



Bank of Åland

Investor Presentation

May 2023

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An aerial photograph of a rugged, rocky coastline. The rocks are dark and jagged, with some areas illuminated by a warm, golden light, possibly from the sun or a low-angle light source. The water is dark and turbulent, with white foam from waves crashing against the shore. The overall scene is dramatic and emphasizes the natural beauty and ruggedness of the landscape.

1. Bank of Åland in Brief

ÅLANDSBANKEN

Bank of Åland in Brief

Bank of Åland Plc

- Established in 1919 on the Åland Islands, listed since 1942 on NASDAQ OMX Helsinki
- A Finnish bank targeting high net worth and affluent individuals
- Operations on the Åland Islands, Finnish mainland and Sweden
- Top-ranked in customer loyalty
- A long-standing tradition of stability and very low credit losses
- BBB+ rating with a stable outlook from S&P

The Vision

- Create value for ambitious individuals and companies that appreciate relations:
 - Private Banking since 1982
 - IT services by Crosskey Banking Solutions since 2004
 - Premium Banking since 2004
 - Partnership Banking since 2016
- Delivering a large bank's range of services with a small bank's thoughtfulness and good sense
- Bank's customer surveys show that customers continue to appreciate Bank's expertise, personalized service, high ethical standards and sustainability work

Covered Bonds

- The Bank of Åland has been active in the covered bond market since 2012
- Two Cover Pools: CBA Cover Asset Pool which was established in November 2022 and MCBA Cover Asset Pool established in September 2012. Covered Bonds issued prior to 8 July 2022 or associated Tap Issues after 8 July 2022 are secured by the MCBA Cover Asset Pool. Both pools consist of 100 % Finnish and the Åland Islands' residential mortgages
- Clear concentration to the growth centres and the wealthiest parts of Finland
- Published commitment to a strong over-collateralization and six months liquidity
- AAA (stable) rating from S&P on MCBA Cover Asset Pool and AAA (stable) rating from S&P on CBA Cover Asset Pool

Financial Scorecard

March 31, 2023

| | |
|---|---|
| <p>Capital</p> <p>CET1 Capital Ratio 12.4 %</p> <ul style="list-style-type: none">• Strong capital position• IRB approach used in Finland, standardised approach used in Sweden• On March 29, 2023, the Annual General Meeting (AGM) approved the distribution of a dividend of EUR 2.05 per share for the financial year 2022 (a regular dividend of EUR 1.60 plus an extra dividend of EUR 0.45)• Capital requirements applicable are CET1 capital ratio 8.1 %, Tier 1 capital ratio 9.8 % and Total capital ratio 12.0 %• Bank of Åland has an ample capital surplus: CET1 capital ratio +4.3 pp, Tier 1 capital ratio +4.2 pp and Total capital ratio +4.5 pp | <p>Liquidity and Funding</p> <ul style="list-style-type: none">• Loan/deposit ratio of 114 %• Liquidity reserve at 19 % of total assets• LCR at 156 %• NSFR at 109 %• BBB+ bank rating with stable outlook from S&P• AAA rating with stable outlook on MCBA Covered Bonds from S&P• AAA rating with stable outlook on CBA Covered Bonds from S&P <p>AAA Rating with Stable Outlook on Covered Bonds from S&P</p> |
| <p>Risk Management</p> <p>Loan Loss Level 0.03 %</p> <ul style="list-style-type: none">• Long history of low loan loss levels. Loan loss level of 0.03 % in Q1 2023 (0.16 % in Q1 2022)• No trading positions or complex financial instruments• Strict limits on exposures to financial institutions. Bulk of the exposure is to highly rated Nordic entities | <p>Profitability</p> <ul style="list-style-type: none">• Year started with strong earnings, and doubled net operating profit compared to first quarter of last year (if proceeds from divestment of mortgage loan portfolio is excluded)• Net operating profit of EUR 8.2 M in Q1 2023 (EUR 13.9 M in Q1 2022)• ROE 8.9 % in Q1 2023 (15.0 % in Q1 2022)• Future Outlook: The Bank of Åland expects its net operating profit in 2023 to be significantly better than in 2022 <p>Return on Equity 8.9 %</p> |

Stable Outlook on BBB+ Issuer Credit Rating by Standard & Poor's

| | |
|---|-----------------|
| Issuer Credit Rating | BBB+/Stable/A-2 |
| Stand-alone credit profile | BBB+ |
| Anchor | |
| <ul style="list-style-type: none"> Business operations in economically robust regions in Finland and Sweden | A- |
| Business position | |
| <ul style="list-style-type: none"> Despite some geographic and business diversification, concentrated focus on retail and private banking increases vulnerability to cyclical swings | Constrained -2 |
| Capital and earnings | |
| <ul style="list-style-type: none"> Strong risk-adjusted capitalization, earnings growth and low credit losses | Very Strong +2 |
| Risk position | |
| <ul style="list-style-type: none"> Geographic and business focus create some concentration risk | Moderate -1 |
| Funding | |
| <ul style="list-style-type: none"> Funding position supported by stable customer deposits | Adequate 0 |
| Liquidity | Adequate 0 |
| Comparable ratings analysis | 0 |
| Support | 0 |
| Additional loss-absorbing capacity support | 0 |
| Government-related entity support | 0 |
| Group support | 0 |
| Sovereign support | 0 |
| Additional factors | 0 |

Source: S&P Global Ratings Research Update Jan 13, 2023

On July 13, 2022, S&P Global Ratings raised its long-term issuer credit rating on Bank of Åland to BBB+ from BBB

The rationale behind the upgrade was forecasted strengthened capitalization, expectations of a significant improvement of the RAC ratio to 16 % by 2024, improved return on average common equity just below 15 % over 2022-2024 and a steady earnings generation supporting capital build-up

In S&P Global Ratings' latest research update on January 13, 2023, the outlook remained **stable** and reflects Standard & Poor's expectations that the Bank will maintain a sound financial profile and continue to make progress in building its capital base through earnings

"Bank of Åland's retail private banking services will be the primary revenue driver, complemented by fees from asset management operations, and Crosskey"

"We project Bank of Åland's risk-adjusted capital (RAC) to be 15-16 % over the next two to three years following the carve-out of the Swedish mortgage portfolio to Borgo"

"We expect core customer deposits to be the primary funding source for the bank"

An aerial photograph of a rocky coastline. The water is a deep, dark blue, and the rocks are dark grey and brown. A single white bird is perched on a rock in the middle ground. The text '2. Strategy and Market Position' is overlaid in white on the left side of the image.

2. Strategy and Market Position

Three Markets – Two Strategies

The Åland Islands

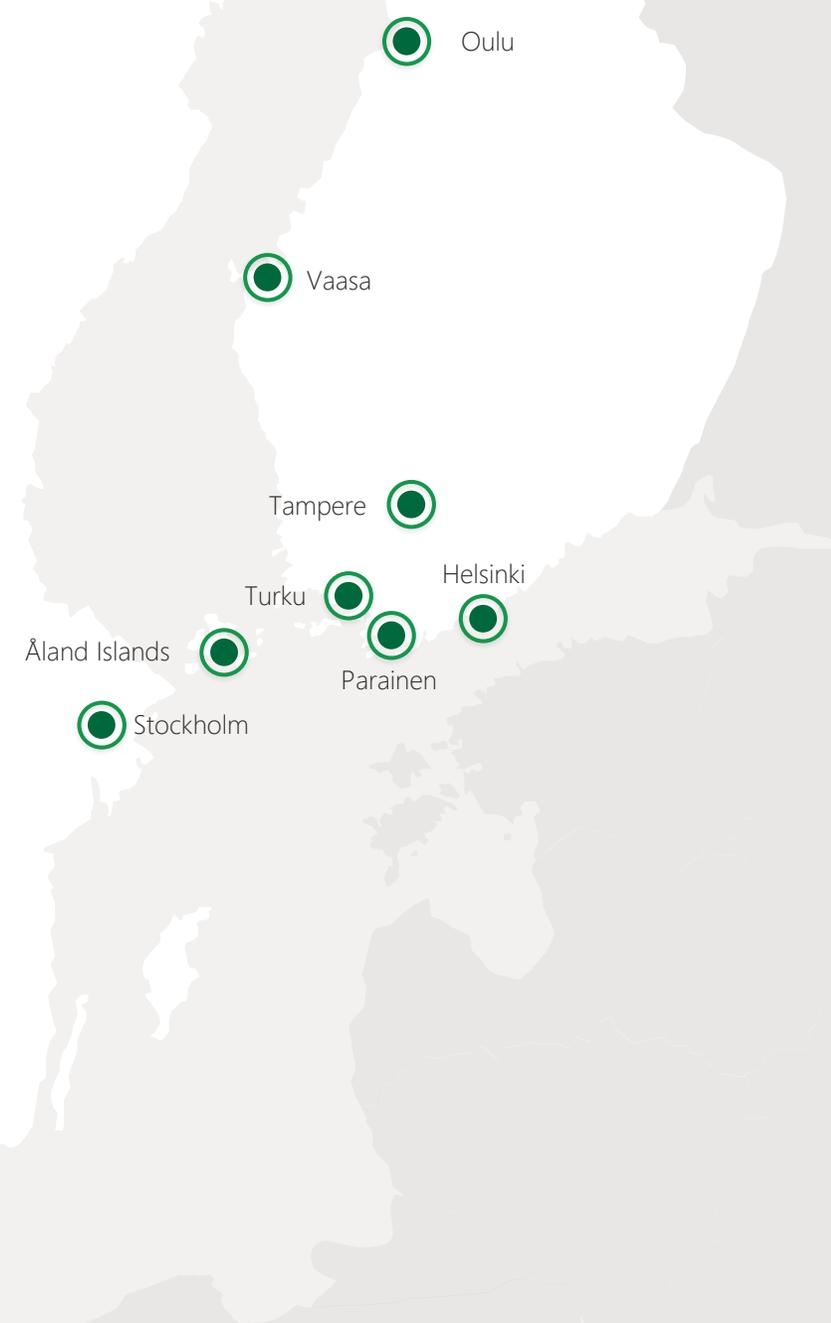
- 2 offices, market share > 50 %
- Full product range offered
- **The Bank for everyone**

Finland

- 6 offices in affluent parts of Finland, market share > 1 %
- Full product range offered but “bread and butter” services only as a complement to Private Banking and Premium Banking service offerings
- **Targeted segment: High Net Worth/ Affluent Individuals and their companies**

Sweden

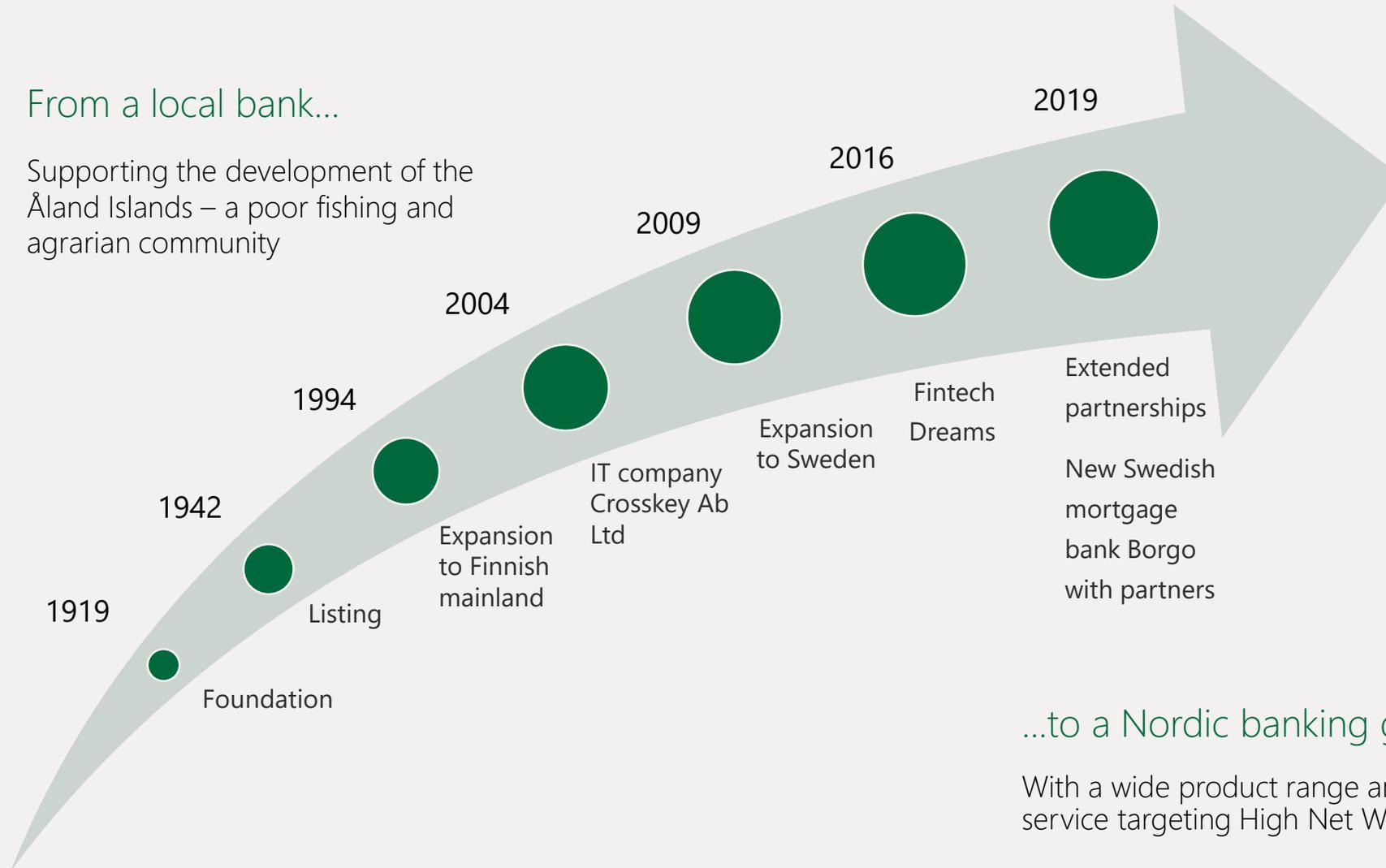
- 3 offices in Sweden’s largest cities, market share < 1 %
- Full product range offered but “bread and butter” services only as a complement to Private Banking and Premium Banking service offerings
- **Targeted segment: High Net Worth/ Affluent Individuals and their companies**



Bank of Åland History of Strategic Decisions

From a local bank...

Supporting the development of the Åland Islands – a poor fishing and agrarian community



...to a Nordic banking group

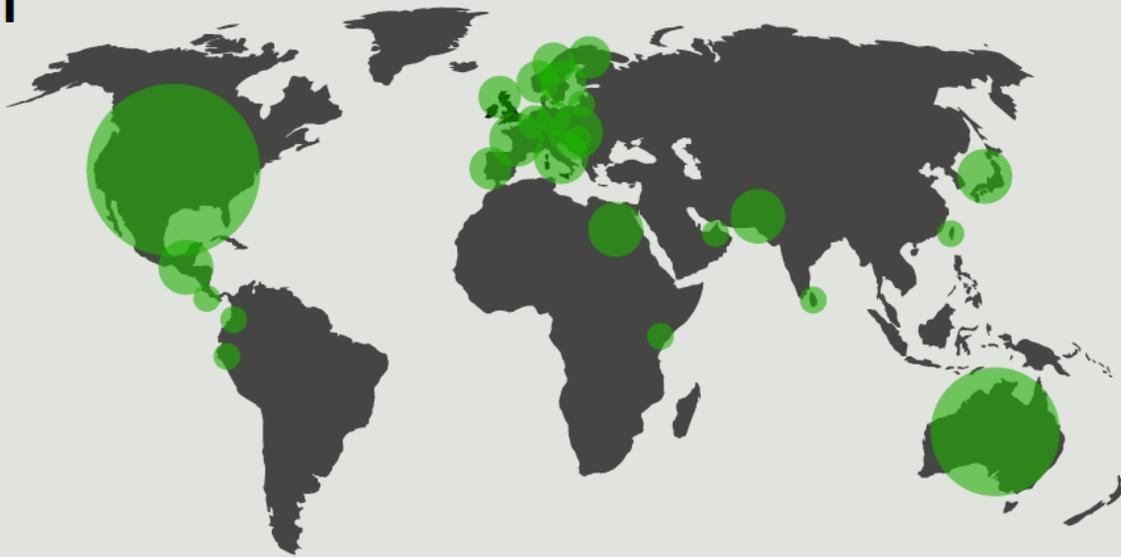
With a wide product range and personal service targeting High Net Worth Individuals

Åland Index – Global Market Leader in Spend Based Calculations

Doconomy. Introduction to Doconomy Private & Confidential 12.01.2023

Geographic reach ensures a global standard

- 68 clients
- 22 markets
- Client reach: 850+ million consumers



Selected Clients



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Other Strategic Fintech Partners

BORG0 IN BRIEF

STRONG DISTRIBUTION NETWORKS JOINING FORCES

| Distribution with track-record | Fully operational company | Scalable platform |
|---|---|---|
| <p>ICA Banken IKANO BANK</p> <p>SBAB historical mortgage provider and discontinued given capital constraints at the state-owned bank</p> <p>Söderberg & Partners</p> <p>Short term both Skandia and Bluestep Bank act as mortgage providers, but not perceived as sustainable long term</p> <p>ÅLANDSBANKEN</p> <p>Has been offering own mortgages in the Swedish market since 2009, expected to benefit from the ability scale up in the partnership, funding wise and operationally</p> <p>Sparbanken Syd</p> <p>Full-service bank, established in 1827, with existing distribution through SBAB and own balance sheet</p> <p><i>Proven historical distribution capacity</i></p> | <p>Seasoned management team and organisation</p> <p>With a vision to transform the mortgage market by creating a new financial institution, combining modern technology with responsible lending principles – managing cost of funding, efficient capital structure, credit and liquidity risk</p> <p>Financially strong partners, investors and experienced board of directors</p> <p>Supporting the company financially and through industrial experience with a long-term perspective</p> <p><i>Pure-play mortgage company with distribution, access to capital market funding and organisation in place</i></p> | <p>Modern platform with high degree of automation</p> <p>Allowing Borg0 to build economies of scale and distributors to focus on sales, customer relationships and service</p> <p>Partnerships with distributors and service providers</p> <p>Proven IT-systems, payment services, credit administration processes and treasury support – at variable cost based on mortgage volume</p> <p><i>Legacy-free and scalable platform with benefits from outsourced back- and front-end</i></p> |

Borg0



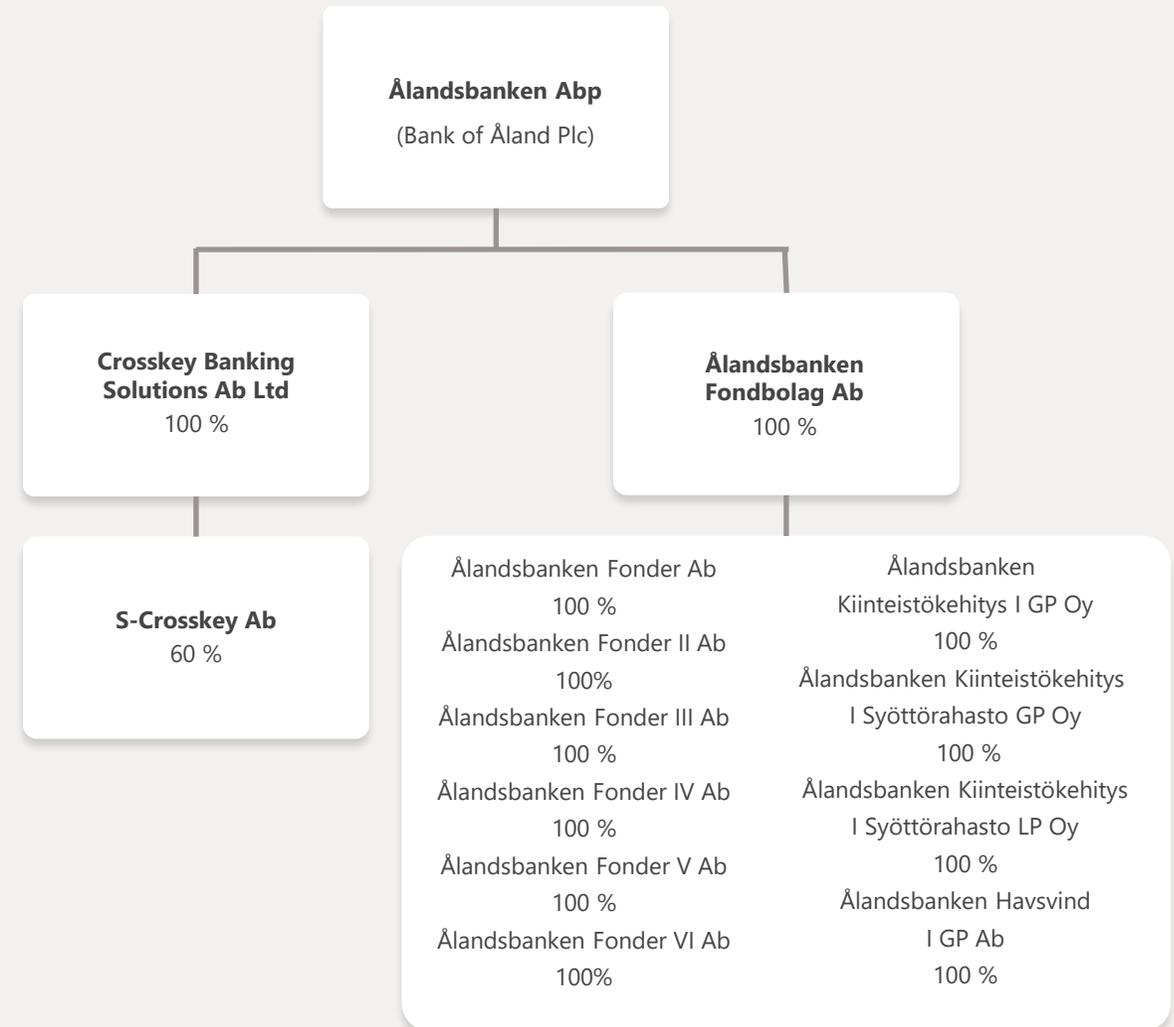
Products Solutions Expertise

Engagement banking powered by behavioural science

Make banking emotional to drive engagement and revenue in your digital applications

Bank of Åland Group Legal and Ownership Structures

| 10 Largest Shareholders as of March 31, 2023 | Share of capital | Share of votes |
|--|------------------|----------------|
| Wiklöf Anders with companies | 21.8 % | 29.8 % |
| The Family Kamprad Foundation | 6.0 % | 0.7 % |
| Alandia Försäkring Abp | 5.3 % | 11.0 % |
| Fennogens Investment S.A. (Family Ehrnrooth) | 5.1 % | 9.0 % |
| Pensionsförsäkringsaktiebolaget Veritas | 2.6 % | 2.0 % |
| Chilla Capital | 1.8 % | 4.0 % |
| Lundqvist Ben Hugo | 1.7 % | 3.7 % |
| Oy Etra Invest Oy | 1.5 % | 0.2 % |
| Svenska Litteratursällskapet i Finland r.f. | 1.4 % | 3.0 % |
| Nordea Henkivakuutus Suomi Oy | 1.2 % | 0.1 % |



Approximately 13,200 shareholders in total, half of them from the Åland Islands

3. Sustainability

Bank of Åland's Sustainability Journey



Sustainability Strategy

Our Four Areas of Sustainability



Responsible Investments

Our ambition is to obtain a basic knowledge of the operations of the companies we invest in and, above all, to thoroughly examine the sustainability of these business operations



Responsible Lending

Our main task shall be to finance housing for private individuals and to support our customers' savings and investment activities



Social Responsibility

We work actively with social sustainability, which is about inclusion, equal worth, sound values and a deep involvement in the community as a company



Environmental Responsibility

Our ambition is to raise awareness of our carbon dioxide emissions and to continuously reduce them

Climate Targets

In 2021 we established the Group's climate targets, which support the Paris Agreement:



Reducing CO₂e emissions

Reducing CO₂e emissions by 50 per cent no later than 2030, compared to 2021



Climate-neutral by 2035

The Bank of Åland shall be a climate-neutral organisation no later than 2035



Net-Zero Emissions by 2050

The Bank of Åland shall achieve net-zero emissions by 2050

Our Global Commitments

- ✓ UNPRI
(The UN Principles for Responsible Investment) 2010
- ✓ UNEP FI
(The UN Principles for Responsible Banking) 2019
- ✓ NZBA
(Net Zero Banking Alliance) 2021
(Founding signatory, 1 out of 42 banks, UN initiative)
- ✓ Climate Action 100+ 2018

Signatory of:



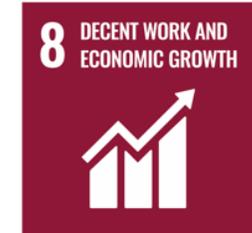
NZBA
(Net Zero Banking Alliance)
2021.



Our Focus on the 17 UN Global Sustainable Development Goals

In 2022 we focused on 7 of the UN's 17 Global Sustainable Development Goals:

- Goal 6: Clean water and sanitation
- Goal 7: Affordable and clean energy
- Goal 8: Decent work and economic growth
- Goal 12: Responsible consumption and production
- Goal 13: Climate action
- Goal 14: Life below water
- Goal 15: Life on land



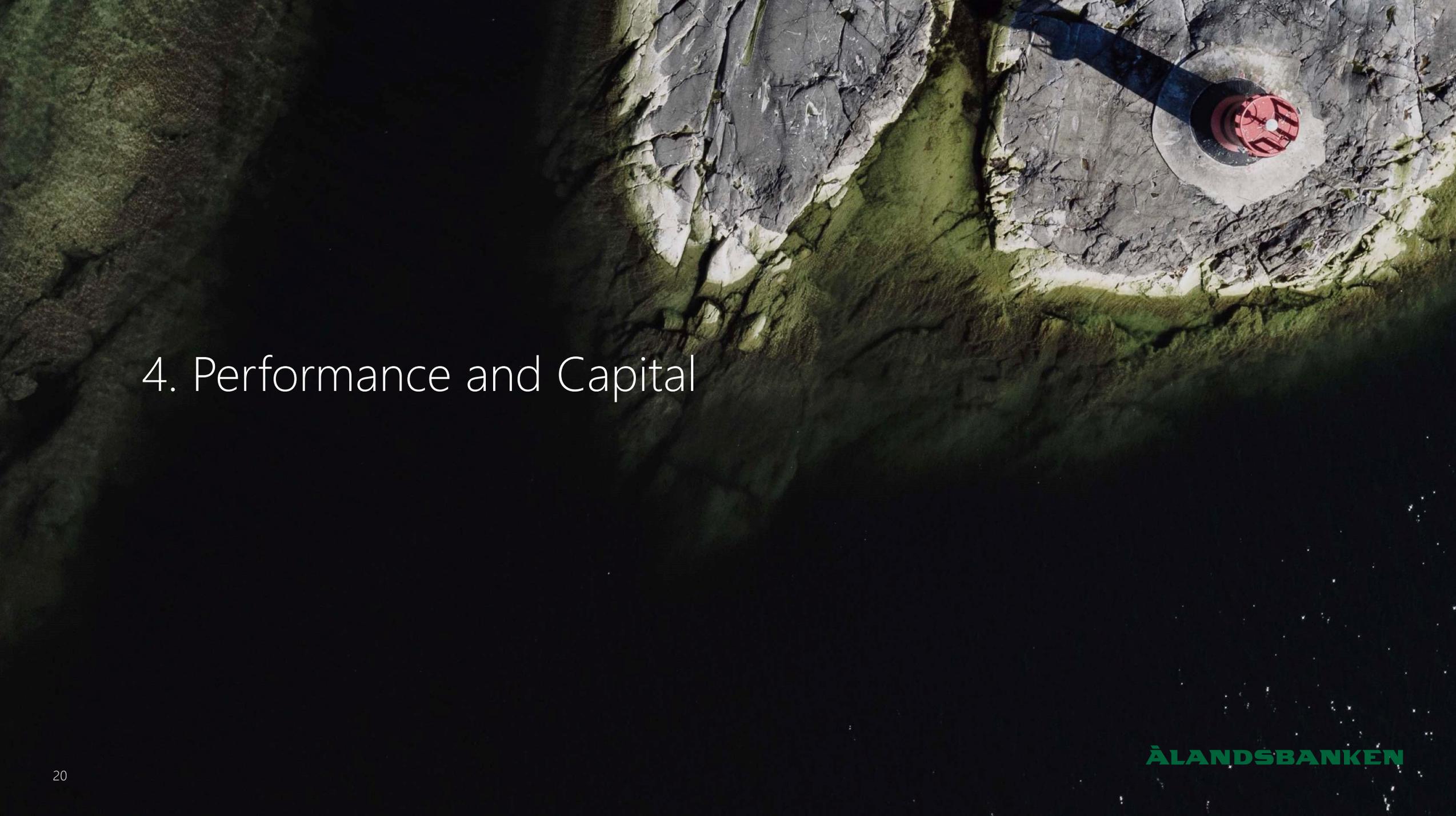
To date we have supported environmental work with 3 800 000 €

ÖSTERSJÖPROJEKTET
BALTICSEAPROJECT
ITÄMERIPROJEKTI



Some of the funding recipients through the Baltic Sea Project:



A photograph of a rocky coastline. In the upper right, a red and black structure, possibly a lighthouse or navigational aid, is mounted on a rock. The rocks are dark and jagged, with some green moss or algae. The background is a dark, starry sky.

4. Performance and Capital

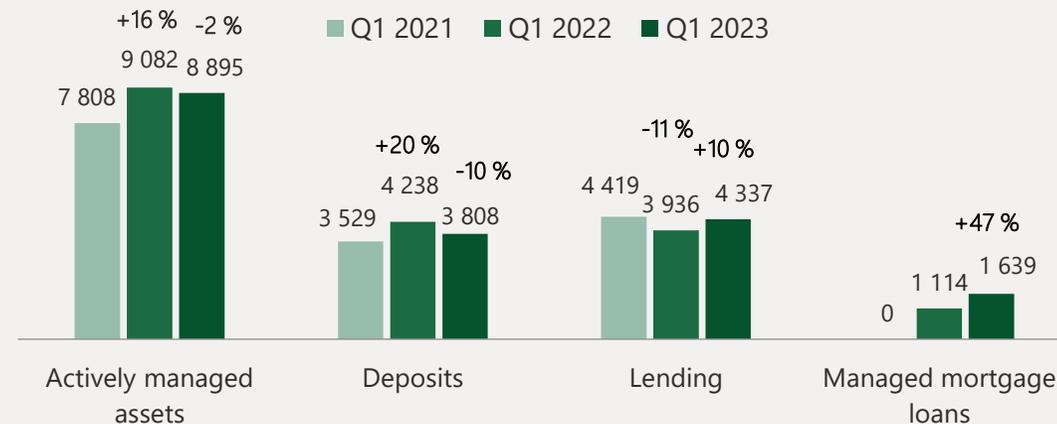
Long-Term Financial Targets

| | |
|----------------|--|
| Profitability | Return on equity after taxes (ROE) shall exceed 15 per cent over time |
| Capitalization | The Common Equity Tier 1 capital ratio shall exceed the FIN-FSA's minimum requirement by 1.75-3.0 percentage points |
| Payout ratio | The payout ratio shall be 60 per cent of shareholders' interest in profit or higher, provided that capital adequacy does not fall below the target |

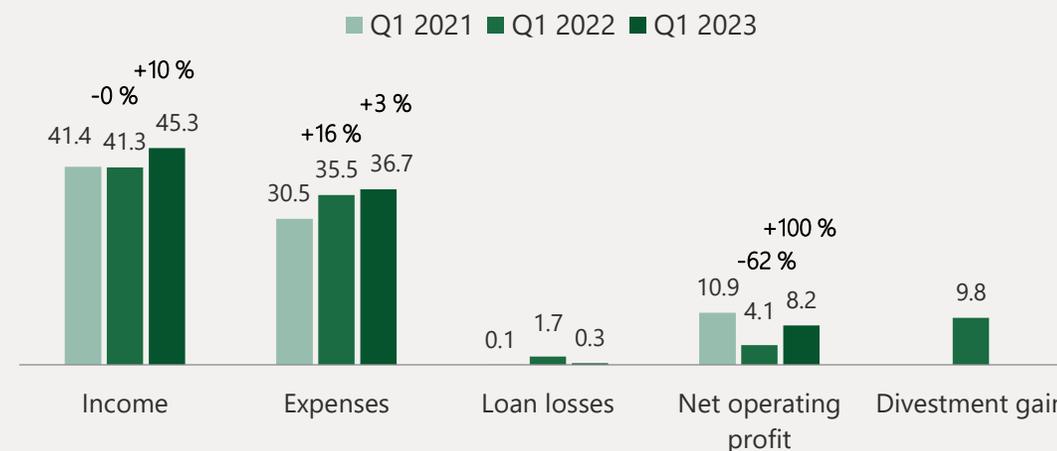
Q1 2023 in Summary

- The first quarter was dominated by geopolitical and inflation-related concerns as well as banking sector turmoil, with significant volatility in global capital markets
- The Bank of Åland has no direct exposure to Ukraine, Belarus or Russia. The direct impact of the war on the Bank's credit risk is thus limited. However, the Bank of Åland is affected by the changing macroeconomic conditions. The Bank has substantial positive net interest income sensitivity to rising short-term market interest rates
- The Bank of Åland still sees a continued inflow of new managed assets to financial investment services and have begun to prepare for an additional divestment of mortgage loans in Sweden to Borgo. According to plans, this divestment will occur after the summer and will involve a mortgage loan portfolio totalling SEK 5-6 billion
- In February, the Bank of Åland issued a new T2 (supplementary capital) instrument totalling SEK 200 M. In March, the Bank issued a new covered bond totalling EUR 250 M with a 3-year maturity
- The Bank of Åland issued 22,057 Series B shares to fulfil its commitments as part of the share savings programme for employees. In addition, 6,974 Series B shares were issued to fulfil the Bank's commitments as part of its employee incentive programme

Volumes, EUR M



Net operating profit, EUR M



Q1 Results

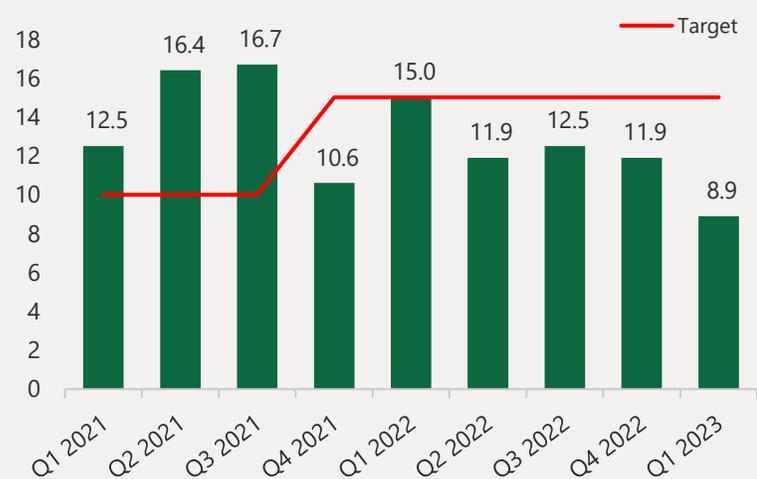
Results

- Net operating profit EUR 8.2 M (EUR 13.9 M in Q1 2022), -41 %
- Excluding a divestment gain the previous year, net operating profit increased to EUR 8.2 M (EUR 4.1 M in Q1 2022), +100 %
- ROE Q1, 8.9 % (15.0 % in Q1 2022)
- Earnings per share Q1, 0.41 (0.71 in Q1 2022)

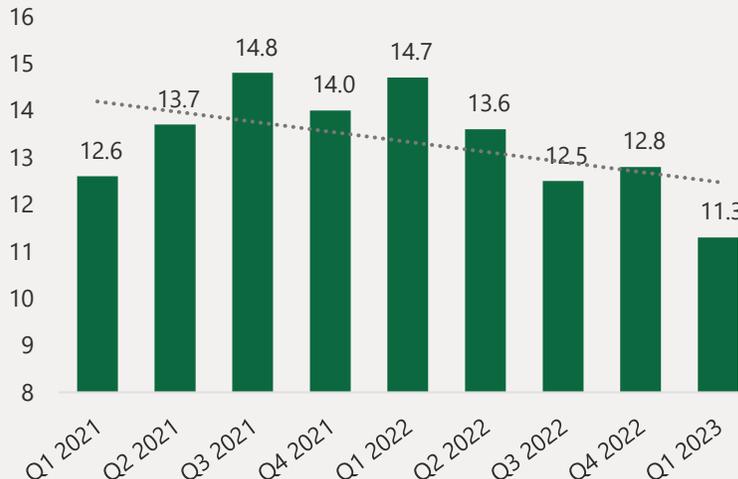
Future Outlook

- The Bank of Åland expects its net operating profit in 2023 to be significantly better than in 2022
 - Dependent on the performance of the fixed income and stock markets
 - Some uncertainty about the Bank's current forecast due to concerns about economic development in a number of important markets

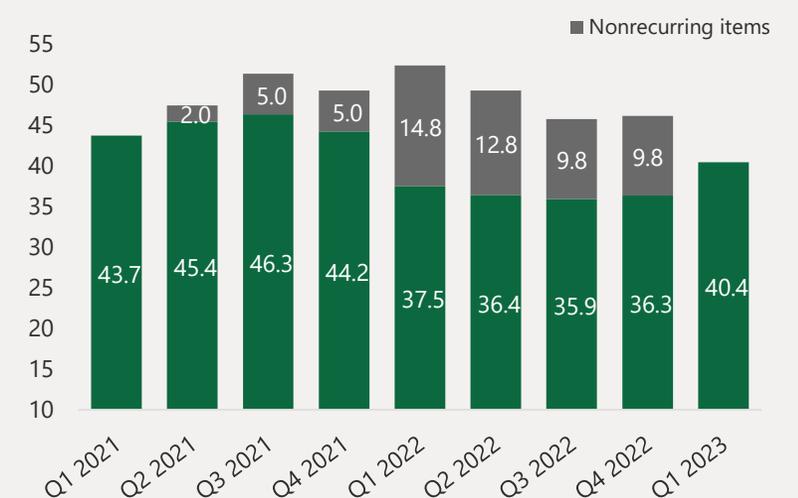
ROE %, 2021-2023



ROE, Rolling 12 Months, %



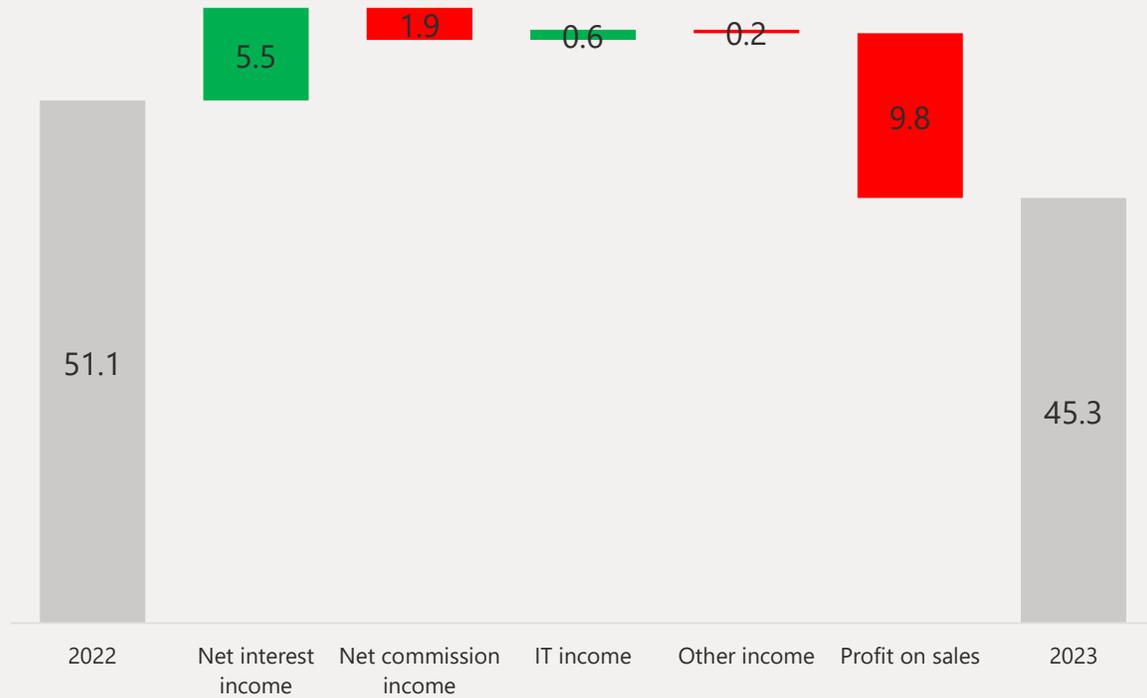
Net Operating Profit, Rolling 12 Months, EUR M



Statutory fees: EUR 2.8 M (Q1 2021), EUR -0.1 M (Q2 2021), EUR 3.6 M (Q1 2022) and EUR -0.1 M (Q2 2022), EUR 3.2 M (Q1 2023)

Income and Expenses Q1 2022-2023

Income Q1 2023, EUR M



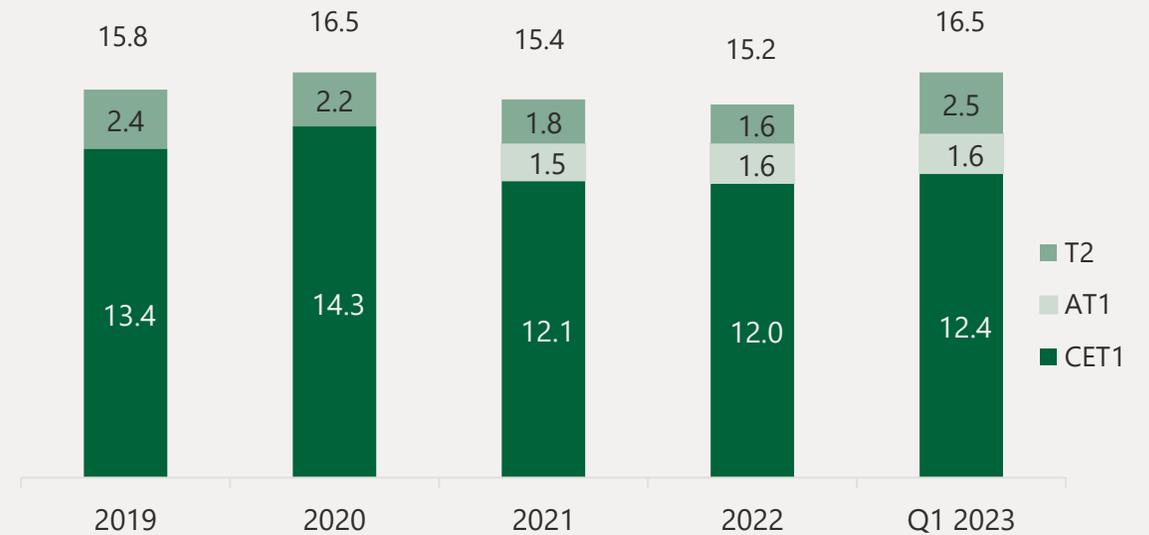
Expenses Q1 2023, EUR M



Committed to Maintaining a Strong Capital Ratio

- The Bank of Åland is committed to a strong capital ratio
- The Bank will continue to build up its capital base, improve and diversify earnings, and uphold a sound approach to risk
- Conservative pay-out policy is to safeguard the capital position
- As of 2022, the standardised 26.5 per cent upward adjustment in the risk exposure amount, calculated according to the current IRB approach while awaiting an updated approach, was raised to 45.5 per cent for the retail portfolio
- The countercyclical buffer requirement for Swedish exposures is currently 1.0 per cent but will be raised to 2.0 per cent starting in June 2023. For Finnish exposures, the requirement remains at 0.0 per cent. In Finland, a systemic risk buffer of 1.0 per cent will be re-imposed starting on April 1, 2024
- On March 29, 2023, the Annual General Meeting (AGM) approved the distribution of a dividend of EUR 2.05 per share for the financial year 2022 (a regular dividend of EUR 1.60 plus an extra dividend of EUR 0.45), subtracted from the Bank's CET1 capital ratio on December 31, 2022
- CET1 capital ratio for a small bank like the Bank of Åland is not comparable to larger banks with IRB methods

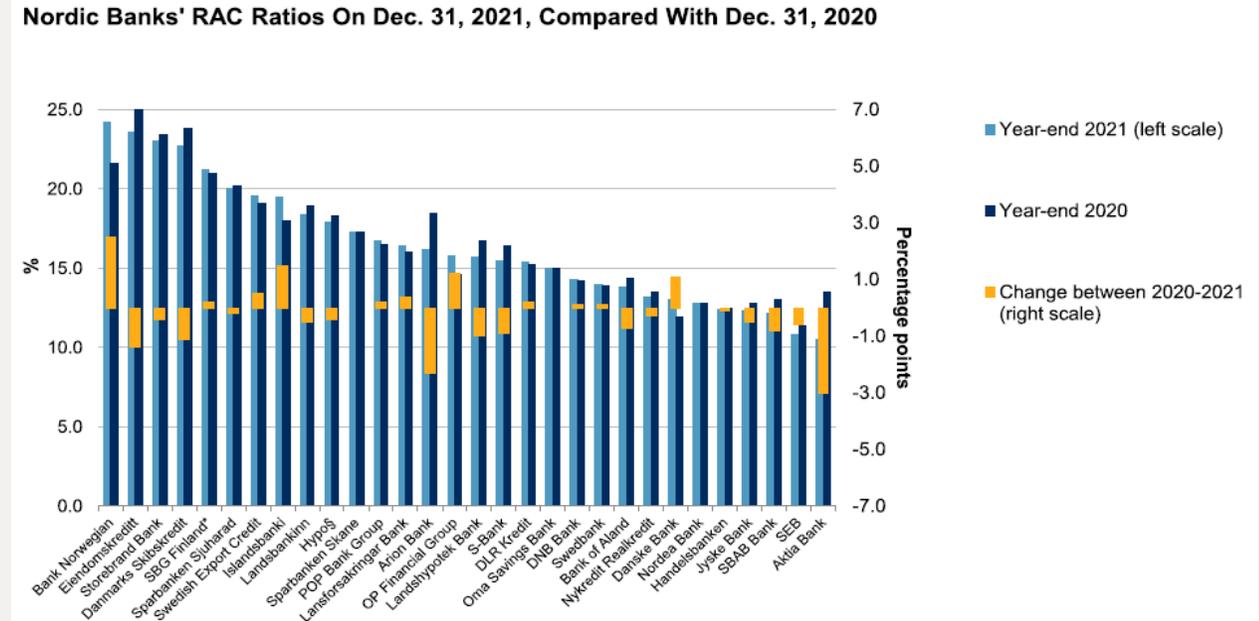
Capital position, %



S&P Views Bank of Åland's Capital Position to be a Credit Strength

S&P highlights that Bank of Åland's strong capital position is a credit strength

- Key strengths according to S&P
 - Strong risk-adjusted capitalization
 - Low credit losses
- The upgrade on the Bank's long-term issuer credit rating from BBB to BBB+ reflects S&P's forecast that Bank of Åland's capitalization will strengthen sustainably through 2024. S&P expects that the Bank's RAC ratio will improve to 15-16 % over the next two years from 14.5 % as of June 30, 2022

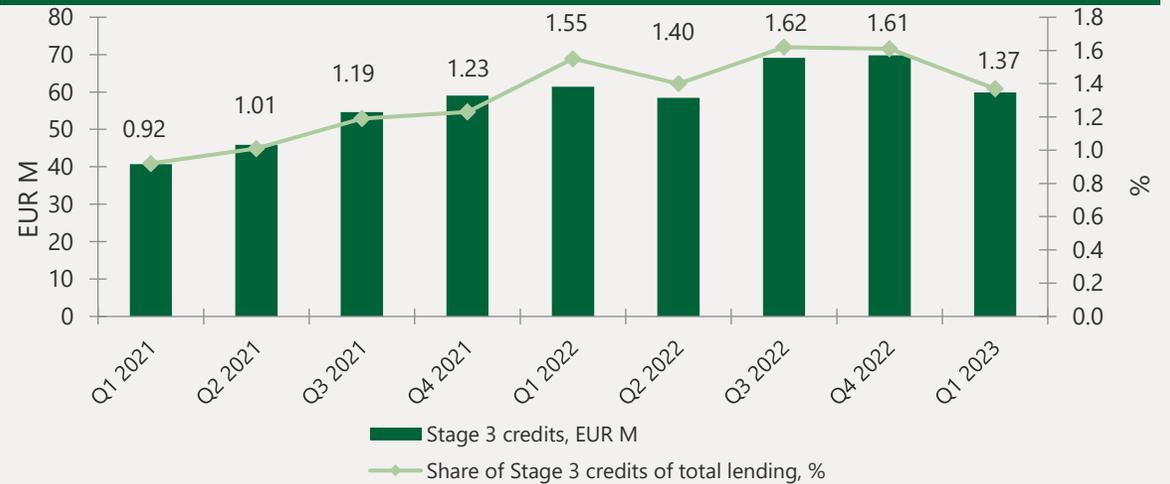


5. Asset Quality

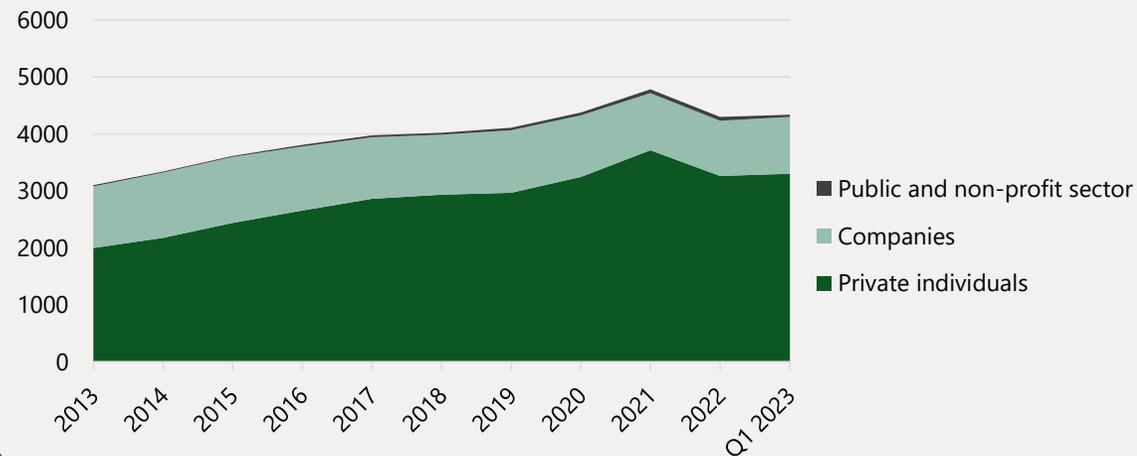
Lending Strategy Focused on Balanced Credit Growth

- The Bank of Åland is a relationship bank with the primary focus on customers with investment needs in the Private Banking and Premium Banking segments
 - Selective lending to high quality, affluent clients, where asset quality is prioritised over lending volume growth and higher returns
- The Bank of Åland is not granting credits as a standalone product to mass market clients or corporate clients
- Balanced growth in lending versus deposits in every business area
- Residential mortgages or property as collateral in at least half of the lending
- Many small loans are preferred to a few large
- Loan loss level of 0.03 % in Q1 2023 (0.16 % in Q1 2022)

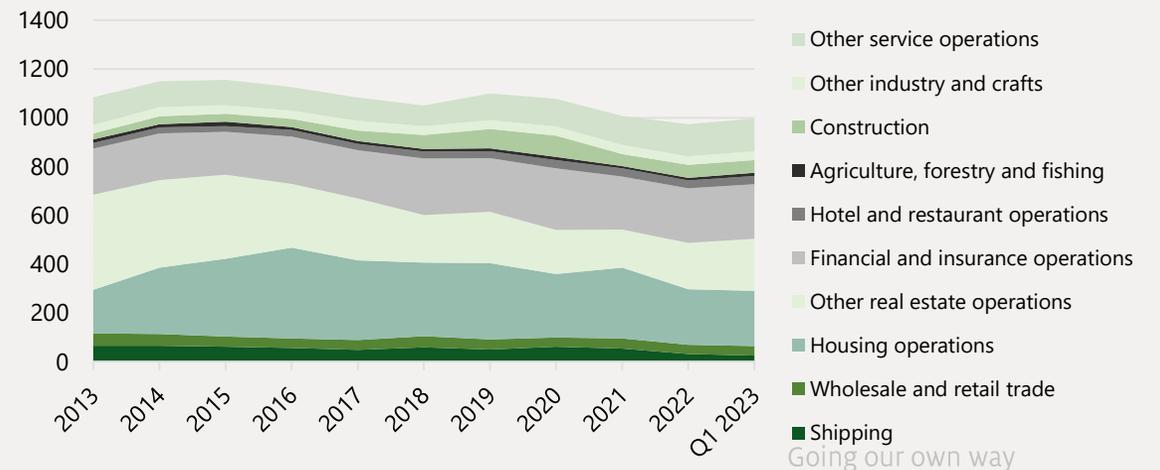
Stage 3 Credits 2021-2023



Lending to the Public, EUR M



Lending to Companies, EUR M



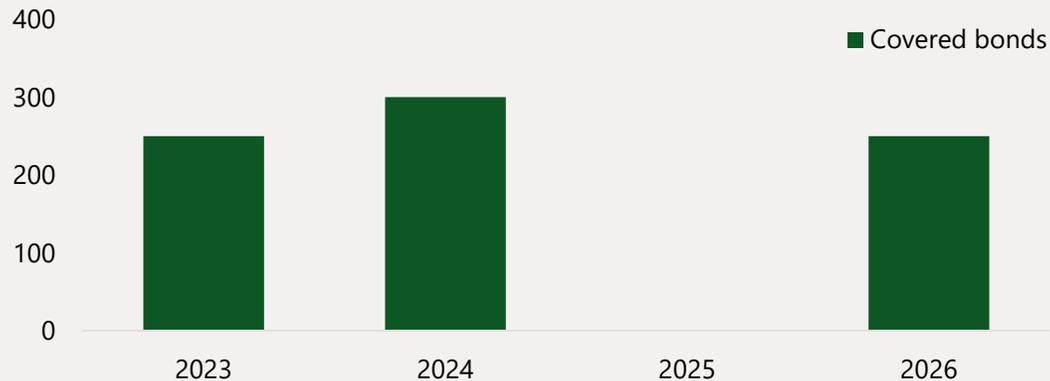
An aerial photograph of a rugged, rocky coastline. The dark, turbulent sea is on the left, with white foam from waves crashing against the shore. The right side of the image shows a steep, rocky cliffside with a grid-like pattern of rock formations. The scene is lit with a dramatic, low-angle light, creating strong shadows and highlights on the rock surfaces.

6. Liquidity and Funding

Group Funding and Liquidity Management

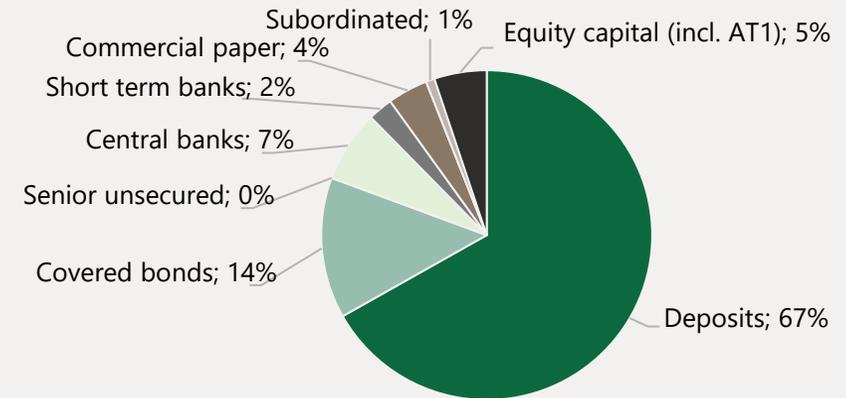
- Demand deposits and time deposits from core private customers and their companies are the main funding sources
- Covered Bonds, the main long-term funding source today, were introduced in early 2012 in order to diversify the funding mix and to form a reliable and cost-efficient funding channel
- Loans from central banks have grown from 2 % → 7 % since the start of the pandemic
- A balanced funding mix is maintained with a diversity of funding sources
- Well-diversified maturity profile with limited exposure to short-term wholesale funding

Maturing Long-Term Funding* March 31, 2023, EUR M



* Excluding retained covered bonds

Group Funding Profile March 31, 2023



Themes 2023

- After the transfer of SEK Covered Bonds to Borgo, the share of customer deposits is high, around two thirds of the funding profile
- In adverse market conditions it has been a reasonable strategy to issue retained Covered Bonds and use those as collateral for funding from the central banks
- Demand conditions and the market situation favour issuance in Covered Bonds
- The balanced funding mix is maintained
- Effective on January 1, 2022, the Finnish FSA has given the Bank of Åland a formal MREL requirement under European Union regulations. The requirement consists of a minimum of 9 % total capital requirement and a minimum of 3 % leverage ratio. The MREL requirements have no material effect on the funding of the Bank

Liquidity Reserve

- Very high quality in liquidity reserves
 - The most liquid and tradable assets
 - LCR and NSFR targets reached
- Coordinated cash pools between Finland and Sweden
- Conservative approach to market risk within liquidity reserves
 - Assets with short duration
 - Well diversified counterparty risk profile

Key metrics

Liquidity reserve

19 %
of total assets

Liquidity portfolio

EUR 1,109 M

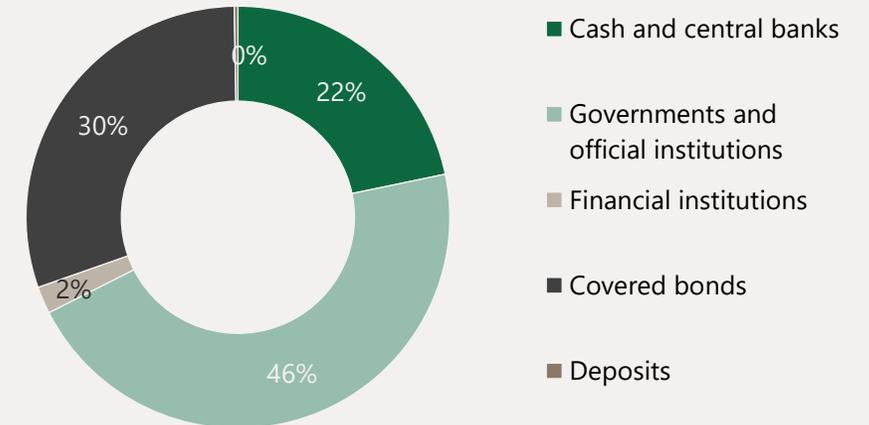
LCR

156 %

NSFR

109 %

Composition of the Liquidity Reserve March 31, 2023



7. Appendix

Contact Details

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Key Figures

| | Q1 2023 | Q1 2022 | 2022 | 2021 | 2020 | 2019 | 2018 |
|-------------------------------|---------|---------|-------|-------|-------|-------|-------|
| ROE, % | 8.9 | 15.0 | 12.8 | 14.0 | 11.6 | 10.7 | 9.8 |
| Expense/ income ratio, % | 81 | 69 | 72 | 69 | 70 | 73 | 77 |
| Loan loss level, % | 0.03 | 0.16 | 0.14 | 0.12 | 0.11 | 0.08 | 0.02 |
| CET1 capital ratio, % | 12.4 | 13.9 | 12.0 | 12.1 | 14.3 | 13.4 | 13.0 |
| Total capital ratio, % | 16.5 | 17.5 | 15.2 | 15.4 | 16.5 | 15.8 | 15.4 |
| Earnings per share, EUR | 0.41 | 0.71 | 2.37 | 2.55 | 2.02 | 1.69 | 1.48 |
| Equity capital per share, EUR | 17.18 | 18.02 | 18.82 | 19.39 | 18.76 | 16.61 | 15.67 |
| Lending to the public, EUR M | 4,337 | 3,936 | 4,303 | 4,788 | 4,378 | 4,110 | 4,022 |
| Deposits from public, EUR M | 3,808 | 4,238 | 4,182 | 4,070 | 3,605 | 3,368 | 3,304 |
| Equity capital, EUR M | 292 | 310 | 316 | 332 | 292 | 258 | 242 |
| Risk exposure amount, EUR M | 1,901 | 1,805 | 1,938 | 1,976 | 1,671 | 1,583 | 1,578 |
| FTE | 871 | 836 | 854 | 815 | 751 | 700 | 691 |

Income Statement

| EUR M | Q1 2023 | Q1 2022 | 2022 | 2021 | 2020 | 2019 | 2018 |
|--|--------------|--------------|---------------|---------------|---------------|--------------|--------------|
| Net interest income | 19.8 | 14.3 | 68.2 | 62.2 | 58.9 | 53.9 | 54.5 |
| Net commission income | 18.3 | 20.2 | 78.4 | 79.0 | 66.3 | 58.0 | 54.3 |
| Other income | 7.2 | 16.5 | 37.5 | 34.8 | 24.9 | 22.0 | 18.8 |
| Total income | 45.3 | 51.1 | 184.1 | 176.0 | 150.1 | 133.9 | 127.6 |
| Staff costs | -20.5 | -18.9 | -75.5 | -71.1 | -62.9 | -57.0 | -57.1 |
| Other expenses | -16.1 | -16.7 | -56.3 | -50.8 | -42.6 | -40.5 | -40.7 |
| Total expenses | -36.7 | -35.5 | -131.8 | -121.9 | -105.6 | -97.5 | -97.8 |
| Profit before impairment losses | 8.5 | 15.6 | 52.3 | 54.1 | 44.6 | 36.4 | 29.8 |
| Net impairment loss on financial assets | -0.3 | -1.7 | -6.2 | -4.9 | -4.9 | -3.2 | -0.8 |
| Net operating profit | 8.2 | 13.9 | 46.1 | 49.2 | 39.7 | 33.2 | 29.0 |
| Income taxes | -2.0 | -2.9 | -9.3 | -9.3 | -8.2 | -6.9 | -6.1 |
| Net profit for the period | 6.2 | 11.0 | 36.8 | 39.9 | 31.5 | 26.3 | 22.9 |
| Non-controlling interests | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Shareholders in Bank of Åland Plc | 6.2 | 11.0 | 36.8 | 39.8 | 31.5 | 26.3 | 22.9 |

Balance Sheet

| Bank of Åland Group | March 31, 2023 | March 31, 2022 | | March 31, 2023 | March 31, 2022 |
|--|----------------|----------------|--|----------------|----------------|
| <i>Assets</i> | | | <i>Liabilities</i> | | |
| Cash and balances with central banks | 243 | 900 | Liabilities to credit institutions and central banks | 538 | 548 |
| Debt securities | 1,009 | 825 | Deposits from the public | 3,808 | 4,238 |
| Lending to credit institutions | 52 | 96 | Debt securities issued | 1,013 | 636 |
| Lending to the public | 4,337 | 3,936 | Derivative instruments | 19 | 10 |
| Shares and participations | 48 | 31 | Current tax liabilities | 1 | 2 |
| Participations in associated companies | 6 | 6 | Deferred tax liabilities | 34 | 34 |
| Derivative instruments | 28 | 13 | Other liabilities | 112 | 97 |
| Intangible assets | 21 | 23 | Provisions | 1 | 1 |
| Tangible assets | 38 | 33 | Accrued expenses and prepaid income | 40 | 37 |
| Investment properties | 0 | 0 | Subordinated liabilities | 49 | 36 |
| Current tax assets | 3 | 1 | Total liabilities | 5,616 | 5,640 |
| Deferred tax assets | 6 | 5 | | | |
| Other assets | 80 | 52 | <i>Equity capital and non-controlling interests</i> | | |
| Accrued income and prepayments | 38 | 29 | Share capital | 42 | 42 |
| Total assets | 5,908 | 5,950 | Share premium account | 33 | 33 |
| | | | Reserve fund | 25 | 25 |
| | | | Fair value reserve | -12 | 1 |
| | | | Unrestricted equity capital fund | 29 | 28 |
| | | | Retained earnings | 145 | 152 |
| | | | Shareholders' portion of equity capital | 263 | 281 |
| | | | Non-controlling interests' portion of equity capital | 0 | 0 |
| | | | Additional Tier 1 capital holders | 29 | 29 |
| | | | Total equity capital | 292 | 310 |
| | | | Total liabilities and equity capital | 5,908 | 5,950 |

Outstanding Long-Term Funding* March 31, 2023

MCBA Cover Asset Pool

| ISIN | Nominal Amt | Settlement date | Maturity date | Coupon | Currency | EUR eq amt | Time to maturity |
|--------------|-------------|-----------------|---------------|--------|----------|--------------------|------------------|
| XS1496878742 | 250 000 000 | 29-09-2016 | 29-09-2023 | 0 | EUR | 250 000 000 | 0.50 |
| FI4000375241 | 300 000 000 | 19-03-2019 | 19-03-2024 | 0.125 | EUR | 300 000 000 | 0.97 |
| | | | | | | 550 000 000 | 0.76 |

CBA Cover Asset Pool

| ISIN | Nominal Amt | Settlement date | Maturity date | Coupon | Currency | EUR eq amt | Time to maturity |
|--------------|-------------|-----------------|---------------|--------|----------|--------------------|------------------|
| FI4000549548 | 250 000 000 | 16.3.2023 | 16.3.2026 | 3.875 | EUR | 250 000 000 | 2.96 |
| | | | | | | 250 000 000 | 2.96 |

* Excluding retained covered bonds

Sustainability Information

| Group, own emissions | Q1 2023 | Q4 2022 | % | Q1 2022 | % |
|---|----------------|----------------|------------|----------------|-----------|
| <i>Greenhouse gases, tonnes of CO₂e</i> | | | | | |
| Scope 1 | | | | | |
| Emissions from owned and controlled resources | 0.6 | 0.5 | 18 | 1.2 | -45 |
| Scope 2 | | | | | |
| Energy-related emissions | 0.2 | 0.2 | 4 | 14.2 | -99 |
| <i>of which from electricity according to market-based method ¹</i> | 0.0 | 0.0 | | 13.9 | -100 |
| Scope 3 upstream | | | | | |
| Purchased goods and services | 18.6 | 25.3 | -26 | 40.3 | -54 |
| Capital goods | 1.8 | 1.6 | 13 | 1.3 | 36 |
| Transport and distribution | 29.7 | 35.4 | -16 | 31.1 | -4 |
| Waste generated by own operations | 0.4 | 0.5 | -24 | 0.5 | -12 |
| Business travel | 134.6 | 160.0 | -16 | 31.1 | |
| Leased assets | 2.4 | 2.6 | -5 | 1.1 | |
| Total scope 3 upstream | 187.6 | 225.4 | -17 | 105.5 | 78 |
| Total greenhouse gases, own emissions | 188.4 | 226.1 | -17 | 120.8 | 56 |
| Climate compensation | -188.4 | -208.7 | -10 | -136.3 | 38 |
| Net greenhouse gases, own emissions | 0.0 | 17.4 | | -15.5 | |
| | | | | | |
| <i>¹Emissions from electricity according to location-based method subtracted from Nordic Residual Mix, tonnes of CO₂e</i> | 153.5 | 171.1 | -10 | 204.6 | -25 |
| CO ₂ e emissions per employee (tonnes/average full-time equivalent) | 0.87 | 1.02 | | 0.58 | |
| CO ₂ e emissions per EUR M earned (tonnes/EUR M) | 4.16 | 4.81 | | 2.36 | |

Sustainability Information

| Group, scope 3, downstream | Q1 2023 | Q4 2022 | % | Q1 2022* | % |
|--|------------------|------------------|-----|----------|---|
| Current situation on annual basis (CO₂e), tonnes | | | | | |
| Loan portfolio Scope 1 and 2 | 201,739 | 213,040 | -5 | | |
| of which scope 1-2 | 201,739 | 213,040 | -5 | | |
| Investments Sope 1, 2 and 3 | 1,453,914 | 1,587,742 | -8 | | |
| of which scope 1 | 68,893 | 122,526 | -44 | | |
| of which scope 2 | 23,421 | 24,155 | -3 | | |
| of which scope 3 | 1,361,599 | 1,441,061 | -6 | | |
| Treasury Scope 1, 2 and 3 | 12,358 | 13,756 | -10 | | |
| of which scope 1 | 1,124 | 1,334 | -16 | | |
| of which scope 2 | 256 | 278 | -8 | | |
| of which scope 3 | 10,979 | 12,144 | -10 | | |
| Total, Scope 3, downstream | 1,668,011 | 1,814,538 | | | |

* Comparative data for the period is missing

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