

Oma Säästöpankki Oyj

INTERIM REPORT 2017



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CUSTOMER CARE

WE ARE STRENGTHENING OUR POSITION AS A NATIONAL BANK

We always want to be the best in town and the most people centric provider of banking services. It is evident in our desire to be physically present and near our customers. Good and competent service goes far through word of mouth.



The foundation of our success is professional and motivated personnel.

When our customers are content and engaged, the amount of customers and the operations as a whole grow rapidly. As a result of this, the beginning of the year saw us, once again, achieve the best ever result in the history of the bank and our business volumes became consistently stronger. The final number on the balance sheet increased to nearly 2.3 billion euros and earnings before taxes amounted to 13.6 million euros.

Economic development in Finland is finally going in the right direction. The circumstances made for the perfect moment to open a new branch in Lahti in the beginning of May. We are amidst an interesting situation, where demand for our services increases all over Finland. The foundation of our success is professional, skilful and motivated personnel.

New corporate financing options

In January, we entered into a two-year contract of guarantee with the European Investment Fund. This contract makes it easier for small and medium-sized Finnish companies to obtain loans and it also encourages investments. The contract covers 100 million euros for business loans that the bank can grant under certain criteria to growth-oriented small and medium-sized companies.

We want to utilise this guarantee program to meet the investment needs of small and medium-sized companies and thus do our part in the acceleration of economic growth in Finland. We offer new financing for investments made in the initial stages of establishing small and medium-sized companies as well as for making current operations more efficient and implementing new projects.

Trading in the Helsinki Stock Exchange

Trade of our bank's bond, worth 125 million euros, commenced for the first time in Helsinki Stock Exchange in April. Again, the successful bond issue was a solid display of confidence by the international capital markets to our bank.

Functional and competitive borrowing is a prerequisite for successful banking operations. Our customers benefit from competitive financing options offered by a strong banking partner.

Better services

At the end of April, we entered into a contract to transfer the small and medium-sized company operations as well as the agriculture and forestry operations of Säästöpankki to our bank, effective December 1, 2017. The transaction includes operations worth approximately 250 million euros and nearly 10 000 customers.

The acquisition of these business operations is another significant and determined sign of growth for our bank. This transaction helps to increase awareness about us as a Finnish and national banking partner to both individual and business customers. We want to develop and enhance the banking services we offer to small and medium-sized companies as well as agricultural and forestry companies. This transaction helps to solidify Oma Säästöpankki's customer operations throughout Finland.

I would like to extend my warmest thanks to the employees, customers and other stakeholders of Oma Säästöpankki for their contributions to our bank's success.

Pasi Sydänlammi
CEO

Households' demand for loans is expected to remain positive also in the near future.

CONSUMERS ARE INCREASINGLY CONFIDENT ABOUT THE ECONOMY

Successful restructuring, reorganisation of operations and investments in digital banking experiences have made it possible for Oma Säästöpankki to operate successfully amidst change.

Finland's economy started to develop in a favourable manner in the beginning of 2017. The gross domestic product increased by 2.7 per cent over the first quarter of 2016. The positive economic development also shows in the decreased unemployment rate. The unemployment rate in June was 8.9 (9.9) per cent. (Statistics Finland)

The positive change in the economic development has also increased consumers' confidence in their own finances and the amount of new mortgages. Households' demand for loans is expected to remain positive also in the near future. (Bank Barometer)

The prices of old owner-occupied flats increased by 1.5 percent in the entire country during the second quarter of the year. Prices increased by 1.9 per cent in the capital area and by 1.2 per cent in other parts of the country. Compared to the same time

frame in 2016, prices increased by 1.2 per cent in the entire country. Prices increased by 2.7 per cent in the capital area and they barely changed in the rest of the country. There are extensive regional differences in prices. Decreasing prices of homes in areas of dwindling populations can be considered as a risk in terms of the collateral values of mortgages. (Statistics Finland)

In addition to strong competition, the increased banking regulations also impact banks' operational environment. The exceptionally low market interest rates burden banks' profitability by decreasing the net interest income. The rapid change in customer behaviour, particularly in the form of increased utilisation of digital banking services, has created its own challenges to the development of the industry. Oma Säästöpankki has met these challenges with a high level of success.



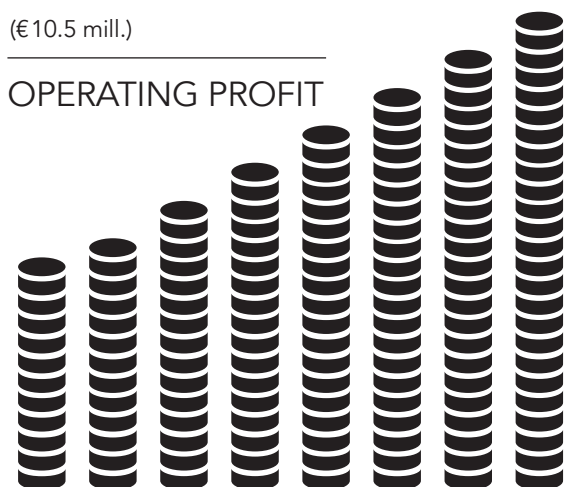
OMA SÄÄSTÖPANKKI'S KEY FIGURES 1–6/2017

The figures in brackets are from the comparable period of 1–6/2016.

€13.6 mill.

(€10.5 mill.)

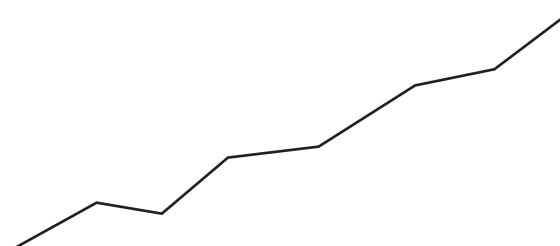
OPERATING PROFIT



€2.26 billion

(€2.03 billion)

BALANCE SHEET TOTAL



37

(45)

BRANCH NETWORK



270

(241)

PERSONNEL



We want
to serve
our customers
with an even
more personal
touch.

PERSONAL SERVICE

SMOOTH MOBILE AND PERSONAL SERVICES

We develop and expand our services by utilising the opportunities of digitalisation. The goal is to bring as many banking services as possible to the customers.

We want to serve our customers with an even more personal touch. We added chat and video conference options to our mobile application, which make it possible to talk to a bank clerk in real time. Launched in the spring of 2017, the service is now in its first stage between customers and the bank's online service team. The goal is to make the solution available to other clerical employees before the end of the year.

Additionally, we continue to meet customers at their locations. The bank's service advisers travel to meet customers, bringing banking services to homes and workplaces. We want to provide our customers with good and easy services regardless of time and place.

A growing amount of banking services are taken care of online

As customers become more accustomed to e-banking, the pace of change increases. We want to

provide our customers with as extensive range of online services as possible. In the course of 2017, we will develop our services by utilising banks' Tupas identification system and the electronic signature service. The goal is to make it possible to agree on terms and sign contracts online.

In the latter part of 2017, we will implement a security code application, which can be downloaded on mobile devices. We have already made it possible to use OmaMobiili with a mobile certificate system. The purpose is to make using the security code application as easy as using the mobile certificate system. The security code application will be available for e-banking services as well as the Tupas and mobile wallet services.

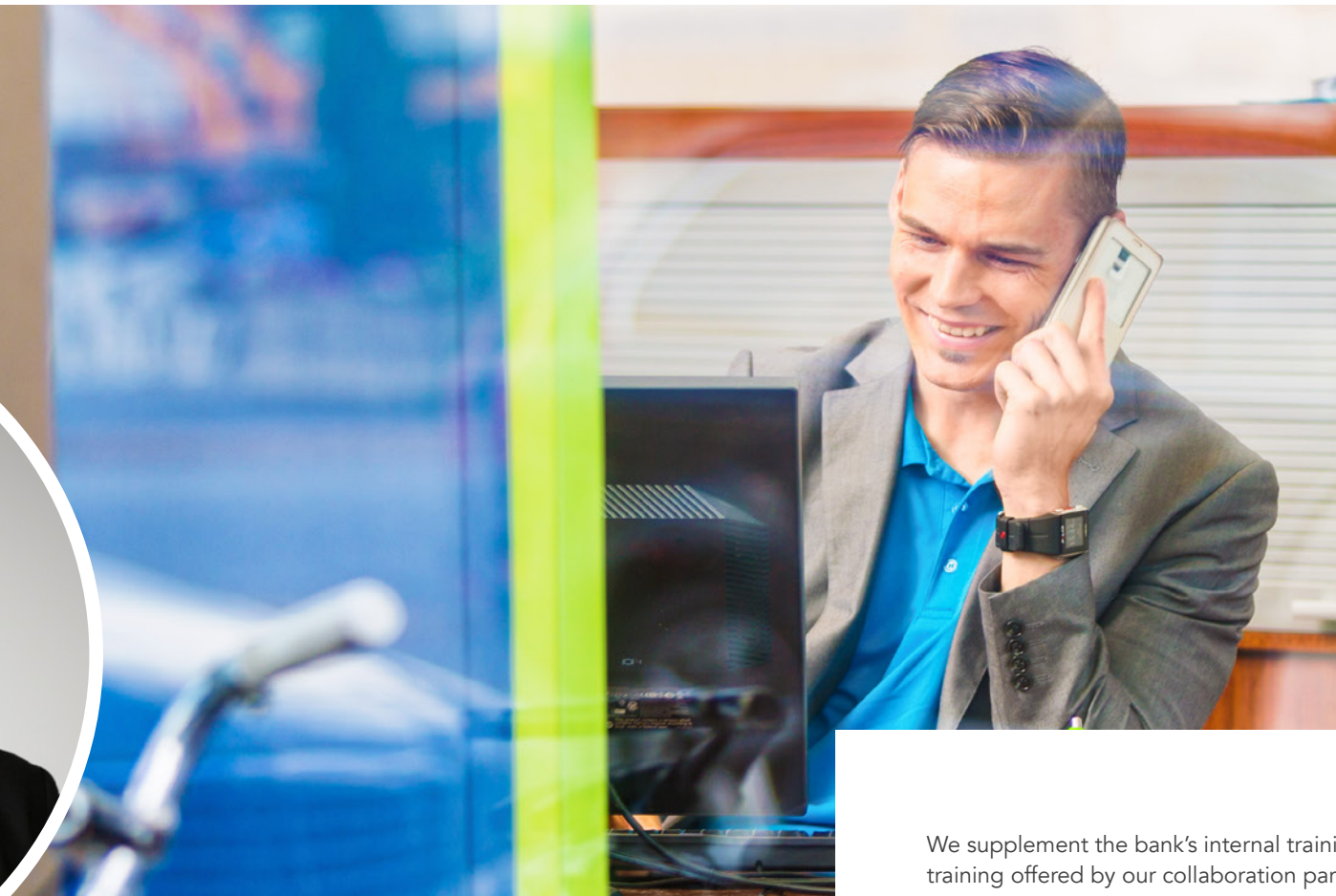
Kari-Mikael Markkanen
chief information officer



NEW SERVICES PROVIDE SECURITY

SERVICE OPTIONS MEET CUSTOMERS' WISHES

Skilful and professional personnel guarantees high-quality customer service and delivers the customer promise. We encourage our employees to develop and educate themselves.



The bank has to be able to serve its customers through various channels and flexible service times.

We supplement the bank's internal training with training offered by our collaboration partners and service providers. OmaSp Master, Oma Säästöpankki's first extensive training program intended for supervisors and specialists, was implemented in December 2016. The training program of one and a half years is implemented in collaboration with the University of Tampere.

The training program covers an extensive range of themes required in banking operations and customer service, introduced by specialists from the University of Tampere and the bank itself. Our goal is to turn the program into a continuous training package that significantly increases our personnel's skills required in specialist and supervisory work.

Novel customer service models

The bank has to be able to serve its customers with flexible service times through the channels the customers use. In the autumn of 2016, we commenced a restructuring program of our operations. This has helped us to update the operating model of our customer service and our personnel's job descriptions. The bank's specialists also meet customers outside of branches: at companies, workplaces and even at customers' homes. The change has generated a high level of positive feedback. In the course of spring, we have recruited more people to solidify the implementation of a novel service model.

New services to corporate customers

The service selection for corporate customers was significantly extended, when we started to utilise Trade Finance products. With a correctly selected Trade Finance product, our corporate customers receive tools to manage risks related to foreign trade. The bank offers this new product selection in collaboration with Danske Bank.

New and more versatile loan insurance

To help our customers repay their loans, we offer them loan insurance options provided by our collaboration partners. Our product selection has been complemented by a new loan insurance option by Sp-Henkivakuutus: Säästöpankki Balanssi. It helps both our private and company customers to repay their loans.

Sarianna Liiri
Chief Administrative Officer

FINANCIAL STATEMENTS

OMA SÄÄSTÖPANKKI OYJ - INTERIM REPORT JANUARY 1 – JUNE 30, 2017

1 OMA SÄÄSTÖPANKKI'S PROFIT AND LOSS AND BALANCE SHEET

1.1 PROFIT AND LOSS

Oma Säästöpankki Group's profit before taxes amounted to 13.6 million euros (10.5). We expect the result for the entire year to be the best in our history and to exceed that of last year.

Operating income totalled 33.8 million euros (30.2), which shows a growth of 11.9%. Net interest income amounted to 18.9 million euros (17.9), indicating a growth of 4.3% over the previous year. Other operating income reached 15.2 million euros (12.3), having increased by 23.0%. Commission income increased by 1.7 million euros compared to the same time the previous year. Net income from investments include approximately 2 million euros of sales profit.

Operating expenses totalled 19.9 million euros (18.0). Expenses increased by 10.5%. The Group's cost/income ratio was 59.0% (59.7).

Loan-specific impairment losses and credit losses were recognised worth 1.8 million euros (2.4), which was 0.6 million euros less compared to the same period the previous year. Credit loss reversals were recognised in the amount of 1.5 million euros (1.4). The net change of impairment losses in terms of category-specific receivables was 0.2 million euros (-0.7).

1.2 BALANCE SHEET

The Group's balance sheet total was 2,264.8 million euros (2,030.1). The balance sheet amount increased by 11.6% and the key items on the balance sheet have developed as follows, compared to the same time the previous year:

Lending

The Group's total lending at the end of the review period amounted to 1,844.6 million euros (1,627.4), which shows growth of 13.3%. Approximately 106.6 million euros of the lending increase were due to the transfer of brokered loans from mortgage banks from Aktia Hypoteekkipankki's balance sheet to the bank's own balance sheet.

Deposits

The largest share of the Group's borrowing consisted of deposits from the public. The amount of deposits equalled 1,495.1 million euros (1,472.7) at the end of the review period. Deposits grew by 22.4 million euros, or 1.5 per cent, during the year.

Other borrowing

Other borrowing consists of bonds and debt securities, which totalled 451.0 million euros (259.7) at the end of the year. The amount of other borrowing increased by 191.3 million euros, or 73.7%.

1.3. SOLVENCY AND RISK STATUS

In its solvency calculations, the bank applies the standard method for credit risks and the basic method for operative risks. In the standard method, exposures are divided into exposure classes and the minimum limits for credit spreading are determined in the retail receivables class. Oma Säästöpankki Oy publishes the essential information of its solvency calculations once a year as a part of its report and notes to the financial statements. Key solvency information is published in the interim report. Risks and risk management are covered in more detail in Oma Säästöpankki's financial statements of December 31, 2016.

The solvency calculation is reported on the level of the parent company, Oma Säästöpankki Oyj. Oma Säästöpankki Oy's own funds (TC) totalled 230 million euros (212), when the minimum requirement for own funds was set at 96 million euros (88). Tier 1 capital (T1) was 226 million euros (206), of which the share of core capital (CET1) was 226 million euros (206). The increase of core capital was due to profits gained

during the review period. Tier 2 capital (T2) equalled 4 million euros (6). The decrease of Tier 2 capital was due to repayments of debentures. Oma Säästöpankki Oyj's solvency ratio remains on a good level, equalling 19.2% (19.2) at the end of the period. The ratio of Tier 1 capital and risk-weighted items was 18.9% (18.6%). Summary of Oma Säästöpankki Oyj's solvency and the minimum requirement for own funds are presented in Note K14.

1.4 SIGNIFICANT EVENTS SINCE THE INTERIM REPORT DATE

Credit rating

Oma Säästöpankki Oyj obtained a credit rating from Standard & Poor's (S&P) in July 2017. S&P granted the bank credit ratings of BBB+ for long-term borrowing and A2 for short-term borrowing. In S&P's views, the bank's future is solid. A press release about the received credit rating was published on July 27, 2017.

Business acquisition from S-Pankki

Oma Säästöpankki Oyj and S-Pankki Oy have entered into an agreement about the transfer of S-Pankki's small and medium-sized operations as well as the agricultural and forestry operations to Oma Säästöpankki Oyj as of December 1, 2017. Through this transaction, Oma Säästöpankki will receive operations worth approximately 250 million euros, which includes loans worth approximately 140 million euros and deposits worth approximately 110 million euros. The transfer of operations also means that 16 people from S-Pankki will be employed by Oma Säästöpankki. A press release about the transaction was published on April 27, 2017.

| Group's key figures (1,000 euros) | 1–6/2017 | 1–12/2016 | 1–6/2016 |
|--|-----------|-----------|-----------|
| Turnover | 39,288 | 71,239 | 35,544 |
| Net interest income | 18,681 | 36,547 | 17,913 |
| % of turnover | 47.5% | 51.3% | 50.4% |
| Earnings before taxes | 13,604 | 20,611 | 10,488 |
| % of turnover | 34.6% | 28.9% | 29.5% |
| Operating income, total | 33,805 | 60,339 | 30,204 |
| Operating expenses, total | -19,949 | -35,531 | -18,043 |
| Cost/income ratio | 59.0% | 58.9% | 59.7% |
| Balance sheet total | 2,264,748 | 2,150,768 | 2,030,108 |
| Equity | 231,323 | 220,158 | 208,502 |
| Return on assets (ROA %) | 1.00% | 0.80% | 0.84% |
| Return on equity (ROE %) | 9.7% | 7.6% | 8.1% |
| Equity ratio | 10.2% | 10.2% | 10.3% |
| Solvency ratio (TC) % | 19.2% | 19.1% | 19.2% |
| Core capital ratio (CET) % | 18.9% | 18.6% | 18.6% |
| Tier 1 capital ratio, (T1) % | 18.9% | 18.6% | 18.6% |
| Impairment losses on loans and other receivables | -252 | -4,197 | -1,673 |
| Number of employees at the end of the period | 270 | 229 | 261 |
| Liquidity coverage ratio (LCR) | 132.6% | 111.3% | 91.9% |
| Earnings per share (EPS), euro | 22.38 | 32.68 | 16.92 |

The calculation principles of the key figures are available in Oma Säästöpankki Oyj's annual report 2016.

2 OMA SÄÄSTÖPANKKI OYJ GROUP'S IFRS-BASED INTERIM REPORT

2.1 INCOME STATEMENT

| Group's income statement (1,000 euros) | 1-6/2017 | 1-12/2016 | 1-6/2016 | Note |
|--|----------------|----------------|----------------|-----------|
| Interest income | 22,553 | 43,938 | 21,590 | |
| Interest expenses | -3,871 | -7,391 | -3,677 | |
| Net interest income | 18,681 | 36,547 | 17,913 | K2 |
| Fee and commission income | 12,284 | 21,218 | 10,561 | |
| Fee and commission expenses | -1,612 | -3,509 | -1,662 | |
| Fee and commission income and expenses, net | 10,671 | 17,709 | 8,899 | K3 |
| Net gains from trading | -195 | 134 | 9 | |
| Net gains on investments | 2,765 | 2,267 | 1,779 | K4 |
| Other operating income | 1,882 | 3,682 | 1,605 | |
| Operating income, total | 33,805 | 60,339 | 30,204 | |
| Personnel expenses | -6,449 | -14,085 | -6,698 | |
| Other operating expenses | -12,581 | -19,381 | -10,414 | |
| Depreciation, amortisation and impairment losses on tangible and intangible assets | -918 | -2,065 | -931 | |
| Operating expenses, total | -19,949 | -35,531 | -18,043 | |
| Impairment losses on loans and other receivables | -252 | -4,197 | -1,673 | |
| Earnings before taxes | 13,604 | 20,611 | 10,488 | |
| Income taxes | -2,615 | -4,567 | -2,181 | |
| Profit/loss for the period | 10,989 | 16,044 | 8,307 | |
| Interests of parent company owners | 10,999 | 16,044 | 8,307 | |
| Amount of non-controlling interest | -9 | | | |
| Total | 10,989 | 16,044 | 8,307 | |
| Earnings per share (EPS), euros | 22.38 | 32.68 | 16.92 | |

2.2 COMPREHENSIVE INCOME STATEMENT

| Group's comprehensive income statement (1,000 euros) | 1-6/2017 | 1-12/2016 | 1-6/2016 |
|--|---------------|---------------|--------------|
| Profit/loss for the period | 10,989 | 16,045 | 8,307 |
| Other items of comprehensive income | 1,083 | 3,911 | 133 |
| Items that will not be reclassified to profit or loss | 18 | -456 | -41 |
| Gains and losses on redefined benefit pension plans | 18 | -321 | -41 |
| Interest in associated companies' items of comprehensive income | 0 | -135 | 0 |
| Items that may later be reclassified to profit or loss | 1,065 | 4,368 | 174 |
| Change in fair value of financial assets available for sale | 1,065 | 4,425 | 231 |
| Changes in valuation of cash flow hedging | 0 | -58 | -58 |
| Income taxes | -217 | -809 | -27 |
| Items that will not be reclassified to profit or loss | -4 | 64 | 8 |
| Gains and losses on redefined benefit pension plans | -4 | 64 | 8 |
| Items that may later be reclassified to profit or loss | -213 | -874 | -35 |
| Change in fair value of financial assets available for sale | -213 | -885 | -46 |
| Changes in valuation of cash flow hedging | -0 | 12 | 12 |
| Other items of comprehensive income for accounting period after taxes | 866 | 3,102 | 106 |
| Comprehensive income for accounting period | 11,855 | 19,146 | 8,412 |
| Interests of parent company owners | 11,865 | 19,288 | 8,412 |
| Amount of non-controlling interest | -9 | -142 | |
| Total | 11,856 | 19,146 | 8,412 |

2.3 BALANCE SHEET

2.3.1 ASSETS

| Consolidated balance sheet (1,000 euros) | June 30, 2017 | December 31, 2016 | June 30, 2016 | Note |
|--|------------------|-------------------|------------------|-----------|
| Assets | | | | |
| Cash and cash equivalents | 8,684 | 7,728 | 7,792 | |
| Financial assets valued at fair value through profit or loss | 332 | 576 | 1,070 | |
| Loans and advances to credit institutions | 101,669 | 61,958 | 91,673 | K6 |
| Loans and advances to the public and general government | 1,844,694 | 1,785,417 | 1,627,366 | K6 |
| Derivative contracts and hedge accounting | 2,128 | 2,630 | 3,775 | K7 |
| Investment assets | 269,278 | 257,369 | 266,341 | K8 |
| Intangible assets | 4,883 | 4,315 | 4,132 | |
| Tangible assets | 16,831 | 17,396 | 17,287 | |
| Other assets | 15,159 | 12,144 | 9,427 | |
| Tax assets | 1,202 | 1,347 | 1,244 | |
| Income tax assets | -112 | -112 | -45 | |
| Total | 2,264,748 | 2,150,768 | 2,030,108 | |

2.3.2 LIABILITIES AND EQUITY

| Consolidated balance sheet (1,000 euros) | June 30, 2017 | December 31, 2016 | June 30, 2016 | Note |
|--|------------------|-------------------|------------------|------------|
| Liabilities | | | | |
| Liabilities to credit institutions | 33,874 | 34,257 | 43,613 | K9 |
| Liabilities to the public and general government | 1,497,759 | 1,482,828 | 1,466,102 | K9 |
| Debt securities issued to the public | 450,995 | 353,050 | 259,658 | K10 |
| Subordinated liabilities | 12,800 | 17,600 | 17,600 | |
| Provisions and other liabilities | 18,854 | 24,623 | 19,036 | |
| Tax liabilities | 18,578 | 17,339 | 15,597 | |
| Income tax liabilities | 565 | 0 | -0 | |
| Total liabilities | 2,033,424 | 1,929,697 | 1,821,606 | |
| Equity | | | | |
| Share capital | 24,000 | 24,000 | 24,000 | |
| Reserves | 112,269 | 111,417 | 108,062 | |
| Retained earnings | 94,165 | 84,741 | 76,440 | |
| Equity, total | 230,434 | 220,158 | 208,502 | |
| Interests of parent company owners | 230,434 | 220,158 | 208,502 | |
| Amount of non-controlling interest | 888 | 913 | 0 | |
| Equity, total | 231,323 | 221,071 | 208,502 | |
| Total liabilities and equity | 2,264,748 | 2,150,768 | 1,932,328 | |

Group's off-balance sheet commitments

| Off-balance sheet commitments | June 30, 2017 | December 31, 2016 | June 30, 2016 |
|---|----------------|-------------------|----------------|
| Guarantees and pledges | 13,357 | 13,059 | 13,101 |
| Other commitments given to a third party | 576 | 624 | 725 |
| Commitments given to a third party on behalf of a customer | 13,933 | 13,683 | 13,826 |
| Undrawn credit facilities | 135,520 | 116,822 | 139,748 |
| Irrevocable commitments given in favour of a customer | 135,520 | 116,822 | 139,748 |
| Group's off-balance sheet commitments, total | 149,453 | 130,505 | 153,574 |

2.4 CASH FLOW STATEMENT

| Consolidated cash flow statement (1,000 euros) | 1-6/2017 | 1-12/2016 | 1-6/2016 |
|--|--------------------------|---------------------------|---------------------------|
| Cash flow from operating activities | | | |
| Profit/loss for the period | 10,982 | 16,044 | 8,307 |
| Changes in fair value | 1 | 880 | 438 |
| Depreciation and impairment losses on investment properties | 214 | 472 | 234 |
| Depreciation, amortisation and impairment losses on tangible and intangible assets | 918 | 2,065 | 931 |
| Gains and losses on fixed assets | -22 | 754 | 17 |
| Impairment losses | 817 | 3,610 | 1,361 |
| Income taxes | 2,615 | 4,567 | 2,181 |
| Adjustments to impairment losses | -669 | 559 | 312 |
| Other adjustments | -174 | -124 | 58 |
| Adjustments to profit/loss of accounting period | 3,700 | 12,783 | 5,532 |
| Cash flow from operations before changes in receivables and liabilities | 14,682 | 28,827 | 13,839 |
| Increase (-) or decrease (+) in business funds | | | |
| Debt securities | -22,403 | -47,695 | -14,566 |
| Loans and advances to credit institutions | -808 | 3,288 | 3,901 |
| Loans and advances to customers | -59,375 | -252,653 | -98,767 |
| Derivative contracts and hedge accounting | -48 | 162 | -16 |
| Investment assets | 11,461 | 2,255 | -35,713 |
| Other assets | -3,061 | -2,667 | -196 |
| Total | -74,234 | -297,310 | -145,357 |
| Increase (+) or decrease (-) in business debts | | | |
| Liabilities to credit institutions | -383 | -7,964 | 6,697 |
| Liabilities to customers | 15,645 | 11,904 | -5,806 |
| Debt securities issued to the public | 97,945 | 191,547 | 98,155 |
| Provisions and other liabilities | -5,759 | 4,532 | -308 |
| Total | 107,448 | 200,019 | 98,738 |
| Paid income taxes | -883 | -2,848 | -1,782 |
| Cash flow, total | 47,013 | -71,312 | -34,563 |
| Cash flow from investments | | | |
| Investments in tangible and intangible assets | -1,323 | -4,651 | -2,693 |
| Gains on transfers of tangible and intangible assets | 626 | 3,855 | 1,507 |
| Increases in other investments | -81 | 5,985 | 14 |
| Cash flow from investments, total | -778 | 5,189 | -1,172 |
| Cash flow from financing activities | | | |
| Subordinated liabilities, decreases | -4,800 | -6,888 | -6,888 |
| Other monetary increases in equity items | 0 | -105 | 0 |
| Paid dividends | -1,576 | -1,478 | -1,478 |
| Cash flow from financing activities, total | -6,376 | -8,471 | -8,366 |
| Net change in cash and cash equivalents | | | |
| Cash and cash equivalents at beginning of reporting period | 55,409 | 129,902 | 129,902 |
| Cash and cash equivalents at end of reporting period | 95,267 | 55,409 | 85,801 |
| Cash and cash equivalents at end of reporting period excluding cash and cash equivalents transferred with business transfers | 95,267 | 55,409 | 85,801 |
| Cash and cash equivalents, other arrangements | 0 | -99 | 0 |
| Net change in cash and cash equivalents | 39,859 | -74,594 | -44,101 |
| Cash and cash equivalents consist of the following items: | | | |
| Cash and cash equivalents | 8,684 | 7,728 | 7,791 |
| Receivables from credit institutions repayable on demand | 86,583 | 47,681 | 78,010 |
| Total | 95,267 | 55,409 | 85,801 |
| Received interest | 22,555 | 43,118 | 15,810 |
| Paid interest | -3,874 | -8,045 | -942 |
| Received dividends | 894 | 960 | 880 |

2.5 STATEMENT OF CHANGES IN EQUITY

| | Share capital | Reserve for invested non-restricted equity | Fair value reserve | Hedging instrument reserve | Other reserves | Reserves, total | Retained earnings | Interests of parent company owners, total | Amount of non-controlling interests | Equity, total |
|--|-------------------------|--|------------------------|----------------------------|-----------------------|--------------------------|-------------------------|---|-------------------------------------|--------------------------|
| Equity, January 1, 2017 | 24,000 | 103,510 | 7,905 | 3 | 0 | 111,418 | 84,740 | 220,158 | 913 | 221,071 |
| Comprehensive income | | | | | | | | | | |
| Profit/loss for accounting period | | | | | | | 10,991 | 10,991 | 0 | 10,991 |
| Other items of comprehensive income | | | 852 | 0 | | 852 | 14 | 866 | -9 | 857 |
| Total comprehensive income | 0 | 0 | 852 | 0 | 0 | 852 | 11,005 | 11,857 | -9 | 11,848 |
| Transactions with owners | | | | | | | | | | |
| Profit distribution | 0 | 0 | 0 | 0 | 0 | 0 | -1,576 | -1,576 | 0 | 0 |
| Other changes | 0 | 0 | 0 | 0 | 0 | 0 | -13 | -13 | 0 | 0 |
| Non-controlling owners' acquisitions, that did not lead to a change in control | 0 | 0 | 0 | 0 | 0 | 0 | 889 | 0 | -14 | 889 |
| Transactions with owners, total | 0 | 0 | 0 | 0 | 0 | 0 | -1,576 | -1,576 | 0 | 0 |
| Equity, June 30, 2017 | 24,000 | 103,510 | 8,757 | 3 | 0 | 112,270 | 94,170 | 230,440 | 890 | 231,324 |
| Equity, January 1, 2016 | 24,000 | 103,510 | 4,611 | -196 | 557 | 108,481 | 69,645 | 202,126 | 0 | 202,126 |
| Comprehensive income | | | | | | | | | | |
| Profit/loss for accounting period | | | | | | | 8,307 | 8,307 | 0 | 8,307 |
| Other items of comprehensive income | | | -59 | 196 | | -33 | | 106 | 0 | 106 |
| Total comprehensive income | 0 | 0 | -59 | 196 | 0 | 138 | 8,274 | 19,145 | 0 | 19,145 |
| Transactions with owners | | | | | | | | | | |
| Profit distribution | 0 | 0 | 0 | 0 | 0 | 0 | -1,478 | -1,478 | 0 | -1,478 |
| Other changes | 0 | 0 | 0 | 0 | -557 | -557 | | -557 | 0 | -557 |
| Transactions with owners, total | 0 | 0 | 0 | 0 | -557 | -557 | -1,478 | -2,036 | 0 | -2,036 |
| Equity, June 30, 2016 | 24,000 | 103,510 | 4,552 | 0 | 0 | 108,062 | 76,440 | 208,502 | 0 | 208,502 |

3 NOTES TO THE FINANCIAL STATEMENTS

K1: ACCOUNTING POLICIES

The Group's parent company is Oma Säästöpankki Oyj, with its domicile in Seinäjoki and main office in Lappeenranta, at Valtakatu 32, 53100 Lappeenranta. Copies of the financial statements and the interim report are available on the bank's website at www.omasp.fi.

The Oma Säästöpankki Group comprises a parent company (Oma Säästöpankki Oyj) and its two subsidiaries (Koy Lappeenrannan Säästökeskus and SAV-Rahoitus Oyj).

At its meeting on August 9, 2017, the Board approved the interim report for the period of January 1 – June 30, 2017.

About the accounting principles

The interim report has been prepared in accordance with the IAS 34 Interim Financial Reporting standard. The accounting principles used for the interim report are the ones used for the 2016 financial statements.

All figures in the interim report are expressed in thousands of euros, unless noted otherwise. As the figures in the notes are rounded, the combined amount of single figures may deviate from the figures presented in a table or calculation. The Group's and its companies' functional currency is the euro.

Accounting principles for the financial statements requiring management's discretion and factors of uncertainty related to estimates

The preparation of this interim report in compliance with the IFRS standards has required the Group's management to make certain estimates and assumptions that impact the amounts of items presented in the interim report and the information included in the accompanying notes. The essential estimates relate to the future and the factors of uncertainty on the date of reporting. They are closely related to, for example, estimating fair value and impairment of financial assets, loans and other receivables as well as tangible and intangible assets. Even though the estimates are based on management's best current perception, it is possible that the actual numbers may deviate from the estimates used in the interim report.

Compared to the financial statements of 2016, there are no significant changes in the accounting principles requiring management's discretion and factors of uncertainty related to the estimates.

New significant IFRS standards and interpretations not yet in effect

Oma Säästöpankki has not yet complied with the following new or updated standards and interpretations that have already been published by the IASB (International Accounting Standards Board). The Group will

adopt them as of the effective date of each standard and interpretation or, if the effective date is not the first day of the accounting period, from the beginning of the accounting period following the effective date.

IFRS 9 Financial instruments standard (must be complied with as of January 1, 2018 or for accounting periods beginning thereafter)

The standard replaces the current IAS 39 Financial Instruments: Recognition and Measurement standard. IFRS 9 includes updated instructions on the recognition and valuation of financial instruments. This also covers the new model of accounting regarding expected credit losses, which is used to determine impairment recognised on financial assets. The general hedge accounting provisions of the standard have also been updated.

The classification and valuation of financial assets will change so that the financial asset categories complying with IAS 39 will be eliminated. According to IFRS 9, the classification of debt instruments under financial assets is based on the company's business model and the nature of agreement based cash flows. If the cash flows in accordance with the debt instrument agreement only include capital repayments and interest payments, and if the company intends to hold the financial asset until the maturity date, the financial assets can be recognised as an amortised acquisition cost based on the effective interest method. However, if the company's business model for such a financial asset is to hold it or possibly sell it before the maturity date, the financial asset will be recognised at fair value through other items in comprehensive income. In other cases, the financial asset is mainly recognised in fair value through profit or loss. Other equity based financial assets are mainly recognised in fair value through profit or loss. For financial liabilities, the recognition principles will barely change from the IAS 39 regulations. Based on the already completed analysis, the above-mentioned changes in the classification and valuation rules of financial assets are not expected to significantly impact Oma Säästöpankki's result or financial standing.

As per the IAS 39 standard, impairment is recognised if there has been objective evidence on the impairment of the financial asset. As per the IFRS 9 regulations, impairment is recognised on the basis of expected credit loss. The expected credit loss is calculated for the entire effective period of the financial asset when, on the date of reporting, the credit risk related to financial assets has significantly increased since its initial recognition. In other cases, the expected loss is calculated on the basis of the estimate that insolvency will occur within 12 months of the date of reporting. Due to the change in the entry principles, the amount of Oma Säästöpankki's

impairment loss entries is expected to increase and create a larger extent of volatility on the result, as the IFRS 9 standard is adopted.

The definitions of databases and calculation rules used in ECL calculations are nearly complete. For the remainder of 2017, we will focus on implementing systems and changing reporting practices, fine tuning calculation rules and the necessary changes in risk management practices.

However, the analysis of the final impact of the IFRS 9 standard is yet incomplete. The euro-based impacts of the standard will become more precise at the end of 2017.

IFRS 15 Revenue from Contracts with Customers standard (must be complied with as of January 1, 2018 or for accounting periods beginning thereafter)

IFRS 15 creates a comprehensive framework to determine whether, how much and when, sales income, can be entered. IFRS 15 will replace the existing rules on revenue recognition, for example, IAS 18 Revenue, IAS 11 Construction Contracts and IFRIC 13 Customer

Loyalty Programmes. According to IFRS 15, companies must recognise sales profits as a monetary amount that reflects a compensation to which the company expects to be entitled for the products or services in question. The standard is not expected to have a material impact on the Group's income statement or financial standing. The Group will adopt the new standard over the accounting period beginning on January 1, 2018.

IFRS 16 Leases standard (must be complied with as of January 1, 2019 or for accounting periods beginning thereafter)

The standard replaces the IAS 17 standard. In accordance with IFRS 16, the current classification in terms of lessees under operational leasing or financial leasing will be replaced with a model in which all assets and liabilities included in leasing contracts exceeding 12 months are recognised on the balance sheet as a right to use the asset and as a related lease liability. The Group is still evaluating the impact of the standard.

K2: NET INTEREST INCOME

| Net interest income (1,000 euros) | 1-6/2017 | 1-12/2016 | 1-6/2016 |
|---|---------------|---------------|---------------|
| Receivables from credit institutions | 370 | 652 | 334 |
| On receivables from the public and general government | 20,463 | 38,790 | 18,798 |
| On debt securities | 790 | 1,561 | 771 |
| On derivatives | 675 | 2,432 | 1,512 |
| Other interest income | 254 | 503 | 175 |
| Total interest income | 22,552 | 43,938 | 21,590 |
| Interest expenses | | | |
| Liabilities to credit institutions | -260 | -457 | -237 |
| Liabilities to the public and general government | -1,390 | -4,033 | -2,179 |
| Debt securities issued to the public | -1,551 | -2,291 | -935 |
| Subordinated liabilities | -208 | -526 | -297 |
| On derivatives | -0 | -7 | -7 |
| Other interest expenses | -462 | -76 | -22 |
| Total interest expenses | -3,871 | -7,391 | -3,677 |
| Net interest income | 18,681 | 36,547 | 17,913 |

K3: FEE AND COMMISSION INCOME AND EXPENSES

| Fee and commission income and expenses (1,000 euros) | 1-6/2017 | 1-12/2016 | 1-6/2016 |
|--|---------------|---------------|---------------|
| Fee and commission income | | | |
| On lending | 3,701 | 6,602 | 3,334 |
| On deposits | 137 | 773 | 372 |
| On card and payment transactions | 5,025 | 8,932 | 4,362 |
| On brokered securities | 68 | 108 | 46 |
| On reserves | 1,171 | 1,946 | 931 |
| On legal services | 359 | 678 | 342 |
| On brokered products | 685 | 1,264 | 714 |
| On granting of guarantees | 219 | 336 | 327 |
| Other fee and commission income | 319 | 579 | 134 |
| Total fee and commission income | 12,284 | 21,218 | 10,561 |
| Fee and commission expenses | | | |
| On card and payment transactions | -1,397 | -3,054 | -1,419 |
| On securities | -38 | -55 | -39 |
| Other fee and commission expenses | -178 | -400 | -204 |
| Total fee and commission expenses | -1,612 | -3,509 | -1,662 |
| Fee and commission income and expenses, net | 10,671 | 17,709 | 8,899 |

K4: NET GAINS ON INVESTMENTS

| Net gains on investments (1,000 euros) | 1-6/2017 | 1-12/2016 | 1-6/2016 |
|--|--------------|--------------|--------------|
| Net income from financial assets available for sale | | | |
| On debt securities | | | |
| Capital gains and losses | -84 | 3 | -8 |
| Difference in valuation reclassified from the fair value reserve to the income statement | 374 | -0 | 139 |
| On debt securities, total | 290 | 3 | 131 |
| On shares and other equity | | | |
| Capital gains and losses | 46 | -103 | 218 |
| Impairment | 0 | -52 | 0 |
| Difference in valuation reclassified from the fair value reserve to the income statement | 1,775 | 2,163 | 902 |
| Dividend income | 894 | 956 | 880 |
| On shares and other equity, total | 2,716 | 2,964 | 2,000 |
| Net income from financial assets available for sale, total | 3,006 | 2,967 | 2,131 |
| Revenue from other companies, Group companies | 7 | -0 | 0 |
| Revenue from companies in the same Group | 7 | -0 | 0 |
| Net income from investment properties | | | |
| Rent and dividend income | 458 | 960 | 493 |
| Capital gains and losses | 1 | -439 | -23 |
| Other income from investment properties | 2 | 352 | 2 |
| Maintenance charges | -488 | -1,097 | -587 |
| Depreciation and impairment on investment properties | -214 | -472 | -234 |
| Rent expenses on investment properties | -0 | -4 | -3 |
| Net income from investment properties, total | -241 | -700 | -352 |
| Net gains on investments | 2,765 | 2,267 | 1,779 |

K5: CLASSIFICATION OF FINANCIAL ASSETS AND LIABILITIES
Oma Säästöpankki does not have assets or liabilities that are presented in net amounts.

| | Loans and receivables | | To be held to maturity | | Recognised at fair value through profit or loss | | Hedging derivatives | | For sale | | Other than financial assets | | Book-keeping value, total | | Fair value | |
|---|-----------------------|------------------|------------------------|---------------|---|---------------|---------------------|---------------|----------------|----------------|-----------------------------|---------------|---------------------------|------------------|------------------|------------------|
| | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 |
| Cash and cash equivalents | 8,684 | 7,792 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 8,684 | 7,792 | 8,684 | 7,792 |
| Assets recognised at fair value through profit and loss | 0 | 0 | 0 | 0 | 332 | 1,070 | 0 | 0 | 0 | 0 | 0 | 0 | 332 | 1,070 | 332 | 1,070 |
| Loans and advances to credit institutions | 101,669 | 91,673 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 101,669 | 91,673 | 101,669 | 91,673 |
| Loans and advances to customers | 1,844,694 | 1,627,366 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,844,694 | 1,627,366 | 1,844,694 | 1,627,366 |
| Financial derivatives | 0 | 0 | 0 | 0 | 0 | 0 | 2,128 | 3,775 | 0 | 0 | 0 | 0 | 2,128 | 3,775 | 2,128 | 3,775 |
| Investment assets | 0 | 0 | 1,989 | 1,987 | 0 | 0 | 0 | 0 | 267,289 | 264,354 | 0 | 0 | 269,278 | 266,341 | 271,266 | 267,801 |
| Debt securities | 0 | 0 | 1,989 | 1,987 | 0 | 0 | 0 | 0 | 170,756 | 116,081 | 0 | 0 | 172,745 | 116,081 | 172,745 | 118,068 |
| Shares and other equity | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 87,591 | 137,543 | 0 | 0 | 87,591 | 137,543 | 87,591 | 137,543 |
| Investment property | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 8,943 | 10,730 | 0 | 0 | 8,943 | 10,730 | 10,930 | 12,190 |
| Intangible assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 4,132 | 4,132 | 4,883 | 4,132 | 4,883 | 4,132 |
| Income tax assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | -112 | -45 | -112 | -45 | -112 | -45 |
| Deferred tax assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 1,202 | 1,290 | 1,202 | 1,290 | 1,202 | 1,290 |
| Other assets | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 31,990 | 26,714 | 31,990 | 26,714 | 31,990 | 26,714 |
| Financial assets, total | 1,955,047 | 1,726,831 | 1,988 | 1,987 | 332 | 1,070 | 2,128 | 3,775 | 267,289 | 264,354 | 37,963 | 32,091 | 2,264,748 | 2,030,108 | 2,266,736 | 2,031,568 |

| | Other financial liabilities | | Other than financial liabilities | | Book-keeping value, total | | Fair value | |
|--|-----------------------------|------------------|----------------------------------|---------------|---------------------------|------------------|------------------|------------------|
| | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 |
| Liabilities to credit institutions | 33,874 | 43,613 | 0 | 0 | 33,874 | 43,613 | 33,874 | 43,613 |
| Liabilities to the public and general government | 1,497,759 | 1,466,102 | 0 | 0 | 1,497,759 | 1,466,102 | 1,497,759 | 1,466,102 |
| Debt securities issued to the public | 450,995 | 259,658 | 0 | 0 | 450,995 | 259,658 | 450,995 | 259,658 |
| Subordinated liabilities | 12,800 | 17,600 | 0 | 0 | 12,800 | 17,600 | 12,800 | 17,600 |
| Income tax liabilities | 0 | - | 565 | - | 565 | - | 565 | - |
| Deferred tax liabilities | 0 | 0 | 18,577 | 15,597 | 18,577 | 15,597 | 18,577 | 15,597 |
| Other liabilities | 0 | 0 | 18,854 | 19,036 | 18,854 | 19,036 | 18,854 | 19,036 |
| Financial liabilities, total | 1,995,428 | 1,786,973 | 37,996 | 34,633 | 2,033,424 | 1,821,606 | 2,033,424 | 1,821,606 |

K6: LOANS AND OTHER RECEIVABLES

| Loans and other receivables (1,000 euros) | June 30, 2017 | December 31, 2016 | June 30, 2016 |
|--|------------------|----------------------|------------------|
| Loans and advances to credit institutions | | | |
| Deposits | 101,669 | 61,958 | 91,673 |
| Loans and advances to credit institutions | 101,669 | 61,958 | 91,673 |
| Loans and advances to the public and general government | | | |
| Loans | 1,790,067 | 1,728,683 | 1,584,192 |
| Used overdraft facilities | 33,354 | 37,885 | 24,375 |
| Loans brokered from state funds | 627 | 770 | 943 |
| Credit cards | 20,591 | 18,041 | 17,750 |
| Bank guarantee receivables | 54 | 38 | 105 |
| Loans and advances to customers | 1,844,693 | 1,785,417 | 1,627,365 |
| Loans and other receivables, total | 1,946,362 | 1,847,375 | 1,719,038 |
| Impairment losses on loans and other receivables | 1-6/2017 | 1-12/2016 | 1-6/2016 |
| Impairment losses on loans and other receivables | 807 | -1,950 | -828 |
| + Impairment losses on loans and other receivables | -817 | -3,638 | -1,361 |
| - Reversals of impairment losses | 1,434 | 2,717 | 1,260 |
| +/- Change in receivable category specific impairment losses | 190 | -1,030 | -727 |
| Credit losses | -1,059 | -2,247 | -845 |
| Total | -252 | -4,197 | -1,673 |

K7: DERIVATIVE CONTRACTS AND HEDGE ACCOUNTING

| Assets / derivatives, book-keeping value | June 30, 2017 | December 31, 2016 | June 30, 2016 |
|---|------------------|----------------------|------------------|
| Hedging derivatives | 2,128 | 2,630 | 3,775 |
| Hedging fair value | 1,956 | 2,630 | 3,539 |
| Interest rate derivatives | 1,956 | 2,503 | 3,539 |
| Equity derivatives and equity index derivatives | 0 | 127 | 0 |
| Hedging cash flow | 172 | 0 | 236 |
| Interest rate derivatives | 172 | 0 | 236 |
| Derivative assets, total | 2,128 | 2,630 | 3,775 |

| Nominal values of underlying assets and fair values of derivatives June 30, 2017 | Residual maturity | | | | Fair values |
|--|-------------------|---------------|--------------|----------------|--------------|
| | Less than 1 year | 1-5 years | Over 5 years | Total | Assets |
| Fair value hedge | 25,289 | 77,900 | 0 | 103,189 | 2,128 |
| Interest rate derivatives | 15,000 | 20,000 | 0 | 35,000 | 1,956 |
| Equity derivatives and index derivatives | 10,289 | 57,900 | 0 | 68,189 | 172 |
| Cash flow hedge | 0 | 0 | 0 | 0 | 0 |
| Interest rate derivatives | 0 | 0 | 0 | 0 | 0 |
| Derivatives total | 25,289 | 77,900 | 0 | 103,189 | 2,128 |

| Nominal values of underlying assets and fair values of derivatives June 30, 2016 | Residual maturity | | | | Fair values |
|--|-------------------|---------------|--------------|----------------|--------------|
| | Less than 1 year | 1-5 years | Over 5 years | Total | Assets |
| Fair value hedge | 68,583 | 69,915 | 0 | 138,498 | 3,775 |
| Interest rate derivatives | 35,000 | 35,000 | 0 | 70,000 | 3,539 |
| Equity derivatives and index derivatives | 33,583 | 34,915 | 0 | 68,498 | 236 |
| Cash flow hedge | 0 | 0 | 0 | 0 | 0 |
| Interest rate derivatives | 0 | 0 | 0 | 0 | 0 |
| Derivatives total | 68,583 | 69,915 | 0 | 138,498 | 3,775 |

K8: INVESTMENT ASSETS

| Investment assets (1,000 euros) | June 30, 2017 | December 31, 2016 | June 30, 2016 |
|---|------------------|----------------------|------------------|
| Financial assets available for sale | | | |
| Debt securities | 170,756 | 148,549 | 116,080 |
| Shares and other equity | 87,591 | 97,505 | 137,543 |
| Financial assets available for sale, total | 258,347 | 246,054 | 253,623 |
| Investments held to maturity | | | |
| Debt securities | 1,989 | 1,988 | 1,988 |
| Investments held to maturity, total | 1,989 | 1,988 | 1,988 |
| Investment property | 8,943 | 9,327 | 10,730 |
| Investment properties, total | 8,943 | 9,327 | 10,730 |
| Investment assets, total | 269,279 | 257,369 | 266,341 |

Financial assets available for sale and investments held to maturity (1,000 euros)

| | Available for sale, debt securities | | Available for sale, shares and other equity | | | | Held to maturity, investments | | Total | |
|---------------------------|--|------------------|--|------------------------|------------------|------------------|-------------------------------------|------------------|------------------|------------------|
| | Evaluated at fair value | | At fair value | At acquisition cost | Total | | At amortised cost | | | |
| | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 |
| Quoted from public bodies | 31,391 | 0 | 0 | 0 | 0 | 0 | 0 | 1,987 | 31,391 | 1,987 |
| From others | 136,296 | 111,362 | 67,681 | 111,137 | 0 | 0 | 67,681 | 111,137 | 1,989 | 0 |
| Other than quoted | | | | | | | | | | |
| From others | 3,069 | 4,719 | 0 | 0 | 19,910 | 26,407 | 19,910 | 26,407 | 0 | 0 |
| Total | 170,756 | 116,081 | 67,681 | 111,137 | 19,910 | 26,407 | 87,591 | 137,543 | 1,989 | 1,987 |

Impairment losses on financial assets available for sale

| | Debt securities | | Shares and other equity | | Total | |
|----------------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|--------------------------|
| | January 1, 2017 | January 1, 2016 | January 1, 2017 | January 1, 2016 | January 1, 2017 | January 1, 2016 |
| Impairment losses | 0 | 0 | 1,366 | 1,333 | 1,366 | 1,333 |
| + Increases to impairment losses | 0 | 0 | 66 | 0 | 66 | 0 |
| - Reversals of impairment losses | 0 | 0 | 0 | 0 | 0 | 0 |
| Impairment losses | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 |
| | 0 | 0 | 1,432 | 1,333 | 1,432 | 1,333 |

| Changes in investment properties | 1-6/2017 | 1-12/2016 | 1-6/2016 |
|--|---------------|---------------|---------------|
| Acquisition cost January 1st | 13,863 | 16,099 | 16,099 |
| + Increases | 371 | 1,338 | 3,288 |
| - Decreases | -742 | -303 | -303 |
| +/- Transfers | 0 | -3,271 | -3,271 |
| Acquisition cost at the end of the period | 13,492 | 13,863 | 15,813 |
| Accrued depreciation, amortisation and impairment losses January 1 | -4,931 | -4,803 | -4,803 |
| +/- Accumulated depreciation of deductions and transfers | 596 | | |
| - Depreciation | -214 | -233 | -280 |
| - Impairment losses | | | |
| +/- Other changes | | 105 | |
| Accumulated depreciation and impairment losses at the end of the period | -4,549 | -4,931 | -5,083 |
| Bookkeeping value January 1st | 10,730 | 11,296 | 11,296 |
| Bookkeeping value at the end of the period | 8,943 | 8,932 | 10,730 |

K9: LIABILITIES TO THE PUBLIC AND GENERAL GOVERNMENT AND LIABILITIES TO CREDIT INSTITUTIONS

| Liabilities to the public and general government (1,000 euros) | June 30, 2017 | December 31, 2016 | June 30, 2016 |
|--|------------------|----------------------|------------------|
| Liabilities to credit institutions | | | |
| Repayable on demand | 11,922 | 12,317 | 21,594 |
| Other than repayable on demand | 21,952 | 21,940 | 22,019 |
| Liabilities to credit institutions, total | 33,874 | 34,257 | 43,613 |
| Liabilities to the public and general government, total | | | |
| Deposits | 1,495,077 | 1,479,278 | 1,461,419 |
| Repayable on demand | 1,243,902 | 1,212,975 | 1,151,769 |
| Others | 251,175 | 266,303 | 309,650 |
| Other financial liabilities | 574 | 728 | 877 |
| Other than repayable on demand | 574 | 728 | 877 |
| Changes in fair value in terms of borrowing | 2,107 | 2,822 | 3,805 |
| Liabilities to the public and general government, total | 1,497,758 | 1,482,828 | 1,466,102 |

K10: DEBT SECURITIES ISSUED TO THE PUBLIC

| Debt securities issued to the public (1,000 euros) | June 30, 2017 | December 31, 2016 | June 30, 2016 |
|--|------------------|----------------------|------------------|
| Debt securities issued to the public, total | 450,995 | 353,050 | 259,658 |
| Bonds | 334,653 | 259,749 | 259,658 |
| Debt securities | 116,342 | 93,301 | 0 |

K11: FAIR VALUES IN ACCORDANCE WITH VALUATION METHOD

The shares of companies that are essential to Oma Säästöpankki's operations are included in Shares and other equity under Financial assets available for sale. These ownerships include shares in Oy Samlink Ab and Säästöpankkien Keskuspankki Suomi Oyj, valued to the acquisition cost in the financial statements, less impairment (level 3).

Items repeatedly valued at fair value

| Financial assets | Bookkeeping value | | Level 1 | | Level 2 | | Level 3 | | Fair value | |
|--|-------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 |
| Evaluated at fair value through profit or loss | 332 | 1,070 | 0 | 0 | 0 | 0 | 332 | 1,070 | 332 | 1,070 |
| Financial derivatives | 2,128 | 3,775 | 0 | 0 | 1,956 | 3,539 | 172 | 236 | 172 | 236 |
| Available for sale, financial assets | 258,347 | 253,684 | 233,167 | 233,119 | 0 | 0 | 25,180 | 30,565 | 25,180 | 30,565 |
| Financial assets, total | 260,807 | 258,529 | 233,167 | 223,119 | 1,956 | 3,539 | 25,684 | 31,871 | 25,684 | 31,871 |

Valued at amortised cost June 30, 2016

| Financial assets | Bookkeeping value | | Level 1 | | Level 2 | | Level 3 | | Fair value | |
|-------------------------------------|-------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|
| | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 |
| Investments held to maturity | 1,989 | 1,987 | 2,578 | 2,720 | 0 | 0 | 0 | 0 | 0 | 0 |
| Loans and other receivables | 84 | 281 | 0 | 0 | 0 | 0 | 84 | 0 | 84 | 0 |
| Financial assets, total | 2,073 | 2,268 | 2,578 | 2,720 | 0 | 0 | 84 | 0 | 84 | 0 |
| Financial liabilities | | | | | | | | | | |
| Other financial liabilities | 483,762 | 297,221 | 124,823 | 0 | 116,342 | 0 | 242,597 | 297,221 | 242,597 | 297,221 |
| Financial liabilities, total | 483,762 | 297,221 | 0 | 0 | 116,342 | 0 | 242,597 | 297,221 | 242,597 | 297,221 |

Sensitivity analysis for financial assets on Level 3

| Shares and other equity | Assumed change | | Bookkeeping value | | Potential impact on equity | | | |
|-------------------------------------|------------------|------------------|-------------------|------------------|----------------------------|------------------|------------------|------------------|
| | | | | | Positive | | Negative | |
| | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 |
| Financial assets available for sale | +/- 15% | +/- 15% | 21,519 | 21,519 | 3,228 | 3,228 | -3,228 | -3,228 |
| Total | | | 21,519 | 21,519 | 3,228 | 3,228 | -3,228 | -3,228 |

| Interest instruments | Assumed change | | Market value | | Potential impact on equity | | | |
|-------------------------------------|------------------|------------------|------------------|------------------|----------------------------|------------------|------------------|------------------|
| | | | | | Positive | | Negative | |
| | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 | June 30, 2017 | June 30, 2016 |
| Financial assets available for sale | +/- 15% | +/- 15% | 3,661 | 3,661 | 549 | 549 | -549 | -549 |
| Total | | | 3,661 | 3,661 | 549 | 549 | -549 | -549 |

Investment transactions in 2017, categorised as Level 3

| Valuated at fair value through profit or loss | January 1, 2017 | January 1, 2016 |
|--|----------------------|----------------------|
| Bookkeeping value | 576 | 1,858 |
| - Expired during the year | -200 | -750 |
| +/- Realised changes in value recognised on income statement | -11 | 16 |
| +/- Unrealised changes in value recognised on income statement | -34 | -54 |
| Bookkeeping value | June 30, 2017 | June 30, 2016 |
| | 332 | 1,070 |

| Financial derivatives | January 1, 2017 | January 1, 2016 |
|--|----------------------|----------------------|
| Bookkeeping value | 10 | 574 |
| + Acquisitions | 238 | 132 |
| - Expired during the year | -190 | -30 |
| +/- Unrealised changes in value recognised on income statement | 183 | -441 |
| +/- CVA adjustment | -70 | 2 |
| Bookkeeping value | June 30, 2017 | June 30, 2016 |
| | 172 | 236 |

| Financial assets available for sale | January 1, 2017 | January 1, 2016 |
|---|----------------------|----------------------|
| Bookkeeping value | 28,280 | 31,562 |
| + Acquisitions | 4,432 | 79 |
| - Sales | -7,953 | -91 |
| - Expired during the year | -200 | -967 |
| +/- Realised changes in value recognised on income statement | 2 | -23 |
| +/- Unrealised changes in value recognised on income statement | -68 | - |
| +/- Changes in value recognised in comprehensive income statement items | 888 | 5 |
| - Transfers to Levels 1 and 2 | -200 | - |
| Bookkeeping value | June 30, 2017 | June 30, 2016 |
| | 25,180 | 30,565 |

K12: RELATED PARTIES

Related parties refer to key personnel in leading positions at Oma Säästöpankki and their family members, as well as subsidiaries, joint ventures and companies, in which key personnel in leading positions have controlling authority or considerable influence, and entities that have considerable influence.

on Oma Säästöpankki Oyj. Key personnel include Board members, the managing director, the deputy managing director and the rest of the management team. Loans to related parties are granted in compliance with normal credit terms. Loans are tied to standard reference rates. There have been no significant changes in related parties since December 31, 2016.

K13: SIGNIFICANT EVENTS

Credit rating

Oma Säästöpankki Oyj obtained a credit rating from Standard & Poor's (S&P) in July 2017. S&P granted the bank credit ratings of BBB+ for long-term borrowing and A2 for short-term borrowing. In S&P's views, the bank's future is solid. A press release about the received credit rating was published on July 27, 2017.

Purchase of S-Pankki's small and medium-sized as well as agricultural and forestry operations

Oma Säästöpankki Oyj and S-Pankki Oy have entered into an agreement about the transfer of S-Pankki's small

and medium-sized operations as well as the agricultural and forestry operations to Oma Säästöpankki Oyj as of December 1, 2017. Through this transaction, Oma Säästöpankki will receive operations worth approximately 250 million euros, which includes loans worth approximately 140 million euros and deposits worth approximately 110 million euros. The transfer of operations also means that 16 people from S-Pankki will be employed by Oma Säästöpankki. A press release about the transaction was published on April 27, 2017.

K14: SUMMARY OF SOLVENCY

The solvency calculation is reported on the level of the parent company, Oma Säästöpankki Oyj. Oma Säästöpankki Oy publishes the essential information of its solvency calculations once a year as a part of its report

and notes to the financial statements. Key solvency information is published in the interim report. Risks and risk management are covered in more detail in Oma Säästöpankki's financial statements of December 31, 2016.

| The main items in the solvency calculation (1,000 euros) | June 30, 2017 | December 31, 2016 | June 30, 2016 |
|--|------------------|----------------------|------------------|
| Core capital before deductions | 232,043 | 221,401 | 209,550 |
| Deductions from core capital | -6,148 | -6,400 | -3,801 |
| Core capital (CET1), total | 225,895 | 215,001 | 205,749 |
| Additional Tier 1 capital before deductions | 0 | 0 | 0 |
| Deductions from additional Tier 1 capital | 0 | 0 | 0 |
| Additional Tier 1 capital (AT1), total | 0 | 0 | 0 |
| Tier 1 capital (T1 = CET1 + AT1), total | 225,895 | 215,001 | 205,749 |
| Tier 2 capital before deductions | 3,773 | 4,765 | 5,772 |
| Deductions from Tier 2 capital | 0 | 0 | 0 |
| Tier 2 capital (T2), total | 3,773 | 4,765 | 5,772 |
| Own funds (TC = T1 + T2), total | 229,668 | 219,766 | 211,521 |
| Risk-weighted items | | | |
| Credit and counterparty risk | 1,083,629 | 1,039,867 | 1,002,824 |
| Adjustment risk of liability (CVA) | 4,012 | 3,756 | 5,051 |
| Market risk | 18,777 | 19,883 | 17,266 |
| Currency risk | 18,777 | 19,883 | 17,266 |
| Operational risk | 89,632 | 89,632 | 79,227 |
| Risk-weighted items, total | 1,196,050 | 1,153,138 | 1,104,368 |
| Fixed additional capital buffer in accordance with the Act on Credit Institutions (2.5%) | 29,901 | 28,828 | 27,609 |
| Core capital (CET1) relative to risk-weighted items (%) | 18.89% | 18.64% | 18.63% |
| Tier 1 capital (T1) relative to risk-weighted items (%) | 18.89% | 18.64% | 18.63% |
| Own funds, total (TC) relative to risk-weighted items (%) | 19.20% | 19.06% | 19.15% |
| Leverage ratio | | | |
| Tier 1 capital | 225,895 | 215,001 | 205,749 |
| Total amount of exposures | 2,302,811 | 2,183,637 | 2,186,385 |
| Leverage ratio | 9.81% | 9.85% | 9.41% |

Helsinki, August 9, 2017

OMA SÄÄSTÖPANKKI OYJ
Board of Directors

REPORT ON THE GENERAL REVIEW OF
OMA SÄÄSTÖPANKKI OYJ'S INTERIM REPORT
JANUARY 1 – JUNE 30, 2017

to Oma Säästöpankki Oyj's Board of Directors

Introduction

I have conducted a review of Oma Säästöpankki Oyj Group's balance sheet of June 30, 2017, income statement and comprehensive income statement, statement of changes in equity, cash flow statement and certain explanatory notes for the period of six months ended on that day. The Board of Directors and the CEO are responsible for preparing the interim report in accordance with the IAS 34 Interim Financial Reporting standard and other regulations effective in Finland that relate to the preparation of interim reports. Based on the review, I will present a conclusion about the interim report.

Extent of the review

The review was conducted in accordance with the International Standard on Review Engagements, ISRE 2410: Review of Interim Financial Information Performed by the Independent Auditor of the Entity. The review includes making enquiries to personnel in charge of mostly financial and accounting matters as well as conducting analytical procedures and other procedures regarding reviews. The extent of reviews is significantly

more narrow than the extent of audits conducted in accordance with accounting standards, and therefore I cannot be absolutely sure that I am made aware of all significant matters that would probably be identified during an audit. Therefore, I shall not provide an auditor's report.

Conclusion

Based on the review, I am not aware of anything that would give me a reason to believe that the interim report has not been prepared in accordance with the IAS 34 Interim Financial Reporting standard and other regulations effective in Finland that relate to the preparation of interim reports.

Helsinki, August 9, 2017

Juha-Pekka Mylén
APA



OMA SÄÄSTÖPANKKI OYJ

Valtakatu 32, 53100 Lappeenranta | www.omasp.fi

