>138</i>	<i>350</i>	<i>136</i>	<i>295</i>	<i>1,972</i>	-	<i>1,972</i>
<i>Total internal expenses</i>	<i>-461</i>	<i>-79</i>	<i>-83</i>	<i>-28</i>	<i>-43</i>	<i>-96</i>	<i>-62</i>	<i>-203</i>	<i>-1,056</i>	<i>1056</i>	<i>0</i>
Appropriations	-	-	-	-	-	-	-	-	-	-	-
Tax expense	-	-24	-	-	-	-	-7	-17	-48	-	-48
Net result for the period	177	67	-2	-2	-26	0	1	-933	-718	-	-718

Jan-Jun 2024

SEK m

	Sweden	Denmark	Norway	Finland	United Kingdom	Germany / Austria	Poland	Shared functions 1)	Total before eliminations	Eliminations	Total
Interest income	751	268	73	24	277	473	93	942	2,902	-1,495	1,407
Interest expense	-585	-185	-80	-25	-157	-268	-42	-756	-2,098	1,495	-603
Total net interest income	166	83	-7	0	120	205	51	186	804	-	804
Payment service commissions	3	0	-	0	-	5	-	-	8	-	8.5
Lending commissions	64	27	20	8	8	9	-	-	135	-	134.6
Compensation, mediated insurance	66	11	15	0	-	22	5	-	119	-	119.1
Other commissions	3	2	3	0	-	0	0	-	8	-	8.3
Commission income	136	40	37	9	8	36	5	-	270	-	270
Commission expense	-59	-8	-20	-8	-18	-19	-3	-2	-138	-	-138
Commission, net	76	32	17	1	-11	17	2	-2	132	-	132
Lease income	974	649	275	234	-	-	-	-	2,132	-	2,132
Depreciation on leasing assets	-786	-530	-219	-199	-	-	-	-	-1,734	-	-1,734
Leasing Income, net	188	119	56	35	-	-	-	-	398	-	398
Net Interest, fee and leasing income	430	233	67	36	109	222	53	184	1,334	-	1,334
Other income	49	7	9	2	0	2	0	560	629	-475	154
Other direct expenses	-15	-5	-3	-3	-5	-14	-1	-2	-47	-	-47
Operating margin before net loan losses and operational expenses	465	236	72	35	104	210	52	742	1,916	-475	1,441
Other expenses	-529	-223	-136	-66	-193	-350	-100	-618	-2,215	501	-1,714
Allocated overhead expenses	6	2	0	1	4	3	1	-	17	-26	-9
Operating result	-58	15	-63	-30	-85	-137	-47	124	-282	-	-282
Of which:											
<i>Total internal income</i>	<i>0</i>	<i>0</i>	<i>-</i>	<i>-</i>	<i>0</i>	<i>0</i>	<i>-</i>	<i>1</i>	<i>2</i>	<i>-2</i>	<i>0</i>
<i>Total external income²⁾</i>	<i>424</i>	<i>348</i>	<i>176</i>	<i>71</i>	<i>191</i>	<i>348</i>	<i>99</i>	<i>573</i>	<i>2,230</i>	-	<i>2,230</i>
<i>Total internal expenses</i>	<i>-461</i>	<i>-228</i>	<i>-141</i>	<i>-59</i>	<i>-136</i>	<i>-257</i>	<i>-73</i>	<i>-616</i>	<i>-1,970</i>	<i>1,970</i>	<i>0</i>
Appropriations	-	-	-	-	-	-	-	-	0	-	-
Tax expense	-	-4	-3	-	-	-	-	24	18	-	18
Net result for the period	-58	11	-66	-30	-85	-137	-47	148	-264	-	-264

Jan-Dec 2024	Total before										Total
SEK m	Sweden	Denmark	Norway	Finland	United Kingdom	Germany / Austria	Poland	Shared functions 1)	eliminations	Eliminations	Total
Interest income	1,479	516	146	49	521	960	212	1,798	5,681	-2,857	2,824
Interest expense	-1,097	-356	-162	-51	-297	-491	-93	-1,489	-4,036	2,857	-1,179
Total net interest income	382	159	-16	-2	224	469	119	309	1,645	-	1,645
Payment service commissions	7	1	-	0	-	10	-	-	18	-	18
Lending commissions	122	54	40	17	20	11	1	-	265	-	265
Compensation, mediated insurance	125	21	29	1	-	40	7	-	223	-	223
Other commissions	6	3	5	1	-	1	0	-	16	-	16
Commission income	260	79	74	19	20	62	9	-	522	-	522
Commission expense	-121	-14	-42	-18	-37	-40	-10	0	-282	-	-282
Commission, net	140	64	32	1	-17	22	-2	0	240	-	240
Lease income	1,917	1,295	559	484	-	-	-	-	4,254	-	4,254
Depreciation on leasing assets	-1,559	-1,061	-446	-412	-	-	-	-	-3,477	-	-3,477
Leasing Income, net	358	234	113	72	-	-	-	-	777	-	777
Net Interest, fee and leasing income	880	457	129	71	207	491	117	309	2,662	-	2,662
Other income	95	14	18	5	1	2	2	1,105	1,240	-428	812
Other direct expenses	-79	-19	-20	-9	-25	-44	-9	-8	-213	-	-213
Operating margin before net loan losses and operational expenses	895	452	127	67	182	449	110	1,407	3,689	-428	3,261
Other expenses	-964	-296	-192	-87	-206	-511	-135	-1,489	-3,880	487	-3,392
Allocated overhead expenses	13	5	1	2	8	8	2	-	39	-59	-20
Operating result	-56	161	-64	-18	-16	-55	-22	-83	-152	-	-152
Of which:											
Total internal income	-12	164	-	-	177	316	-	2,641	3,286	-3,286	0
Total external income ²⁾	2,408	678	351	145	358	711	222	1	4,873	-	4,873
Total internal expenses	-1,864	-310	-212	-114	-109	-345	-80	-251	-3,286	3,286	-
Appropriations	-	-	-	-	-	-	-	-	-	-	-
Tax expense	-	-66	-4	-	-	11	-3	29	-34	-	-34
Net result for the year	-56	95	-68	-18	-16	-44	-25	-54	-186	-	-186

- 1) Shared functions also include the Treasury function.
- 2) An explanation of the relationship between the segmented income information (in the table below) and income information provided for each segment (in the table above).

External income

SEK m	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
B2B ¹⁾	510	574	1,124
D2C	698	649	1,344
Retail	640	729	1,446
Other	124	278	959
Total external income	1,972	2,230	4,873

- 1) Business line B2B includes leasing income, net (excluding depreciation).

Neither Ikano Bank, nor any individual business line, has any single customer representing 10 percent of revenues or more.

Balance sheet

30 Jun 2025	Sweden	Denmark	Norway	Finland	United Kingdom	Germany/ Austria	Poland	Eliminations	Total
Fixed assets other than financial instruments	597	0	0	0	-	3	0	-	602
Deferred tax assets	2	-	89	-	-	47	-	-	138
Other assets	29,905	7,099	2,677	1,641	2,898	8,884	2,177	-8,401	46,880
Total assets	30,504	7,099	2,766	1,641	2,898	8,934	2,177	-8,401	47,619
Liabilities and provisions	21,923	7,032	2,769	1,645	2,924	8,936	2,177	-8,401	39,006

30 Jun 2024	Sweden	Denmark	Norway	Finland	United Kingdom	Germany/ Austria	Poland	Eliminations	Total
Fixed assets other than financial instruments	673	0	0	0	-	4	0	-	679
Deferred tax assets	7	-	90	-	-	36	-	-	133
Other assets	31,500	6,064	2,960	1,683	4,098	11,370	1,614	-12,125	47,165
Total assets	32,180	6,065	3,050	1,683	4,098	11,411	1,615	-12,125	47,977
Liabilities and provisions	22,524	6,053	3,117	1,713	4,189	11,549	1,660	-12,125	38,680

31 Dec 2024	Sweden	Denmark	Norway	Finland	United Kingdom	Germany/ Austria	Poland	Eliminations	Total
Fixed assets other than financial instruments	762	0	0	0	-	4	0	-	767
Deferred tax assets	3	-	92	-	-	48	-	-	143
Other assets	31,982	6,076	2,838	1,703	3,534	9,228	2,055	-9,468	47,947
Total assets	32,748	6,076	2,930	1,703	3,534	9,279	2,056	-9,468	48,857
Liabilities and provisions	23,338	5,982	2,997	1,722	3,559	9,326	2,081	-9,468	39,537

3 Net Interest Income

SEK 000	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Interest income			
Loans to credit institutions	26,031	31,472	63,668
Loans to the public	1,267,102	1,245,113	2,549,860
Interest-bearing securities	55,155	130,558	210,542
Total	1,348,288	1,407,142	2,824,070
<i>Of which: Interest income from financial assets not measured at fair value through profit or loss</i>	1,293,133	1,276,585	2,613,528
<i>Of which: Interest income from non-performing loans</i>	49,369	35,275	84,725
Interest expense			
Liabilities to credit institutions	-2,521	-6,174	-40,068
Deposits from the public	-365,003	-549,045	-1,012,677
<i>Of which: Deposit guarantee fee</i>	-18,600	-18,153	-35,263
Issued securities	-26,481	-53,107	-101,801
Derivatives	-59,346	10,315	-17,272
- <i>Hedge accounting</i>	10,910	37,031	62,824
- <i>Not hedge accounting</i>	-70,256	-26,717	-80,096
Other interest expenses	-58,755	-5,367	-7,557
Total	-512,106	-603,378	-1,179,376
<i>Of which: Interest income from financial assets not measured at fair value through profit or loss</i>	-452,760	-613,693	-1,162,104
Total net interest income	836,182	803,764	1,644,694

4 Net leasing income

SEK 000	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Leasing income, gross	2,051,612	2,132,104	4,254,198
Less: Depreciation according to plan	-1,706,564	-1,733,847	-3,477,016
Leasing income, net	345,048	398,257	777,183
Leasing income from financial lease agreements	2,051,612	2,132,104	4,254,198
Depreciation according to plan for assets that are financial lease agreements, but are recognised as operating leases	-1,706,564	-1,733,847	-3,477,016
Leasing income, net for financial lease agreements	345,048	398,257	777,183
Interest income	4,024	3,994	7,761
Interest expenses	-157,480	-223,826	-430,553
Leasing, net	191,592	178,425	354,391

5 Net Commission Income

SEK 000	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Commission income			
Payment service commissions	8,040	8,452	18,164
Lending commissions	105,434	135,201	265,120
Compensation, mediated insurance	103,653	119,089	223,265
Other commissions	5,304	8,253	15,781
Total	222,431	270,995	522,330
Commission expenses			
Payment service commissions	-2,940	-3,285	-6,177
Lending commissions	-101,686	-110,554	-230,354
Other commissions	-24,956	-24,397	-45,941
Total	-129,581	-138,236	-282,472
Net commission income	92,850	132,759	239,858

6 Other operating income

SEK 000	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Realised gain arising from the disposal of tangible assets	20,008	18,429	36,320
Pro rata VAT for previous years	-	60,699	644,554
Other operating income	16,017	33,853	67,838
Total	36,026	112,982	748,712

Other operating income for 2024 included receivables of SEK 637 m related to pro rata VAT for the years 2017 to 2023 as a consequence of the Supreme Administrative Court ruling from 2023. In the first half-year 2025, the Swedish Tax Agency has decided on reassessment according

to the Bank's request and the turnover based calculation method for the years 2017 and 2019-2023. The Bank has thus recovered SEK 564 m of the reported claim regarding pro rata VAT.

7 Loan losses, net

SEK 000	Jan-Jun 2025	Jan-Jun 2024	Jan-Dec 2024
Stage 1 - Assets without significant increase in credit risk since initial recognition			
Change in credit impairments	4,520	3,083	-42,282
Derecognition of loans	-	-	-1
Reversals and recoveries	-4	-	-
Net cost for the period for loan losses - stage 1	4,517	3,083	-42,283
Stage 2 - Assets with significant increase in credit risk since initial recognition but not credit impaired			
Change in credit impairments	27,117	-11,259	-42,362
Derecognition of loans	-201,645	-212,915	-474,135
Reversals and recoveries	99,290	103,356	230,993
Net cost for the period for loan losses - stage 2	-75,237	-120,817	-285,504
Stage 3 - Credit impaired assets			
Change in credit impairments	-120,415	-2,338	-100,880
Derecognition of loans	-224,821	-465,685	-773,296
Reversals and recoveries	44,900	172,753	260,815
Net cost for the period for loan losses - stage 3	-300,335	-295,270	-613,360
Net cost for the period for loan losses - Total	-371,056	-413,004	-941,148

The changes in stage 3 regarding impairments, derecognition and recoveries of realised loan losses are a consequence of changed processes in the management of credit impaired loans. These are now held on the Bank's balance sheet

where collection is carried out with the help of an external partner. Previously, these were sold immediately. This leads to lower recoveries and derecognitions and higher impairments.

8 Tax expense for the period

Tax on the result for the period amounted to SEK -48 m (18) and consisted of current tax for the period of SEK -45 m (21) on items reported in the income statement for the period in the Bank's branches and adjustment of taxes for previous periods of SEK -4 m (-3). Tax on taxable exchange

rate differences regarding assets and liabilities in foreign branches increased the total tax by SEK 18 m (-22) but is reported in other comprehensive income. There are foreign taxes in the Bank's branches that can be utilised to reduce potential Swedish tax in the future.

9 Loans to the public

SEK 000	30 Jun 2025	30 Jun 2024	31 Dec 2024
Outstanding receivables, gross			
- Swedish currency	10,693,047	7,897,746	11,408,813
- Foreign currency	17,233,536	18,015,160	18,040,319
Total	27,926,583	25,912,907	29,449,131
Outstanding receivables per stage, gross			
- stage 1	22,999,854	21,727,940	24,657,798
- stage 2	3,902,869	3,554,147	3,986,760
- stage 3	1,023,860	630,820	804,573
Total outstanding receivables per stage, gross	27,926,583	25,912,907	29,449,131
<i>Of which: Non-performing loans</i>	<i>1,023,860</i>	<i>630,820</i>	<i>804,573</i>
Provisions			
Provisions for assets in stage 1	-191,534	-154,115	-199,842
Provisions for assets in stage 2	-473,526	-450,838	-502,460
Provisions for assets in stage 3	-648,640	-385,144	-515,536
Total provisions	-1,313,700	-990,096	-1,217,839
Carrying amount, net			
- stage 1	22,808,320	21,573,826	24,457,956
- stage 2	3,429,343	3,103,309	3,484,300
- stage 3	375,220	245,676	289,037
Carrying amount, net	26,612,883	24,922,810	28,231,293

The volumes in stage 3 increased as a result of not being sold at default as it was previously. The receivables are held on the Bank's balance sheet and collection is carried out with the help of an

external partner. This change is applicable in Sweden and the increase is a consequence of changed processes and not an increase in default receivables.

10 Deposits from the public

SEK 000	30 Jun 2025	30 Jun 2024	31 Dec 2024
Public			
- Swedish currency	15,009,594	15,380,268	15,248,750
- Foreign currency	17,543,580	18,308,867	15,752,669
Total	32,553,174	33,689,135	31,001,419
Deposits specified by category of borrower			
Corporate sector	2,237,693	2,050,582	2,141,078
Household sector	30,315,481	31,638,553	28,860,341
Total	32,553,174	33,689,135	31,001,419

11 Issued securities

SEK 000	30 Jun 2025	30 Jun 2024	31 Dec 2024
Certificates of deposits	447,940	-	636,225
Senior unsecured bonds	23,995	2,099,429	1,599,630
Total	471,935	2,099,429	2,235,855

The volume of the issued bonds decreased during the first half of 2025 as a consequence of the decision by the Bank to offer a redemption of the

outstanding bonds to be replaced by financing by the Group.

12 Contingent liabilities

SEK 000	30 Jun 2025	30 Jun 2024	31 Dec 2024
Liability to PRI Pension guarantee	1,044	984	1,044
Litigation claims above made provisions	5,954	-	2,367
Total	6,998	984	3,411

The Bank is subject to claims and in some cases has claims, in several civil cases that are conducted in a general court. Provisions are made

when an outflow of resources as a result of litigation is probable.

13 Commitments

SEK 000	30 Jun 2025	30 Jun 2024	31 Dec 2024
Loan commitments, irrevocable	2,347,172	2,555,289	2,556,564
Loan commitments, revocable	356,408	1,970,909	1,253,703
Unused credit limits	20,239,770	20,969,921	21,450,411
Total	22,943,350	25,496,119	25,260,678

Commitments in a form of granted unused credits can be terminated with immediate effect to the

extent it is permitted under the Consumer Credit Act.

14 Financial assets and liabilities

The following tables provide information on how fair value of financial instruments that are

measured at fair value in the balance sheet is determined.

Financial assets and liabilities that are reported at fair value in the balance sheet

30 Jun 2025 SEK 000	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Derivatives	-	29,384	123,030	152,414
Shares and participations in other companies	70,701	-	-	70,701
Financial assets at fair value through other comprehensive income				
Bonds and other interest-bearing securities	894,999	1,144,746	-	2,039,745
Treasury bills	2,447,481	99,630	-	2,547,111
Financial liabilities at fair value through profit or loss				
Derivatives	-	154,118	-	154,118

30 Jun 2024 SEK 000	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Derivatives	-	144,107	82,955	227,062
Shares and participations in other companies	58,502	-	1,580	60,082
Financial assets at fair value through other comprehensive income				
Bonds and other interest-bearing securities	1,870,303	1,421,665	-	3,291,968
Treasury bills	3,230,740	372,611	-	3,603,351
Financial liabilities at fair value through profit or loss				
Derivatives	-	35,946	-	35,946

31 Dec 2024

SEK 000	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
Derivatives	-	94,763	102,658	197,422
Shares and participations in other companies	73,148	-	-	73,148
Financial assets at fair value through other comprehensive income				
Bonds and other interest-bearing securities	1,528,979	-	-	1,528,979
Treasury bills	1,819,087	199,227	-	2,018,314
Financial liabilities at fair value through profit or loss				
Derivatives	-	67,433	-	67,433

Derivatives include interest rate and currency swaps as well as an option linked to share holdings in the mortgage company Borgo. The fair value of interest rate and currency swaps is calculated using established valuation techniques and observable market interest rates. The fair value of the option linked to share holdings in Borgo is calculated using a model with non-

observable market data inputs and therefore placed under Level 3 of the fair value hierarchy.

Fair value of financial instruments that are not derivatives is based on future cash flows and current reference rates on the balance sheet date. The discount rate used is market-based for similar instruments on the balance sheet date.

Financial instruments offset in the Balance Sheet or subject to netting agreements

Ikano Bank is a party to derivative contracts under the International Swaps and Derivatives Association's (ISDA) master agreement, which means that when a counterparty cannot fulfil its obligations, the agreement is cancelled and all outstanding dealings between the parties are settled with a net amount. The ISDA agreement

does not meet the criteria for reporting in the balance sheet on net basis, which is why derivative contracts are reported gross.

For derivatives Ikano Bank receives and submits collateral in the form of bank deposits in accordance with the standard terms in the ISDA Credit Support Annex.

30 Jun 2025

SEK 000	Gross value	Offsetting in the Balance Sheet	Net in Balance Sheet	Amounts not offset in Balance sheet		
				Netting agreements	Issued/Received collateral	Net value
Derivatives	29,384	-	29,384	-29,384	-	-
Total financial assets	29,384	-	29,384	-29,384	-	-
Derivatives	-154,118	-	-154,118	29,683	118,600	-5,835
Total financial liabilities	-154,118	-	-154,118	29,683	118,600	-5,835

30 Jun 2024

SEK 000	Gross value	Offsetting in the Balance Sheet	Net in Balance Sheet	Amounts not offset in Balance sheet		
				Netting agreements	Issued/Received collateral	Net value
Derivatives	144,107	-	144,107	-30,207	-113,900	-
Total financial assets	144,107	-	144,107	-30,207	-113,900	-
Derivatives	-35,946	-	-35,946	30,207	-	-5,739
Total financial liabilities	-35,946	-	-35,946	30,207	-	-5,739

SEK 000	Gross value	Offsetting in the Balance Sheet	Net in Balance Sheet	Amounts not offset in Balance sheet		
				Netting agreements	Issued/Receiv ed collateral	Net value
Derivatives	94,763	-	94,763	-35,563	-59,200	-
Total financial assets	94,763	-	94,763	-35,563	-59,200	-
Derivatives	-67,433	-	-67,433	35,563	32,800	930
Total financial liabilities	-67,433	-	-67,433	35,563	32,800	930

15 Risks and uncertainty factors

The Bank's earnings performance is affected by external factors including macroeconomic changes such as unemployment, fluctuations in interest and exchange rates. The global geopolitical situation with ongoing war in Ukraine and Middle East, continued uncertainty regarding interest rates and economic growth have given rise to potentially increased risks and placed further focus on credit risk in the Bank's lending. Escalation of trade and tariff war between the US and the EU and other global stakeholders created uncertainty about economic development, effected inflation and thereby interest rates. The Bank is continuously monitoring the impact on lending portfolios and on the Bank's liquidity.

The tax area is complex and leaves room for judgement. Practices and interpretations of applicable laws can be changed, sometimes

retroactively. Different interpretations of the applicable law by Ikano Bank and by tax authorities can impact the Bank's operations, result, and financial position.

Ikano Bank continuously evaluates its operational risks and focuses on the areas where the risks are the highest. The threat picture from the geopolitical situation puts continued high demands on cyber- and information security.

The risk of fraud from organized crime is significant, and Ikano Bank invests in and continuously improves the Bank's resilience and capacity to detect, prevent and investigate these crimes.

Further information about the Bank's risk management can be found in Ikano Bank's latest Annual Report and Ikano Bank's annual "Capital adequacy and risk management" report, available at www.ikanobank.se

16 Capital analysis

According to EU 575/2013, the Bank is classified as "other institution" as it neither meets the requirements for "large" nor "small or non-complex" institution.

As of 30 June 2025, the Bank's own funds totalled SEK 8,621 m (8,572), all of which is Common Equity Tier 1 capital. The statutory own funds requirement for Pillar 1-risk totalled SEK 2,785 m (3,065). The internal own funds requirement (Pillar 2 requirements) totalled SEK 519 m (571), and the Pillar 2 guidance totalled SEK 1,915 m (2,107) which is covered by the available capital.

The combined buffer requirement for Ikano Bank consists of the capital conservation buffer and the countercyclical capital buffer. According to the law (2014:966) regarding capital buffers, the capital conservation buffer shall consist of a Common Equity Tier 1 capital equivalent to 2.5 percent of the Bank's total risk exposure amount. For Ikano Bank, the capital conservation buffer totalled SEK 870 m (958) and is covered by the available Common Equity Tier 1 capital. The institution specific countercyclical capital buffer is determined by multiplying the total risk exposure

amount by the weighted average of the countercyclical buffer rates applicable in those countries where the relevant credit exposures of the Bank are located. The institution specific countercyclical capital buffer after weighting the applicable geographic requirements, which for the Bank means mainly Sweden, Norway, Denmark, Germany and the UK, amounted to 1.8 percent (1.7) of the total risk exposure amount or SEK 620 m (667) as of 30 June 2025. Ikano Bank's combined buffer requirement totalled SEK 1,490 m (1,625).

As of 30 June 2025 both the total capital ratio and the Common Equity Tier 1 capital ratio for Ikano Bank was 24.8 percent (22.4). The change in capital ratios is mainly explained by decreased risk-weighted exposure amount (REA). The biggest impact on the decrease comes from the implementation of CRR3 and a new standardized method for calculating operational risk capital requirements based on a business indicator approach.

The leverage ratio for the Bank per 30 June 2025 was 18.2 percent (17.6). A legal minimum requirement is 3 percent.

Summary of own funds, risk exposure amount and own funds requirements

	30 Jun 2025		30 Jun 2024		31 Dec 2024	
	SEK 000	% av REA*	SEK 000	% av REA*	SEK 000	% av REA*
Common Equity Tier 1	8,620,764	24.8%	8,582,640	23.7%	8,572,145	22.4%
Tier 1 capital	8,620,764	24.8%	8,582,640	23.7%	8,572,145	22.4%
Own funds	8,620,764	24.8%	8,582,640	23.7%	8,572,145	22.4%
Total risk exposure amount	34,818,298		36,272,662		38,313,950	
Minimum capital requirement (Pillar 1)	2,785,464	8.0%	2,901,813	8.0%	3,065,116	8.0%
Additional capital requirement (Pillar 2)	518,793	1.5%	372,000	1.0%	570,878	1.5%
Pillar 2 guidance (P2G)	1,915,006	5.5%	1,994,996	5.5%	2,107,267	5.5%
Combined buffer requirement	1,490,371	4.3%	1,535,772	4.2%	1,624,572	4.2%
Capital conservation buffer	870,457	2.5%	906,817	2.5%	957,849	2.5%
Counter-cyclical capital buffer	619,914	1.8%	628,956	1.7%	666,723	1.7%
Total capital requirement	6,709,635	19.3%	6,804,582	18.8%	7,367,833	19.2%
Available Common Equity Tier 1 Capital	5,835,300	16.8%	5,680,827	15.7%	5,507,029	14.4%

* Risk-weighted exposure amount

The Swedish Financial Supervisory Authority has in August 2022 established Pillar 2 requirements

and Pillar 2 guidance for the bank's leverage ratio as shown in the table above.

Specification of own funds

SEK 000	30 Jun 2025	30 Jun 2024	31 Dec 2024
Equity reported in the balance sheet	8,613,323	9,296,413	9,320,601
Share capital	154,893	154,893	154,893
Statutory reserve	193,655	193,655	193,655
Fund for development expenses	592,675	668,972	757,300
Share premium reserve	4,479,854	4,479,854	4,479,854
Fund for fair value	158,804	201,691	147,904
Retained earnings	3,751,620	3,861,294	3,772,966
Net result for the period	-718,178	-263,946	-185,971
CET1 capital before regulatory adjustments	8,613,323	9,296,413	9,320,601
CET1 capital: regulatory adjustments			
Intangible assets	-6,080	-669,568	-757,450
Cash flow hedge	21,474	-35,349	15,220
Value adjustments due to the requirements for prudential valuation	-5,661	-7,897	-4,568
Insufficient coverage for non-performing exposures	-2,291	-958	-1,658
Total Common Equity Tier 1 Capital	8,620,764	8,582,640	8,572,145
Total Tier 1 Capital	8,620,764	8,582,640	8,572,145
Total own funds	8,620,764	8,582,640	8,572,145

The Bank applies, with effect from Q2 2025, the option to include intangible assets in the capital

base to the extent permitted by the regulations, which have had a positive impact on it.

Specification of risk exposure amount and own funds requirements

SEK 000	30 Jun 2025		30 Jun 2024		31 Dec 2024	
	Risk exposure amount	Own funds requirements	Risk exposure amount	Own funds requirements	Risk exposure amount	Own funds requirements
Credit risk according to the standardised approach						
Exposures to regional governments or local authorities	1,739	139	2,497	200	2,334	187
Institutional exposure	582,671	46,614	600,164	48,013	624,597	49,968
Corporate exposure	7,395,516	591,641	6,620,855	529,668	6,589,653	527,172
Retail exposure	19,498,773	1,559,902	19,982,569	1,598,606	21,885,359	1,750,829
Equity exposure	1,919,896	153,592	1,909,276	152,742	1,922,342	153,787
Past due items	701,479	56,118	669,229	53,538	770,827	61,666
Covered bond exposure	67,972	5,438	136,120	10,890	102,719	8,218
Other items	537,108	42,969	459,228	36,738	535,513	42,841
Total credit risk	30,705,155	2,456,412	30,379,939	2,430,395	32,433,345	2,594,668
Operational risk according to the basic indicator approach						
	2,823,803	225,904	4,771,315	381,705	4,771,315	381,705
Foreign exchange risk according to the standardised approach						
	1,260,313	100,825	1,091,303	87,304	1,081,363	86,509
CVA risk according to the standardised approach						
	29,027	2,322	30,106	2,408	27,928	2,234
Totalt	34,818,298	2,785,464	36,272,662	2,901,813	38,313,950	3,065,116

The implementation of the updated requirements for calculation of capital requirements (CRR3) has

led to lower risk exposure amount for operational risk.

17 Liquidity

The Bank's liquidity reserve as of 30 June 2025 amounted to SEK 3,306 m (3,356) and consisted of high-quality liquid assets, eligible as collateral with the Swedish Central Bank.

The liquidity portfolio as of 30 June 2025 totalled SEK 7,116 m (6,382) excluding overdraft facilities and constituted 21.9 percent (20.6) of deposits from the public. The increase of the liquidity portfolio is explained by higher deposits from the public, which entailed higher investments in securities.

None of the assets in the liquidity portfolio is used as collateral and no non-performing loans are attributable to the components of the liquidity portfolio. The assets are being valued at fair value.

In addition to the liquidity portfolio, committed credit facilities for a total of SEK 1,600 m (2,058) were available.

As of 30 June 2025, the Bank's liquidity coverage ratio amounted to 305 percent (267). The statutory limit is 100 percent.

The structural liquidity measure, Net Stable Funding Ratio, was 130 percent (119). A minimum requirement is 100 percent.

Additional information about the Bank's capital adequacy and liquidity risk management can be found in Ikano Bank's latest Annual Report and report on "Capital adequacy and risk management", available on www.ikanobank.se.

Summary of liquidity reserve

30 Jun 2025

SEK m	Total	SEK	EUR	DKK	GBP	Other
Securities issued by public entities	2,556	906	999	453	198	-
Securities issued by financial corporations	-	-	-	-	-	-
Covered bonds	750	750	-	-	-	-
Liquidity reserve	3,306	1,656	999	453	198	-
Other operating liquidity invested in securities	1,292	1,292	-	-	-	-
Cash and balances in central banks and other banks	2,519	960	231	804	340	184
Total liquidity portfolio	7,116	3,908	1,230	1,257	538	184
Distribution per currency (%)	100%	55%	17%	18%	8%	2%
Granted unused credit facilities	1,600	1,600	-	-	-	-

30 Jun 2024

SEK m	Total	SEK	EUR	DKK	GBP	Other
Securities issued by public entities	3,273	1,227	1,352	430	266	-
Securities issued by financial corporations	356	189	167	-	-	-
Covered bonds	1,301	1,045	256	-	-	-
Liquidity reserve	4,930	2,460	1,774	430	266	-
Other operating liquidity invested in securities	1,986	1,817	169	-	-	-
Cash and balances in central banks and other banks	2,479	1,555	295	178	335	116
Total liquidity portfolio	9,395	5,832	2,239	608	601	116
Distribution per currency (%)	100%	62%	24%	6%	6%	2%
Granted unused credit facilities	1,054	600	454	-	-	-

31 Dec 2024

SEK m	Total	SEK	EUR	DKK	GBP	Other
Securities issued by public entities	2,023	1,117	339	429	138	-
Securities issued by financial corporations	305	192	113	-	-	-
Covered bonds	1,028	765	263	-	-	-
Liquidity reserve	3,356	2,074	715	429	138	-
Other operating liquidity invested in securities	201	201	-	-	-	-
Cash and balances in central banks and other banks	2,825	914	677	272	386	576
Total liquidity portfolio	6,382	3,189	1,392	701	524	576
Distribution per currency (%)	100%	50%	22%	11%	8%	9%
Granted unused credit facilities	2,058	1,600	458	-	-	-

The Bank's funding plan aims at a diversified funding, taking into account the allocation of risks and costs of financing.

Deposits from the public are regarded as the main funding source, complemented by financing via the Group which will replace own issued

bonds. Additional information about the Bank's liquidity risk management can be found in the Bank's latest Annual Report and the information on Capital adequacy and risk management for 2024. The documents are published on the Bank's website www.ikanobank.se.

18 Transactions with related parties

Companies within the Ingka Group and Bank's associated companies are related parties to the Bank as of 30 June 2025. Transactions with Ingka Group that prior to the acquisition on October 17, 2024 were presented under Other related parties are presented in this interim report under transactions with Group companies for comparison purposes.

Consolidated financial statements are prepared by IFS Holding AB with registered office in Älmhult, Sweden, which is a subsidiary of Ingka Holding B.V. with registered office in Leiden, the Netherlands. Transactions with related parties are priced on commercial, market-based terms. No non-performing loans are attributable to the outstanding receivables from related parties.

SEK 000	Year	Income	Expenses	Interest Expenses	Receivables from related parties	Liabilities to related parties
Group companies	30 Jun 2025	199,107	-7,781	-59,410	80,313	5,785,752
Group companies	30 Jun 2024	153,927	-5,689	-	235,472.00	2,264,972
Group companies	30 Dec 2024	348,840	-24,169	-1,114	69,865	2,741,381
Associated companies	30 Jun 2025	1,028	-359	-	415	2,037
Associated companies	30 Jun 2024	1,759	-417	-	481	2,104
Associated companies	31 Dec 2024	5,805	-938	-	915	2,115

The balance sheet item of Shares in associated companies consists of 5,144,701 shares in Borgo

AB (publ) as of 30 June 2025, which corresponds to an ownership share of 23.1 percent (23.1).

19 Events after the balance sheet date

No significant events have occurred after the Balance sheet date.

Signatures

The Board of Directors and the CEO certify that this Interim Report gives a true and fair view of the Bank's operations, financial position and results of operations, and describes significant risks and uncertainties faced by the Bank.

Älmhult, date according to digital signature.

Lone Fønss Schrøder
Chairperson

Heather Jackson
Board member

Kåre Kjelstrøm
Board member

Mikael Palmquist
Board member

Lars Ljungälv
Board member

Viveka Strangert
Board member

Peter van der Poel
Board member

Niclas Olsson
CEO